

**State of Illinois
REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
FINANCIAL AUDIT
For the Year Ended June 30, 2009**

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

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**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

OFFICIALS

Regional Superintendent
(Current and during the Audit Period)

Mr. Marc L. Kiehna

Assistant Regional Superintendent
(Current and during the Audit Period)

Mr. Kelton J.V. Davis

Offices are located at:

107 East Mill Street
Waterloo, Illinois 62298

Randolph County Courthouse
#1 Taylor Street
Chester, Illinois 62233

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

FINANCIAL REPORT SUMMARY

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

AUDITORS' REPORTS

The auditors' reports 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	0	0
Repeated audit findings	0	0
Prior recommendations implemented or not repeated	0	0

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

SUMMARY OF FINDINGS AND QUESTIONED COSTS

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

None

FINDINGS AND QUESTIONED COSTS (FEDERAL COMPLIANCE)

None

PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

None

PRIOR FINDINGS NOT REPEATED (FEDERAL COMPLIANCE)

None

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

EXIT CONFERENCE

An informal exit conference was held with Agency personnel on August 21, 2009 to review the auditor's report. Attending were Marc Kiehna, Regional Superintendent, Kelton Davis, Assistant Regional Superintendent, Linda Schmidt, Comptroller, and Clatus Bierman, CPA, Partner, Kemper CPA Group, LLP.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

FINANCIAL STATEMENT REPORT SUMMARY

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

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



INDEPENDENT AUDITOR'S REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Regional Office of Education #45, as of and for the year ended June 30, 2009, which collectively comprise the Regional Office of Education #45's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Regional Office of Education #45's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

The fiscal year ended June 30, 1996 audit report has not been finalized. In addition, the predecessor auditor's working papers for the year have not been available for review. Therefore, we are unable to satisfy ourselves regarding beginning balances reported in the prior year's financial statements and we are unsure of the status of finalizing the fiscal year ending June 30, 1996 audited financial statements including any unrecorded liabilities as described in Note 9.

In our opinion, except for the effects of such adjustments, if any, as might have been necessary had the working papers been reviewed and a final audit report issued for the fiscal year ended June 30, 1996, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Regional Office of Education #45, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 21, 2010 on our consideration of the Regional Office of Education #45's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and Illinois Municipal Retirement Fund Schedule of Funding Progress on pages 13a-13h and 45 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Regional Office of Education #45's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Other Entities are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Other Entities have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Marion, Illinois
April 21, 2010



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

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Regional Office of Education #45, as of and for the year ended June 30, 2009, which collectively comprise the Regional Office of Education #45's basic financial statements and have issued our report thereon dated April 21, 2010. Our opinion was qualified because the fiscal year ended June 30, 1996 audit report has not been finalized. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Regional Office of Education #45's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Regional Office of Education #45's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Regional Office of Education #45's internal control over financial reporting.

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Regional Office of Education #45's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters which we have reported to management of the Regional Office of Education #45 in a separate letter dated April 21, 2010

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

Kemper CPA Group LLP

KEMPER CPA GROUP LLP

Certified Public Accountants and Consultants

Marion, Illinois

April 21, 2010

SCHEDULE OF FINDINGS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS
For the Year Ended June 30, 2009**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:

Qualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No

- Significant deficiency(ies) identified that are not considered to be material weakness(es) Yes None Reported

- Noncompliance material to financial statements noted? Yes No

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS
For the Year Ended June 30, 2009**

SECTION II - FINANCIAL STATEMENT FINDINGS

None

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2009**

CORRECTIVE ACTION PLAN

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2009**

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
N/A		

MANAGEMENT'S DISCUSSION AND ANALYSIS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis

As management of Monroe Randolph Regional Office of Education #45 (ROE #45), we offer readers of our financial statements this narrative overview and analysis of the financial activities of the ROE #45 for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with ROE #45's financial statements, which follow this section.

2009 Financial Highlights

- The assets of Regional Office of Education #45 exceeded its liabilities by \$781,582 (net assets). Of this amount, \$35,383 is restricted for teacher professional development. \$33,383 accounts for the capital assets with no related debt.
- The Regional Office of Education #45's total net assets decreased by \$10,683. This change was attributable to a decrease in cash of \$138,318 and an increase of amount due from governmental activities of \$53,058. Deferred revenue for grants ending after June 30, 2009 reflected a \$69,852 decrease from the previous year.
- The capital assets (net) of Regional Office of Education #45 decreased by \$12,250. The net change in accumulated depreciation was \$12,250 affecting the net decrease in capital assets. See note #7 for further details.

