

**Iroquois and
Kankakee Counties
Regional Office of
Education No. 32**

FINANCIAL AUDIT
(In Accordance with the
Uniform Guidance)

**FOR THE YEAR ENDED
JUNE 30, 2023**

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
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June 30, 2023

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**Iroquois and Kankakee Counties Regional Office of Education No. 32
Officials**

Regional Superintendent
(August 1, 2022 to current)

Mr. Frank Petkunas

Regional Superintendent
(July 1, 2022 through July 31, 2022)

Dr. Gregg Murphy

Assistant Regional Superintendent
(August 1, 2022 to current)

Ms. Patricia High

Assistant Regional Superintendent
(July 1, 2022 through July 31, 2022)

Mr. Frank Petkunas

Office is located at:

1 Stuart Drive
Kankakee, Illinois 60901

**Iroquois and Kankakee Counties Regional Office of Education No. 32
Compliance Report Summary**

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

AUDITOR’S REPORT

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

SUMMARY OF AUDIT FINDINGS

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

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 Audit Findings not Repeated (Government Auditing Standards)

2022-001	15	Controls over Financial Statement Preparation	Significant Deficiency
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Prior Audit Findings not Repeated (Federal Compliance)

None

EXIT CONFERENCE

This report was discussed with the Iroquois and Kankakee Counties Regional Office of Education No. 32 personnel at an exit conference on December 21, 2023.

Attending from the Regional Office of Education No. 32 were Frank Petkunas, Regional Superintendent, Patricia High, Assistant Regional Superintendent, Kay Williams, Finance Officer; and Megan Froehner, Finance Office Administrator and from Roth & Co., LLP were Leilani Rodrigo, Partner, and Syndelle Manuel, Manager.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Financial Statement Report Summary

The audit of the accompanying basic financial statements of the Iroquois and Kankakee Counties Regional Office of Education No. 32 was performed by Roth & Company, LLP.

Based on their audit, the auditors expressed an unmodified opinion on the Iroquois and Kankakee Counties Regional Office of Education No. 32's basic financial statements.



INDEPENDENT AUDITOR'S REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Audit of the Financial Statements

Opinions

As Special Assistant Auditors for the Auditor General, we have audited the modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Iroquois and Kankakee Counties Regional Office of Education No. 32, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Iroquois and Kankakee Counties Regional Office of Education No. 32's basic financial statements as listed in the table of contents.

In our opinion, the accompanying modified cash basis financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Iroquois and Kankakee Counties Regional Office of Education No. 32, as of June 30, 2023, and the respective changes in modified cash basis financial position, and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Iroquois and Kankakee Counties Regional Office of Education No. 32, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter—Basis of Accounting

We draw attention to Note 1 to the financial statements which described the basis of accounting. The Iroquois and Kankakee Counties Regional Office of Education No. 32 has presented its financial statements in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Iroquois and Kankakee Counties Regional Office of Education No. 32's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.



Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Iroquois and Kankakee Counties Regional Office of Education No. 32's basic financial statements. The modified cash basis combining schedule of accounts, the budgetary comparison schedules, the combining fund financial statements, the Schedule of Disbursements to School District Treasurers and Other Entities - Modified Cash Basis, and the Schedule of Expenditures and Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the modified cash basis combining schedule of accounts, the budgetary comparison schedules, the combining fund financial statements, the Schedule of Disbursements to School District Treasurers and Other Entities - Modified Cash Basis, and the Schedule of Expenditures and Federal Awards, as required by the Uniform Guidance, are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the modified cash basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 6, 2024 on our consideration of the Iroquois and Kankakee Counties Regional Office of Education No. 32'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control over financial reporting and compliance.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
February 6, 2024





**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 Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the 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, the modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Iroquois and Kankakee Counties Regional Office of Education No. 32, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Iroquois and Kankakee Counties Regional Office of Education No. 32’s modified cash basis financial statements, and have issued our report thereon dated February 6, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Iroquois and Kankakee Counties Regional Office of Education No. 32’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the modified cash basis financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Iroquois and Kankakee Counties Regional Office of Education No. 32’s internal control. Accordingly, we do not express an opinion on the effectiveness of Iroquois and Kankakee Counties Regional Office of Education No. 32’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses, or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Iroquois and Kankakee Counties Regional Office of Education No. 32's financial statements are free from 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 financial statements. 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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Chicago, Illinois
February 6, 2024





**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Program

As Special Assistant Auditors for the Auditor General, we have audited compliance by the Iroquois and Kankakee Counties Regional Office of Education No. 32 with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Iroquois and Kankakee Counties Regional Office of Education No. 32's major federal programs for the year ended June 30, 2023. The Iroquois and Kankakee Counties Regional Office of Education No. 32's major federal programs are identified in the summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Iroquois and Kankakee Counties Regional Office of Education No. 32 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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Iroquois and Kankakee Counties Regional Office of Education No. 32 and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions on compliance for each major federal program. Our audit does not provide a legal determination of the Iroquois and Kankakee Counties Regional Office of Education No. 32's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Iroquois and Kankakee Counties Regional Office of Education No. 32's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Iroquois and Kankakee Counties Regional Office of Education No. 32's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Iroquois and Kankakee Counties Regional Office of Education No. 32's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Iroquois and Kankakee Counties Regional Office of Education No. 32's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Iroquois and Kankakee Counties Regional Office of Education No. 32's internal control over compliance. Accordingly, no such opinion is expressed.



We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
February 6, 2024



Iroquois and Kankakee Counties Regional Office of Education No. 32
Schedule of Findings and Questioned Costs
Section I - Summary of Auditor's Results
For the Year Ended June 30, 2023

Financial Statements in Accordance with Modified Cash Basis of Accounting

Type of auditor's report issued: Unmodified

Internal control over financial reporting:
 Material weakness(es) identified? Yes No
 Significant deficiency(ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:
 Material weakness(es) identified? Yes No
 Significant deficiency(ies) identified? Yes None reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major federal programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.959	Block Grants for Prevention and Treatment of Substance Abuse

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee Yes No

Iroquois and Kankakee Counties Regional Office of Education No. 32
Schedule of Findings and Questioned Costs
Section II - Financial Statement Findings
For the Year Ended June 30, 2023

MATERIAL WEAKNESSES:

None

SIGNIFICANT DEFICIENCIES:

None

INSTANCES OF NONCOMPLIANCE:

None

Iroquois and Kankakee Counties Regional Office of Education No. 32
Schedule of Findings and Questioned Costs
Section III - Federal Award Findings
For the Year Ended June 30, 2023

INSTANCES OF NONCOMPLIANCE:

None

SIGNIFICANT DEFICIENCIES:

None

MATERIAL WEAKNESSES:

None

Iroquois and Kankakee Counties Regional Office of Education No. 32
Summary Schedule of Prior Audit Finding Not Repeated
For the Year Ended June 30, 2023

2022-001	Controls over Financial Statement Preparation	Not Repeated
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During the current audit, audit testing results indicated the Iroquois and Kankakee Counties Regional Office of Education No. 32 implemented corrective action and included a more comprehensive review of financial statements preparation procedures.

BASIC FINANCIAL STATEMENTS

Iroquois and Kankakee Counties Regional Office of Education No. 32
Statement of Net Position - Modified Cash Basis
June 30, 2023
Exhibit A

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 5,601,518	\$ 1,940,625	\$ 7,542,143
Noncurrent assets:			
Capital assets, net	43,434	19,365	62,799
TOTAL ASSETS	5,644,952	1,959,990	7,604,942
LIABILITIES			
Current liabilities:			
Accounts payable and accrued expenses	17,881	1,820	19,701
NET POSITION			
Net investment in capital assets	43,434	19,365	62,799
Restricted - other	165,645	-	165,645
Unrestricted	5,417,992	1,938,805	7,356,797
TOTAL NET POSITION	\$ 5,627,071	\$ 1,958,170	\$ 7,585,241

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2023
Exhibit B

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Primary Government		Total
				Governmental Activities	Business-Type Activities	
Primary government						
Governmental activities:						
Instructional services:						
Salaries	\$ 1,704,102	\$ -	\$ 1,837,985	\$ 133,883	\$ -	\$ 133,883
Employee benefits	207,899	-	320,544	112,645	-	112,645
Pension expense	92,736	-	-	(92,736)	-	(92,736)
OPEB expense	4,096	-	-	(4,096)	-	(4,096)
Purchased services	322,506	-	537,683	215,177	-	215,177
Supplies and materials	136,190	-	105,473	(30,717)	-	(30,717)
Other objects	6,604	-	7,467	863	-	863
Capital outlay	2,625	-	2,625	-	-	-
Depreciation	11,477	-	-	(11,477)	-	(11,477)
Intergovernmental:						
Payments to other governments	105,679	-	119,497	13,818	-	13,818
Administrative:						
On-behalf payments	575,336	-	-	(575,336)	-	(575,336)
Total governmental activities	3,169,250	-	2,931,274	(237,976)	-	(237,976)
Business-type activities:						
Professional development	279,828	532,606	-	-	252,778	252,778
Total business-type activities	279,828	532,606	-	-	252,778	252,778
Total primary government	\$ 3,449,078	\$ 532,606	\$ 2,931,274	(237,976)	252,778	14,802
General revenues:						
Local sources				551,700	-	551,700
On-behalf payments				575,336	-	575,336
Interest				9,916	1,787	11,703
Total general revenues				1,136,952	1,787	1,138,739
CHANGES IN NET POSITION				898,976	254,565	1,153,541
NET POSITION - BEGINNING OF YEAR				4,728,095	1,703,605	6,431,700
NET POSITION - END OF YEAR				\$ 5,627,071	\$ 1,958,170	\$ 7,585,241

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Governmental Funds
Balance Sheet - Modified Cash Basis
June 30, 2023
Exhibit C

	General Fund	Education Fund	Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 5,208,288	\$ 89,341	\$ 267,550	\$ -	\$ 5,565,179
Due from other funds	179,163	-	-	(177,732)	1,431
TOTAL ASSETS	<u>5,387,451</u>	<u>89,341</u>	<u>267,550</u>	<u>(177,732)</u>	<u>5,566,610</u>
LIABILITIES AND FUND BALANCES (DEFICIT)					
LIABILITIES					
Current liabilities:					
Accounts payable and accrued expenses	4,565	13,316	-	-	17,881
Due to other funds	-	177,732	198	(177,732)	198
Total liabilities	<u>4,565</u>	<u>191,048</u>	<u>198</u>	<u>(177,732)</u>	<u>18,079</u>
FUND BALANCES (DEFICIT)					
Restricted	-	81,034	267,352	-	348,386
Unassigned	5,382,886	(182,741)	-	-	5,200,145
Total fund balances (deficit)	<u>5,382,886</u>	<u>(101,707)</u>	<u>267,352</u>	<u>-</u>	<u>5,548,531</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ 5,387,451</u>	<u>\$ 89,341</u>	<u>\$ 267,550</u>	<u>\$ (177,732)</u>	<u>\$ 5,566,610</u>

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Governmental Funds
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position - Modified Cash Basis
June 30, 2023
Exhibit D

Total fund balances - governmental funds \$ 5,548,531

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

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

Capital assets, net	\$ 43,434	
Less internal service fund capital assets included in internal service fund net position below	(39,037)	4,397

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the Statement of Net Position.

