

**Macon and Piatt
Counties
Regional Office of
Education No. 39**

FINANCIAL AUDIT

**(In Accordance with the
Uniform Guidance)**

**FOR THE YEAR ENDED
JUNE 30, 2024**

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

Macon and Piatt Counties Regional Office of Education No. 39

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Macon and Piatt Counties Regional Office of Education No. 39
Officials

Regional Superintendent
(Current and during the audit period)

Ms. Jill Reedy

Assistant Regional Superintendent
(Current and during the audit period)

Dr. Nancy Brodbeck

Office is located at:

3433 Rupp Parkway
Decatur, IL 62526

Macon and Piatt Counties Regional Office of Education No. 39 Compliance Report Summary

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

AUDITORS' REPORT

The auditors' 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	5	8
Repeated audit findings	5	6
Prior recommendations implemented or not repeated	3	1

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

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
<i>Findings (Government Auditing Standards)</i>			
2024-001	15	Controls over Grants Compliance	Noncompliance
2024-002	17	Delay of Audit	Noncompliance
<i>Findings and Questioned Costs (Federal Compliance)</i>			
2024-001	15	Controls over Grants Compliance	Noncompliance
2024-003	19	Inadequate Record Keeping Over Equipment from Federal Funds	Noncompliance and Significant Deficiency
2024-004	21	Controls over Subrecipient Monitoring	Noncompliance and Significant Deficiency
2024-005	23	Controls over Preparation of Schedule of Expenditures of Federal Awards	Noncompliance and Significant Deficiency
<i>Prior Audit Findings not Repeated (Government Auditing Standards)</i>			
2023-001	31	Controls over Financial Statement Preparation	
<i>Prior Audit Findings not Repeated (Federal Compliance)</i>			
2023-005	31	Controls over Allowable Costs and Costs Principles	
2023-008	31	Untimely Submission of Data Collection Form and Related Reporting Package	

Macon and Piatt Counties Regional Office of Education No. 39 Compliance Report Summary

EXIT CONFERENCE

The Macon and Piatt Counties Regional Office of Education No. 39 waived an exit conference in a correspondence from Elizabeth Shriver, Business Office Manager, on October 8, 2025. The responses to the recommendations were provided by Elizabeth Shriver, Business Office Manager, in a correspondence dated October 3, 2025.

Macon and Piatt Counties Regional Office of Education No. 39
Financial Statement Report Summary

The audit of the accompanying basic financial statements of the Macon and Piatt Counties Regional Office of Education No. 39 was performed by Roth & Co., LLP.

Based on their audit, the auditors expressed an unmodified opinion on the Macon and Piatt Counties Regional Office of Education No. 39's basic financial statements.

INDEPENDENT AUDITORS' 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 Macon and Piatt Counties Regional Office of Education No. 39, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39 as of June 30, 2024, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Macon and Piatt Counties Regional Office of Education No. 39, 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 Macon and Piatt Counties Regional Office of Education No. 39 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 the 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Macon and Piatt Counties Regional Office of Education No. 39's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' 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 Macon and Piatt Counties Regional Office of Education No. 39'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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Macon and Piatt Counties Regional Office



of Education No. 39'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 as a whole that collectively comprise the Macon and Piatt Counties Regional Office of Education No. 39's basic financial statements. The modified cash basis combining schedule of accounts, the budgetary comparison schedules, the combining fund financial statements, and the Schedule of Expenditures of 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, and the Schedule of Expenditures of 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 November 4, 2025 on our consideration of the Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39's internal control over financial reporting and compliance.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
November 4, 2025



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

Honorable 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 Macon and Piatt Counties Regional Office of Education No. 39, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Macon and Piatt Counties Regional Office of Education No. 39's modified cash basis financial statements, and we have issued our report thereon dated November 4, 2025.

Report on Internal Control Over Financial Reporting

Management of the Macon and Piatt Counties Regional Office of Education No. 39 is responsible for establishing and maintaining effective internal control over financial reporting (internal control).

In planning and performing our audit of the financial statements, we considered the Macon and Piatt Counties Regional Office of Education No. 39's 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 Macon and Piatt Counties Regional Office of Education No. 39's internal control. Accordingly, we do not express an opinion on the effectiveness of Macon and Piatt Counties Regional Office of Education No. 39'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 second 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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Macon and Piatt Counties Regional Office of Education No. 39's modified cash basis 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedules of Findings and Questioned Costs as items 2024-001 and 2024-002.

Macon and Piatt Counties Regional Office of Education No. 39's Responses to the Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Macon and Piatt Counties Regional Office of Education No. 39's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The Macon and Piatt Counties Regional Office of Education No. 39's responses were not subjected to the other auditing procedures applied in the audit of the modified cash basis financial statements and, accordingly, we express no opinion on the responses.

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 Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
November 4, 2025





**INDEPENDENT AUDITORS' 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 Macon and Piatt Counties Regional Office of Education No. 39's compliance 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 Macon and Piatt Counties Regional Office of Education No. 39's major federal programs for the year ended June 30, 2024. The Macon and Piatt Counties Regional Office of Education No. 39's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Macon and Piatt Counties Regional Office of Education No. 39 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, 2024.

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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Macon and Piatt Counties Regional Office of Education No. 39 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39's federal programs.

Auditors' 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 Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39'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 Macon and Piatt Counties Regional Office of Education No. 39'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.



Other Matters

Instances of Noncompliance

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2024-001 and 2024-003 through 2024-005. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the Macon and Piatt Counties Regional Office of Education No. 39's responses to the noncompliance findings identified in our audit described in the accompanying Schedule of Findings and Questioned Costs. Macon and Piatt Counties Regional Office of Education No. 39's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Corrective Action Plan

Macon and Piatt Counties Regional Office of Education No. 39 is responsible for preparing a corrective action plan to address each audit finding included in our auditors' report. The Macon and Piatt Counties Regional Office of Education No. 39's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as described below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2024-003 to 2024-005 to be significant deficiencies.

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.

Internal Control Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Macon and Piatt Counties Regional Office of Education No. 39's responses to the internal control over compliance findings identified in our audit described in the accompanying Schedule of Findings and Questioned Costs. The Macon and Piatt Counties Regional Office of Education No. 39's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Corrective Action Plan

Macon and Piatt Counties Regional Office of Education No. 39 is responsible for preparing a corrective action plan to address each audit finding included in our auditors' report. The Macon and Piatt Counties Regional Office of Education No. 39's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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
November 4, 2025



Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section I – Summary of Auditors’ Results
For the Year Ended June 30, 2024

Financial Statements in Accordance with Modified Cash Basis of Accounting

Type of auditors’ 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 auditors’ 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>
84.425	COVID 19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response
84.425	COVID 19 - American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER) - Community Partnership
84.425U	COVID-19 - ARP - LEA American Rescue Plan (ESSER III)
84.425R	COVID 19 - Coronavirus Response and Relief Supplemental Appropriation Act, 2021 - Emergency Assistance to Non-Public Schools

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

Auditee qualified as low-risk auditee Yes ✓ No

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section II – Financial Statement Findings
For the Year Ended June 30, 2024

FINDING 2024-001 - Controls over Grants Compliance (Repeat from Findings 23-002, 22-002, 21-002, 20-002, and 19-002)

Federal Agency:	Department of Education
Assistance Listing Numbers:	84.425; 84.425
Program Names and Award Numbers:	Education Stabilization Fund COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response COVID-19 - ARP - Elementary and Secondary School Emergency Relief (ARP ESSER) - Community Partnership
Program Expenditures:	\$696,039; \$141,899
Questioned Costs:	None

CRITERIA/SPECIFIC REQUIREMENT:

The grant award agreements between the Regional Office of Education No. 39 and Illinois State Board of Education require the Regional Office of Education No. 39 to complete and submit expenditure reports quarterly. The quarterly expenditure reports are due 20 calendar days after the end of the reporting quarter.

The Code of Federal Regulations (Code) (2 CFR. §200.303 (a)) requires the Regional Office of Education No. 39 to establish and maintain effective internal control over the federal award to provide reasonable assurance the Regional Office of Education No. 39 is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. Effective internal controls should include procedures to ensure compliance with grant reporting requirements and expenditure reports are properly supported.

CONDITION:

The Regional Office of Education No. 39 did not submit or timely submit the required reports to the Illinois State Board of Education in compliance with the grant award agreement.

CONTEXT:

During testing of the Regional Office of Education No. 39's compliance with the grant reporting requirements, we noted the following:

- One of 44 (2%) quarterly expenditure reports were submitted 31 days late.
- Five of 44 (11%) quarterly expenditure reports lacked sufficient documentation to support expenditures reported; therefore, we were unable to determine if the quarterly expenditure reports were accurately reported.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section II – Financial Statement Findings
For the Year Ended June 30, 2024

FINDING 2024-001 - Controls over Grants Compliance (Repeat from Findings 23-002, 22-002, 21-002, 20-002, and 19-002) (Continued)

EFFECT:

Failure to meet grant reporting requirements is a noncompliance with the related grant agreement and could result in loss of grant funding in future years.

CAUSE:

Management indicated that the required reports were not timely submitted, and supporting documentation was unavailable due to oversight and access limitations under the previous finance staff.

RECOMMENDATION:

We recommend the Regional Office of Education No. 39 implement procedures to ensure adherence to the grant reporting requirements and to ensure quarterly expenditure reports are properly supported.

MANAGEMENT'S RESPONSE:

The Regional Office of Education No. 39 agrees with the audit findings and will provide close oversight for the timely submission of grant expenditures and performance reports. Checklist, due dates, and reminders are shared from the Regional Superintendent to the Business Office Manager and Program Directors. Management will review the grant report submissions in Illinois Web Application Security (IWAS) for accuracy and completion before approving and submitting to Illinois State Board of Education.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section II – Financial Statement Findings
For the Year Ended June 30, 2024

FINDING 2024-002 - Delay of Audit (Repeat from Findings 23-003, 22-003, 21-003, 20-003, and 19-003)

CRITERIA/SPECIFIC REQUIREMENT:

Regional Office of Education No. 39 is subject to 105 ILCS 5/2-3.17a which requires the Auditor General's office to cause an audit to be made, as of June 30th of each year, of the financial statements of all accounts, funds and other moneys in the care, custody or control of the regional superintendent of schools of each educational service region in the State and of each educational service center established in the School Code. The audit is to be conducted in accordance with Generally Accepted Government Auditing Standards. A Regional Office of Education or Educational Service Center is to utilize a cash basis, modified cash basis, or generally accepted accounting principles (GAAP) basis of accounting to prepare the financial statements for audit.

In accordance with 105 ILCS 5/2-3.17a, the Auditor General has promulgated administrative rules and regulations to govern this process. Those rules, 74 Ill. Adm. Code 420.320 (c)(2), state that for audit purposes, each regional office of education and educational service center shall make available to the Auditor General or its designee all books and records deemed necessary to make and complete the required audits. The records shall be completed in auditable form by August 15 of the succeeding fiscal year. Financial reports are to be available no later than August 31 in order that the annual audit may be done by an independent auditor selected by the Auditor General.

In addition, prudent business practices and transparency require timely preparation and completion of financial statements and timely provision of audit requests.

CONDITION:

The Regional Office of Education No. 39 did not provide completed financial statements in auditable form by the August 31, 2024, deadline. The completed June 30, 2024 financial statements were provided to the auditors on March 18, 2025.

In addition, the delay in providing the necessary items for audit prevented the auditors from completing their work according to the planned audit timeline. The items required to finalize the audit were not provided as scheduled, which contributed to the overall delay in the audit process.

EFFECT:

When financial statements and records are not provided in a timely manner, delays in the audit occur and the usefulness of the financial statements and related findings resulting from the audit is impacted. Additionally, untimely financial statements and supporting records could result in repercussions from granting agencies including a loss of funding.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section II – Financial Statement Findings
For the Year Ended June 30, 2024

FINDING 2024-002 - Delay of Audit (Repeat from Findings 23-003, 22-003, 21-003, 20-003, and 19-003) (Continued)

CAUSE:

The Fiscal Year 2020, 2021, 2022, and 2023 audits were late resulting in the delay of the Fiscal Year 2024 audit. Previous management was not monitoring this timeline, which led to the audits falling behind. In addition, necessary items and supporting documentation were not provided on time due to other priorities.

RECOMMENDATION:

The Regional Office of Education No. 39 should implement procedures to ensure compliance with 105 ILCS 5/2-3.17a and 74 Ill. Adm. Code 420.320 (c)(2). These financial statements need to be presented to the Auditor General's independent auditors for audit by the August 31 deadline. Additionally, the Regional Office of Education No. 39 should establish internal controls and clear responsibilities to ensure that all necessary supporting documentation and audit items are provided on time, preventing delays in completing the audit.