Overview of the Financial Statements

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Continued)

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

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

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

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

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

The government-wide financial statements can be found on pages 14-15 of this report.

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Continued)

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

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

The basic governmental fund financial statements can be found on pages 16 and 18 of this report.

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

The proprietary funds required financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets and a Statement of Cash Flows. The basic proprietary fund financial statements can be found on pages 20-22 of this report.

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

The basic fiduciary fund statement can be found on page 23 of this report.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Concluded)

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24-44 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning ROE #45. Overall budgeting is not a legal requirement for ROE #45. Accordingly, formal budgets are not adopted; and therefore, budgetary comparison schedules are not included in the required supplementary information (RSI). However, ROE #45 is the recipient of monies from the Illinois State Board of Education (ISBE) for certain accounts within the general fund and for most accounts within the education fund on which ISBE requires budgetary comparison to actual results. Budgetary comparison schedules have been provided for the ISBE accounts to demonstrate compliance and can be found on pages 48, 57-66, and 73-82 of this report. In addition, budgetary comparison schedules have been provided for the grants received from the Illinois Community College Board (ICCB), which can be found on pages 57-60 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and combining statements for the general and education funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 46-47, 49-56, 67-72, and 83-86 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of financial position. In the case of ROE #45, assets exceeded liabilities by \$781,582 at the close of fiscal year 2009.

ROE #45's net assets are split approximately 85% to governmental activities and 15% to business-type activities. Of the governmental net assets, approximately 4% are invested in capital assets, 5% restricted as to use, and the remaining 91% unrestricted as to use.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Government-wide Financial Analysis (Continued)

	ROE 45's Net Assets					
	Governmental		Business-type		Total	
	Activities		Activities			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Current and other assets	\$ 649,690	\$ 777,188	\$ 116,059	\$ 77,426	\$ 765,749	\$ 854,614
Capital assets	33,383	45,633	-	-	33,383	45,633
Total assets	<u>683,073</u>	<u>822,821</u>	<u>116,059</u>	<u>77,426</u>	<u>799,132</u>	<u>900,247</u>
Other liabilities	17,040	107,982	510	-	17,550	107,982
Long-term debt	-	-	-	-	-	-
Total liabilities	<u>17,040</u>	<u>107,982</u>	<u>510</u>	<u>-</u>	<u>17,550</u>	<u>107,982</u>
Net assets:						
Invested in capital assets, net of related debt	33,383	45,633	-	-	33,383	45,633
Restricted	35,383	46,981	-	-	35,383	46,981
Unrestricted	<u>597,267</u>	<u>622,225</u>	<u>115,549</u>	<u>77,426</u>	<u>712,816</u>	<u>699,651</u>
Total net assets	<u>\$ 666,033</u>	<u>\$ 714,839</u>	<u>\$ 115,549</u>	<u>\$ 77,426</u>	<u>\$ 781,582</u>	<u>\$ 792,265</u>

During 2009, current assets, comprised predominately of cash and receivables, decreased \$88,865 due mainly to the delay of payments for the grants. There was a decrease in the amount of current assets and a subsequent net decrease of \$12,250 for capital assets. The net assets of the business-type activities increased by \$38,123 attributable to the transfer of non-operating revenue from the governmental funds of \$25,112. The remaining \$13,011 was attributable to an increase in workshop revenue and reduction in expenses by utilizing in-house presenters.

As indicated above, ROE #45 reported positive net assets for both the governmental and business-type activities. The assets of ROE #45 exceeded its liabilities at the close of the year by \$781,582 (net assets). Approximately 91% of net assets are unrestricted and \$35,383 is restricted for specific purposes of governmental activities. The investment in net capital assets was approximately \$33,383 at the end of 2009. ROE #45 uses these capital assets in providing services to its citizens; consequently, these assets are not available for future spending.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Government-wide Financial Analysis (Concluded)

Net assets of ROE #45 decreased by \$10,683 during 2009. Governmental activities contributed \$48,806 to the decrease. Business-type activities increased by \$38,123 mostly attributable to the transfer of non-operating funds. Key elements of the change are as follows:

	ROE 45's Changes in Net Assets					
	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Revenues:						
Program revenues:						
Charges for services	\$ 15,950	\$ 15,915	\$ 55,010	\$ 50,391	\$ 70,960	\$ 66,306
Operating grants & contributions	714,822	769,255	-	1,000	714,822	770,255
General revenues:						
Local sources	299,527	296,526	-	-	299,527	296,526
State sources	71,205	71,173	-	-	71,205	71,173
Transfers	(25,112)	-	25,112	-	-	-
On-behalf payments	259,021	280,489	-	-	259,021	280,489
Interest	7,940	15,849	3,038	4,129	10,978	19,978
Total revenues	<u>1,343,353</u>	<u>1,449,207</u>	<u>83,160</u>	<u>55,520</u>	<u>1,426,513</u>	<u>1,504,727</u>
Expenses:						
Salaries and benefits	761,442	782,236	6,926	15,611	768,368	797,847
Purchased services	195,677	215,920	23,326	28,059	219,003	243,979
Supplies and materials	50,561	77,658	14,111	7,472	64,672	85,130
Payments to Govts	99,556	-	-	-	99,556	-
Other	13,652	50,082	674	1,503	14,326	51,585
Depreciation	12,250	13,770	-	-	12,250	13,770
On-behalf payments	259,021	280,489	-	-	259,021	280,489
Total expenses	<u>1,392,159</u>	<u>1,420,155</u>	<u>45,037</u>	<u>52,645</u>	<u>1,437,196</u>	<u>1,472,800</u>
Increase (decrease) in net assets	(48,806)	29,052	38,123	2,875	(10,683)	31,927
Net assets-beginning	<u>714,839</u>	<u>685,787</u>	<u>77,426</u>	<u>74,551</u>	<u>792,265</u>	<u>760,338</u>
Net assets-ending	<u>\$ 666,033</u>	<u>\$ 714,839</u>	<u>\$ 115,549</u>	<u>\$ 77,426</u>	<u>\$ 781,582</u>	<u>\$ 792,265</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Governmental Activities

Revenues for governmental activities were \$1,343,353 and expenses were \$1,392,159. Revenues decreased \$105,854 due mostly to funding reductions in Safe Schools, Mathematics and Science Partnership, and Rural Health Grants.

With the decrease in revenues, we could expect to see a decrease in expenses as well. Overall governmental expenses decreased approximately \$6,528 (exclusive of on-behalf payments) consisting primarily of a decrease of approximately \$20,794 in salaries and benefits, \$20,243 in purchased services, \$27,097 in supplies and materials and \$1,520 in depreciation. Payments to other governments increased by \$101,056 along with other expenses which increased by \$37,930. The decrease in purchased services and supplies and materials was due to a decrease of grant funding. Depreciation decrease is a function of the age of the assets that are depreciated without replacement.

Business-Type Activities

The charges for services increased by \$4,619 when compared to 2008. Overall expenses decreased by \$7,608 when compared to 2008. We observed some rather sizeable changes reflected in individual expense lines. Classification of expenses for 2009 appear to be the major difference from 2008 expense line item classifications.

Financial Analysis of ROE #45's Funds

Governmental funds. As previously noted, ROE #45 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. ROE #45's governmental funds reported combined fund balances of \$632,650, a decrease of \$36,556 from last year's ending fund balance of \$669,206. The decrease is attributable to a transfer made out of the Waterloo Office Fund to the Maidez Center Project Fund for \$25,112. The reason for the transfer was due to discontinued funds in the current year.

The general fund is the chief operating fund of ROE #45. At the end of the current fiscal year, the unreserved and undesignated balance of the general fund decreased by \$22,247 to \$338,656. The education fund decreased by \$5,851 to \$238,269. The education fund balance is restricted for specific education program use.

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2009**

Management's Discussion and Analysis (Continued)

Budgetary Highlights

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

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

Capital Assets

	ROE 45's Capital Assets					
	Net of Accumulated Depreciation					
	Governmental		Business-type		Total	
	Activities		Activities			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Equipment	\$ 33,383	\$ 45,633	\$ -	\$ -	\$ 33,383	\$ 45,633

At June 30, 2009 and June 30, 2008, ROE #45 had invested \$209,618 and \$261,041, respectively, in a broad range of capital assets, including office equipment, computers and audio-visual equipment.