Internal service fund net position is:		74,143
--	--	--------

Net position of governmental activities \$ 5,627,071

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Governmental Funds
Statement of Revenues, Expenditures,
and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Exhibit E

	General Fund	Education Fund	Nonmajor Special Revenue Funds	Total Governmental Funds
RECEIPTS				
Local sources	\$ 457,624	\$ -	\$ 80,063	\$ 537,687
State sources	1,306,122	743,359	1,512	2,050,993
Federal sources	-	880,281	-	880,281
On-behalf payments	316,614	-	-	316,614
Interest	4,609	45	5,238	9,892
Total receipts	<u>2,084,969</u>	<u>1,623,685</u>	<u>86,813</u>	<u>3,795,467</u>
DISBURSEMENTS				
Instructional services:				
Salaries	526,649	1,060,946	37,859	1,625,454
Employee benefits	65,157	120,671	6,728	192,556
Pension expense	26,173	58,322	2,331	86,826
OPEB expense	4,096	-	-	4,096
Purchased services	304,984	161,990	8,536	475,510
Supplies and materials	33,443	56,251	3,583	93,277
Other objects	1,090	635	4,879	6,604
On-behalf payments	316,614	-	-	316,614
Intergovernmental:				
Payments to other governments	-	105,679	-	105,679
Capital outlay	1,088	1,537	-	2,625
Total disbursements	<u>1,279,294</u>	<u>1,566,031</u>	<u>63,916</u>	<u>2,909,241</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	<u>805,675</u>	<u>57,654</u>	<u>22,897</u>	<u>886,226</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1	20	-	21
Transfers out	(20)	(1)	-	(21)
Total other financing sources (uses)	<u>(19)</u>	<u>19</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	805,656	57,673	22,897	886,226
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	<u>4,577,230</u>	<u>(159,380)</u>	<u>244,455</u>	<u>4,662,305</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 5,382,886</u>	<u>\$ (101,707)</u>	<u>\$ 267,352</u>	<u>\$ 5,548,531</u>

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2023
Exhibit F

Net change in fund balances	\$ 886,226
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>	
<p>Governmental funds report capital outlays as expenditures; however, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>	
Depreciation expense	(1,287)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of internal service funds is reported with governmental activities.</p>	
	14,037
Change in net position of governmental activities	\$ 898,976

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Proprietary Funds
Statement of Net Position - Modified Cash Basis
June 30, 2023
Exhibit G

	Business-type Activities Enterprise Funds				Total	Governmental Activities
	Safe Schools - Local	Truant - Local	Professional Development	Nonmajor Enterprise Funds		Internal Service Fund
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 1,322,578	\$ 64,708	\$ 276,071	\$ 277,268	\$ 1,940,625	\$ 36,339
Noncurrent assets:						
Capital assets, net	19,365	-	-	-	19,365	39,037
TOTAL ASSETS	<u>1,341,943</u>	<u>64,708</u>	<u>276,071</u>	<u>277,268</u>	<u>1,959,990</u>	<u>75,376</u>
LIABILITIES						
Current liabilities:						
Accounts payable and accrued expenses	-	-	1,820	-	1,820	-
Due to other funds	-	-	-	-	-	1,233
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>1,820</u>	<u>-</u>	<u>1,820</u>	<u>1,233</u>
NET POSITION						
Net investment in capital assets	19,365	-	-	-	19,365	39,037
Unrestricted	1,322,578	64,708	274,251	277,268	1,938,805	35,106
TOTAL NET POSITION	<u>\$ 1,341,943</u>	<u>\$ 64,708</u>	<u>\$ 274,251</u>	<u>\$ 277,268</u>	<u>\$ 1,958,170</u>	<u>\$ 74,143</u>

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position - Modified Cash Basis
For the Year Ended June 30, 2023
Exhibit H

	Business-type Activities Enterprise Funds				Total	Governmental Activities
	Safe Schools - Local	Truant - Local	Professional Development	Nonmajor Enterprise Funds		Internal Service Fund
OPERATING RECEIPTS						
Charges for services	\$ 130,400	\$ 45,957	\$ 301,649	\$ 54,600	\$ 532,606	\$ 199,799
OPERATING DISBURSEMENTS						
Salaries	1,042	6,631	156,283	-	163,956	78,648
Employee benefits	87	1,445	16,266	-	17,798	15,343
Pension expense	6	565	1,036	-	1,607	5,910
Purchased services	16,943	7,441	35,975	24,212	84,571	32,782
Supplies and materials	3,562	456	2,622	686	7,326	42,913
Payments to other governments	300	-	-	-	300	-
Depreciation expense	1,392	-	-	-	1,392	10,190
Other	-	35	2,843	-	2,878	-
Total operating disbursements	23,332	16,573	215,025	24,898	279,828	185,786
OPERATING INCOME	107,068	29,384	86,624	29,702	252,778	14,013
NONOPERATING RECEIPTS						
Interest	1,266	49	225	247	1,787	24
NET CHANGE IN NET POSITION	108,334	29,433	86,849	29,949	254,565	14,037
NET POSITION - BEGINNING OF YEAR	1,233,609	35,275	187,402	247,319	1,703,605	60,106
NET POSITION - END OF YEAR	<u>\$ 1,341,943</u>	<u>\$ 64,708</u>	<u>\$ 274,251</u>	<u>\$ 277,268</u>	<u>\$ 1,958,170</u>	<u>\$ 74,143</u>

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Proprietary Funds
Statement of Cash Flows - Modified Cash Basis
For the Year Ended June 30, 2023
Exhibit I

	Business-type Activities Enterprise Funds				Total	Governmental Activities
	Safe Schools - Local	Truant - Local	Professional Development	Nonmajor Enterprise Funds		Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	\$ 130,400	\$ 45,957	\$ 301,649	\$ 54,600	\$ 532,606	\$ 199,799
Payments to suppliers and providers of goods and services	(20,805)	(7,932)	(39,620)	(24,898)	(93,255)	(75,695)
Payments to employees	(1,135)	(8,641)	(173,585)	-	(183,361)	(99,901)
Net cash provided by operating activities	<u>108,460</u>	<u>29,384</u>	<u>88,444</u>	<u>29,702</u>	<u>255,990</u>	<u>24,203</u>
CASH FLOWS FROM INVESTING ACTIVITY						
Interest	1,266	49	225	247	1,787	24
INCREASE IN CASH AND CASH EQUIVALENTS	109,726	29,433	88,669	29,949	257,777	24,227
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>1,212,852</u>	<u>35,275</u>	<u>187,402</u>	<u>247,319</u>	<u>1,682,848</u>	<u>12,112</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,322,578</u>	<u>\$ 64,708</u>	<u>\$ 276,071</u>	<u>\$ 277,268</u>	<u>\$ 1,940,625</u>	<u>\$ 36,339</u>
Reconciliation of operating income to net cash provided by operating activities:						
Operating income	\$ 107,068	\$ 29,384	\$ 86,624	\$ 29,702	\$ 252,778	\$ 14,013
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	1,392	-	-	-	1,392	10,190
Increase in accounts payable and accrued expenses	-	-	1,820	-	1,820	-
Net cash provided by operating activities	<u>\$ 108,460</u>	<u>\$ 29,384</u>	<u>\$ 88,444</u>	<u>\$ 29,702</u>	<u>\$ 255,990</u>	<u>\$ 24,203</u>

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Fiduciary Funds
Statement of Fiduciary Net Position - Modified Cash Basis
June 30, 2023
Exhibit J

	<u>Custodial Funds</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ <u>6,177</u>
NET POSITION	
Restricted for other governments	\$ <u>6,177</u>

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Fiduciary Funds
Statement of Changes in Fiduciary Net Position - Modified Cash Basis
For the Year Ended June 30, 2022
Exhibit K

	Custodial Funds
ADDITIONS	
Grants collected for other governments	\$ 1,491,271
Rents collected for other governments	48,000
Other collections for other governments	20,421
Total additions	1,559,692
DEDUCTIONS	
Payments of grants to other governments	1,485,322
Payments of rents to other governments	48,000
Payments of other collections to other governments	20,421
Total deductions	1,553,743
NET INCREASE IN FIDUCIARY NET POSITION	5,949
NET POSITION - BEGINNING OF YEAR	228
NET POSITION - END OF YEAR	\$ 6,177

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the Iroquois and Kankakee Counties Regional Office of Education No. 32 (Regional Office of Education No. 32) is presented to assist in understanding the Regional Office of Education No. 32's financial statements. The financial statements and notes are representations of the Regional Office of Education No. 32's management who is responsible for the integrity and objectivity of the financial statements. As discussed further in the "Measurement Focus and Basis of Accounting" section of this note, these financial statements are presented on the modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board's (GASB) pronouncements, which have been applied in these financial statements to the extent that they are applicable to the modified cash basis of accounting.

A. DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through February 6, 2024, the date when the financial statements were available to be issued.

B. FINANCIAL REPORTING ENTITY

The Regional Office of Education No. 32 was created by Illinois Public Act 76-735, as amended, effective August 7, 1995. The Regional Office operates under the School Code (105 ILCS 5/3 and 5/3A). The region encompasses Iroquois and Kankakee counties.

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

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

buses. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region, or seeing that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report.

The Regional Office of Education No. 32 derives its oversight power and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education No. 32 exercises no oversight responsibility on financial interdependency, selection of governing authority, designation of management or the ability to significantly influence the operations of any other outside agencies. Control or dependency is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing order. Therefore, no other agency has been included as a component unit in the Regional Office of Education No. 32's financial statements. In addition, the Regional Office of Education No. 32 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education No. 32 being considered a component unit of the entity.

C. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the Statement of Net Position - Modified Cash Basis and the Statement of Activities - Modified Cash Basis) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. An exception to this general rule relates to interfund services provided by the internal service funds. Elimination of these charges would distort the direct costs reported for the various functions concerned. Governmental activities, which normally are supported by intergovernmental are reported separately from the business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Net Position - Modified Cash Basis includes all of the Regional Office of Education No. 32's assets, including capital assets. The Statement of Activities - Modified Cash Basis demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

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

Certain eliminations have been made as prescribed by governmental accounting standards in regard to interfund activities, such as, 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 - Modified Cash Basis and the Proprietary Fund Statement of Net Position - Modified Cash Basis, and as transfers in/out on the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis. All interfund transactions between governmental funds are eliminated on the government-wide financial statements. All internal balances in the Statement of Net Position - Modified Cash Basis have been eliminated.

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

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

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide statements report using the economic resources measurement focus, while the governmental fund financial statements report using the current financial resources measurement focus. Since the governmental fund financial statements are presented on a different measurement focus than the government-wide statements (due mainly to inclusion of capital assets in the government-wide presentation) a reconciliation is presented, which briefly explains the adjustments necessary to transform the fund based financial statement into the governmental column of the government-wide presentation.

Basis of accounting refers to when revenues received and expenses or expenditures disbursed are recognized in the accounts and how they are reported on the financial statements. The Regional Office of Education No. 32 maintains its accounting records for all funds on the modified cash basis of accounting. Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. Liabilities are recognized for payroll withholdings that have not yet been remitted and interfund assets and liabilities are recognized for cash that is being temporarily borrowed by one fund from another fund. Their revenues are recognized when they are received, and expenses or expenditures are recognized when paid. Accordingly, the financial statements do not present financial position and results of operations of the funds in accordance with accounting principles generally accepted in the United States of America.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Regional Office of Education No. 32's enterprise and internal service funds are charges to customers for sales and services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

It is the Regional Office of Education No. 32's policy to first apply restricted resources when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

balances, committed fund balances are used first, then assigned fund balances, then unassigned, if any.

E. GOVERNMENTAL FUNDS

The Regional Office of Education No. 32 reports the following major governmental funds:

General Fund - The General Fund is used to account for resources traditionally associated with a government which are not required, legally or by sound financial management, to be accounted and reported for in another fund. The General Fund is always considered a major fund. The following accounts are included in the General Fund:

General Operations - This fund accounts for monies received for, and payment of expenditures in connection with general administration activities.

Evidence-Based Funding - This fund accounts for Evidence-Based Funding grant monies received from ISBE and the related payment of expenditures for the regional learning academy supplements.

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

Child Nutrition - This fund accounts for Child Nutrition monies used to provide breakfast and lunch through the National School Breakfast Program, National School Lunch Program, and State Free Lunch and Breakfast Program to students enrolled in the Regional Alternative Attendance Center and Students All Learning Together Program.

Child Protection Data Courts (CPDC) Project - This fund, received from the Administrative Office of the Illinois Courts (AOIC), is used to perform data collection, and provide monies for on-site visits, local CPDC meetings, CPDC project networking meetings, data-related activity, and technical assistance.

Substance Use Prevention Services - This fund, received from the Department of Human Services/Division of Alcoholism and Substance

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Abuse, is used to reduce the non-medical use of prescription drugs among youth and to increase and/or maintain the participation of public schools in the Illinois Youth Survey.

HUD Supportive Housing - This fund accounts for grant monies received from the U.S. Department of Housing and Urban Development for the Supportive Housing grant. Funds are used to provide case management, information and referral, and transportation services for homeless families with children, helping the families to meet their basic needs and obtain permanent housing.

Family Violence Coordinating Council - This fund accounts for funds received from the Illinois Criminal Justice Information Authority to provide community awareness, coordination, and training to impede family violence.