MANAGEMENT'S RESPONSE:

The Regional Office of Education No. 39 agrees with the audit findings and is working with their contracted accounting firm to ensure that the office gets back on schedule with the yearly audit deadlines.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

FINDING 2024-003 - Inadequate Record Keeping Over Equipment from Federal Funds
(Repeat from Finding 23-004)

Federal Agency:	Department of Education
Assistance Listing Numbers:	84.425; 84.425
Program Names and Award Numbers:	Education Stabilization Fund COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response COVID-19 - ARP - Elementary and Secondary School Emergency Relief (ARP ESSER) - Community Partnership
Program Expenditures:	\$696,039; \$141,899
Questioned Costs:	None

CRITERIA/SPECIFIC REQUIREMENT:

The Regional Office of Education No. 39 did not have adequate record keeping over its equipment acquired from federal funds.

The Code of Federal Regulations (2 CFR §200.313(d)(1)) requires that procedures for managing equipment acquired with federal funds must maintain property records that include the following information: (i) a description of the property, (ii) manufacturer's serial number or other identification number, (iii) source of the funding for the property (including the Federal Award Identification Number (FAIN)), (iv) who holds title, (v) acquisition date (vi) cost of the property, (vii) percentage of federal contribution in the project cost for the Federal award under which the property was acquired, (viii) location (ix) use and condition of the property, and (x) and any ultimate disposition data, including date of disposal and sale price of the property.

Moreover, the Code (2 CFR §200.303 (a)) requires the Regional Office of Education No. 39 to establish and maintain effective internal control over the federal award to provide reasonable assurance the Regional Office of Education No. 39 is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. Effective internal controls should include record keeping and monitoring of equipment acquired from federal funds.

CONDITION:

The Regional Office of Education No. 39 manually maintains and stores its inventory of property and equipment. Asset details in the property records include only the description of the property, manufacturer's serial number or other identification number, source of funds, who holds title, acquisition date, and cost of the property. The other minimum requirements specified by the Code including FAIN, location, use and condition of the property are not included in the property records.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

FINDING 2024-003 - Inadequate Record Keeping Over Equipment from Federal Funds
(Repeat from Finding 23-004) (Continued)

EFFECT:

Inadequate record keeping over equipment acquired from federal funds may result in noncompliance with the Code.

CAUSE:

Management indicated that the issue was due to oversight and lack of training on requirements.

RECOMMENDATION:

The Regional Office of Education No. 39 should maintain detailed property records as required by federal regulations to ensure full compliance.

MANAGEMENT'S RESPONSE:

The Regional Office of Education No. 39 agrees with the audit findings and is implementing documents and procedures to meet requirements in the future.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

FINDING 2024-004 - Controls over Subrecipient Monitoring (Repeat from Findings 23-006 and 22-006)

Federal Agency:	Department of Education
Assistance Listing Numbers:	84.425
Program Names and Award Numbers:	Education Stabilization Fund COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response
Program Expenditures:	\$696,039
Questioned Costs:	None

CRITERIA/SPECIFIC REQUIREMENT:

The Code of Federal Regulations (Code) (2 CFR § 200.332 (e)) requires the Regional Office of Education No. 39 to monitor the activities of the subrecipient to ensure the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward, and that subaward performance goals are achieved.

The Code (2 CFR §200.303 (a)) requires the Regional Office of Education No. 39 to establish and maintain effective internal control over the federal award to provide reasonable assurance the Regional Office of Education No. 39 is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. Effective internal controls should include procedures over subrecipient monitoring.

CONDITION:

The Regional Office of Education No. 39 did not have adequate controls over subrecipient monitoring in compliance with the Code.

CONTEXT:

During our testing of four subrecipients, we noted the Regional Office of Education No. 39 did not adequately monitor its subrecipients' grant reporting requirements:

- 43 of 48 (90%) monthly expenditure reports were not received.
- 4 of 48 (8%) monthly expenditure reports were received five to 183 days late.
- 4 of 4 (100%) annual performance reports were received 51 to 114 days late.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

FINDING 2024-004 - Controls over Subrecipient Monitoring (Repeat from Findings 23-006 and 22-006) (Continued)

EFFECT:

Lack of controls over subrecipient monitoring may result in subrecipients not properly administering the federal programs in accordance with federal regulations.

CAUSE:

Management indicated this was due to oversight and staffing limitation.

RECOMMENDATION:

We recommend the Regional Office of Education No. 39 establish and implement procedures over subrecipient monitoring.

MANAGEMENT'S RESPONSE:

The Regional Office of Education No. 39 agrees with the audit findings and although some subrecipient monitoring was conducted, not all of the required reports were received, or they were not received in a timely manner. The Regional Office of Education No. 39 is implementing policies and procedures to ensure subrecipient monitoring is not only received but received in a timely manner as well.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

FINDING 2024-005 - Controls over Preparation of Schedule of Expenditures of Federal Awards (Repeat from Findings 23-007 and 22-007)

Federal Agency:	Department of Education
Assistance Listing Numbers:	84.425; 84.425; 84.425U; 84.425R
Program Names and Award Numbers:	Education Stabilization Fund COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response COVID-19 - ARP - Elementary and Secondary School Emergency Relief (ARP ESSER) - Community Partnership COVID-19 - ARP - LEA American Rescue Plan (ESSER III) COVID-19 - Coronavirus Response and Relief Supplemental Appropriations Act, 2021 - Emergency Assistance to Non-Public Schools
Program Expenditures:	\$696,039; \$141,899; \$66,848; \$73,011
Questioned Costs:	None

CRITERIA/SPECIFIC REQUIREMENT:

The Code of Federal Regulations (Code) (2 CFR §200.510 (b)), establishes criteria and requirements related to the preparation of the schedule of expenditures of federal awards.

The Code (2 CFR §200.303 (a)) requires Regional Office of Education No. 39 to establish and maintain effective internal control over the federal award to provide reasonable assurance the Regional Office is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award. Effective internal controls should include procedures over preparation of the schedule of expenditures of federal awards.

CONDITION:

The Regional Office of Education No. 39 did not have sufficient internal controls over the preparation of the Schedule of Expenditures of Federal Awards (SEFA) to ensure all federal expenditures during the fiscal year were reported and information in the SEFA was accurately reported.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

FINDING 2024-005 - Controls over Preparation of Schedule of Expenditures of Federal Awards (Repeat from Findings 23-007 and 22-007) (Continued)

CONTEXT:

During our review of the SEFA, we noted the following:

- Program title descriptions were incorrect.
- Assistance listing number was incorrectly listed.

EFFECT:

Failure to report an accurate SEFA affects the required audit coverage to meet federal requirements and can delay an audit beyond the reporting deadline.

CAUSE:

Management indicated the errors on the SEFA was due to oversight.

RECOMMENDATION:

The Regional Office of Education No. 39 should establish and implement internal controls over preparation of the SEFA to ensure accurate reporting.

MANAGEMENT'S RESPONSE:

The Regional Office of Education No. 39 agrees with the audit findings and will work with contracted accounting firm to ensure that the schedule of expenditures of federal awards is accurately reported as required.

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
For the Year Ended June 30, 2024

INSTANCES OF NONCOMPLIANCE:

Finding No. 2024-001	Controls over Grants Compliance (Finding details on pages 15 - 16)
Finding No. 2024-003	Inadequate Record Keeping Over Equipment from Federal Funds (Finding details on pages 19 - 20)
Finding No. 2024-004	Controls over Subrecipient Monitoring (Finding details on pages 21 - 22)
Finding No. 2024-005	Controls over Preparation of Schedule of Expenditures of Federal Awards (Finding details on pages 23 - 24)

SIGNIFICANT DEFICIENCIES:

Finding No. 2024-003	Inadequate Record Keeping Over Equipment from Federal Funds (Finding details on pages 19 - 20)
Finding No. 2024-004	Controls over Subrecipient Monitoring (Finding details on pages 21 - 22)
Finding No. 2024-005	Controls over Preparation of Schedule of Expenditures of Federal Awards (Finding details on pages 23 - 24)

MATERIAL WEAKNESSES:

None.

Macon and Piatt Counties Regional Office of Education No. 39
Corrective Action Plan for Current Year Audit Findings
For the Year Ended June 30, 2024

FINDING 2024-001 - Controls over Grants Compliance (Repeat from Findings 23-002, 22-002, 21-002, 20-002, and 19-002)

CONDITION:

The Regional Office of Education No. 39 did not submit or timely submit the required reports to the Illinois State Board of Education in compliance with the grant award agreement.

PLAN:

The Regional Office of Education No. 39 agrees with the audit findings and will provide close oversight for the timely submission of grant expenditures and performance reports. Checklist, due dates, and reminders are shared from the Regional Superintendent to the Business Office Manager and Program Directors. Management will review the grant report submissions in Illinois Web Application Security (IWAS) for accuracy and completion before approving and submitting to Illinois State Board of Education.

ANTICIPATED DATE OF COMPLETION:

Implemented July 2024

CONTACT PERSON:

Jill Reedy, Regional Superintendent

Macon and Piatt Counties Regional Office of Education No. 39
Corrective Action Plan for Current Year Audit Findings
For the Year Ended June 30, 2024

FINDING 2024-002 - Delay of Audit (Repeat from Findings 23-003, 22-003, 21-003, 20-003, and 19-003)

CONDITION:

The Regional Office of Education No. 39 did not provide completed financial statements in auditable form by the August 31, 2024, deadline. The completed June 30, 2024 financial statements were provided to the auditors on March 18, 2025.

In addition, the delay in providing the necessary items for audit prevented the auditors from completing their work according to the planned audit timeline. The items required to finalize the audit were not provided as scheduled, which contributed to the overall delay in the audit process.

PLAN:

The Regional Office of Education No. 39's Business Office Manager will work closely with their contracted accounting firm to ensure that the office gets back on schedule with the yearly audit deadlines. The Fiscal Year 2022, Fiscal Year 2023 were more than a year past due putting the Fiscal Year 2024 audit behind as well. The office is now back on schedule for the Fiscal Year 2025 audit with the deadline of August 31, 2025.

ANTICIPATED DATE OF COMPLETION:

Implemented August 2025

CONTACT PERSON:

Jill Reedy, Regional Superintendent

Macon and Piatt Counties Regional Office of Education No. 39
Corrective Action Plan for Current Year Audit Findings
For the Year Ended June 30, 2024

FINDING 2024-003 - Inadequate Record Keeping Over Equipment from Federal Funds
(Repeat from Finding 23-004)

CONDITION:

The Regional Office of Education No. 39 manually maintains and stores its inventory of property and equipment. Asset details in the property records include only the description of the property, manufacturer's serial number or other identification number, source of funds, who holds title, acquisition date, and cost of the property. The other minimum requirements specified by the Code including FAIN, location, use and condition of the property are not included in the property records.

PLAN:

The Regional Office of Education No. 39 created a combined inventory documents to provide a complete detailed accounting of all property and equipment which provided majority of the required information for federal funds as well as a reconciliation to the capital outlay disclosures within the financial statements. The missing data requirements for the compliance with record keeping of Equipment from Federal funds will be added for Fiscal Year 2025.

ANTICIPATED DATE OF COMPLETION:

Implemented August 2025

CONTACT PERSON:

Jill Reedy, Regional Superintendent

Macon and Piatt Counties Regional Office of Education No. 39
Corrective Action Plan for Current Year Audit Findings
For the Year Ended June 30, 2024

FINDING 2024-004 - Controls over Subrecipient Monitoring (Repeat from Findings 23-006 and 22-006)

CONDITION:

The Regional Office of Education No. 39 did not have adequate controls over subrecipient monitoring in compliance with the Code.

PLAN:

The Regional Office of Education No. 39 drafted subrecipient monitoring policies and procedures for Fiscal Year 2024 after receiving the Fiscal Year 2022 audit finding on December 2023. Policies and procedures included reporting, monitoring, and award notification for the subrecipients of the ARP- Social Emotional Learning and Trauma Response grant. Some of the subrecipient information was received late from subrecipients. The Regional Office of Education No. 39 will follow up with subrecipients to ensure that all information is received and in a timely manner whenever possible.