ROE #45 had depreciation expense of \$12,250 and \$13,770 in 2009 and 2008, respectively, with accumulated depreciation of \$176,235 and \$215,408 at June 30, 2009 and 2008, respectively. More detailed information about capital assets is available in Note 7 to the financial statements.

During fiscal year 2009, the ROE scrapped obsolete electronic equipment that had an original cost of \$51,423. All scrapped equipment was fully depreciated.

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, ROE #45 was uncertain about funding for next year. Several state and federal grants are being reviewed for continuation which include Title I School Improvement System of Support, Title II - Teacher Quality, Mathematics & Science Partnership, and Beginning Teacher Induction Pilot Program. We anticipate receiving the federal funds involved, but the award may be reduced from previous years.

Contacting ROE #45's Financial Management

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

BASIC FINANCIAL STATEMENTS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET ASSETS
June 30, 2009**

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 555,237	\$ 112,113	\$ 667,350
Due from other governments	86,424	3,946	90,370
Prepaid expenses	8,029	-	8,029
Total Current Assets	649,690	116,059	765,749
Noncurrent Assets			
Capital assets, being depreciated, net	33,383	-	33,383
Total Noncurrent Assets	33,383	-	33,383
Total Assets	683,073	116,059	799,132
Liabilities			
Current Liabilities			
Accounts payable	7,516	-	7,516
Accrued wages and benefits	1,085	-	1,085
Deferred revenue	8,439	510	8,949
Total current liabilities	17,040	510	17,550
NET ASSETS			
Invested in capital assets, net of related debt	33,383	-	33,383
Unrestricted	597,267	115,549	712,816
Restricted for Teacher Professional Development	35,383	-	35,383
TOTAL NET ASSETS	\$ 666,033	\$ 115,549	\$ 781,582

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009**

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS							
Primary Government							
Governmental activities							
Instructional services							
Salaries and benefits	\$ 761,442	\$ 4,313	\$ 496,240	\$ -	\$ (260,889)	\$ -	\$ (260,889)
Purchased services	195,677	8,270	82,156	-	(105,251)	-	(105,251)
Supplies and materials	50,561	2,816	38,703	-	(9,042)	-	(9,042)
Other	13,652	551	2,017	-	(11,084)	-	(11,084)
Payments to other governments	99,556	-	95,706	-	(3,850)	-	(3,850)
Depreciation	12,250	-	-	-	(12,250)	-	(12,250)
Administrative							
On-behalf payments - State	259,021	-	-	-	(259,021)	-	(259,021)
Total Governmental Activities	<u>1,392,159</u>	<u>15,950</u>	<u>714,822</u>	<u>-</u>	<u>(661,387)</u>	<u>-</u>	<u>(661,387)</u>
Business-type activities							
Registration services	45,037	55,010	-	-	-	9,973	9,973
Total Business-Type Activities	<u>45,037</u>	<u>55,010</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,973</u>	<u>9,973</u>
Total Primary Government	<u>\$ 1,437,196</u>	<u>\$ 70,960</u>	<u>\$ 714,822</u>	<u>\$ -</u>	(661,387)	9,973	(651,414)
General revenues							
Local sources					299,527	-	299,527
State sources					71,205	-	71,205
On-behalf payments - State					259,021	-	259,021
Interest					7,940	3,038	10,978
Transfers					(25,112)	25,112	-
Total General Revenues and Transfers					<u>612,581</u>	<u>28,150</u>	<u>640,731</u>
Change in Net Assets					(48,806)	38,123	(10,683)
Net Assets - Beginning (Restated)					714,839	77,426	792,265
Net Assets - Ending					<u>\$ 666,033</u>	<u>\$ 115,549</u>	<u>\$ 781,582</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2009**