Justice Self-Represented Litigant Coordinator - This grant is to be used to support the designated Self-Represented Litigant Coordinator to create or update self-help booklets; translate booklets into Spanish; record self-help videos; supervise storage, distribution, and maintenance of self-help booklets and videos; ensure Justice Corps fellows, clerk offices, and public libraries have access to materials; and publicize materials at the courthouse and on the Circuit website.

McKinney Education for Homeless Children - This fund accounts for grant monies associated with a federal program designed to provide counseling and education support to homeless children and their families. This program is funded by the Stewart B. McKinney Education for Homeless Children and Youth grant and passed through the Regional Office of Education No. 11.

Teen Nutrition Recipe Development - This fund accounts for grant monies to increase the participation, engagement, and involvement of high school students and their school community in the School Meal Program by providing the opportunity for student-driven recipe development and activities promoting nutritional education and a connection to Illinois local agriculture.

Regional Safe Schools - This program works with students in grades 6-12 who have been suspended multiple times or expelled from school, allowing them to continue their education. It provides instructional services and materials for the alternative school program for at-risk youth,

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

creating alternative placement for those students into a safe school program.

Regional Safe Schools Cooperative Education - The program is specifically aimed at assisting suspended or expelled youth to become reoriented and motivated through a combination of paid work experience related to existing career opportunities with potential for advancement. The program prepares the student to complete their education by participating in career-related classroom(s) and structure cooperative work experience provided by a private sector.

Regional Work Experience Career Exploration Program (RWECEP) (previously Regional Safe School Cooperative Education Program) - This program is designed to motivate and encourage students to complete high school while enabling them to make a successful transition to postsecondary education, employment, or other career advancement opportunities. The program emphasizes career-related classrooms in a structured and work experience environment, and preparation and motivation through a combination of paid or unpaid work experience or career exploration. One of the goals of the program is to provide students at risk of not completing high school with career options.

Regional Office of Education/Intermediate Service Centers (ROE/ISC) Operations - This fund accounts for the funding of the Regional Office of Education No. 32 pursuant to the Illinois Administrative Code which mandates the Regional Office to provide professional development activities in the fundamental learning areas, gifted education, administrators' academy, school improvement, technology and other activities based upon the needs of local school districts and State and federal mandates.

Teen Reach - This fund accounts for grant monies received and expenditures incurred for the Teen Reach (Responsibility, Education, Achievement, Caring and Hope) program implemented by the Illinois Department of Human Services. The program focuses on improving academic performance, preventing violence and risky behaviors, encouraging parental involvement, and creating opportunities for recreation and sports activities for the youth ages 6-17.

Truants' Alternative - This fund provides alternative educational program services to truant students referred from local schools to the Regional Office of Education No. 32. It offers prevention and intervention services, which include case management, home visits, school visits, student

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

advocacy, wraparound, referrals to community agencies, and technical assistance to individual school districts and the community.

Elementary and Secondary Relief - Digital Equity Grant - The purpose of the Elementary and Secondary Relief - Digital Equity Grant is to assist school districts in closing the digital divide and enabling digital-age teaching and learning. School districts may use funds to provide students with technology tools and/or home internet access necessary for technology-rich remote learning experiences.

Elementary and Secondary School Homeless Children and Youth - The purpose of this grant is to support specific and urgent needs of homeless children and youth due the extraordinary impact of the pandemic on students experiencing homelessness, including reduced identification of such students, decreased enrollment in school, interrupted classroom instruction, and challenges navigating services for shelter/housing, clothing and school supplies.

Kankakee County American Rescue Plan Act (ARPA) Respond, Revitalize, and Reinvest Initiative - This program is an allocation to reimburse the Regional Office of Education No. 32 for revenue lost during the novel coronavirus disease 2019 (COVID-19) pandemic.

American Rescue Plan - Local Educational Agency (ARP - LEA) (ESSER III) - E3 - The purpose of this program is to provide local educational agencies with emergency relief funds to address the impact that COVID-19 has had, and continues to have, on elementary and secondary schools.

Social Emotional Learning and Trauma Response - The purpose of the Social Emotional Learning and Trauma Response Program serves to ensure that districts, in partnership with social-emotional and trauma coaches, will identify, develop, and implement a comprehensive plan to address the safety and well-being of student and staff.

Drug Free Communities (DFC) - CDC - These funds are a collaborative effort between the Office of National Drug Control Policy (ONDCP) and the Substance Abuse and Mental Health Services Administration (SAMHSA). The purpose of DFC funding is to address two major goals: 1) establish and strengthen collaboration among communities, public and private non-profit agencies, and federal, State, local and tribal governments to support the efforts of community coalitions, and 2) reduce substance abuse among youth and over time, among adults.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

General Education Development - This fund accounts for proceeds earned from students who participate in the high school equivalence program. These proceeds are used to pay the administrative expenses incurred to administer the GED program.

Institute - This fund accounts for teacher license registration, issuance and evaluation fees for processing licenses, and expenses of meetings of a professional nature. The Regional Superintendent uses these proceeds to pay administration expenses incurred on behalf of the teachers' institute licenses, workshops, and general meetings. All funds generated remain restricted until expended only on the aforementioned activities.

Tallman's Boys - This fund is used for the needs of the boys in Kankakee County including the supervision, support, maintenance, medical or hospital care, education, general assistance, or welfare of the boys of Kankakee County who are wards of the Court, or who are dependent, delinquent, homeless, or needful of supervision, care, education, or training to assist in their development into useful and respectful citizens. The boys who may be subject of aid from the Trust are limited to those under the age of 21 years and who are of Protestant religious faith or whose parent or parents were of Protestant religious faith.

Project Care Healthy Decision - This fund accounts for revenue received and expenditures incurred in providing a suicide hotline for students.

F. PROPRIETARY FUNDS

Enterprise Funds - Enterprise funds are proprietary funds that are financed and operated in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to external entities or the general public on a continuing basis should be financed or recovered primarily through user charges.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Regional Office of Education No. 32 reports the following *major enterprise funds*:

Safe Schools - Local - This fund accounts for local revenues and disbursements related to the Safe School program.

Truant - Local - This fund accounts for local revenues and disbursements related to the Truant program.

Professional Development - This fund accounts for local revenues and disbursements for Professional Development Programs.

The Regional Office of Education No. 32 reports the following *nonmajor enterprise funds*:

Criminal Background Investigation - This fund accounts for the assessments received from the school districts to pay for the processing of fingerprinting the substitute teachers and expenditures incurred providing this service to the school districts.

Family Violence Coordinating Councils Local - This fund accounts for funds received to provide community awareness, coordination, and training to impede family violence.

Life Education - Local - This fund accounts for local revenues received and related disbursements for the Life Education program.

Services Provided HUD - This fund accounts for local revenues and disbursements in providing supplemental education for students from low-income families.

Internal Service Funds - Internal service funds are used to account for activities that provide goods or services to other funds on a cost-reimbursement basis.

The Regional Office of Education No. 32 reports the following *internal service funds*:

Copier Fees - This fund is used to categorize any revenues and expenses related to in-house copying.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Shared Expense A - This fund is used to categorize shared revenues and expenses associated with the facility at 50 W. Industrial Park Drive, Kankakee, Illinois that houses the Regional Alternative Attendance Center, Students All Learning Together, Regional Instructional Center (RIC), Life Education Programs (LEC) which consist of Substance Abuse Prevention Services, Strategic Prevention Framework - Partnership for Success (SPF-PFS), Drug Free Communities (DFC), Teen REACH, and Family Violence Coordinating Council (FVCC), and Local LEC.

Shared Expense B - This fund is used to categorize shared revenues and expenses associated with the facility at 1 Stuart Drive, Kankakee, that houses the I-KAN Regional Office of Education offices.

Shared Expense C - This fund is used to categorize shared revenues and expenses associated with the entire facility at 50 W. Industrial Park Drive and 1 Stuart Drive, Kankakee, Illinois without the Kankakee Valley Theater Association.

Shared Expense D - This fund is used to categorize shared revenues and expenses associated with the entire facility at 50 W. Industrial Park Drive and 1 Stuart Drive, Kankakee, Illinois with the Kankakee Valley Theater Association.

G. FIDUCIARY FUNDS

Custodial Funds - Custodial Funds are used to account for fiduciary activities that are not required to be reported as another fiduciary fund type. Custodial funds include the following:

Distributive Fund - This fund distributes federal and State funds to school districts and other entities under the oversight of the Regional Superintendent. Interest revenue earned on the custodial funds collected is part of the overall revenue of the General Fund. This treatment is in accordance with an agreement between the Regional Office of Education No. 32 and all the school boards within the Iroquois and Kankakee Counties Regional Office of Education No. 32.

Petitions and Detachment - This fund accounts for the receipts and disbursements related to petitions filed for annexation or detachment of school district boundaries.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Impact Fees - This fund accounts for fees paid by applicants for a new dwelling that lies within specific school districts in Kankakee County. These fees are utilized by the school districts to offset costs associated with new growth in the school district.

Tenant Rental - This fund accounts for rent paid from the tenant occupying the same building as the Regional Office of Education No. 32. This rent is passed through Regional Office of Education No. 32 to Kankakee County to help cover insurance and other costs associated with the building.

Reorganization Feasibility Study - This fund is used to pay for required studies of the financial and educational impacts of school district consolidations.

H. DEPOSITS AND INVESTMENTS

The Regional Office of Education No. 32 considers cash on hand, checking accounts, savings accounts, and investments held with an original maturity date of 90 days or less to be cash and cash equivalents. State regulations require that Regional Office of Education No. 32 deposit funds under its control into accounts insured by the federal governments, accounts secured by substantial collateral, or pooled investment trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

Statutes authorize the Regional Office of Education No. 32 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and The Illinois Funds.

I. INTERFUND RECEIVABLES AND PAYABLES

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” in the fund financial statements. Balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. CAPITAL ASSETS

Capital assets are reported in the applicable columns in the government-wide and proprietary fund financial statements. Capital assets, such as equipment, are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

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

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

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

K. EQUITY CLASSIFICATIONS

Government-wide and Proprietary Fund Statements

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

Net investment in capital assets - Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings, if any, that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position - Results when constraints placed on the use of resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unrestricted net position - The net amount of the assets and liabilities that are not included in the determination of net investment in capital assets or the restricted component of net position.

Governmental Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets and liabilities in a governmental fund. The following types of fund balances may be presented on the Governmental Funds Balance Sheet - Modified Cash Basis, the General Fund and Education Funds Combining Schedule of Accounts - Modified Cash Basis, and the Nonmajor Special Revenue Funds Combining Balance Sheet - Modified Cash Basis:

Nonspendable Fund Balance - the portion of a governmental fund's fund balance that is not available to be spent, either short term or long term, in either form or through legal restrictions. There are no funds presenting a nonspendable fund balance.

Restricted Fund Balance - the portion of a governmental fund's fund balance that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: Bus Driver Training, General Education Development, and Institute. The following accounts are restricted by a grant agreement or contract: Child Nutrition, Justice Self-Represented Litigant Coordinator, ROE/ISC Operations, Truants' Alternative, Kankakee County ARPA Respond, Revitalize, and Reinvest Initiative, Social Emotional Learning and Trauma Response, Tallman's Boys, and Project Care Healthy Decision.

Committed Fund Balance - the portion of a governmental fund's fund balance with self-imposed constraints or limitations that have been placed at the highest level of decision making. There are no funds presenting a committed fund balance.

Assigned Fund Balance - the portion of a governmental fund's fund balance to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. There are no funds presenting an assigned fund balance.

Unassigned Fund Balance - available expendable financial resources in a

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

governmental fund that are not designated for a specific purpose. The following General Fund accounts have unassigned fund balances: General Operations and Evidence-Based Funding. The following Education Fund accounts have unassigned fund deficits: CPDC Project, Substance Use Prevention Services, HUD Supportive Housing, Family Violence Coordinating Council, McKinney Education for Homeless Children, Teen Nutrition Recipe Development, Teen Reach, Elementary and Secondary School Homeless Children and Youth, ARP - LEA (ESSER III) - E3, and Drug Free Communities - CDC.

L. NEW ACCOUNTING PRONOUNCEMENTS

In fiscal year 2023, the Regional Office of Education No. 32 implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs) and Statement No. 99, *Omnibus 2022*. The requirements of Statement No. 96 improved financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance resulted in greater consistency in practice. Establishing the capitalization criteria for implementation costs also reduced diversity and improved comparability in financial reporting by governments. The requirements of Statement 99 enhanced comparability in the application of accounting and financial reporting requirements and improved the consistency of authoritative literature. Neither of these statements had any effect on the Regional Office of Education No. 32's financial statements.