ANTICIPATED DATE OF COMPLETION:

Implemented August 2025

CONTACT PERSON:

Jill Reedy, Regional Superintendent

Macon and Piatt Counties Regional Office of Education No. 39
Corrective Action Plan for Current Year Audit Findings
For the Year Ended June 30, 2024

FINDING 2024-005 - Controls over Preparation of Schedule of Expenditures of Federal Awards (Repeat from Findings 23-007 and 22-007)

CONDITION:

The Regional Office of Education No. 39 did not have sufficient internal controls over the preparation of the SEFA to ensure all federal expenditures during the fiscal year were reported and information in the SEFA was accurately reported.

PLAN:

The Regional Office of Education No. 39 will implement controls over financial statements for both the internal Business Office Manager and the contracted accounting firm to prepare and review the financial statements including the schedule of expenditures of federal awards, to ensure program titles, assistance listing numbers and other pertinent information is accurate for financial statement presentation.

ANTICIPATED DATE OF COMPLETION:

Implemented August 2025

CONTACT PERSON:

Jill Reedy, Regional Superintendent

Macon and Piatt Counties Regional Office of Education No. 39
Summary Schedule of Prior Findings Not Repeated
For the Year Ended June 30, 2024

2023-001	Controls over Financial Statement Preparation	Not Repeated
	During the current audit period, audit testing results indicated the Regional Office of Education No. 39 implemented corrective action including a more comprehensive review of financial statements preparation procedures.	
2023-005	Controls over Allowable Costs and Costs Principles	Not Repeated
	During the current audit period, audit testing results indicated the Regional Office of Education No. 39 implemented corrective action and all expenditures tested were properly supported, reviewed, and approved prior to payment.	
2023-008	Untimely Submission of Data Collection Form and Related Reporting Package	Not Repeated
	During the current audit period, federal agencies have expressed their preference for auditors to not issue a written finding for untimely submission of the Data Collection Form; therefore, no finding was issued.	

BASIC FINANCIAL STATEMENTS

Macon and Piatt Counties Regional Office of Education No. 39
Statement of Net Position - Modified Cash Basis
June 30, 2024
Exhibit A

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,742,200	\$ -	\$ 2,742,200
Investments	199,959	-	199,959
Internal balances	18,224	(18,224)	-
Total current assets	2,960,383	(18,224)	2,942,159
Noncurrent assets:			
Capital assets, net	342,207	-	342,207
TOTAL ASSETS	3,302,590	(18,224)	3,284,366
NET POSITION			
Net investment in capital assets	342,207	-	342,207
Restricted for educational purposes	667,698	-	667,698
Unrestricted	2,292,685	(18,224)	2,274,461
TOTAL NET POSITION	\$ 3,302,590	\$ (18,224)	\$ 3,284,366

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

Macon and Piatt Counties Regional Office of Education No. 39
Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2024
Exhibit B

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-Type Activities	Total
Primary government						
Governmental activities:						
Instructional services:						
Salaries and benefits	\$ 2,587,929	\$ -	\$ 2,348,051	\$ (239,878)	\$ -	\$ (239,878)
Purchased services	2,403,094	-	2,427,970	24,876	-	24,876
Supplies and materials	185,640	-	149,918	(35,722)	-	(35,722)
Other objects	327,747	-	196,808	(130,939)	-	(130,939)
Capital outlay	51,237	-	369,820	318,583	-	318,583
Depreciation	55,723	-	-	(55,723)	-	(55,723)
Intergovernmental						
Payments to other governments	152,651	-	166,333	13,682	-	13,682
Administrative:						
On-behalf payments	719,641	-	-	(719,641)	-	(719,641)
Total governmental activities	<u>6,483,662</u>	<u>-</u>	<u>5,658,900</u>	<u>(824,762)</u>	<u>-</u>	<u>(824,762)</u>
Business-type activities:						
Professional development	53,792	26,418	-	-	(27,374)	(27,374)
Total business-type activities	<u>53,792</u>	<u>26,418</u>	<u>-</u>	<u>-</u>	<u>(27,374)</u>	<u>(27,374)</u>
Total primary government	<u>\$ 6,537,454</u>	<u>\$ 26,418</u>	<u>\$ 5,658,900</u>	<u>(824,762)</u>	<u>(27,374)</u>	<u>(852,136)</u>
General revenues:						
Local sources				1,103,023	-	1,103,023
On-behalf payments				719,641	-	719,641
Interest				122,250	-	122,250
Loss on disposal of capital assets				(1,414)	-	(1,414)
Transfers in (out)				(110,677)	110,677	-
Total general revenues				<u>1,832,823</u>	<u>110,677</u>	<u>1,943,500</u>
CHANGE IN NET POSITION				1,008,061	83,303	1,091,364
NET POSITION, BEGINNING OF YEAR AS RESTATED (SEE NOTE 15)				<u>2,294,529</u>	<u>(101,527)</u>	<u>2,193,002</u>
NET POSITION, END OF YEAR				<u>\$ 3,302,590</u>	<u>\$ (18,224)</u>	<u>\$ 3,284,366</u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Governmental Funds
Balance Sheet - Modified Cash Basis
June 30, 2024
Exhibit C

	General Fund	Education Fund	Other Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 2,074,502	\$ 569,925	\$ 97,773	\$ -	\$ 2,742,200
Investments	199,959	-	-	-	199,959
Due from other funds	385,347	-	-	(367,123)	18,224
TOTAL ASSETS	<u>2,659,808</u>	<u>569,925</u>	<u>97,773</u>	<u>(367,123)</u>	<u>2,960,383</u>
LIABILITIES					
Due to other funds	-	339,064	28,059	(367,123)	-
FUND BALANCES (DEFICITS)					
Restricted	-	569,925	97,773	-	667,698
Assigned	15,150	-	-	-	15,150
Unassigned	2,644,658	(339,064)	(28,059)	-	2,277,535
TOTAL FUND BALANCES (DEFICITS)	<u>2,659,808</u>	<u>230,861</u>	<u>69,714</u>	<u>-</u>	<u>2,960,383</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 2,659,808</u>	<u>\$ 569,925</u>	<u>\$ 97,773</u>	<u>\$ (367,123)</u>	<u>\$ 2,960,383</u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Governmental Funds
Reconciliation of the Governmental Funds Balance Sheet - Modified Cash Basis
to the Statement of Net Position - Modified Cash Basis
June 30, 2024
Exhibit D

Total fund balances - governmental funds	\$ 2,960,383
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	<u>342,207</u>
Net position of governmental activities	<u><u>\$ 3,302,590</u></u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Exhibit E

	General Fund	Education Fund	Other Nonmajor Funds	Total Governmental Funds
REVENUES				
Local sources	\$ 1,032,786	\$ -	\$ 70,237	\$ 1,103,023
State sources	1,551,261	2,933,124	3,508	4,487,893
Federal sources	-	1,171,007	-	1,171,007
On-behalf payments	231,634	-	-	231,634
Interest	122,250	-	-	122,250
Total revenues	<u>2,937,931</u>	<u>4,104,131</u>	<u>73,745</u>	<u>7,115,807</u>
EXPENDITURES				
Instructional services:				
Salaries and benefits	1,531,243	988,281	68,405	2,587,929
Purchased services	282,206	2,092,040	28,848	2,403,094
Supplies and materials	112,495	65,040	8,105	185,640
Other objects	175,456	149,091	3,200	327,747
Administrative:				
On-behalf payments	231,634	-	-	231,634
Intergovernmental:				
Payments to other governments	-	152,651	-	152,651
Capital outlay	50,232	294,794	24,794	369,820
Total expenditures	<u>2,383,266</u>	<u>3,741,897</u>	<u>133,352</u>	<u>6,258,515</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>554,665</u>	<u>362,234</u>	<u>(59,607)</u>	<u>857,292</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	413,832	45,609	-	459,441
Transfers out	(570,118)	-	-	(570,118)
Total other financing sources (uses)	<u>(156,286)</u>	<u>45,609</u>	<u>-</u>	<u>(110,677)</u>
NET CHANGE IN FUND BALANCE	398,379	407,843	(59,607)	746,615
FUND BALANCES (DEFICITS), BEGINNING OF YEAR AS RESTATED (SEE NOTE 15)	<u>2,261,429</u>	<u>(176,982)</u>	<u>129,321</u>	<u>2,213,768</u>
FUND BALANCES (DEFICITS), END OF YEAR	<u><u>\$ 2,659,808</u></u>	<u><u>\$ 230,861</u></u>	<u><u>\$ 69,714</u></u>	<u><u>\$ 2,960,383</u></u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances -
Modified Cash Basis to the Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2024
Exhibit F

Net change in fund balances	\$ 746,615
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures; however, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense and amortization expense.	
Capital outlay	\$ 318,583
Depreciation expense	<div style="display: flex; justify-content: space-between;"> <u>(55,723)</u> 262,860 </div>
The statement of activities only reports the loss on the disposal of assets, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the asset sold.	
	<div style="display: flex; justify-content: space-between;"> <u>(1,414)</u> </div>
Change in net position of governmental activities	<div style="display: flex; justify-content: space-between;"> <u><u>\$ 1,008,061</u></u> </div>

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

Macon and Piatt Counties Regional Office of Education No. 39
Proprietary Funds
Statement of Net Position - Modified Cash Basis
June 30, 2024
Exhibit G

	Business-type Activities Nonmajor Enterprise Fund			
	Illinois Empower	Workshop Reimbursement	Apex Learning	Total
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
LIABILITIES				
Current liabilities:				
Due to other funds	-	18,224	-	18,224
TOTAL LIABILITIES	-	18,224	-	18,224
NET POSITION				
Net investment in capital assets	-	-	-	-
Unrestricted	-	(18,224)	-	(18,224)
TOTAL NET POSITION	<u>\$ -</u>	<u>\$ (18,224)</u>	<u>\$ -</u>	<u>\$ (18,224)</u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position - Modified Cash Basis
For the Year Ended June 30, 2024
Exhibit H

	Business-Type Activities			
	Nonmajor Enterprise Fund			
	Illinois Empower	Workshop Reimbursement	Apex Learning	Total
OPERATING RECEIPTS				
Charges for services	\$ -	\$ 26,418	\$ -	\$ 26,418
OPERATING DISBURSEMENTS				
Purchased services	-	50,859	-	50,859
Supplies and materials	-	2,933	-	2,933
Total operating disbursements	-	53,792	-	53,792
OPERATING LOSS	-	(27,374)	-	(27,374)
NONOPERATING REVENUE				
Transfer in	90,102	-	20,575	110,677
NET CHANGE IN NET POSITION	90,102	(27,374)	20,575	83,303
NET POSITION, BEGINNING OF YEAR,	(90,102)	9,150	(20,575)	(101,527)
NET POSITION, END OF YEAR	\$ -	\$ (18,224)	\$ -	\$ (18,224)

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

Macon and Piatt Counties Regional Office of Education No. 39
Proprietary Funds
Statement of Cash Flows - Modified Cash Basis
For the Year Ended June 30, 2024
Exhibit I

	Business-Type Activities Nonmajor Enterprise Fund			
	Illinois Empower	Workshop Reimbursement	Apex Learning	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ -	\$ 26,418	\$ -	\$ 26,418
Payments to suppliers and providers of goods and services	-	(53,792)	-	(53,792)
Net cash used in operating activities	-	(27,374)	-	(27,374)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Transfers from other funds	90,102	-	20,575	110,677
Receipts from (payments to) interfund borrowings	(90,102)	11,956	(20,575)	(98,721)
Net cash flows from noncapital financing activities	-	11,956	-	11,956
DECREASE IN CASH AND CASH EQUIVALENTS	-	(15,418)	-	(15,418)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	-	15,418	-	15,418
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of operating loss to net cash used in operating activities:				
Operating loss	\$ -	\$ (27,374)	\$ -	\$ (27,374)
Net cash used in operating activities	<u>\$ -</u>	<u>\$ (27,374)</u>	<u>\$ -</u>	<u>\$ (27,374)</u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Fiduciary Funds
Statement of Fiduciary Net Position - Modified Cash Basis
June 30, 2024
Exhibit J

	<u>Custodial Funds</u>
ASSETS	
Current assets:	
Cash and cash equivalents	<u><u>\$ 752,347</u></u>
LIABILITIES	
Current liabilities:	
Due to other governments	<u>7,428</u>
NET POSITION	
Restricted for other individuals and governments	<u><u>\$ 744,919</u></u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Fiduciary Funds
Statement of Changes in Fiduciary Net Position - Modified Cash Basis
June 30, 2024
Exhibit K

	<u>Custodial Funds</u>
ADDITIONS	
Sales tax collections for other governments	\$ 14,138,930
Other revenue	25
Education collections for local governments	<u>2,161,889</u>
Total additions	<u>16,300,844</u>
DEDUCTIONS	
Payments of sales tax to other governments	14,138,930
Administrative expense	45,000
Education distributions to local governments	<u>2,137,872</u>
Total deductions	<u>16,321,802</u>
NET DECREASE IN FIDUCIARY NET POSITION	(20,958)
NET POSITION, BEGINNING OF YEAR	<u>765,877</u>
NET POSITION, END OF YEAR	<u><u>\$ 744,919</u></u>

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

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and presentation of the basic financial statements of the Regional Office of Education No. 39 have been prepared in conformity with the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles, as applicable to governments. As discussed further in the “Measurement Focus, Basis of Accounting and Financial Statement Presentation” 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.