	<u>General Fund</u>	<u>Education Fund</u>	<u>Other Non-Major Funds</u>	<u>Eliminations</u>	<u>Total Governmental Funds</u>
Assets					
Cash and cash equivalents	\$ 279,361	\$ 220,381	\$ 55,495	\$ -	\$ 555,237
Due from other funds	64,838	-	-	(64,838)	-
Due from other governments	1,489	84,705	230	-	86,424
Prepaid expenses	8,029	-	-	-	8,029
Total Assets	<u>\$ 353,717</u>	<u>\$ 305,086</u>	<u>\$ 55,725</u>	<u>\$ (64,838)</u>	<u>\$ 649,690</u>
Liabilities					
Accounts payable	\$ 7,516	\$ -	\$ -	\$ -	\$ 7,516
Accrued wages and benefits	1,085	-	-	-	1,085
Due to other funds	-	64,838	-	(64,838)	-
Deferred revenue	6,460	1,979	-	-	8,439
Total liabilities	<u>15,061</u>	<u>66,817</u>	<u>-</u>	<u>(64,838)</u>	<u>17,040</u>
Fund Balance					
Unreserved, reported in:					
General fund	338,656	-	-	-	338,656
Special revenue funds	-	238,269	55,725	-	293,994
Total Fund Balances	<u>338,656</u>	<u>238,269</u>	<u>55,725</u>	<u>-</u>	<u>632,650</u>
Total Liabilities and Fund Balances	<u>\$ 353,717</u>	<u>\$ 305,086</u>	<u>\$ 55,725</u>	<u>\$ (64,838)</u>	<u>\$ 649,690</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
THE STATEMENT OF NET ASSETS
June 30, 2009**

Total Fund Balances - Governmental Funds	\$ 632,650
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	<u>33,383</u>
Net Assets of Governmental Activities	<u><u>\$ 666,033</u></u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009**

	General Fund	Education Fund	Other Non-Major Funds	Total Governmental Funds
Revenues				
Local sources	\$ 278,795	\$ 20,732	\$ 11,592	\$ 311,119
State sources	71,205	486,562	4,358	562,125
State sources - payments made on behalf of region	259,021	-	-	259,021
Federal sources	-	228,260	-	228,260
Total Revenues	<u>609,021</u>	<u>735,554</u>	<u>15,950</u>	<u>1,360,525</u>
Expenditures				
Instructional Services				
Salaries	175,012	450,529	6,637	632,178
Employee benefits	63,396	65,673	195	129,264
Purchased services	97,115	85,461	13,101	195,677
Supplies and materials	5,840	40,260	4,461	50,561
Other	10,681	2,098	873	13,652
Payments to other governments	-	99,556	-	99,556
Payments made on behalf of region	259,021	-	-	259,021
Total Expenditures	<u>611,065</u>	<u>743,577</u>	<u>25,267</u>	<u>1,379,909</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,044)</u>	<u>(8,023)</u>	<u>(9,317)</u>	<u>(19,384)</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	(25,112)	-	-	(25,112)
Interest	4,909	2,172	859	7,940
Total Other Financing Sources (Uses)	<u>(20,203)</u>	<u>2,172</u>	<u>859</u>	<u>(17,172)</u>
Net Change in Fund Balance	(22,247)	(5,851)	(8,458)	(36,556)
Fund Balances - Beginning (Restated)	<u>360,903</u>	<u>244,120</u>	<u>64,183</u>	<u>669,206</u>
Fund Balances - Ending	<u>\$ 338,656</u>	<u>\$ 238,269</u>	<u>\$ 55,725</u>	<u>\$ 632,650</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009**

Net Change in Fund Balance - Total Governmental Funds \$ (36,556)

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

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

Depreciation expense	<u>\$ (12,250)</u>	<u>(12,250)</u>
 Change in Net Assets of Governmental Activities		 <u><u>\$ (48,806)</u></u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2009**

	Business-Type Activities Enterprise Funds		Total
	Registration	Maidez Center Project	
Assets			
Current Assets			
Cash and cash equivalents	\$ 112,113	\$ -	\$ 112,113
Due from other governments	3,946	-	3,946
Total Current Assets	<u>116,059</u>	<u>-</u>	<u>116,059</u>
Liabilities			
Current Liabilities			
Deferred revenue	510	-	510
Total current liabilities	<u>510</u>	<u>-</u>	<u>510</u>
Net Assets			
Unrestricted	<u>115,549</u>	<u>-</u>	<u>115,549</u>
TOTAL NET ASSETS	<u><u>\$ 115,549</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 115,549</u></u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Year Ended June 30, 2009**