NOTE 2 BUDGETS AND BUDGETARY ACCOUNTING

The Regional Office of Education No. 32 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

Budgets relating to programs funded by grants from the ISBE are prepared and submitted to the State Board for approval as part of the grant awards process. The State Board must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgets are also prepared for certain other grant funding. Budgetary Comparison Schedules have been presented for the following grants: CPDC Project, Substance Use Prevention Services, Family Violence Coordinating Council, Justice Self Represented Litigant Coordinator,

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 2 BUDGETS AND BUDGETARY ACCOUNTING (Continued)

McKinney Education for Homeless Children, Teen Nutrition Recipe Development, Regional Safe Schools, Regional Work Experience Career Exploration Program, ROE/ISC Operations, Teen Reach, Truants' Alternative, Elementary and Secondary Relief - Digital Equity, Elementary and Secondary School Homeless Children and Youth, Kankakee County ARPA Respond, Revitalize, and Reinvest Initiative, ARP - LEA (ESSER III) - E3, and Drug Free Communities - CDC.

NOTE 3 USE OF ESTIMATES

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

NOTE 4 INTEREST ON DISTRIBUTIVE FUND ACCOUNTS

ISBE funds received by the Regional Office of Education No. 32 for the Distributive Fund accrue interest for the period of time between the receipt of funds and clearance of checks to the recipient. In accordance with an agreement dated May 24, 1988 with the school district boards served, interest earned on Distributive Fund deposits is transferred to the General Fund to offset wire service and other bank charges incurred by the Distributive Fund. Distributive Fund interest earned and related charges are recognized as revenues received and expenditures disbursed in the General Fund.

NOTE 5 DEPOSITS AND INVESTMENTS

Deposits

At June 30, 2023, the carrying amount of the Regional Office of Education No. 32's deposits, which do not include Illinois Funds accounts, for the governmental activities and business-type activities were \$5,427,524 and \$1,940,625, respectively. The bank balances totaled \$7,458,278 all of which was secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education No. 32's name, and were, therefore, not exposed to custodial credit risk.

Investments

At June 30, 2023, the carrying amount of the Regional Office of Education No. 32's deposits in the Illinois Funds for the governmental activities and fiduciary

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 5 DEPOSITS AND INVESTMENTS (Continued)

funds were \$173,994 and \$6,177, respectively. The bank balance invested in the Illinois Funds was \$180,171. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. These deposits are included in cash and cash equivalents in the Regional Office of Education No. 32's governmental activities.

Credit Risk

At June 30, 2023, the Illinois Funds had earned a Fitch's highest investment grade rating of AAmmf for a government-managed money market fund. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provision of the Illinois Public Funds Investment Act, 30 ILCS 235. All investments are fully collateralized.

Interest Rate Risk

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

Concentration of Credit Risk

According to The Illinois Funds' investment policy, "the majority of The Illinois Funds' investments will be in direct obligations of the United States Treasury and United States Government Agencies and Instrumentalities and cash equivalents." The Illinois Funds' investment portfolio shall limit investments to a maximum of 5% of assets invested in short-term obligations of any one corporation, 5% of assets invested in long-term obligations of any one corporation or limited liability company, and 3% of assets invested in any single issuer of municipal securities issued by counties or municipal corporations of the State of Illinois, among other investment portfolio limitations.

NOTE 6 RISK MANAGEMENT - CLAIMS AND JUDGMENTS

The Regional Office of Education No. 32 is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers' compensation claims; and natural disasters. The Regional Office of

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 6 RISK MANAGEMENT - CLAIMS AND JUDGMENTS (Continued)

Education No. 32 is covered by commercial insurance to cover these risks of loss. No settlements have exceeded insurance coverage in the current or three previous years.

NOTE 7 CONTINGENCIES

The Regional Office of Education No. 32 has received funding from Federal and State grants in the current and prior years which are subject to audits by granting agencies. The Regional Office of Education No. 32 believes that any other adjustments that may arise will be insignificant to the Regional Office of Education No. 32's operations.

NOTE 8 CAPITAL ASSETS

In accordance with GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, Regional Office of Education No. 32 has reported capital assets in the government-wide Statement of Net Position - Modified Cash Basis. Purchases are reported as capital outlay in the governmental fund statements. Purchases of business-type activities are capitalized when purchased. The following table provides a summary of changes in capital assets for the year ended June 30, 2023:

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2023</u>
Governmental activities:				
Capital assets being depreciated:				
Equipment	\$ 104,636	\$ -	\$ -	\$ 104,636
Less: accumulated depreciation				
Equipment	<u>(49,725)</u>	<u>(11,477)</u>	<u>-</u>	<u>(61,202)</u>
Governmental activities				
Investment in capital assets, net	<u>\$ 54,911</u>	<u>\$ (11,477)</u>	<u>\$ -</u>	<u>\$ 43,434</u>
Business-type activities:				
Capital assets being depreciated:				
Improvements	\$ 27,830	\$ -	\$ -	\$ 27,830
Less: accumulated depreciation				
Improvements	<u>(7,073)</u>	<u>(1,392)</u>	<u>-</u>	<u>(8,465)</u>
Business-type activities				
Investment in capital assets, net	<u>\$ 20,757</u>	<u>\$ (1,392)</u>	<u>\$ -</u>	<u>\$ 19,365</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 8 CAPITAL ASSETS (Continued)

Depreciation expense was charged to Instructional Services (functions/programs) of the Regional Office of Education No. 32 as follows:

Governmental Activities:	
Instructional services	<u>\$ 11,477</u>

Depreciation expense was charged to Professional Development (functions/programs) of the Regional Office of Education No. 32 as follows:

Business-type Activities:	
Professional development	<u>\$ 1,392</u>

NOTE 9 RETIREMENT FUND COMMITMENTS

Teachers' Retirement System of the State of Illinois

Plan Description

The Regional Office of Education No. 32 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. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. 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 TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest consecutive years of creditable earnings within the last 10 years of creditable

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 9 RETIREMENT FUND COMMITMENTS (Continued)

service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

Tier 2 members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially, all Tier 1 retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023 enacted in 2017, creates an optional Tier 3 hybrid retirement plan; but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

Contributions

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2023, was 9.0 percent of creditable earnings. The member contribution,

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 9 RETIREMENT FUND COMMITMENTS (Continued)

which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education No. 32.

On behalf contributions to TRS - The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education No. 32. For the year ended June 30, 2023, State of Illinois contributions recognized by the Regional Office of Education No. 32 were based on the State's proportionate share of the pension expense associated with the Regional Office of Education No. 32, and the Regional Office of Education No. 32 recognized revenues and expenditures of \$351,269 in pension contributions from the State of Illinois.

2.2 formula contributions - Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023 were \$3,544.

Federal and special trust fund contributions - When TRS members are paid from federal and special trust funds administered by the Regional Office of Education No. 32, there is a statutory requirement for the Regional Office of Education No. 32 to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the State contribution rate to TRS and were much higher.

For the year ended June 30, 2023, the Regional Office of Education No. 32 pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$42,699 were paid from federal and special trust funds that required employer contributions of \$4,479.

Employer retirement cost contributions - Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The Regional Office of Education No. 32 is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 9 RETIREMENT FUND COMMITMENTS (Continued)

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the Regional Office of Education No. 32 did not make any employer contributions to TRS for employer contributions due on salary increases or for sick leave days granted in excess of the normal annual allotment.

Illinois Municipal Retirement Fund

IMRF Plan Description

The Regional Office of Education No. 32'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 No. 32's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this note. Details of all benefits are available from IMRF. 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 Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 9 RETIREMENT FUND COMMITMENTS (Continued)

is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2022, the following employees were covered by the benefit terms:

	IMRF
Retirees and beneficiaries currently receiving benefits	21
Inactive plan members entitled to but not yet receiving benefits	28
Active plan members	28
Total	77

Contributions

As set by statute, the Regional Office of Education No. 32's Regular Plan Members are required to contribute 4.5% 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 Regional Office of Education No. 32's annual contribution rates for calendar years 2023 and 2022 were 6.94% and 10.00%, respectively. For the fiscal year 2023, the Regional Office of Education No. 32 contributed \$86,320 to the plan. The Regional Office of Education No. 32 also contributes for disability benefits,

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 9 RETIREMENT FUND COMMITMENTS (Continued)

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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Because of the use of modified cash basis of accounting framework in the presentation of these financial statements, the Regional Office of Education No. 32's net pension liability is not reported in the financial statements as a liability. In accordance with the modified cash basis of accounting, pension expenditures are only reported when contributions are paid by the Regional Office of Education No. 32 to the plan.

Social Security

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

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS

Teachers' Health Insurance Security Fund

THIS Plan Description

The Regional Office of Education No. 32 participates in the Teachers' Health Insurance Security (THIS) Fund. The THIS Fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative costs. The THIS Fund is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that covers retired employees of participating employers throughout the State of Illinois, excluding the Chicago Public School System. THIS health coverage includes provisions for medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants may participate in the State administered Preferred Provider Organization plan or choose from several managed care options. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to THIS were transferred to the Illinois Department of Central Management Services (CMS) as of July 1, 2013. The CMS administers the plan with the cooperation of the Teachers' Retirement System (TRS).

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Benefits Provided

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor’s approval. The plan is administered by CMS with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 required all active contributors to TRS who are not employees of the State to make a contribution to the THIS Fund.

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

On-behalf Contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education No. 32. For the year ended June 30, 2023, State of Illinois contributions recognized by the Regional Office of Education No. 32 were based on the State’s proportionate share of the collective net OPEB liability associated with the Regional Office of Education No. 32, and recognized revenues and expenditures of \$(92,547) in OPEB contributions from the State of Illinois.

Regional Office of Education No. 32 Contributions to the THIS Fund

The Regional Office of Education No. 32 also makes contributions to the THIS Fund. The Regional Office of Education No. 32 THIS Fund contribution was 0.67 percent during the year ended June 30, 2023, 0.67, 0.92, and 0.92 percent for the years ended June 30, 2022, 2021, and 2020, respectively. For the year ended June 30, 2023, the Regional Office of Education No. 32 paid \$4,096 to the THIS Fund which was 100 percent of the required contribution. For the years ended June 30, 2022, June 30, 2021, and June 30, 2020, the Regional Office of Education No. 32 paid \$4,215, \$4,662, and \$4,057 to the THIS Fund, respectively, which was 100 percent of the required contribution.

Further Information on the THIS Fund

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under “Central Management Services”. Prior reports are available under “Healthcare and Family Services”.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Health Plan for IMRF Employees

Plan Description

The Regional Office of Education No. 32 provides a single-employer defined-benefit postemployment healthcare plan to retirees who participate in the IMRF retirement plan. This plan extends the same health benefits to annuitants as to active employees in the IMRF plan. The Governmental Accounting Standards Board (GASB) issued Statement No.'s 74 and 75 that established generally accepted accounting principles for the annual financial statements for postemployment benefit plans other than pension plans.

Eligibility Provisions

Employees must satisfy the eligibility requirements of the Illinois Municipal Retirement Fund.

- Regular Plan Tier 1 (Enrolled in IMRF Prior to January 1, 2011)
 - At least 55 years old and at least 8 years of credited service (reduced pension)
 - At least 60 years old and at least 8 years of credited service (full pension)
- Regular Plan Tier 2 (First Enrolled in IMRF On or After January 1, 2011)
 - At least 62 years old and at least 10 years of credited service (reduced pension)
 - At least 67 years old and at least 10 years of credited service (full pension)

Benefits Provided

The Regional Office of Education No. 32 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education No. 32 retirees in accordance with Illinois Compiled Statutes. Eligible retirees may continue coverage into retirement on the medical plan on a pay-all basis. Coverage is also available for eligible dependents on a pay-all basis. Coverage can continue upon the participant reaching Medicare eligibility. Coverage for dependents can continue upon the death of the retiree given that contributions continue.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Covered Employees

As of June 30, 2023, the measurement date, the following employees were covered by the benefit terms:

	IMRF
Inactive Plan Members or beneficiaries currently receiving benefit payments	–
Inactive Plan Members entitled to but not yet receiving benefits	–
Active Plan Members	27
Total	27

Funding Policy and Contributions

There is no funding policy that exists for the postretirement plan at this time as the total OPEB liabilities are currently an unfunded obligation. There were no contributions or benefit to the plan during the year ended June 30, 2023.