The following is a summary of the significant accounting policies.

A. DATE OF MANAGEMENT’S REVIEW

Management has evaluated subsequent events through November 4, 2025, the date on which the financial statements were available to be issued.

B. REPORTING ENTITY

The Regional Office of Education No. 39 was created by Illinois Public Act 76-735, as amended, effective August 8, 1995. The region encompasses Macon and Piatt Counties.

The Regional Superintendent of Schools serves as the chief administrative officer of the region and is elected to the position for a four-year term pursuant to 105 ILCS 5/3 and 5/3A of the School Code. The Regional Superintendent is responsible for the supervision and control of the school districts.

The 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 of the safety, health and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region, or seeing that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Regional Office of Education No. 39 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. 39 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. 39's financial statements. In addition, the Regional Office of Education No. 39 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education No. 39 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. *Governmental activities*, which normally are supported by intergovernmental revenues, are reported separately from the *Business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Net Position - Modified Cash Basis includes all of the Regional Office of Education No. 39's non-fiduciary assets, including capital assets, and liabilities in accordance with the modified cash basis of accounting, with the difference reported as Net Position. 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 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.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Certain eliminations have been made as prescribed by governmental accounting standards in regards to interfund activities, such as, payables, receivables, and transfers. Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due from on the Governmental Fund Balance Sheet - Modified Cash Basis and the Proprietary Fund Statement of Net Position - Modified Cash Basis, and as other resources and other uses on the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis and on the Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position - 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.

D. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

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 activity in the government-wide presentation) a reconciliation is presented, which briefly explains the adjustments necessary to transform the fund based financial statements 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.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Regional Office of Education No. 39 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. 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. 39's enterprise funds are charges to customers for workshop fees. Operating expenses for enterprise 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. 39's policy to first apply restricted resources when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned, if any.

E. FUND ACCOUNTING

The Regional Office of Education No. 39 uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Regional Office of Education No. 39 uses governmental, proprietary, and fiduciary funds.

F. GOVERNMENTAL FUNDS

The Regional Office of Education No. 39 reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Regional Office of Education No. 39 and is used to account for all financial resources except those required to be accounted for and reported in another fund. This fund is available to pay general and administrative expenditures of the Regional Office of Education No. 39. Included in this fund are:

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General - This fund accounts for interest earned on Custodial Fund monies.

Community Foundation - This fund accounts for activities related to proceeds received from the Community Foundation of Macon County.

Business Office - This fund accounts for various business office expenditures, such as insurance, utilities, rent, and business personnel, and reimbursements from Macon and Piatt Counties to help cover these costs. It also accounts for pop machine revenues and expenditures as well as interest on the pooled cash account.

Student Achievement Fund - This program accounts for receipts and disbursements from the pop machines, sales of candy, bake sales, etc. for class trips and activities at the Futures, Milligan and Option facilities. This is comprised of previously reported funds: Pop Fund, Junior Achievement, and Student Council.

Junior Achievement - This program accounts for sales of candy, etc.

Craig Milligan Memorial - This fund accounts for activities related to a memorial established to provide financial assistance to students.

ADA State Aid - This program accounts for General State Aid for the Futures Unlimited School.

St. Mary's Hospital School - This program accounts for charges to local school districts for educational services provided to students being treated by St. Mary's Adolescent Mental Health Services.

Student Council - This program accounts for the sales of candy, bake sales, etc. for class trips.

Recycling and Energy - This program accounts for proceeds from Caterpillar, Inc., for recycling and energy education curriculum for all students (K-12) in Macon and Piatt Counties.

Teachers' Exchange - This program accounts for revenue generated by fees from classes from Eastern Illinois University graduate classes.

Alternative Education Intervention - This program accounts for the proceeds of a grant from the Community Foundation of Macon County to provide at-risk students with academic, behavioral, and social supports to ensure students regain credits to continue their education and achieve high school graduation.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General State Aid - This program accounts for General State Aid received from ISBE based on the average daily attendance at the Regional Safe School.

Baby Talk - This program accounts for monies for outreach and family literacy programs, STEPS Early Intervention, and resources for professionals, including professional training, certification seminars, and an extensive program curriculum.

Futures Foundation - This program accounts for Futures Unlimited contributions from the Community Foundation of Macon County and various other donors.

Spelling Bee - This fund accounts for activities related to the Macon County spelling bee winner and other award expenses.

School Improvement - This fund accounts for activities related to an agreement between the Regional Office and other school districts. The Regional Office provides services to the school districts through the parameters set by the School Improvement Grant - Section 1003(g).

Community Foundation - Homeless - This fund accounts for the activities related to a grant from the Community Foundation of Macon County.

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects. Included among these funds are:

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:

Truants Alternative/Optional Education - This program accounts for the proceeds of a grant from ISBE to provide educational opportunities for drop-outs and truants.

ROE/ISC Operations - These funds are provided by the ISBE, through a budget application process, to the Regional Office to provide professional development to district schools and teachers in Macon and Piatt County school districts.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Start Early - Training and Technical - This program accounts for the proceeds of a grant from ISBE to train people in Prevention Initiative program through the Baby Talk Model.

Regional Safe Schools - This program accounts for the proceeds of a grant from ISBE to remove violent and unproductive youths from a public school setting and place them in a program where they can receive individualized attention.

Early Childhood Block Grant - This program accounts for the proceeds of a grant awarded by the ISBE for the systematic identification and recruitment of teen moms and dads and the delivery of culturally appropriate education in order to engage them in their child's learning.

Not on Tobacco - This program accounts for a grant awarded to Futures Unlimited for students to learn the hazards of tobacco products.

Stop School Violence Prevention and Mental Health Training Program Youth Mental Health First Aid (YMHFA) (STOP School Violence (YMHFA) - This program accounts for grant monies received for, and payment of, providing services trainings, and supplies for YMHFA.

Homeless Children Youth Program - This program accounts for the proceeds of a grant from ISBE for identification, referral, and enrollment of homeless and displaced youth in Macon County schools.

Regional Safe School Cooperative Education Program - The program assists suspended or expelled students in completing their education by participating in career-related classrooms and structured cooperative work experiences provided by the private sector.

Elementary and Secondary School Emergency Relief Fund (ESSER) III - to account for grant monies received for, and payment of, the ARP Elementary and Secondary School Emergency Relief providing the Regional office of Education No. 39 with emergency relief funds to help to safely reopen and sustain the safe operation of schools and address the impact of the COVID-19 pandemic on the nation's students.

Emergency Assistance to Non-Public Schools Elementary and Secondary School Emergency Relief Fund (EANS ESSER) - This program accounts for grant monies received for, and payment of, providing services or assistance to eligible nonpublic schools to address educational disruptions caused by the COVID-19 emergency.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Social Emotional Learning - This program ensures that local school districts, in partnership with social-emotional (SEL) and trauma coaches, will identify, develop, and implement a comprehensive plan to address the safety and well-being needs of students and staff.

Community Partnership - This program will address the post-pandemic gaps in opportunity and unfinished teaching/learning that school districts in Illinois are facing. More specifically, the grant aims to decrease the gaps in meeting students' social, emotional, behavioral, and mental health needs.

Nonmajor Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are legally restricted or committed for specific purposes other than debt service or capital projects. Included among these funds are:

Institute - This fund accounts for the proceeds earned from teacher registration, certificate renewals, and examinations. The proceeds are used to pay administrative expenses incurred on behalf of the teachers' institute, such as certificates, workshops, and general meetings, to ensure compliance with 105 ILCS 5/3-12. All funds generated remain restricted until expended only on the aforementioned activities.

General Education Development (GED) - This program accounts for monies received from students who participate in the high school equivalency programs. The proceeds are used to pay the administrative expenses incurred to administer the GED program.

Bus Permit - This program accounts for registration and user fees and a distribution from ISBE. These monies are used to pay the administrative expenses incurred to ensure compliance with 105 ILCS 5/3-14/32 (school bus driver permits).

Skills SED - This program provides funding for the special needs daycare summer program. The money received from local agencies provides for summer staff, supplies, and field trips.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. PROPRIETARY FUND TYPES

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

The Regional Office of Education No. 39 reports the following nonmajor proprietary fund:

Illinois Empower - This program also provides workshops for professional development presented by consultants.

Workshop Reimbursement - This program provides workshops for professional development presented by Regional Office of Education No. 39 employees.

Apex Learning - This program provides digital curriculum training and support for teachers.

H. FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the Regional Office of Education No. 39 in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

Custodial Funds - Custodial funds are used to account for assets held by the Regional Office of Education No. 39 as a fiscal agent for various districts and entities; for various taxes and assessments collected for the benefit of and distributed to other governments.

Heartland Region Fund - This fund accounts for the assets held for the benefit of Heartland Region, an intergovernmental agreement between school districts that provides quality and efficient delivery of orientation and skill level vocational programs accessible to all residents in member districts.

Regional Board of Trustees - This fund accounts for monies received from individuals filing petitions requesting change of boundary hearings with the Regional Board of School Trustees. Monies are expended to cover hearing expenses.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

School Occupation Facility Tax - This fund accounts for assets held by the Regional Office of Education No. 39 to be distributed to local school districts. Monies are received from the State Comptroller for the School Facility Occupation Tax and are forwarded directly to the school districts.

Decatur Community Partnership - Substance Abuse grant and contributions are used with other agencies, organizations and people who work collaboratively to promote a drug free community. In addition, the Decatur Community Partnership strives to improve the health of the Decatur and Macon County Community.

Funds received by the Regional Office of Education No. 39 for the fiduciary funds accrue interest for the period of time between the receipt of funds and clearance of transfers to recipient. Fiduciary fund interest earned and related charges are recognized as revenue and expenditures in the General Fund.

I. DEPOSITS AND INVESTMENTS

The Regional Office of Education No. 39 considers cash on hand, checking accounts, savings accounts, and investments held with an original maturity date of three months or less to be cash and cash equivalents. State regulations require that Regional Office of Education No. 39 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. 39 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.

J. INTERFUND RECEIVABLES AND PAYABLES

Activity between funds that is 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.”

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. CAPITAL ASSETS

Capital assets are reported in the applicable columns in the government-wide financial statements. Capital assets, such as equipment, are defined by the government as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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 estimated useful life of 5 years.

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

L. COMPENSATED ABSENCES

After one year of employment, noncertified and certified employees who have a 261-day contract can earn up to 20 vacation days per year, prorated based on the number of days worked. Employees with less than full-year contracts do not earn vacation days. Unused vacation time is paid on termination of employment. In accordance with the modified cash basis of accounting, no liability has been recorded.

Employees who have at least a 182-day contract receive two personal days per year. Unused personal days are allowed to accrue as sick leave. Employees earn up to 15 sick days per year, depending on the length of their annual contract, and the unused portion accumulates indefinitely. Employee sick leave is recorded when paid. Upon retirement, unused sick leave may be used as service credits toward the employee's retirement fund. Upon termination, employees do not receive any accumulated sick leave pay.

M. EQUITY CLASSIFICATIONS

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 Fund

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Combining Schedules 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. Truants/Alternative Optional Education, Regional Safe Schools, Early Childhood Block Grant, Not on Tobacco, Stop School Violence YMHFA, Regional Safe School Cooperative Education Program, EANS ESSER, and Community Partnership's fund balances are restricted by grant agreements or contracts. The following funds are restricted by Illinois Statute: Institute and Bus Permit.

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 accounts 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. The following accounts comprise assigned fund balance: Community Foundation and Student Achievement Fund.

Unassigned Fund Balance - Available expendable financial resources in a governmental fund that are not designated for a specific purpose. The following accounts comprise unassigned fund balance: General, Business Office, ADA State Aid, Recycling and Energy, Teachers' Exchange, General State Aid, Baby Talk, School Improvement, ROE/ISC Operations, Start Early - Training and Technical, Homeless Children Youth Program, ESSER III, Social Emotional Learning, GED, and Skills SED.