	Business-Type Activities Enterprise Funds		Total
	Registration	Maidez Center Project	
Operating Revenues			
Charge for Services	\$ 55,010	\$ -	\$ 55,010
Total Operating Revenues	<u>55,010</u>	<u>-</u>	<u>55,010</u>
Operating Expenses			
Salaries and Benefits	6,926	-	6,926
Purchased services	23,326	-	23,326
Supplies and materials	14,111	-	14,111
Other	674	-	674
Total Operating Expenses	<u>45,037</u>	<u>-</u>	<u>45,037</u>
Operating Income (Loss)	<u>9,973</u>	<u>-</u>	<u>9,973</u>
Nonoperating Revenues (Expenses)			
Transfers in	-	25,112	25,112
Interest	3,038	-	3,038
Total Nonoperating Revenues (Expenses)	<u>3,038</u>	<u>25,112</u>	<u>28,150</u>
Change in Net Assets	13,011	25,112	38,123
Net Assets - Beginning	<u>102,538</u>	<u>(25,112)</u>	<u>77,426</u>
Net Assets - Ending	<u>\$ 115,549</u>	<u>\$ -</u>	<u>\$ 115,549</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2009**

	Business-Type Activities Enterprise Funds		Total
	Registration	Maidez Center Project	
Cash flows from operating activities:			
Receipts from customers	\$ 52,035	\$ -	\$ 52,035
Payments to suppliers and providers for goods and services	(38,111)	-	(38,111)
Payments to employees	(6,926)	-	(6,926)
Net cash provided by (used for) operating activities	<u>6,998</u>	<u>-</u>	<u>6,998</u>
Cash flows from noncapital financing activities:			
Cash received from other funds	-	25,112	25,112
Repayment of interfund loan	(1,500)	(25,115)	(26,615)
Net cash provided by (used for) noncapital financing activities	<u>(1,500)</u>	<u>(3)</u>	<u>(1,503)</u>
Cash flows from investing activities:			
Purchase of investments		-	-
Interest received on investments	3,038	-	3,038
Net cash provided by (used for) investing activities	<u>3,038</u>	<u>-</u>	<u>3,038</u>
Net increase (decrease) in cash and cash equivalents	8,536	(3)	8,533
Cash and cash equivalents - beginning of year	<u>103,577</u>	<u>3</u>	<u>103,580</u>
Cash and cash equivalents - end of year	<u>\$ 112,113</u>	<u>\$ -</u>	<u>\$ 112,113</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 9,973	\$ -	\$ 9,973
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Change in assets and liabilities:			
(Increase) in due from other governments	(3,485)	-	(3,485)
Increase in deferred revenue	510	-	510
Net cash provided by (used for) operating activities	<u>\$ 6,998</u>	<u>\$ -</u>	<u>\$ 6,998</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
June 30, 2009**

	Agency Funds
Assets	
Cash and cash equivalents	\$ 1,608,442
Due from other governments	362,433
Total Assets	\$ 1,970,875
Liabilities	
Due to other governments	\$ 1,970,875
Total Liabilities	\$ 1,970,875

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Financial Reporting Entity

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Financial Reporting Entity (Concluded)

For the period ended June 30, 2009, the Regional Office of Education #45 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in Regional Office of Education #45. Such activities are reported as a single major fund (Education Fund).

B. Scope of Reporting Entity

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

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

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

C. Government-Wide and Fund Financial Statements

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

D. Proprietary Fund Financial Statements

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

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

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

E. Governmental Fund Financial Statements

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Governmental Fund Financial Statements (Concluded)

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

F. Measurement Focus and Basis of Accounting

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

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Measurement Focus and Basis of Accounting (Concluded)

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

G. Fund Accounting

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

Governmental Funds

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

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

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Continued)

Governmental Funds (Continued)

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

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

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

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

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

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

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

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

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Continued)

Governmental Funds (Continued)

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

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

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

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

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

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

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

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

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

Rural Educator & Student Opportunities in Nuclear Science - The grant was used to develop a program for students and teachers from the Regional Office of Education #45 school districts to visit the science education facilities at the University of Illinois in Champaign and to conduct hands-on experiments in nuclear science.

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Continued)

Governmental Funds (Continued)

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

Great Lakes West Comprehensive Assistance - The purpose of the program is to facilitate the goals of Great Lakes West in providing technical assistance to Illinois on meeting the requirements of the No Child Left Behind Act.

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

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

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

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

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Fund Accounting (Concluded)

Proprietary Funds

Enterprise Funds - The Enterprise Funds account for the operation of the Registration and Maidez Center programs. These operations are financed and operated in a manner similar to private business operations.