NOTE 11 BOND

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education No. 32 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education No. 32 has secured and maintained such a bond with coverage of \$100,000 on the Regional Superintendent.

NOTE 12 INTERFUND ACTIVITIES

Interfund due to/from fund balances at June 30, 2023 consist of the following individual due to/from other funds in the Governmental Fund Balance Sheet/Combining Schedule of Accounts - Modified Cash Basis. The purpose of interfund borrowing was to cover temporary shortfalls in cash flow within grant programs and funds.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 12 INTERFUND ACTIVITIES (Continued)

Fund	Due From Other Funds	Due to Other Funds
General Fund:		
Evidence-Based Funding	\$ 179,163	\$ –
Education Fund:		
CPDC Project	–	187
Substance Use Prevention Services	–	103,534
HUD Supportive Housing	–	4,685
Family Violence Coordinating Council	–	10,850
McKinney Education for Homeless Children	–	15,976
Teen Nutrition Recipe Development	–	1,837
Teen Reach	–	20,500
Elementary and Secondary School		
Homeless Children and Youth	–	1,847
ARP - LEA (ESSER III) - E3	–	5,366
Drug Free Communities - CDC	–	12,950
Special Revenue Fund:		
Institute	–	198
Internal Service Fund:		
Shared Expense C	–	1,233
Total	\$ 179,163	\$ 179,163

Interfund transfers in/out to other fund balances at June 30, 2023 consist of the following individual transfers in/out to other funds in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis. Transfer was made to close the Partnerships for Success Fund.

Fund	Transfers In	Transfers Out
General Fund:		
Evidence-Based Funding	\$ 1	\$ 20
Education Fund:		
Regional Safe Schools Cooperative		
Education	–	1
Teen Reach	20	–
Total	\$ 21	\$ 21

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 13 ON-BEHALF PAYMENTS

The Regional Office of Education No. 32 received on-behalf payments for employee salaries and benefits from the State of Illinois for the following items:

State of Illinois	
Regional Superintendent Salary	\$ 127,908
Regional Superintendent Fringe Benefits	34,146
Assistant Regional Superintendent Salary	115,116
Assistant Regional Superintendent Fringe Benefits	<u>39,444</u>
Total	<u>\$ 316,614</u>

Salary and benefit data for the Regional Superintendent and Assistant Regional Superintendent was calculated based on data provided by ISBE. The on-behalf payments are reflected as receipts and disbursements of the General Fund.

The Regional Office of Education No. 32 recorded \$351,269 in receipts and disbursements as on-behalf payments from ISBE for the Regional Office's share of the State's Teachers' Retirement System (TRS) pension expense in the Statement of Activities. The Regional Office of Education No. 32 also recorded \$(92,547) in receipts and disbursements as on-behalf payments from the State for the Regional Office's share of the State's Teachers Health Insurance Security (THIS) OPEB benefit in the Statement of Activities. In addition, the Regional Office of Education No. 32 has not included any on-behalf payments related to the State's TRS pension expense for the Regional Superintendent or Assistant Regional Superintendent.

State of Illinois on-behalf payments	\$ 316,614
ROE's share of TRS pension expense	351,269
ROE's share of THIS OPEB benefit	<u>(92,547)</u>
Total	<u>\$ 575,336</u>

NOTE 14 DEFICIT FUND BALANCES

The following individual funds had negative fund balances as of June 30, 2023:

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Financial Statements
June 30, 2023

NOTE 14 DEFICIT FUND BALANCES (Continued)

Education Fund:	
CPDC Project	\$ 187
Substance Use Prevention Services	106,443
HUD Supporting Housing	5,449
Family Violence Coordinating Council	10,850
McKinney Education for Homeless Children	16,366
Teen Nutrition Recipe Development	1,837
Teen Reach	20,500
Elementary and Secondary School Homeless Children and Youth	2,121
ARP-LEA (ESSER III) - E3	5,368
Drug Free Communities - CDC	13,620
Internal Service Fund:	
Shared Expense C	1,233

The deficit fund balances for these funds will generally be eliminated during the fiscal year ending June 30, 2024 by reducing disbursements or transferring unrestricted.

SUPPLEMENTARY INFORMATION

Iroquois and Kankakee Counties Regional Office of Education No. 32
General Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2023
Schedule 1

	General Operations	Evidence- Based Funding	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 141,638	\$ 5,066,650	\$ 5,208,288
Due from other funds	-	179,163	179,163
TOTAL ASSETS	<u>141,638</u>	<u>5,245,813</u>	<u>5,387,451</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Current liabilities:			
Accounts payable and accrued expenses	<u>1,806</u>	<u>2,759</u>	<u>4,565</u>
FUND BALANCES			
Unassigned	<u>139,832</u>	<u>5,243,054</u>	<u>5,382,886</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 141,638</u>	<u>\$ 5,245,813</u>	<u>\$ 5,387,451</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
General Fund Accounts
Combining Schedule of Revenues,
Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 2

	General Operations	Evidence- Based Funding	Total
RECEIPTS			
Local sources	\$ 457,624	\$ -	\$ 457,624
State sources	-	1,306,122	1,306,122
On-behalf payments	316,614	-	316,614
Interest	75	4,534	4,609
Total receipts	<u>774,313</u>	<u>1,310,656</u>	<u>2,084,969</u>
DISBURSEMENTS			
Instructional services:			
Salaries	244,681	281,968	526,649
Employee benefits	43,595	21,562	65,157
Pension expense	19,840	6,333	26,173
OPEB expense	-	4,096	4,096
Purchased services	70,627	234,357	304,984
Supplies and materials	14,464	18,979	33,443
Other	1,090	-	1,090
On-behalf payments	316,614	-	316,614
Capital outlay	1,088	-	1,088
Total disbursements	<u>711,999</u>	<u>567,295</u>	<u>1,279,294</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	<u>62,314</u>	<u>743,361</u>	<u>805,675</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	1	1
Transfers out	-	(20)	(20)
Total financing sources (uses)	<u>-</u>	<u>(19)</u>	<u>(19)</u>
NET CHANGE IN FUND BALANCES	62,314	743,342	805,656
FUND BALANCES - BEGINNING OF YEAR	<u>77,518</u>	<u>4,499,712</u>	<u>4,577,230</u>
FUND BALANCES - END OF YEAR	<u>\$ 139,832</u>	<u>\$ 5,243,054</u>	<u>\$ 5,382,886</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2023
Schedule 3

	Child Nutrition	CPDC Project	Substance Use Prevention Services	HUD Supportive Housing	Family Violence Coordinating Council	Justice Self- Represented Litigant Coordinator
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 21,912	\$ -	\$ -	\$ -	\$ -	\$ 10
TOTAL ASSETS	<u>21,912</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>
LIABILITIES AND FUND BALANCES (DEFICIT)						
LIABILITIES						
Current liabilities:						
Accounts payable and accrued expenses	-	-	2,909	764	-	-
Due to other funds	-	187	103,534	4,685	10,850	-
Total liabilities	<u>-</u>	<u>187</u>	<u>106,443</u>	<u>5,449</u>	<u>10,850</u>	<u>-</u>
FUND BALANCES (DEFICIT)						
Restricted	21,912	-	-	-	-	10
Unassigned	-	(187)	(106,443)	(5,449)	(10,850)	-
Total fund balances (deficit)	<u>21,912</u>	<u>(187)</u>	<u>(106,443)</u>	<u>(5,449)</u>	<u>(10,850)</u>	<u>10</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ 21,912</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2023
Schedule 3 (Continued)

	McKinney Education for Homeless Children	Teen Nutrition Recipe Development	Regional Safe Schools	Regional Safe Schools Cooperative Education	Regional Work Experience Career Exploration Program	ROE/ISC Operations
ASSETS						
Current assets:						
Cash and cash equivalents	\$ -	\$ -	\$ 593	\$ -	516	\$ 2,809
TOTAL ASSETS	<u>-</u>	<u>-</u>	<u>593</u>	<u>-</u>	<u>516</u>	<u>2,809</u>
LIABILITIES AND FUND BALANCES (DEFICIT)						
LIABILITIES						
Current liabilities:						
Accounts payable and accrued expenses	390	-	593	-	516	2,808
Due to other funds	15,976	1,837	-	-	-	-
Total liabilities	<u>16,366</u>	<u>1,837</u>	<u>593</u>	<u>-</u>	<u>516</u>	<u>2,808</u>
FUND BALANCES (DEFICIT)						
Restricted	-	-	-	-	-	1
Unassigned	(16,366)	(1,837)	-	-	-	-
Total fund balances (deficit)	<u>(16,366)</u>	<u>(1,837)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 593</u>	<u>\$ -</u>	<u>\$ 516</u>	<u>\$ 2,809</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2023
Schedule 3 (Continued)

	Teen Reach	Truants' Alternative	Elementary and Secondary Relief - Digital Equity	Elementary and Secondary School Homeless Children and Youth	Kankakee County ARPA Respond, Revitalize, and Reinvest Initiative	ARP-LEA (ESSER III) - E3
ASSETS						
Current assets:						
Cash and cash equivalents	\$ -	\$ 4,731	\$ -	\$ -	\$ 18,347	\$ -
TOTAL ASSETS	<u>-</u>	<u>4,731</u>	<u>-</u>	<u>-</u>	<u>18,347</u>	<u>-</u>
LIABILITIES AND FUND BALANCES (DEFICIT)						
LIABILITIES						
Current liabilities:						
Accounts payable and accrued expenses	-	3,163	-	274	-	2
Due to other funds	20,500	-	-	1,847	-	5,366
Total liabilities	<u>20,500</u>	<u>3,163</u>	<u>-</u>	<u>2,121</u>	<u>-</u>	<u>5,368</u>
FUND BALANCES (DEFICIT)						
Restricted	-	1,568	-	-	18,347	-
Unassigned	(20,500)	-	-	(2,121)	-	(5,368)
Total fund balances (deficit)	<u>(20,500)</u>	<u>1,568</u>	<u>-</u>	<u>(2,121)</u>	<u>18,347</u>	<u>(5,368)</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ -</u>	<u>\$ 4,731</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,347</u>	<u>\$ -</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
 Education Fund Accounts
 Combining Schedule of Accounts - Modified Cash Basis
 June 30, 2023
 Schedule 3 (Continued)

	Social Emotional Learning and Trauma Response	Drug Free Communities- CDC	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 40,423	\$ -	\$ 89,341
TOTAL ASSETS	<u>40,423</u>	<u>-</u>	<u>89,341</u>
LIABILITIES AND FUND BALANCES (DEFICIT)			
LIABILITIES			
Current liabilities:			
Accounts payable and accrued expenses	1,227	670	13,316
Due to other funds	-	12,950	177,732
Total liabilities	<u>1,227</u>	<u>13,620</u>	<u>191,048</u>
FUND BALANCES (DEFICIT)			
Restricted	39,196	-	81,034
Unassigned	-	(13,620)	(182,741)
Total fund balances (deficit)	<u>39,196</u>	<u>(13,620)</u>	<u>(101,707)</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ 40,423</u>	<u>\$ -</u>	<u>\$ 89,341</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Revenues,
Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 4

	Child Nutrition	CPDC Project	Substance Use Prevention Services	HUD Supportive Housing	Family Violence Coordinating Council	Justice Self- Represented Litigant Coordinator
RECEIPTS						
State sources	\$ 172	\$ -	\$ -	\$ -	\$ 44,074	\$ 2,748
Federal sources	34,877	1,042	432,492	49,237	-	-
Interest	19	-	-	-	-	1
Total receipts	<u>35,068</u>	<u>1,042</u>	<u>432,492</u>	<u>49,237</u>	<u>44,074</u>	<u>2,749</u>
DISBURSEMENTS						
Instructional services:						
Salaries	-	-	261,934	34,366	19,382	-
Employee benefits	-	-	30,340	5,960	1,483	-
Pension expense	-	-	19,621	2,559	124	-
Purchased services	31,519	978	55,280	4,645	17,411	77
Supplies and materials	102	75	26,421	3,333	600	2,662
Other	-	-	200	-	-	-
Intergovernmental:						
Payments to other governmental units	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total disbursements	<u>31,621</u>	<u>1,053</u>	<u>393,796</u>	<u>50,863</u>	<u>39,000</u>	<u>2,739</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>3,447</u>	<u>(11)</u>	<u>38,696</u>	<u>(1,626)</u>	<u>5,074</u>	<u>10</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	3,447	(11)	38,696	(1,626)	5,074	10
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	<u>18,465</u>	<u>(176)</u>	<u>(145,139)</u>	<u>(3,823)</u>	<u>(15,924)</u>	<u>-</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 21,912</u>	<u>\$ (187)</u>	<u>\$ (106,443)</u>	<u>\$ (5,449)</u>	<u>\$ (10,850)</u>	<u>\$ 10</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Revenues,
Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 4 (Continued)