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 that are attributable to the acquisition, construction, or improvement of those assets.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted Net Position - Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

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.

N. NEW ACCOUNTING PRONOUNCEMENTS

In fiscal year 2024, the Regional Office of Education No. 39 implemented the portion of GASB Statement No. 99, *Omnibus 2022*, related to the financial guarantees and the classification and reporting of derivative instruments, within the scope of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. This statement did not have any effect on the Regional Office of Education No. 39's financial statements.

In addition, the Regional Office of Education No. 39 implemented GASB Statement No. 100, *Accounting Changes and Error Corrections* - an amendment of GASB Statement No. 62. The primary objective of the Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This statement did not have any effect on the Regional Office of Education No. 39's financial statements.

NOTE 2 BUDGETS AND BUDGETARY ACCOUNTING

The Regional Office of Education No. 39 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 ISBE are prepared and submitted to the granting agency as part of the grant awards process. The granting agency must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgetary Comparison Schedules have been presented for the following grants: Truants Alternative/Optional Education, ROE/ISC Operations, Start Early - Training and Technical, Regional Safe Schools, Early Childhood Block Grant, Homeless Children Youth Program, Regional Safe School Cooperative Education Program, ESSER III, EANS ESSER, Social Emotional Learning, and Community Partnership.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 3 USE OF ESTIMATES

The preparation of financial statements in conformity with 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 DEPOSITS AND INVESTMENTS

Deposits

At June 30, 2024, the carrying amount of the Regional Office of Education No. 39's governmental activities and fiduciary fund's deposits were \$2,742,200 and \$752,347, respectively. The bank balances totaled \$3,781,741, 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. 39's name, and were, therefore, not exposed to custodial credit risk.

Investments

At June 30, 2024, the carrying amount of the Regional Office of Education No. 39's deposits in the Illinois Funds for the governmental activities was \$211,098. 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. 39's governmental activities.

At June 30, 2024, the Regional Office of Education No. 39 had an investment in common stock with a fair value of \$199,959. The Regional Office of Education No. 39 categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are quoted prices for similar assets in active or inactive markets, or inputs derived from observable market data; Level 3 are unobservable inputs that reflect management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. The investments held in common stock are valued using level 1 inputs.

Investments are classified as available-for-sale securities and reported at fair value, with unrealized gains and losses included in investment income. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates. The net appreciation in fair value of investments for the year ended June 30, 2024 totaled \$18,403.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 4 DEPOSITS AND INVESTMENTS (Continued)

Credit Risk

At June 30, 2024, the Illinois Funds had earned a Fitch' highest investment grade of AA+ 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 provisions 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 5 RISK MANAGEMENT - CLAIMS AND JUDGMENTS

The Regional Office of Education No. 39 is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers' compensation; and natural disasters. The Regional Office of Education No. 39 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 6 CONTINGENCIES

The Regional Office of Education No. 39 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. 39 believes any adjustments that may arise will be insignificant to the Regional Office of Education No. 39's operations.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	June 30, 2023	Increases	Decreases	June 30, 2024
Governmental activities:				
Capital assets being depreciated:				
Leasehold improvements	\$ 45,000	\$ 109,475	\$ (45,000)	\$ 109,475
Equipment and furniture	799,599	209,108	(484,990)	523,717
Total capital assets	844,599	318,583	(529,990)	633,192
Less accumulated depreciation for:				
Leasehold improvements	(45,000)	(12,466)	45,000	(12,466)
Equipment and furniture	(718,838)	(43,257)	483,576	(278,519)
Total accumulated depreciation	(763,838)	(55,723)	528,576	(290,985)
Total capital assets, net	<u>\$ 80,761</u>	<u>\$ (262,860)</u>	<u>\$ (1,414)</u>	<u>\$ 342,207</u>
Business-type activities:				
Capital assets being depreciated:				
Equipment	\$ 15,438	\$ -	\$ -	\$ 15,438
Less accumulated depreciation for:				
Equipment	(15,438)	-	-	(15,438)
Business-type activities capital assets, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation and amortization expense was charged to functions/programs of the Regional Office of Education No. 39 as follows:

Governmental activities:	
Instructional services	<u>\$ 55,723</u>
Business-type:	
Professional development	<u>\$ -</u>

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 8 RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

Plan description

The Regional Office of Education No. 39 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/fy2023>; 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 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 than 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.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 8 RETIREMENT FUND COMMITMENTS (Continued)

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but 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, 2024, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education No. 39.

On behalf contributions to TRS - The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education No. 39. For the year ended June 30, 2024, State of Illinois contributions recognized by the Regional Office of Education No. 39 were based on the State's proportionate share of the pension expense associated with the Regional Office of Education No. 39, and the Regional Office of Education No. 39 recognized revenue and expenditures of \$649,379 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, 2024, were \$6,234.

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. 39, there is a statutory requirement for the Regional Office of Education No. 39 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.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 8 RETIREMENT FUND COMMITMENTS (Continued)

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, 2024, the Regional Office of Education No. 39 pension contribution was 10.60 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2024, salaries totaling \$171,233 were paid from federal and special trust funds that required employer contributions of \$18,151.

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. 39 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.

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, 2024, the Regional Office of Education No. 39 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent, or for sick leave days granted in excess of the normal annual allotment.

B. Illinois Municipal Retirement Fund

IMRF Plan Description

The Regional Office of Education No. 39's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and their beneficiaries. The Regional Office of Education No. 39'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 document. 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

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 8 RETIREMENT FUND COMMITMENTS (Continued)

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 IMRF 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 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, 2023, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	53
Inactive plan members entitled to but not yet receiving benefits	44
Active plan members	<u>22</u>
Total	<u><u>119</u></u>

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 8 RETIREMENT FUND COMMITMENTS (Continued)

Contributions

As set by statute, the Regional Office of Education No. 39'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. 39's annual contribution rate for calendar year 2023 was 6.30%. For the fiscal year 2024, the Regional Office of Education No. 39 contributed \$76,845 to the plan. The Regional Office of Education No. 39 also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by 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. 39'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. 39 to the plan.

C. Social Security

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

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS

A. Teachers' Health Insurance Security Fund

THIS Plan Description

The Regional Office of Education No. 39 participates in the Teachers' Health Insurance Security (THIS) Fund. The THIS 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 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

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS (Continued)

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 Department of Central Management Services (Department) as of July 1, 2013. The Department administers the plan with the cooperation of the Teachers' Retirement System (TRS).

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 the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires 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. 39. For the year ended June 30, 2024, State of Illinois contributions recognized by the Regional Office of Education No. 39 were based on the State's proportionate share of the collective net OPEB liability associated with the Regional Office of Education No. 39, and recognized revenues and expenditures of \$(161,372) in OPEB contributions from the State of Illinois.

Employer Contributions to the THIS Fund

The Regional Office of Education No. 39 also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2024, and 0.67 percent, 0.67 percent and 0.89 percent during the years ended June 30, 2023, 2022 and 2021, respectively. For the year ended June 30, 2024, the Regional Office of Education No. 39 paid \$7,202 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2023, 2022, and 2021, the Regional Office of Education No. 39 paid \$7,370, \$7,384 and \$8,764 to the THIS Fund, respectively, which was 100 percent of the required contribution.

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS (Continued)

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”.

B. Health Insurance

Plan Description

The Regional Office of Education No. 39 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. The required information is as follows:

Eligibility Provisions

Full- Time Employees - IMRF

Tier I IMRF Full-Time employees:

- Age 55 with at least 8 years of service (reduced pension)
- Age 55 with at least 30 years of service (reduced pension)
- Age 55 with at least 35 years of service (full pension)
- Age 60 with at least 8 years of service (full pension)

Tier II IMRF Full-Time employees:

- Age 62 with at least 10 years of service (reduced pension)
- Age 62 with at least 30 years of service (reduced pension)
- Age 62 with at least 35 years of service (full pension)
- Age 67 with at least 10 years of service (full pension)

Full-Time Employees - TRS

Tier I TRS Full-Time employees

- Age 55 with at least 20 years of service (reduced pension)
- Age 55 with at least 35 years of service (full pension)
- Age 60 with at least 10 years of service (full pension)
- Age 62 with at least 5 years of service (full pension)

Tier II TRS Full-Time employees:

- Age 62 with at least 10 years of service (reduced pension)
- Age 67 with at least 10 years of service (full pension)

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Benefits Provided

The Regional Office of Education No. 39 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education No. 39 retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. The Regional Office of Education No. 39 offers the Blue Cross Blue Shield PPO Plan to full-time IMRF and TRS employees. Retirees pay the full cost of coverage and may continue to be covered under the Regional Office of Education No. 39's plan past Medicare eligibility. Eligible spouse or dependent coverage may continue should the retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The spouse or dependent is responsible for the full cost of the coverage and may continue to be covered under the Regional Office of Education No. 39's plan past Medicare eligibility.

The Regional Office of Education No. 39 provides dental, vision, and life insurance coverage to all eligible employees in accordance with Illinois Compiled Statutes. Retirees may continue dental or vision coverage into retirement. The retiree is responsible for the full premium cost of coverage for the dental and vision plans. Life insurance is not available to retirees.

Covered Employees

As of June 30, 2024, the measurement date, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	-
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>22</u>
Total	<u><u>22</u></u>

Funding Policy and Contributions

There is no funding policy that exists for post-retirement plan at this time as the OPEB are currently unfunded obligation.

NOTE 10 BOND

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education No. 39 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education No. 39 has secured and maintained such a bond with coverage of \$100,000 on the Regional Superintendent.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 11 INTERFUND ACTIVITIES

At June 30, 2024, interfund receivables and payables were as follows:

Fund	Due from Other Funds	Due to Other Funds
General	\$ 385,347	\$ -
Education	-	339,064
Special Revenue	-	28,059
Nonmajor Enterprise	-	18,224
Total	<u>\$ 385,347</u>	<u>\$ 385,347</u>

All of the interfund balances due to the General Fund from the Education Fund and Nonmajor Enterprise Funds consisted of loans between individual funds. The loans were used to cover cash shortages in these individual funds.

At June 30, 2024, interfund transfers in/out to other fund balances were as follows:

Fund	Transfers in	Transfers out
General	\$ 413,832	\$ 570,118
Education	45,609	-
Nonmajor Enterprise	110,677	-
Total	<u>\$ 570,118</u>	<u>\$ 570,118</u>

Transfers made during the fiscal year 2024 were to offset fund deficits with unrestricted funds, and to close funds no longer necessary due to program end.

NOTE 12 ON-BEHALF PAYMENTS

The Regional Office of Education No. 39 received on-behalf payments for employee salaries and benefits from the State of Illinois for the following items:

State of Illinois:

Regional Superintendent - salary	\$ 131,616
Regional Superintendent - benefits	
(includes State paid insurance)	42,437
Assistant Regional Superintendent - salary	56,758
Assistant Regional Superintendent - benefits	
(includes State paid insurance)	823
	<u>\$ 231,634</u>

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 12 ON-BEHALF PAYMENTS (Continued)

Salary and benefit data for the Regional Superintendent and Assistant Regional Superintendent was calculated based on data provided by the ISBE. The Regional Office of Education No. 39 recorded the on-behalf payments as both revenues and expenditures in the General Fund.

The Regional Office of Education No. 39 also recorded \$488,007 in revenues and expenses as on-behalf payments from ISBE for the Regional Office of Education No. 39's share of the State's Teachers' Retirement System (TRS) pension expense and Teacher's Health Insurance Security Fund (THIS) OPEB benefit in the Statement of Activities. In addition, the Regional Office of Education No. 39 has not included any on-behalf payments related to the State's TRS pension expense and THIS OPEB expense for the Regional Superintendent or Assistant Regional Superintendent.

State of Illinois on-behalf payments	\$ 231,634
Regional Office of Education No. 39's share of TRS pension expense	649,379
Regional Office of Education No. 39's share of THIS OPEB benefit	<u>(161,372)</u>
Total	<u><u>\$ 719,641</u></u>

NOTE 13 LEASES

The Regional Office of Education No. 39 is committed through August 2, 2024 under a lease agreement for the building located at 2954 W. Ash Ave. Decatur, Illinois. The lease calls for one-time rental payment of \$3,000.

The Regional Office of Education No. 39 is committed through July 31, 2034 under a lease agreement for two units located at 3343 Rupp Parkway, Decatur, Illinois. The first unit runs from September 1, 2023 through July 31, 2034, which calls for an annual rent for an amount of \$101,019, payable in equal monthly installments of \$8,418. On the other hand, the second unit has an annual rate of \$64,440, payable in equal monthly installments of \$5,370. The second unit will run from August 1, 2024 through July 31, 2034. In addition to paying the monthly rental, taxes and insurances for second unit, the Regional Office of Education No. 39 will pay the additional sum of \$1,500 per month for the first ten years of the rental period, beginning on August 1, 2024. Furthermore, the monthly rental of two units shall increase to two percent from the preceding twelve (12) month period.

The Regional Office of Education No. 39 is committed through June 30, 2025 under a lease agreement for the building located at 3900 N. Neeley Avenue, Decatur, Illinois. The lease calls for monthly rental payments of \$1,200. The lease also called for the Regional Office of Education No. 39 to pay all utilities and liability insurance.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 13 LEASES (Continued)

The Regional Office of Education No. 39 was committed through June 30, 2029 under a lease agreement for the copier located at the Futures/Milligan School. The lease calls for monthly rental payments of \$60.

The Regional Office of Education No. 39 was committed through August 31, 2024 under a lease agreement for the copier located at the administrative office. The lease calls for monthly rental payments of \$396.

The Regional Office of Education No. 39 is committed through August 15, 2028 under a lease agreement for the copier located at the administrative office. The lease calls for monthly rental payments of \$183.

The Regional Office of Education No. 39 is committed through August 15, 2028 under a lease agreement for the copier located at the professional development office. The lease calls for monthly rental payments of \$150.

The counties served by the Regional Office of Education No. 39 are required by statute to provide the Regional Superintendents of Schools with office space. Therefore, Macon and Piatt Counties share a portion of the facility costs associated with the office space and reimburse the Regional Office of Education No. 39 for the rent, building maintenance and utilities expense incurred as a result of the lease for this office space.

Total facility lease expense for the year ended June 30, 2024 was \$115,983, while equipment lease expense was \$7,537. The following is a schedule of future minimum lease payments required under the above leases:

<u>Year Ending June 30</u>	<u>Amount</u>
2025	\$ 190,157
2026	193,093
2027	196,501
2028	199,976
2029	200,916
Thereafter	<u>1,067,139</u>
	<u>\$ 2,047,782</u>

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Financial Statements
June 30, 2024

NOTE 14 DEFICIT FUND BALANCES

The following individual funds had negative fund balances or net position as of June 30, 2024:

Baby Talk	\$ 100,919
ROE/ISC Operations	21,658
Start Early - Training and Technical	167,695
Homeless Children Youth Program	3,043
ESSER III	49,917
Social Emotional Learning	96,751
GED	1,611
Skills SED	26,448
Workshop Reimbursement	18,224
Decatur Community Partnership	7,428

The Regional Office of Education No. 39 intends to reduce these deficits by collecting revenues and additional fees and from transfers from other funds.

NOTE 15 PRIOR PERIOD ADJUSTMENT

During the fiscal year 2024, the Regional Office of Education No. 39 identified a prior period error related to understatement of an investment in the General Fund – Business Office. The investment was previously understated by \$41,176, resulting in a corresponding understatement of fund balance and net position. The correction of this error increased the beginning fund balance of the General Fund and the government-wide net position by \$41,176. A reconciliation of net position and fund balances reported in prior period financial statements and as restated follows:

Governmental Activities Net Position:

Net position, beginning of year	\$ 2,253,353
Adjustment to investment	41,176
Net position, beginning of year as restated	<u>\$ 2,294,529</u>

The effect of the change on governmental funds are as follows:

	General Fund	Total Governmental Funds
Fund balance, beginning	\$ 2,220,253	\$ 2,172,592
Adjustment to investment	41,176	41,176
Fund Balance, beginning of year as restated	<u>\$ 2,261,429</u>	<u>\$ 2,213,768</u>

SUPPLEMENTARY INFORMATION

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 1

	<u>General</u>	<u>Community Foundation</u>	<u>Business Office</u>	<u>Student Achievement Fund</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 37,186	\$ 8,812	\$ 27,632	\$ 6,338
Investments	-	-	199,959	-
Due from other funds	46,284	-	439,982	-
TOTAL ASSETS	<u>83,470</u>	<u>8,812</u>	<u>667,573</u>	<u>6,338</u>
LIABILITIES				
Current liabilities:				
Due to other funds	-	-	-	-
FUND BALANCES (DEFICITS)				
Assigned	-	8,812	-	6,338
Unassigned	83,470	-	667,573	-
TOTAL FUND BALANCES (DEFICITS)	<u>83,470</u>	<u>8,812</u>	<u>667,573</u>	<u>6,338</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 83,470</u>	<u>\$ 8,812</u>	<u>\$ 667,573</u>	<u>\$ 6,338</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 1

	Junior Achievement	Craig Milligan Memorial	ADA State Aid	St. Mary's Hospital School
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ 642,966	\$ -
Investments	-	-	-	-
Due from other funds	-	-	-	-
TOTAL ASSETS	<u>-</u>	<u>-</u>	<u>642,966</u>	<u>-</u>
LIABILITIES				
Current liabilities:				
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)				
Assigned	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>642,966</u>	<u>-</u>
TOTAL FUND BALANCES (DEFICITS)	<u>-</u>	<u>-</u>	<u>642,966</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 642,966</u>	<u>\$ -</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 1

	Student Council	Recycling and Energy	Teachers' Exchange	Alternative Education Intervention
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ 494	\$ 16,468	\$ -
Investments	-	-	-	-
Due from other funds	-	-	-	-
TOTAL ASSETS	<u>-</u>	<u>494</u>	<u>16,468</u>	<u>-</u>
LIABILITIES				
Current liabilities:				
Due to other funds	-	-	-	-
FUND BALANCES (DEFICITS)				
Assigned	-	-	-	-
Unassigned	-	494	16,468	-
TOTAL FUND BALANCES (DEFICITS)	<u>-</u>	<u>494</u>	<u>16,468</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ -</u>	<u>\$ 494</u>	<u>\$ 16,468</u>	<u>\$ -</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 1

	General State Aid	Baby Talk	Futures Foundation	Spelling Bee
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 1,334,588	\$ -	\$ -	\$ -
Investments	-	-	-	-
Due from other funds	-	-	-	-
TOTAL ASSETS	<u>1,334,588</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES				
Current liabilities:				
Due to other funds	-	100,919	-	-
FUND BALANCES (DEFICITS)				
Assigned	-	-	-	-
Unassigned	1,334,588	(100,919)	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>1,334,588</u>	<u>(100,919)</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 1,334,588</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 1

	School Improvement	Community Foundation - Homeless	Eliminations	Total
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 18	\$ -	\$ -	\$ 2,074,502
Investments	-	-	-	199,959
Due from other funds	-	-	(100,919)	385,347
TOTAL ASSETS	<u>18</u>	<u>-</u>	<u>(100,919)</u>	<u>2,659,808</u>
LIABILITIES				
Current liabilities:				
Due to other funds	-	-	(100,919)	-
FUND BALANCES (DEFICITS)				
Assigned	-	-	-	15,150
Unassigned	18	-	-	2,644,658
TOTAL FUND BALANCES (DEFICITS)	<u>18</u>	<u>-</u>	<u>-</u>	<u>2,659,808</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 18</u>	<u>\$ -</u>	<u>\$ (100,919)</u>	<u>\$ 2,659,808</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 2

	General	Community Foundation	Business Office	Student Achievement Fund
REVENUES:				
Local sources	\$ -	\$ 11,838	\$ 390,692	\$ 126
State sources	-	-	-	-
On-behalf payments	231,634	-	-	-
Interest	53,022	-	69,228	-
Total revenues	<u>284,656</u>	<u>11,838</u>	<u>459,920</u>	<u>126</u>
EXPENDITURES:				
Instructional services:				
Salaries and benefits	-	-	187,789	-
Purchased services	-	7,057	137,594	-
Supplies and materials	-	701	40,515	-
Other objects	-	-	-	-
Administrative:				
On-behalf payments	231,634	-	-	-
Capital outlay	-	20,000	30,232	-
Total expenditures	<u>231,634</u>	<u>27,758</u>	<u>396,130</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>53,022</u>	<u>(15,920)</u>	<u>63,790</u>	<u>126</u>
OTHER FINANCING USES:				
Transfers in	-	24,732	-	3,602
Transfers out	-	(20,000)	(164,825)	-
Total other financing sources (uses)	<u>-</u>	<u>4,732</u>	<u>(164,825)</u>	<u>3,602</u>
NET CHANGE IN FUND BALANCES	53,022	(11,188)	(101,035)	3,728
FUND BALANCES (DEFICITS), BEGINNING OF YEAR, AS RESTATED, (SEE NOTE 15)	<u>30,448</u>	<u>20,000</u>	<u>768,608</u>	<u>2,610</u>
FUND BALANCES (DEFICITS), END OF YEAR	<u>\$ 83,470</u>	<u>\$ 8,812</u>	<u>\$ 667,573</u>	<u>\$ 6,338</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 2

	Junior Achievement	Craig Milligan Memorial	ADA State Aid	St. Mary's Hospital School
REVENUES:				
Local sources	\$ -	\$ -	\$ 650	\$ -
State sources	-	-	1,072,591	-
On-behalf payments	-	-	-	-
Interest	-	-	-	-
Total revenues	-	-	1,073,241	-
EXPENDITURES:				
Instructional services:				
Salaries and benefits	-	-	946,648	-
Purchased services	-	3,028	87,447	-
Supplies and materials	-	-	58,236	-
Other objects	-	-	134,597	-
Administrative:				
On-behalf payments	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	3,028	1,226,928	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(3,028)	(153,687)	-
OTHER FINANCING USES:				
Transfers in	-	-	-	-
Transfers out	(3,483)	-	-	(170,043)
Total other financing sources (uses)	(3,483)	-	-	(170,043)
NET CHANGE IN FUND BALANCE	(3,483)	(3,028)	(153,687)	(170,043)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR, AS RESTATED, (SEE NOTE 15)	3,483	3,028	796,653	170,043
FUND BALANCE (DEFICIT), END OF YEAR	\$ -	\$ -	\$ 642,966	\$ -

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 2

	Student Council	Recycling and Energy	Teachers' Exchange	Alternative Education Intervention
REVENUES:				
Local sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
On-behalf payments	-	-	-	-
Interest	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES:				
Instructional services:				
Salaries and benefits	-	-	-	-
Purchased services	-	-	-	-
Supplies and materials	-	-	-	-
Other objects	-	-	-	-
Administrative:				
On-behalf payments	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
OTHER FINANCING USES:				
Transfers in	-	-	-	-
Transfers out	(119)	-	-	(1,157)
Total other financing sources (uses)	(119)	-	-	(1,157)
NET CHANGE IN FUND BALANCES	(119)	-	-	(1,157)
FUND BALANCES (DEFICITS), BEGINNING OF YEAR, AS RESTATED, (SEE NOTE 15)	119	494	16,468	1,157
FUND BALANCES (DEFICITS), END OF YEAR	\$ -	\$ 494	\$ 16,468	\$ -

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 2

	General State Aid	Baby Talk	Futures Foundation	Spelling Bee
REVENUES:				
Local sources	\$ 307,820	\$ 321,660	\$ -	\$ -
State sources	478,670	-	-	-
On-behalf payments	-	-	-	-
Interest	-	-	-	-
Total revenues	<u>786,490</u>	<u>321,660</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Instructional services:				
Salaries and benefits	196,483	200,323	-	-
Purchased services	46,384	696	-	-
Supplies and materials	13,043	-	-	-
Other objects	30,978	9,881	-	-
Administrative:				
On-behalf payments	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>286,888</u>	<u>210,900</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>499,602</u>	<u>110,760</u>	<u>-</u>	<u>-</u>
OTHER FINANCING USES:				
Transfers in	170,043	-	-	8,539
Transfers out	-	-	(1,075)	-
Total other financing sources (uses)	<u>170,043</u>	<u>-</u>	<u>(1,075)</u>	<u>8,539</u>
NET CHANGE IN FUND BALANCES	669,645	110,760	(1,075)	8,539
FUND BALANCES (DEFICITS), BEGINNING OF YEAR, AS RESTATED, (SEE NOTE 15)	<u>664,943</u>	<u>(211,679)</u>	<u>1,075</u>	<u>(8,539)</u>
FUND BALANCES (DEFICITS), END OF YEAR	<u>\$ 1,334,588</u>	<u>\$ (100,919)</u>	<u>\$ -</u>	<u>\$ -</u>