	McKinney Education for Homeless Children	Teen Nutrition Recipe Development	Regional Safe Schools	Regional Safe Schools Cooperative Education	Regional Work Experience Career Exploration Program	ROE/ISC Operations
RECEIPTS						
State sources	\$ -	\$ -	\$ 84,794	\$ -	\$ 36,817	\$ 347,181
Federal sources	29,181	-	-	-	-	-
Interest	-	-	-	-	-	-
Total receipts	<u>29,181</u>	<u>-</u>	<u>84,794</u>	<u>-</u>	<u>36,817</u>	<u>347,181</u>
DISBURSEMENTS						
Instructional services:						
Salaries	20,495	1,200	75,719	-	32,390	293,135
Employee benefits	3,295	92	7,774	-	3,869	38,493
Pension expense	1,569	-	439	-	188	11,939
Purchased services	1,625	17	737	-	274	2,611
Supplies and materials	1,074	528	125	-	96	1,003
Other	-	-	-	-	-	-
Intergovernmental:						
Payments to other governmental units	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total disbursements	<u>28,058</u>	<u>1,837</u>	<u>84,794</u>	<u>-</u>	<u>36,817</u>	<u>347,181</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>1,123</u>	<u>(1,837)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(1)	-	-
Total financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	1,123	(1,837)	-	(1)	-	-
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	<u>(17,489)</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>1</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ (16,366)</u>	<u>\$ (1,837)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Revenues,
Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 4 (Continued)

	Teen Reach	Truants' Alternative	Elementary and Secondary Relief - Digital Equity	Elementary and Secondary School Homeless Children and Youth	Kankakee County ARPA Respond, Revitalize, and Reinvest Initiative	ARP-LEA (ESSER III) - E3
RECEIPTS						
State sources	\$ -	\$ 227,573	\$ -	\$ -	\$ -	\$ -
Federal sources	112,776	-	1,537	20,261	30,000	22,854
Interest	-	-	-	-	12	-
Total receipts	<u>112,776</u>	<u>227,573</u>	<u>1,537</u>	<u>20,261</u>	<u>30,012</u>	<u>22,854</u>
DISBURSEMENTS						
Instructional services:						
Salaries	11,528	178,533	-	18,764	9,918	21,821
Employee benefits	882	17,378	-	2,030	978	805
Pension expense	217	10,853	-	1,406	666	1,731
Purchased services	1,343	19,004	-	182	103	245
Supplies and materials	420	237	-	-	-	340
Other	435	-	-	-	-	-
Intergovernmental:						
Payments to other governmental units	105,679	-	-	-	-	-
Capital outlay	-	-	1,537	-	-	-
Total disbursements	<u>120,504</u>	<u>226,005</u>	<u>1,537</u>	<u>22,382</u>	<u>11,665</u>	<u>24,942</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>(7,728)</u>	<u>1,568</u>	<u>-</u>	<u>(2,121)</u>	<u>18,347</u>	<u>(2,088)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	20	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total financing sources (uses)	<u>20</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(7,708)</u>	<u>1,568</u>	<u>-</u>	<u>(2,121)</u>	<u>18,347</u>	<u>(2,088)</u>
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	<u>(12,792)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,280)</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ (20,500)</u>	<u>\$ 1,568</u>	<u>\$ -</u>	<u>\$ (2,121)</u>	<u>\$ 18,347</u>	<u>\$ (5,368)</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Combining Schedule of Revenues,
Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 4 (Continued)

	Social Emotional Learning and Trauma Response	Drug Free Communities- CDC	Total
RECEIPTS			
State sources	\$ -	\$ -	\$ 743,359
Federal sources	46,000	100,024	880,281
Interest	13	-	45
Total receipts	<u>46,013</u>	<u>100,024</u>	<u>1,623,685</u>
DISBURSEMENTS			
Instructional services:			
Salaries	27,086	54,675	1,060,946
Employee benefits	3,109	4,183	120,671
Pension expense	2,998	4,012	58,322
Purchased services	827	25,112	161,990
Supplies and materials	2,275	16,960	56,251
Other	-	-	635
Intergovernmental:			
Payments to other governmental units	-	-	105,679
Capital outlay	-	-	1,537
Total disbursements	<u>36,295</u>	<u>104,942</u>	<u>1,566,031</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>9,718</u>	<u>(4,918)</u>	<u>57,654</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	20
Transfers out	-	-	(1)
Total financing sources (uses)	<u>-</u>	<u>-</u>	<u>19</u>
NET CHANGE IN FUND BALANCES	9,718	(4,918)	57,673
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	<u>29,478</u>	<u>(8,702)</u>	<u>(159,380)</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 39,196</u>	<u>\$ (13,620)</u>	<u>\$ (101,707)</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5

	CPDC Project - FY2022				CPDC Project - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	4,939	4,939	985	(3,954)	5,726	5,726	57	(5,669)
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>4,939</u>	<u>4,939</u>	<u>985</u>	<u>(3,954)</u>	<u>5,726</u>	<u>5,726</u>	<u>57</u>	<u>(5,669)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-	-
Pension expense	-	-	-	-	-	-	-	-
Purchased services	4,544	4,544	740	3,804	4,224	4,224	238	3,986
Supplies and materials	395	395	75	320	1,502	1,502	-	1,502
Other	-	-	-	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>4,939</u>	<u>4,939</u>	<u>815</u>	<u>4,124</u>	<u>5,726</u>	<u>5,726</u>	<u>238</u>	<u>5,488</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 170</u>	<u>\$ 170</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (181)</u>	<u>\$ (181)</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			170				(181)	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			(176)				(6)	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ (6)</u>				<u>\$ (187)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Substance Use Prevention Services - FY2022				Substance Use Prevention Services - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	386,034	443,939	137,290	(306,649)	398,536	398,536	295,202	(103,334)
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>386,034</u>	<u>443,939</u>	<u>137,290</u>	<u>(306,649)</u>	<u>398,536</u>	<u>398,536</u>	<u>295,202</u>	<u>(103,334)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	256,800	266,873	-	266,873	262,134	262,478	261,934	544
Employee benefits	38,458	38,745	-	38,745	43,253	32,864	30,340	2,524
Pension expense	28,402	27,910	-	27,910	22,204	20,298	19,621	677
Purchased services	43,334	55,028	-	55,028	45,128	57,024	55,280	1,744
Supplies and materials	18,840	53,623	-	53,623	25,817	25,872	26,421	(549)
Other	200	200	-	200	-	-	200	(200)
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	1,560	-	1,560	-	-	-	-
Total disbursements	<u>386,034</u>	<u>443,939</u>	<u>-</u>	<u>443,939</u>	<u>398,536</u>	<u>398,536</u>	<u>393,796</u>	<u>4,740</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 137,290</u>	<u>\$ 137,290</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (98,594)</u>	<u>\$ (98,594)</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			137,290				(98,594)	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			(145,139)				(7,849)	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ (7,849)</u>				<u>\$ (106,443)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Family Violence Coordinating Council - FY2022				Family Violence Coordinating Council - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ 38,800	\$ 38,800	\$ 15,924	\$ (22,876)	\$ 37,588	\$ 39,000	\$ 28,150	\$ (10,850)
Federal sources	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>38,800</u>	<u>38,800</u>	<u>15,924</u>	<u>(22,876)</u>	<u>37,588</u>	<u>39,000</u>	<u>28,150</u>	<u>(10,850)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	18,636	18,636	-	18,636	19,403	19,403	19,382	21
Employee benefits	1,582	1,582	-	1,582	1,484	1,484	1,483	1
Pension expense	-	-	-	-	124	124	124	-
Purchased services	17,982	17,982	-	17,982	16,077	17,454	17,411	43
Supplies and materials	600	600	-	600	500	535	600	(65)
Other	-	-	-	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>38,800</u>	<u>38,800</u>	<u>-</u>	<u>38,800</u>	<u>37,588</u>	<u>39,000</u>	<u>39,000</u>	<u>-</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,924</u>	<u>\$ 15,924</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,850)</u>	<u>\$ (10,850)</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			15,924				(10,850)	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			(15,924)				-	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ -</u>				<u>\$ (10,850)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Justice Self-Represented Litigant Coordinator - FY2023				McKinney Education for Homeless Children - FY2022			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ 2,749	\$ 2,749	\$ 2,748	\$ (1)	\$ -	\$ -	\$ -	\$ -
Federal sources	-	-	-	-	48,887	81,888	4,201	(77,687)
Interest	-	-	1	1	-	-	-	-
Total receipts	<u>2,749</u>	<u>2,749</u>	<u>2,749</u>	<u>-</u>	<u>48,887</u>	<u>81,888</u>	<u>4,201</u>	<u>(77,687)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	-	-	-	-	26,650	40,781	-	40,781
Employee benefits	-	-	-	-	4,574	6,519	-	6,519
Pension expense	-	-	-	-	2,946	4,359	-	4,359
Purchased services	100	100	77	23	12,341	23,285	-	23,285
Supplies and materials	2,649	2,649	2,662	(13)	2,376	6,844	-	6,844
Other	-	-	-	-	-	100	-	100
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>2,749</u>	<u>2,749</u>	<u>2,739</u>	<u>10</u>	<u>48,887</u>	<u>81,888</u>	<u>-</u>	<u>81,888</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,201</u>	<u>\$ 4,201</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			10				4,201	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			-				(17,489)	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ 10</u>				<u>\$ (13,288)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
 Education Fund Accounts
 Budgetary Comparison Schedules - Modified Cash Basis
 For the Year Ended June 30, 2023
 Schedule 5 (Continued)

	McKinney Education for Homeless Children - FY2023				Teen Nutrition Recipe Development - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	30,619	38,619	24,980	(13,639)	10,000	10,000	-	(10,000)
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>30,619</u>	<u>38,619</u>	<u>24,980</u>	<u>(13,639)</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	20,661	20,661	20,495	166	6,200	6,200	1,200	5,000
Employee benefits	3,685	3,298	3,295	3	197	197	92	105
Pension expense	1,750	1,575	1,569	6	554	554	-	554
Purchased services	2,144	10,644	1,625	9,019	1,549	1,549	17	1,532
Supplies and materials	2,379	2,441	1,074	1,367	1,500	1,500	528	972
Other	-	-	-	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>30,619</u>	<u>38,619</u>	<u>28,058</u>	<u>10,561</u>	<u>10,000</u>	<u>10,000</u>	<u>1,837</u>	<u>8,163</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,078)</u>	<u>\$ (3,078)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,837)</u>	<u>\$ (1,837)</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			(3,078)				(1,837)	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			(13,288)				-	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ (16,366)</u>				<u>\$ (1,837)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Regional Safe Schools - FY2023				Regional Work Experience Career Exploration Program - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ 84,794	\$ 84,794	\$ 84,794	\$ -	\$ 36,817	\$ 36,817	\$ 36,817	\$ -
Federal sources	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>84,794</u>	<u>84,794</u>	<u>84,794</u>	<u>-</u>	<u>36,817</u>	<u>36,817</u>	<u>36,817</u>	<u>-</u>
DISBURSEMENTS								
Instructional services:								
Salaries	71,585	75,376	75,719	(343)	32,200	32,200	32,390	(190)
Employee benefits	12,025	7,512	7,774	(262)	3,920	3,920	3,869	51
Pension expense	416	438	439	(1)	187	187	188	(1)
Purchased services	557	855	737	118	258	258	274	(16)
Supplies and materials	211	613	125	488	252	252	96	156
Other	-	-	-	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>84,794</u>	<u>84,794</u>	<u>84,794</u>	<u>-</u>	<u>36,817</u>	<u>36,817</u>	<u>36,817</u>	<u>-</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			-				-	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			-				-	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ -</u>				<u>\$ -</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
 Education Fund Accounts
 Budgetary Comparison Schedules - Modified Cash Basis
 For the Year Ended June 30, 2023
 Schedule 5 (Continued)