Macon and Piatt Counties Regional Office of Education No. 39
General Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 2

	School Improvement	Community Foundation - Homeless	Elimination	Total
REVENUES:				
Local sources	\$ -	\$ -	\$ -	\$ 1,032,786
State sources	-	-	-	1,551,261
On-behalf payments	-	-	-	231,634
Interest	-	-	-	122,250
Total revenues	-	-	-	2,937,931
EXPENDITURES:				
Instructional services:				
Salaries and benefits	-	-	-	1,531,243
Purchased services	-	-	-	282,206
Supplies and materials	-	-	-	112,495
Other objects	-	-	-	175,456
Administrative:				
On-behalf payments	-	-	-	231,634
Capital outlay	-	-	-	50,232
Total expenditures	-	-	-	2,383,266
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	554,665
OTHER FINANCING USES:				
Transfers in	-	-	206,916	413,832
Transfers out	-	(2,500)	(206,916)	(570,118)
Total other financing sources (uses)	-	(2,500)	-	(156,286)
NET CHANGE IN FUND BALANCES	-	(2,500)	-	398,379
FUND BALANCES (DEFICITS), BEGINNING OF YEAR, AS RESTATED, (SEE NOTE 15)	18	2,500	-	2,261,429
FUND BALANCES (DEFICITS), END OF YEAR	<u>\$ 18</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,659,808</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 3

	Truants Alternative/ Optional Education	ROE/ISC Operations	Start Early - Training and Technical	Regional Safe Schools
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 7,462	\$ -	\$ -	\$ 7,143
LIABILITIES				
Current liabilities:				
Due to other funds	-	21,658	167,695	-
FUND BALANCES (DEFICITS)				
Restricted	7,462	-	-	7,143
Unassigned	-	(21,658)	(167,695)	-
TOTAL FUND BALANCES (DEFICITS)	7,462	(21,658)	(167,695)	7,143
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	\$ 7,462	\$ -	\$ -	\$ 7,143

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 3

	Early Childhood Block Grant	Not on Tobacco	Stop School Violence YMHFA	Homeless Children Youth Program
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 531,781	\$ 394	\$ 1,998	\$ -
LIABILITIES				
Current liabilities:				
Due to other funds	-	-	-	3,043
FUND BALANCES (DEFICITS)				
Restricted	531,781	394	1,998	-
Unassigned	-	-	-	(3,043)
TOTAL FUND BALANCES (DEFICITS)	531,781	394	1,998	(3,043)
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	\$ 531,781	\$ 394	\$ 1,998	\$ -

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 3

	Regional Safe School Cooperative Education Program	ESSER III	EANS ESSER	Social Emotional Learning
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 276	\$ -	\$ 51	\$ -
LIABILITIES				
Current liabilities:				
Due to other funds	-	49,917	-	96,751
FUND BALANCES (DEFICITS)				
Restricted	276	-	51	-
Unassigned	-	(49,917)	-	(96,751)
TOTAL FUND BALANCES (DEFICITS)	276	(49,917)	51	(96,751)
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	\$ 276	\$ -	\$ 51	\$ -

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund
Combining Schedule of Accounts - Modified Cash Basis
June 30, 2024
Schedule 3

	<u>Community Partnership</u>	<u>Total</u>
ASSETS		
Current assets:		
Cash and cash equivalents	<u>\$ 20,820</u>	<u>\$ 569,925</u>
LIABILITIES		
Current liabilities:		
Due to other funds	<u>-</u>	<u>339,064</u>
FUND BALANCES (DEFICITS)		
Restricted	20,820	569,925
Unassigned	<u>-</u>	<u>(339,064)</u>
TOTAL FUND BALANCES (DEFICITS)	<u>20,820</u>	<u>230,861</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 20,820</u>	<u>\$ 569,925</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 4

	Truants Alternative/ Optional Education	ROE/ISC Operations	Start Early - Training and Technical	Regional Safe Schools
REVENUES:				
State sources	\$ 330,488	\$ 297,338	\$ 363,692	\$ 201,644
Federal sources	-	-	-	-
Total revenues	<u>330,488</u>	<u>297,338</u>	<u>363,692</u>	<u>201,644</u>
EXPENDITURES:				
Instructional services:				
Salaries and benefits	296,731	102,413	21,261	164,370
Purchased services	850	130,147	332,169	461
Supplies and materials	-	26,039	-	1,185
Other objects	25,446	13,540	7,852	28,492
Intergovernmental:				
Payments to other governments	-	-	-	-
Capital outlay	-	83,132	-	-
Total expenditures	<u>323,027</u>	<u>355,271</u>	<u>361,282</u>	<u>194,508</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,461	(57,933)	2,410	7,136
OTHER FINANCING SOURCES:				
Transfer in	-	-	45,313	-
NET CHANGE IN FUND BALANCES	7,461	(57,933)	47,723	7,136
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	<u>1</u>	<u>36,275</u>	<u>(215,418)</u>	<u>7</u>
FUND BALANCES (DEFICITS), END OF YEAR	<u>\$ 7,462</u>	<u>\$ (21,658)</u>	<u>\$ (167,695)</u>	<u>\$ 7,143</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 4

	Early Childhood Block Grant	Not on Tobacco	Stop School Violence YMHEA	Homeless Children Youth Program
REVENUES:				
State sources	\$ 1,695,800	\$ -	\$ -	\$ -
Federal sources	-	-	2,567	26,995
Total revenues	<u>1,695,800</u>	<u>-</u>	<u>2,567</u>	<u>26,995</u>
EXPENDITURES:				
Instructional services:				
Salaries and benefits	101,877	-	-	15,709
Purchased services	1,358,403	-	280	6,646
Supplies and materials	1,454	-	289	1,468
Other objects	-	-	-	-
Intergovernmental:				
Payments to other governments	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>1,461,734</u>	<u>-</u>	<u>569</u>	<u>23,823</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	234,066	-	1,998	3,172
OTHER FINANCING SOURCES:				
Transfer in	<u>296</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	234,362	-	1,998	3,172
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	<u>297,419</u>	<u>394</u>	<u>-</u>	<u>(6,215)</u>
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 531,781</u>	<u>\$ 394</u>	<u>\$ 1,998</u>	<u>\$ (3,043)</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 4

	Regional Safe School Cooperative Education Program	ESSER III	EANS ESSER	Social Emotional Learning
REVENUES:				
State sources	\$ 44,162	\$ -	\$ -	\$ -
Federal sources	-	16,931	235,988	725,807
Total revenues	<u>44,162</u>	<u>16,931</u>	<u>235,988</u>	<u>725,807</u>
EXPENDITURES:				
Instructional services:				
Salaries and benefits	41,456	-	-	244,464
Purchased services	1,374	27,753	-	189,587
Supplies and materials	-	5,643	21,773	5,901
Other objects	1,056	5,955	-	59,734
Intergovernmental:				
Payments to other governments	-	-	-	152,651
Capital outlay	<u>-</u>	<u>27,497</u>	<u>51,238</u>	<u>43,702</u>
Total expenditures	<u>43,886</u>	<u>66,848</u>	<u>73,011</u>	<u>696,039</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	276	(49,917)	162,977	29,768
OTHER FINANCING SOURCES:				
Transfer in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	276	(49,917)	162,977	29,768
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>(162,926)</u>	<u>(126,519)</u>
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 276</u>	<u>\$ (49,917)</u>	<u>\$ 51</u>	<u>\$ (96,751)</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 4

	Community Partnership	Total
REVENUES:		
State sources	\$ -	2,933,124
Federal sources	162,719	1,171,007
Total revenues	<u>162,719</u>	<u>4,104,131</u>
EXPENDITURES:		
Instructional services:		
Salaries and benefits	-	988,281
Purchased services	44,370	2,092,040
Supplies and materials	1,288	65,040
Other objects	7,016	149,091
Intergovernmental:		
Payments to other governments	-	152,651
Capital outlay	<u>89,225</u>	<u>294,794</u>
Total expenditures	<u>141,899</u>	<u>3,741,897</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	20,820	362,234
OTHER FINANCING SOURCES:		
Transfer in	<u>-</u>	<u>45,609</u>
NET CHANGE IN FUND BALANCE	20,820	407,843
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	<u>-</u>	<u>(176,982)</u>
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 20,820</u>	<u>\$ 230,861</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Truants Alternative/Optional Education - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 330,488	\$ 330,488	\$ 330,488
EXPENDITURES:			
Instructional services:			
Salaries and benefits	311,134	294,992	296,731
Purchased services	19,354	2,830	850
Supplies and materials	-	7,000	-
Other objects	-	25,666	25,446
Total expenditures	330,488	330,488	323,027
NET CHANGE IN FUND BALANCE	\$ -	\$ -	7,461
FUND BALANCE, BEGINNING OF YEAR			1
FUND BALANCE, END OF YEAR			\$ 7,462

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
ROE/ISC Operations - FY2023
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 334,655	\$ 334,655	\$ 10,646
EXPENDITURES:			
Instructional services:			
Salaries and benefits	250,575	172,269	-
Purchased services	75,950	108,837	33,180
Supplies and materials	3,630	1,649	110
Other objects	-	44,900	11,040
Capital outlay	4,500	7,000	2,550
Total expenditures	334,655	334,655	46,880
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(36,234)
FUND BALANCE, BEGINNING OF YEAR			36,275
FUND BALANCE, END OF YEAR			\$ 41

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
ROE/ISC Operations - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 334,481	\$ 334,481	\$ 286,692
EXPENDITURES:			
Instructional services:			
Salaries and benefits	196,048	102,921	102,413
Purchased services	95,383	107,920	96,967
Supplies and materials	7,050	33,340	25,929
Other objects	-	2,500	2,500
Capital outlay	36,000	87,800	80,582
Total expenditures	334,481	334,481	308,391
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(21,699)
FUND BALANCE, BEGINNING OF YEAR			-
FUND BALANCE (DEFICIT), END OF YEAR			\$ (21,699)

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Start Early -Training and Technical - FY2023
For the Year Ended June 30, 2024
Schedule 5

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
REVENUES:			
State sources	<u>\$ 437,500</u>	<u>\$ 437,500</u>	<u>\$ 252,110</u>
EXPENDITURES:			
Instructional services:			
Salaries and benefits	169,417	169,417	-
Purchased services	243,341	243,341	82,005
Other objects	<u>24,742</u>	<u>24,742</u>	<u>-</u>
Total expenditures	<u>437,500</u>	<u>437,500</u>	<u>82,005</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	170,105
OTHER FINANCING SOURCES:			
Transfer in	<u>-</u>	<u>-</u>	<u>45,313</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>\$ 215,418</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(215,418)</u>
FUND BALANCE, END OF YEAR			<u><u>\$ -</u></u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Start Early -Training and Technical - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 475,000	\$ 475,000	\$ 111,582
EXPENDITURES:			
Instructional services:			
Salaries and benefits	47,720	24,261	21,261
Purchased services	410,010	437,986	250,164
Supplies and materials	-	-	-
Other objects	17,270	12,753	7,852
Total expenditures	475,000	475,000	279,277
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(167,695)
FUND BALANCE, BEGINNING OF YEAR			-
FUND BALANCE (DEFICIT), END OF YEAR			\$ (167,695)

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Regional Safe Schools - FY2024
For the Year Ended June 30, 2024
Schedule 5

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
REVENUES:			
State revenues	\$ 76,762	\$ 201,644	\$ 201,644
EXPENDITURES:			
Instructional services:			
Salaries and benefits	68,012	162,979	164,370
Purchased services	735	1,725	461
Supplies and materials	8,015	7,491	1,185
Other objects	-	29,449	28,492
Total expenditures	<u>76,762</u>	<u>201,644</u>	<u>194,508</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	7,136
FUND BALANCE, BEGINNING OF YEAR			<u>7</u>
FUND BALANCE, END OF YEAR			<u>\$ 7,143</u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Early Childhood Block Grant - FY2023
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 1,770,886	\$ 1,770,886	\$ (92,795)
EXPENDITURES:			
Instructional services:			
Salaries and benefits	149,724	153,474	-
Purchased services	1,616,662	1,567,141	204,920
Supplies and materials	4,500	4,500	-
Other objects	-	45,771	-
Total expenditures	1,770,886	1,770,886	204,920
DEFICIENCY OF REVENUES OVER EXPENDITURES	-	-	(297,715)
OTHER FINANCING SOURCES:			
Transfer in	-	-	296
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(297,419)
FUND BALANCE, BEGINNING OF YEAR,			297,419
FUND BALANCE, END OF YEAR			\$ -

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Early Childhood Block Grant - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 1,770,886	\$ 1,788,595	\$ 1,788,595
EXPENDITURES:			
Instructional services:			
Salaries and benefits	112,396	112,396	101,877
Purchased services	1,656,290	1,673,999	1,153,483
Supplies and materials	2,200	2,200	1,454
Total expenditures	1,770,886	1,788,595	1,256,814
NET CHANGE IN FUND BALANCE	\$ -	\$ -	531,781
FUND BALANCE, BEGINNING OF YEAR,			-
FUND BALANCE, END OF YEAR			\$ 531,781

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Homeless Children Youth Program - FY2023
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 16,775	\$ 20,775	\$ 6,371
EXPENDITURES:			
Instructional services:			
Salaries and benefits	11,743	11,950	-
Purchased services	3,500	7,680	69
Supplies and materials	1,532	1,145	-
Total expenditures	16,775	20,775	69
NET CHANGE IN FUND BALANCE	\$ -	\$ -	6,302
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			(6,215)
FUND BALANCE, END OF YEAR			\$ 87

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Homeless Children Youth Program - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 23,889	\$ 23,889	\$ 20,624
EXPENDITURES:			
Instructional services:			
Salaries and benefits	15,804	15,804	15,709
Purchased services	6,184	6,184	6,577
Supplies and materials	1,901	1,901	1,468
Total expenditures	23,889	23,889	23,754
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(3,130)
FUND BALANCE, BEGINNING OF YEAR			<u>-</u>
FUND BALANCE (DEFICIT), END OF YEAR			<u><u>\$ (3,130)</u></u>

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Regional Safe School Cooperative Education Program - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
State sources	\$ 39,230	\$ 39,230	\$ 44,162
EXPENDITURES:			
Instructional services:			
Salaries and benefits	41,179	41,179	41,456
Purchased services	126	1,428	1,374
Supplies and materials	2,857	500	-
Other objects	-	1,055	1,056
Total expenditures	-	44,162	43,886
NET CHANGE IN FUND BALANCE	\$ 39,230	\$ (4,932)	276
FUND BALANCE, BEGINNING OF YEAR			-
FUND BALANCE, END OF YEAR			\$ 276

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
ESSER III - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 90,747	\$ 90,747	\$ 16,931
EXPENDITURES:			
Instructional services:			
Purchased services	37,391	47,410	27,753
Supplies and materials	53,356	9,303	5,643
Other objects	-	6,536	5,955
Capital outlay	-	27,498	27,497
Total expenditures	90,747	90,747	66,848
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(49,917)
FUND BALANCE, BEGINNING OF YEAR			-
FUND BALANCE (DEFICIT), END OF YEAR			\$ (49,917)

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
EANS ESSER - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 272,355	\$ 272,355	\$ 235,988
EXPENDITURES:			
Instructional services:			
Purchased services	2,497	2,497	-
Supplies and materials	-	-	21,773
Intergovernmental:			
Payments to other governments	269,858	269,858	-
Capital outlay	-	-	51,238
Total expenditures	272,355	272,355	73,011
NET CHANGE IN FUND BALANCE	\$ -	\$ -	162,977
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			(162,926)
FUND BALANCE, END OF YEAR			\$ 51

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Social Emotional Learning - FY2022
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 857,143	\$ 1,714,286	\$ 175,350
EXPENDITURES:			
Instructional services:			
Salaries and benefits	260,188	371,187	-
Purchased services	594,955	554,281	13,019
Supplies and materials	1,000	121,818	1,500
Intergovernmental:			
Payments to other governments	-	625,000	34,312
Capital outlay	1,000	42,000	-
Total expenditures	857,143	1,714,286	48,831
NET CHANGE IN FUND BALANCE	\$ -	\$ -	126,519
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			(126,519)
FUND BALANCE (DEFICIT), END OF YEAR			\$ -

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Social Emotional Learning - FY2023
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 857,143	\$ 857,143	\$ 302,559
EXPENDITURES:			
Instructional services:			
Salaries and benefits	223,637	234,800	180,761
Purchased services	491,472	191,000	97,117
Supplies and materials	40,000	4,510	4,401
Other objects	77,034	68,333	44,851
Intergovernmental:			
Payments to other governments	-	317,000	118,339
Capital outlay	25,000	41,500	43,702
Total expenditures	857,143	857,143	489,171
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(186,612)
FUND BALANCE, BEGINNING OF YEAR,			-
FUND BALANCE (DEFICIT), END OF YEAR			\$ (186,612)

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Social Emotional Learning - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 385,349	\$ 385,349	\$ 247,898
EXPENDITURES:			
Instructional services:			
Salaries and benefits	66,365	66,365	63,703
Purchased services	261,012	261,012	79,451
Supplies and materials	57,972	57,972	-
Other objects	-	-	14,883
Total expenditures	385,349	385,349	158,037
NET CHANGE IN FUND BALANCE	\$ -	\$ -	89,861
FUND BALANCE, BEGINNING OF YEAR,			-
FUND BALANCE, END OF YEAR			\$ 89,861

Macon and Piatt Counties Regional Office of Education No. 39
Education Fund Accounts
Budgetary Comparison Schedule - Modified Cash Basis
Community Partnership - FY2024
For the Year Ended June 30, 2024
Schedule 5

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES:			
Federal sources	\$ 311,471	\$ 311,471	\$ 162,719
Total revenues	<u>311,471</u>	<u>311,471</u>	<u>162,719</u>
EXPENDITURES:			
Instructional services:			
Purchased services	113,114	111,000	44,370
Supplies and materials	-	43,407	1,288
Other objects	17,468	21,975	7,016
Intergovernmental:			
Payments to other governments	2,889	2,889	-
Capital outlay	<u>178,000</u>	<u>132,200</u>	<u>89,225</u>
Total expenditures	<u>311,471</u>	<u>311,471</u>	<u>141,899</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	20,820
FUND BALANCE, BEGINNING OF YEAR,			<u>-</u>
FUND BALANCE, END OF YEAR			<u><u>\$ 20,820</u></u>

Macon and Piatt Counties Regional Office of Education No. 39
Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2024
Schedule 6

	Institute	GED	Bus Permit	Skills SED	Total
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 92,301	\$ -	\$ 5,472	\$ -	\$ 97,773
LIABILITIES					
Current liabilities:					
Due to other funds	-	1,611	-	26,448	28,059
FUND BALANCES (DEFICITS)					
Restricted	92,301	-	5,472	-	97,773
Unassigned	-	(1,611)	-	(26,448)	(28,059)
Total fund balances	92,301	(1,611)	5,472	(26,448)	69,714
TOTAL LIABILITIES AND FUND BALANCES	\$ 92,301	\$ -	\$ 5,472	\$ -	\$ 97,773

Macon and Piatt Counties Regional Office of Education No. 39
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 7

	Institute	GED	Bus Permit	Skills SED	Total
REVENUES:					
Local sources	\$ 31,730	\$ 4,276	\$ 4,339	\$ 29,892	\$ 70,237
State sources	-	-	3,508	-	3,508
Total revenues	<u>31,730</u>	<u>4,276</u>	<u>7,847</u>	<u>29,892</u>	<u>73,745</u>
EXPENDITURES:					
Instructional services:					
Salaries and benefits	28,795	-	8,920	30,690	68,405
Purchased services	8,522	7,688	17	12,621	28,848
Supplies and materials	1,423	-	-	6,682	8,105
Other objects	-	-	-	3,200	3,200
Capital outlay	24,794	-	-	-	24,794
Total expenditures	<u>63,534</u>	<u>7,688</u>	<u>8,937</u>	<u>53,193</u>	<u>133,352</u>
NET CHANGE IN FUND BALANCES	(31,804)	(3,412)	(1,090)	(23,301)	(59,607)
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	<u>124,105</u>	<u>1,801</u>	<u>6,562</u>	<u>(3,147)</u>	<u>129,321</u>
FUND BALANCES (DEFICITS), END OF YEAR	<u>\$ 92,301</u>	<u>\$ (1,611)</u>	<u>\$ 5,472</u>	<u>\$ (26,448)</u>	<u>\$ 69,714</u>

Macon and Piatt Counties Regional Office of Education No. 39
Custodial Funds
Combining Statement of Fiduciary Net Position - Modified Cash Basis
June 30, 2024
Schedule 8

	Heartland Region Fund	Regional Board of Trustees	School Occupation Facility Tax	Decatur Community Partnership	Total
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 750,997	\$ 1,350	\$ -	\$ -	\$ 752,347
LIABILITIES					
Due to other governments	-	-	-	7,428	7,428
NET POSITION					
Restricted for other individuals and governments	\$ 750,997	\$ 1,350	\$ -	\$ (7,428)	\$ 744,919

Macon and Piatt Counties Regional Office of Education No. 39
Custodial Funds
Combining Statement of Changes in Fiduciary Net Position - Modified Cash Basis
For the Year Ended June 30, 2024
Schedule 9

	Heartland Region Fund	Regional Board of Trustees	School Occupation Facility Tax	Decatur Community Partnership	Total
ADDITIONS:					
Sales tax collections					
for other governments	\$ -	\$ -	\$ 14,138,930	\$ -	\$ 14,138,930
Other revenue	-	-	-	25	25
Education collections					
for local governments	1,953,200	-	-	208,689	2,161,889
Total additions	1,953,200	-	14,138,930	208,714	16,300,844
DEDUCTIONS:					
Payments of sales tax					
to other governments	-	-	14,138,930	-	14,138,930
Administrative expense	45,000	-	-	-	45,000
Education distributions					
to local governments	1,914,172	-	-	223,700	2,137,872
Total deductions	1,959,172	-	14,138,930	223,700	16,321,802
NET DECREASE IN FIDUCIARY NET POSITION	(5,972)	-	-	(14,986)	(20,958)
NET POSITION, BEGINNING OF YEAR	756,969	1,350	-	7,558	765,877
NET POSITION, END OF YEAR	\$ 750,997	\$ 1,350	\$ -	\$ (7,428)	\$ 744,919

FEDERAL COMPLIANCE SECTION

Macon and Piatt Counties Regional Office of Education No. 39
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

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>				
EDUCATIONAL STABILIZATION FUND				
Passed through Illinois State Board of Education:				
COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response	(M) 84.425	22-4998-SE	\$ 34,312	\$ 48,831
COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response	(M) 84.425	23-4998-S3	118,339	489,171
COVID-19 - American Rescue Plan (ARP) - Social Emotional Learning and Trauma Response	(M) 84.425	24-4998-SE	-	158,037
COVID-19 - American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER) - Community Partnership Grant	(M) 84.425	23-4998-C3	-	141,899
COVID-19 - ARP - LEA American Rescue Plan (ESSER III)	(M) 84.425U	24-4998-E3	-	66,848
Passed through West 40 - Intermediate Service Center:				
COVID-19 - Coronavirus Response and Relief Supplemental Appropriation Act, 2021 - Emergency Assistance to Non-Public Schools	(M) 84.425R	22-4998-E2	-	73,011
Total Educational Stabilization Fund			152,651	977,797
Passed through Regional Office of Education No. 11:				
Mckinney Education for Homeless Children	84.196A	23-4920-RF	-	69
Mckinney Education for Homeless Children	84.196A	24-4920-00	-	23,754
			-	23,823
TOTAL U.S. DEPARTMENT OF EDUCATION			\$ 152,651	\$ 1,001,620
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Passed through West 40 - Intermediate Service Center:				
STOP School Violence	16.839	2018-YS-BX-0084	\$ -	\$ 569
TOTAL U.S. DEPARTMENT OF JUSTICE			\$ -	\$ 569
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 152,651	\$ 1,002,189

(M) Program was audited as a major program.

Macon and Piatt Counties Regional Office of Education No. 39
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

NOTE 1 REPORTING ENTITY BASIS OF PRESENTATION AND ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Regional Office of Education No. 39 under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the 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). Because the schedule presents only a selected portion of the operations of the Regional Office of Education No. 39, 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. 39.

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. Regional Office of Education No. 39 has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3 LOANS/LOAN GUARANTEES/INTEREST SUBSIDIES

This is not applicable as the Regional Office of Education No. 39 did not have any loans/loan guarantees/interest subsidies outstanding at fiscal year-end.

NOTE 4 DONATED PERSONAL PROTECTIVE EQUIPMENT

During the period, the Regional Office of Education No. 39 did not receive any donation of personal protective equipment.