	ROE/ISC Operations - FY2023				Teen Reach - FY2022			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ 347,181	\$ 347,181	\$ 347,181	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	-	-	-	-	122,083	122,083	20,512	(101,571)
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>347,181</u>	<u>347,181</u>	<u>347,181</u>	<u>-</u>	<u>122,083</u>	<u>122,083</u>	<u>20,512</u>	<u>(101,571)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	294,546	294,546	293,135	1,411	11,079	11,079	-	11,079
Employee benefits	35,746	35,746	38,493	(2,747)	848	848	-	848
Pension expense	13,039	13,039	11,939	1,100	272	272	-	272
Purchased services	2,497	2,497	2,611	(114)	5,104	5,104	-	5,104
Supplies and materials	1,353	1,353	1,003	350	182	182	-	182
Other	-	-	-	-	435	435	-	435
Intergovernmental:								
Payments to other governmental units	-	-	-	-	104,163	104,163	7,740	96,423
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>347,181</u>	<u>347,181</u>	<u>347,181</u>	<u>-</u>	<u>122,083</u>	<u>122,083</u>	<u>7,740</u>	<u>114,343</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,772</u>	<u>\$ 12,772</u>
OTHER FINANCING SOURCE								
Transfers in			-				20	
NET CHANGE IN FUND BALANCES			-				12,792	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			<u>1</u>				<u>(12,792)</u>	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ 1</u>				<u>\$ -</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Teen Reach - FY2023				Truants' Alternative - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ 227,573	\$ 227,573	\$ 227,573	\$ -
Federal sources	122,083	122,083	92,264	(29,819)	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>122,083</u>	<u>122,083</u>	<u>92,264</u>	<u>(29,819)</u>	<u>227,573</u>	<u>227,573</u>	<u>227,573</u>	<u>-</u>
DISBURSEMENTS								
Instructional services:								
Salaries	11,530	11,530	11,528	2	181,174	178,409	178,533	(124)
Employee benefits	882	882	882	-	20,010	17,463	17,378	85
Pension expense	217	217	217	-	11,886	10,376	10,853	(477)
Purchased services	5,047	5,047	1,343	3,704	13,988	19,293	19,004	289
Supplies and materials	310	310	420	(110)	515	2,032	237	1,795
Other	435	435	435	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	104,163	104,163	97,939	6,224	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>122,584</u>	<u>122,584</u>	<u>112,764</u>	<u>9,820</u>	<u>227,573</u>	<u>227,573</u>	<u>226,005</u>	<u>1,568</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ (501)</u>	<u>\$ (501)</u>	<u>\$ (20,500)</u>	<u>\$ (19,999)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,568</u>	<u>\$ 1,568</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			(20,500)				1,568	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			-				-	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ (20,500)</u>				<u>\$ 1,568</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Elementary and Secondary Relief - Digital Equity - FY2022				Elementary and Secondary School Homeless Children and Youth - FY2022			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	28,519	28,519	1,537	(26,982)	73,850	73,850	20,261	(53,589)
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>28,519</u>	<u>28,519</u>	<u>1,537</u>	<u>(26,982)</u>	<u>73,850</u>	<u>73,850</u>	<u>20,261</u>	<u>(53,589)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	-	-	-	-	-	20,185	18,764	1,421
Employee benefits	-	-	-	-	-	2,329	2,030	299
Pension expense	-	-	-	-	-	1,612	1,406	206
Purchased services	2,000	2,000	-	2,000	70,850	46,724	182	46,542
Supplies and materials	2,720	2,720	-	2,720	3,000	3,000	-	3,000
Other	-	-	-	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	23,799	23,799	1,537	22,262	-	-	-	-
Total disbursements	<u>28,519</u>	<u>28,519</u>	<u>1,537</u>	<u>26,982</u>	<u>73,850</u>	<u>73,850</u>	<u>22,382</u>	<u>51,468</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,121)</u>	<u>\$ (2,121)</u>
OTHER FINANCING SOURCE								
Transfers in								
NET CHANGE IN FUND BALANCES								
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR								
FUND BALANCES (DEFICIT) - END OF YEAR								

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Kankakee County ARPA Respond, Revitalize, and Reinvest Initiative - FY2023				ARP - LEA (ESSER III) - E3 - FY2022			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	30,000	30,000	30,000	-	220,358	220,375	22,854	(197,521)
Interest	-	-	12	12	-	-	-	-
Total receipts	<u>30,000</u>	<u>30,000</u>	<u>30,012</u>	<u>12</u>	<u>220,358</u>	<u>220,375</u>	<u>22,854</u>	<u>(197,521)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	22,240	22,240	9,918	12,322	148,262	153,524	21,821	131,703
Employee benefits	5,901	5,901	978	4,923	42,143	38,435	805	37,630
Pension expense	1,544	1,544	666	878	19,969	15,601	1,731	13,870
Purchased services	315	315	103	212	1,700	2,014	245	1,769
Supplies and materials	-	-	-	-	-	9,998	340	9,658
Other	-	-	-	-	-	-	-	-
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	8,284	803	-	803
Total disbursements	<u>30,000</u>	<u>30,000</u>	<u>11,665</u>	<u>18,335</u>	<u>220,358</u>	<u>220,375</u>	<u>24,942</u>	<u>195,433</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,347</u>	<u>\$ 18,347</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,088)</u>	<u>\$ (2,088)</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			18,347				(2,088)	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			-				(3,280)	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ 18,347</u>				<u>\$ (5,368)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Education Fund Accounts
Budgetary Comparison Schedules - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 5 (Continued)

	Drug Free Communities - CDC - FY2022				Drug Free Communities - CDC - FY2023			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final			Original	Final		
RECEIPTS								
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	125,000	125,000	38,023	(86,977)	125,000	125,000	62,001	(62,999)
Interest	-	-	-	-	-	-	-	-
Total receipts	<u>125,000</u>	<u>125,000</u>	<u>38,023</u>	<u>(86,977)</u>	<u>125,000</u>	<u>125,000</u>	<u>62,001</u>	<u>(62,999)</u>
DISBURSEMENTS								
Instructional services:								
Salaries	63,653	63,653	11,954	51,699	62,627	62,627	42,721	19,906
Employee benefits	16,911	16,911	989	15,922	9,536	9,536	3,194	6,342
Pension expense	-	-	1,134	(1,134)	6,263	6,263	2,878	3,385
Purchased services	28,301	28,301	5,763	22,538	27,750	27,750	19,349	8,401
Supplies and materials	10,975	10,975	9,481	1,494	13,664	13,664	7,479	6,185
Other	5,160	5,160	-	5,160	5,160	5,160	-	5,160
Intergovernmental:								
Payments to other governmental units	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total disbursements	<u>125,000</u>	<u>125,000</u>	<u>29,321</u>	<u>95,679</u>	<u>125,000</u>	<u>125,000</u>	<u>75,621</u>	<u>49,379</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,702</u>	<u>\$ 8,702</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,620)</u>	<u>\$ (13,620)</u>
OTHER FINANCING SOURCE								
Transfers in			-				-	
NET CHANGE IN FUND BALANCES			8,702				(13,620)	
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR			(8,702)				-	
FUND BALANCES (DEFICIT) - END OF YEAR			<u>\$ -</u>				<u>\$ (13,620)</u>	

Iroquois and Kankakee Counties Regional Office of Education No. 32
Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2023
Schedule 6

	Bus Driver Training	General Education Development	Institute	Tallman's Boys	Project Care Healthy Decision	Total
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 18,395	\$ 8,915	\$ 174,994	\$ 61,708	\$ 3,538	\$ 267,550
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Current liabilities:						
Due to other funds	-	-	198	-	-	198
FUND BALANCE						
Restricted	18,395	8,915	174,796	61,708	3,538	267,352
TOTAL LIABILITIES AND FUND BALANCES	\$ 18,395	\$ 8,915	\$ 174,994	\$ 61,708	\$ 3,538	\$ 267,550

Iroquois and Kankakee Counties Regional Office of Education No. 32
Nonmajor Special Revenue Funds
Combining Statement of Revenues,
Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 7

	Bus Driver Training	General Education Development	Institute	Tallman's Boys	Project Care Healthy Decision	Total
RECEIPTS						
Local sources	\$ 4,593	\$ 2,620	\$ 58,850	\$ 14,000	\$ -	\$ 80,063
State sources	1,512	-	-	-	-	1,512
Interest	21	11	5,151	52	3	5,238
Total receipts	<u>6,126</u>	<u>2,631</u>	<u>64,001</u>	<u>14,052</u>	<u>3</u>	<u>86,813</u>
DISBURSEMENTS						
Instructional services:						
Salaries	11,676	8,151	17,438	594	-	37,859
Employee benefits	852	582	5,249	45	-	6,728
Pension expense	778	644	909	-	-	2,331
Purchased services	2,462	268	5,784	22	-	8,536
Supplies and materials	78	200	1,426	1,879	-	3,583
Other	-	-	4,879	-	-	4,879
Total disbursements	<u>15,846</u>	<u>9,845</u>	<u>35,685</u>	<u>2,540</u>	<u>-</u>	<u>63,916</u>
NET CHANGE IN FUND BALANCES	(9,720)	(7,214)	28,316	11,512	3	22,897
FUND BALANCE - BEGINNING OF YEAR	<u>28,115</u>	<u>16,129</u>	<u>146,480</u>	<u>50,196</u>	<u>3,535</u>	<u>244,455</u>
FUND BALANCE - END OF YEAR	<u>\$ 18,395</u>	<u>\$ 8,915</u>	<u>\$ 174,796</u>	<u>\$ 61,708</u>	<u>\$ 3,538</u>	<u>\$ 267,352</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Nonmajor Proprietary Funds
Combining Statement of Net Position - Modified Cash Basis
June 30, 2023
Schedule 8

	Criminal Background Investigation	Family Violence Coordinating Councils Local	Life Education - Local	Services Provided HUD	Total
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 9,060	\$ 438	\$ 259,824	\$ 7,946	\$ 277,268
NET POSITION					
Unrestricted	\$ 9,060	\$ 438	\$ 259,824	\$ 7,946	\$ 277,268

Iroquois and Kankakee Counties Regional Office of Education No. 32
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses,
and Changes in Fund Net Position - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 9

	Criminal Background Investigation	Family Violence Coordinating Councils Local	Life Education - Local	Services Provided HUD	Total
OPERATING RECEIPTS					
Charges for services	\$ 14,820	\$ 39	\$ 35,877	\$ 3,864	\$ 54,600
OPERATING DISBURSEMENTS					
Purchased services	13,991	57	9,549	615	24,212
Supplies and materials	39	-	290	357	686
Total operating disbursements	14,030	57	9,839	972	24,898
OPERATING INCOME (LOSS)	790	(18)	26,038	2,892	29,702
NONOPERATING RECEIPTS					
Interest	9	-	233	5	247
NET CHANGE IN NET POSITION	799	(18)	26,271	2,897	29,949
NET POSITION - BEGINNING OF YEAR	8,261	456	233,553	5,049	247,319
NET POSITION - END OF YEAR	\$ 9,060	\$ 438	\$ 259,824	\$ 7,946	\$ 277,268

Iroquois and Kankakee Counties Regional Office of Education No. 32
 Nonmajor Proprietary Funds
 Combining Statement of Cash Flows - Modified Cash Basis
 For the Year Ended June 30, 2023
 Schedule 10

	Criminal Background Investigation	Family Violence Coordinating Councils Local	Life Education - Local	Services Provided HUD	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 14,820	\$ 39	\$ 35,877	\$ 3,864	\$ 54,600
Payments to suppliers and providers of goods and services	(14,030)	(57)	(9,839)	(972)	(24,898)
Net cash provided by (used in) operating activities	<u>790</u>	<u>(18)</u>	<u>26,038</u>	<u>2,892</u>	<u>29,702</u>
CASH FLOWS FROM INVESTING ACTIVITY					
Interest	<u>9</u>	<u>-</u>	<u>233</u>	<u>5</u>	<u>247</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	799	(18)	26,271	2,897	29,949
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>8,261</u>	<u>456</u>	<u>233,553</u>	<u>5,049</u>	<u>247,319</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 9,060</u>	<u>\$ 438</u>	<u>\$ 259,824</u>	<u>\$ 7,946</u>	<u>\$ 277,268</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 790	\$ (18)	\$ 26,038	\$ 2,892	\$ 29,702
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:					
Depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u>\$ 790</u>	<u>\$ (18)</u>	<u>\$ 26,038</u>	<u>\$ 2,892</u>	<u>\$ 29,702</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Internal Service Funds
Combining Statement of Net Position - Modified Cash Basis
June 30, 2023
Schedule 11

	<u>Copier Fees</u>	<u>Shared Expense A</u>	<u>Shared Expense B</u>	<u>Shared Expense C</u>	<u>Shared Expense D</u>	<u>Total</u>
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 36,333	\$ -	\$ 6	\$ -	\$ -	\$ 36,339
Noncurrent assets:						
Capital assets, net	39,037	-	-	-	-	39,037
TOTAL ASSETS	<u>75,370</u>	<u>-</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>75,376</u>
LIABILITIES						
Current liabilities:						
Due to other funds	-	-	-	1,233	-	1,233
NET POSITION						
Net investment in capital assets	39,037	-	-	-	-	39,037
Unrestricted	36,333	-	6	(1,233)	-	35,106
TOTAL NET POSITION	<u>\$ 75,370</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ (1,233)</u>	<u>\$ -</u>	<u>\$ 74,143</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Internal Service Funds
Combining Statement of Revenues, Expenses,
and Changes in Fund Net Position - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 12

	<u>Copier Fees</u>	<u>Shared Expense A</u>	<u>Shared Expense B</u>	<u>Shared Expense C</u>	<u>Shared Expense D</u>	<u>Total</u>
OPERATING RECEIPTS						
Charges for services	\$ 31,045	\$ 86,427	\$ 3,383	\$ 73,883	\$ 5,061	\$ 199,799
OPERATING DISBURSEMENTS						
Salaries	-	34,963	-	43,685	-	78,648
Employee benefits	-	6,663	-	8,680	-	15,343
Pension expense	-	2,592	-	3,318	-	5,910
Purchased services	5,071	7,517	2,189	14,395	3,610	32,782
Supplies and materials	1,777	34,692	1,188	3,805	1,451	42,913
Depreciation expense	10,190	-	-	-	-	10,190
Total operating disbursements	<u>17,038</u>	<u>86,427</u>	<u>3,377</u>	<u>73,883</u>	<u>5,061</u>	<u>185,786</u>
OPERATING INCOME	14,007	-	6	-	-	14,013
NONOPERATING RECEIPTS						
Interest	24	-	-	-	-	24
NET CHANGE IN NET POSITION	14,031	-	6	-	-	14,037
NET POSITION (DEFICIT) - BEGINNING OF YEAR	<u>61,339</u>	<u>-</u>	<u>-</u>	<u>(1,233)</u>	<u>-</u>	<u>60,106</u>
NET POSITION (DEFICIT) - END OF YEAR	<u>\$ 75,370</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ (1,233)</u>	<u>\$ -</u>	<u>\$ 74,143</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Internal Service Funds
Combining Statement of Cash Flows - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 13

	<u>Copier Fees</u>	<u>Shared Expense A</u>	<u>Shared Expense B</u>	<u>Shared Expense C</u>	<u>Shared Expense D</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from internal services provided	\$ 31,045	\$ 86,427	\$ 3,383	\$ 73,883	\$ 5,061	\$ 199,799
Payments to suppliers and providers of goods and services	(6,848)	(42,209)	(3,377)	(18,200)	(5,061)	(75,695)
Payments to employees	-	(44,218)	-	(55,683)	-	(99,901)
Net cash provided by operating activities	<u>24,197</u>	<u>-</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>24,203</u>
CASH FLOWS FROM INVESTING ACTIVITY						
Interest	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24</u>
INCREASE IN CASH AND CASH EQUIVALENTS	24,221	-	6	-	-	24,227
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>12,112</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,112</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 36,333</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,339</u>
Reconciliation of operating income to net cash provided by operating activities:						
Operating income	\$ 14,007	\$ -	\$ 6	\$ -	\$ -	\$ 14,013
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	<u>10,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,190</u>
Net cash provided by operating activities	<u>\$ 24,197</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,203</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Custodial Funds
Combining Statement of Fiduciary Net Position - Modified Cash Basis
June 30, 2023
Schedule 14

	<u>Distributive Fund</u>	<u>Petitions and Detachment</u>	<u>Impact Fees</u>	<u>Tenant Rental</u>	<u>Reorganization Feasibility Study</u>	<u>Total</u>
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 6,177	\$ -	\$ -	\$ -	\$ -	\$ 6,177
NET POSITION						
Restricted for other governments	\$ 6,177	\$ -	\$ -	\$ -	\$ -	\$ 6,177

Iroquois and Kankakee Counties Regional Office of Education No. 32
Custodial Funds
Combining Statement of Changes in Fiduciary Net Position - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 15

	<u>Distributive</u>	<u>Petitions and Detachment</u>	<u>Impact Fees</u>	<u>Tenant Rental</u>	<u>Reorganization Feasibility Study</u>	<u>Total</u>
ADDITIONS						
Grants collected for other governments	\$ 1,491,271	\$ -	\$ -	\$ -	\$ -	\$ 1,491,271
Rents collected for other governments	-	-	-	48,000	-	48,000
Other collections for other governments	-	-	20,421	-	-	20,421
Total additions	<u>1,491,271</u>	<u>-</u>	<u>20,421</u>	<u>48,000</u>	<u>-</u>	<u>1,559,692</u>
DEDUCTIONS						
Payments of grants to other governments	1,485,322	-	-	-	-	1,485,322
Payments of rents to other governments	-	-	-	48,000	-	48,000
Payments of other collections to other governments	-	-	20,421	-	-	20,421
Total deductions	<u>1,485,322</u>	<u>-</u>	<u>20,421</u>	<u>48,000</u>	<u>-</u>	<u>1,553,743</u>
NET INCREASE IN FIDUCIARY NET POSITION	5,949	-	-	-	-	5,949
NET POSITION - BEGINNING OF YEAR	<u>228</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>228</u>
NET POSITION - END OF YEAR	<u>\$ 6,177</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,177</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Schedule of Disbursements to School District Treasurers and Other Entities - Modified Cash Basis
For the Year Ended June 30, 2023
Schedule 16

	Iroquois Area Del #370	Kankakee Regional System #120	Kankakee Area Career Center	Total
State Funds				
Career and Technical Ed Improvement	\$ 135,672	\$ 857,897	\$ -	\$ 993,569
Transportation - Regular and Vocational	-	-	21,430	21,430
Total State Funds	<u>135,672</u>	<u>857,897</u>	<u>21,430</u>	<u>1,014,999</u>
Federal Funds				
CTE - Perkins - Secondary	83,743	283,603	-	367,346
Elementary and Secondary School Emergency Relief	-	-	102,977	102,977
Total Federal Funds	<u>83,743</u>	<u>283,603</u>	<u>102,977</u>	<u>470,323</u>
Total Disbursements	<u>\$ 219,415</u>	<u>\$ 1,141,500</u>	<u>\$ 124,407</u>	<u>\$ 1,485,322</u>

Iroquois and Kankakee Counties Regional Office of Education No. 32
Schedule of Expenditures of Federal Awards - Modified Cash Basis
For the Year Ended June 30, 2023

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through/ Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Passed-Through Regional Office of Education No. 11 Education for Homeless Children and Youth <i>McKinney Education for Homeless Children</i>	84.196A	2023-4920-00	\$ -	\$ 28,058
Passed-Through Regional Office of Education No. 11 Education Stabilization Fund <i>COVID-19 American Rescue Plan - Homeless Children and Youth</i>	84.425W	22-4998-HM	-	22,382
Passed-Through Illinois State Board of Education Education Stabilization Fund <i>COVID-19 ARP-LEA (ESSER III) - E3</i>	84.425U	22-4998-E3	-	24,942
Passed-Through Regional Office of Education No. 39 Education Stabilization Fund <i>COVID-19 Social Emotional Learning and Trauma Response</i>	84.425	2022-4998-SE	-	36,295
<i>Total Education Stabilization Fund</i>			-	83,619
Passed-Through Illinois State Board of Education Charter Schools <i>COVID-19 Elementary and Secondary Relief - Digital Equity</i>	84.282A	22-4998-D2	-	1,537
TOTAL U.S. DEPARTMENT OF EDUCATION			-	113,214
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Drug-Free Communities Support Program Grants <i>Drug Free Communities - CDC</i>	93.276	22-499919	-	29,321
<i>Drug Free Communities - CDC</i>	93.276	23-499919	-	75,621
<i>Total Drug Free Communities Support Program Grants</i>			-	104,942
Passed-Through Illinois Department of Human Services Block Grants for Prevention and Treatment of Substance Abuse <i>Substance Use Prevention Services (M)</i>	93.959	43CAZ03226	-	393,796
Temporary Assistance for Needy Families <i>Teen Reach</i>	93.558	FCSBR04826	105,679	96,087
Passed-Through the Administrative Office of the Illinois Courts State Court Improvement Program <i>Child Protection Data Courts Project</i>	93.586	CIP Data G-2210	-	238
<i>Child Protection Data Courts Project</i>	93.586	CIP Data G-2103	-	815
<i>Total Child Protection Data Courts Project</i>			-	1,053
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			\$ 105,679	\$ 595,878

The accompanying notes are an integral part of this schedule.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Schedule of Expenditures of Federal Awards - Modified Cash Basis (Continued)
For the Year Ended June 30, 2023

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through/ Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<u>U.S. DEPARTMENT OF TREASURY</u>				
Passed-Through Kankakee County				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds <i>Kankakee County ARPA Respond, Revitalize, and Reinvest Initiative</i>	21.027	10-499821	\$ -	\$ 11,665
Passed-Through Illinois Department of Human Services				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds <i>Teen Reach</i>	21.027	FCSBR04826	-	24,417
TOTAL U.S. DEPARTMENT OF TREASURY			-	36,082
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Continuum of Care Program				
<i>HUD Supportive Housing Program</i>	14.267	IL0282L5T122114	-	39,336
<i>HUD Supportive Housing Program</i>	14.267	IL0282L5T122013	-	11,527
<i>Total Continuum of Care Program</i>			-	50,863
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			-	50,863
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
<u>CHILD NUTRITION CLUSTER:</u>				
Passed-Through Illinois State Board of Education				
School Breakfast Program				
<i>School Breakfast Program</i>	10.553	2023-4220-00	-	5,914
<i>School Breakfast Program</i>	10.553	2022-4220-00	-	1,067
<i>Total School Breakfast Program</i>			-	6,981
National School Lunch Program				
<i>National School Lunch Program</i>	10.555	2023-4210-00	-	23,993
<i>National School Lunch Program</i>	10.555	2022-4210-00	-	3,275
<i>National School Lunch Program</i>	10.555	2022-4210-BT	-	628
<i>Total National School Lunch Program</i>			-	27,896
TOTAL CHILD NUTRITION CLUSTER			-	34,877
Teen Nutrition Grants				
<i>Teen Nutrition Recipe Development</i>	10.574	2023-423	-	1,837
TOTAL U.S. DEPARTMENT OF AGRICULTURE			-	36,714
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 105,679	\$ 832,751

(M) Program was audited as a major program.

The accompanying notes are an integral part of this schedule.

Iroquois and Kankakee Counties Regional Office of Education No. 32
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

NOTE 1 BASIS OF PREPARATION

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal award activity of the Regional Office of Education No. 32 under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Professional Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the Regional Office of Education No. 32, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Regional Office of Education No. 32.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The Regional Office of Education No. 32 has not elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 INSURANCE IN EFFECT DURING THE YEAR

Property coverage for the office was \$1,000,000, and general liability coverage was \$1,000,000 per occurrence and \$3,000,000 aggregate. All of the federal awards pay workers' compensation, unemployment insurance, and medical insurance for the current fiscal year based on the employees and the amount of their pay expended by each federal award.

NOTE 4 NONCASH ASSISTANCE

This is not applicable as no federal awards were expended in the form of noncash assistance.

NOTE 5 LOANS/LOAN GUARANTEES/INTEREST SUBSIDIES

This is not applicable as the entity did not have any loans/loan guarantees/interest subsidies outstanding at year-end.