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

Maidez Center - The Maidez Center was developed for local schools to have a low cost and high quality after-school academic program in Math and Reading. The program hires local school teachers and sub-contracts with local Regional Offices of Education to provide implementation support. Additionally, the Maidez Center uses a web based management system to report daily student progress, provide State reporting, and to provide accountability and managerial functions of the program.

Fiduciary Funds

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

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

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

H. Net Assets

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

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

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Cash and Cash Equivalents

Cash and cash equivalents consists of cash on deposit. The Monroe & Randolph Counties considers all liquid investments, including certificates of deposit, to be cash equivalents.

J. Capital Assets

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

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

K. Interfund Receivables and Payables

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

L. Estimates

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

M. Budget Information

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

N. Compensated Absences

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

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

O. Prepaid Expenses

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

NOTE 2: CASH AND CASH EQUIVALENTS

At June 30, 2009, the carrying amount of the Regional Office of Education #45's government-wide and fiduciary fund deposits were \$667,350 and \$1,608,442 respectively, and the bank balances were \$551,319 and \$1,640,393, respectively.

At June 30, 2009, \$500,000 of the Regional Office of Education #45's cash deposits was insured by the Federal Deposit Insurance Corporation. Another \$1,691,712 was collateralized by securities pledged by the Regional Office of Education #45's financial institution in the name of the Regional Office.

Custodial Credit Risk

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

Interest Rate Risk

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

Credit Risk

The Regional Office of Education #45 is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235/2 and 6), and Section 8-7 of the School Code. The Regional Office of Education #45 has no investment policy that would further limit its investment choices. As of June 30, 2009 the Regional Office of Education #45 was in compliance with these guidelines.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 3: DEFINED BENEFIT PENSION PLAN

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

Funding Policy. As set by statute, the Regional Office of Education #45's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2008 was 9.92 percent of annual covered payroll. The Regional Office of Education #45 also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2008, the Regional Office of Education #45's annual pension cost of \$40,182 for the Regular plan was equal to the Regional Office of Education #45's required and actual contributions.

THREE YEAR TREND INFORMATION			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/08	\$ 40,182	100%	\$ 0
12/31/07	31,733	100%	0
12/31/06	31,571	100%	0

The required contribution was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), b) projected salary increases of 4.00% a year, attributable to inflation, c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and d) post retirement benefit increases of 3% annually. The actuarial value of employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Regional Office of Education #45's Regular plan's overfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006, was 5 years.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 3: DEFINED BENEFIT PENSION PLAN (CONCLUDED)

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 68.18 percent funded. The actuarial accrued liability for benefits was \$1,231,312 and the actuarial value of assets was \$839,535, resulting in an overfunded actuarial accrued liability (UAAL) of \$391,777. The covered payroll (annual payroll of active employees covered by the plan) was \$405,057 and the ratio of the UAAL to the covered payroll was 97 percent.

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

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

The Regional Office of Education #45 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The State of Illinois, maintains primary responsibility for funding of the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2009, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2008 and 2007. In addition, virtually all members pay a contribution to the Teachers' Health Insurance Security (THIS) Fund, a separate fund in the State Treasury that is not a part of this retirement plan. The employer THIS Fund contribution was 0.63 percent during the year ended June 30, 2009, and the member THIS Fund health insurance contribution was 0.84 percent.

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

- **On behalf contributions.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2009, the State of Illinois contributions were based on 17.08 percent of creditable earnings not paid from federal funds, and the Regional Office of Education #45 recognized revenue and expenditures of \$35,510 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2008 and June 30, 2007, the State of Illinois contribution rates as percentages of creditable earnings were 13.11 percent (\$61,422) and 9.78 percent (\$42,361), respectively. The state contributions to TRS for the years ended June 30, 2009 and June 30, 2008 were based on an actuarial formula. The state contributions for the year ended June 30, 2007 were based on dollar amounts specified by the statute and were not actuarially determined.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

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

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

- **2.2 formula contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ending June 30, 2009 were \$1,206. Contributions for the years ending June 30, 2008, and June 30, 2007, were \$1,602 and \$1,578, respectively.
- **Federal and trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #45, there is a statutory requirement for the Regional Office of Education #45 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective in the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. For the year ended June 30, 2009, the employer pension contribution was 17.08 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2008 and 2007, the employer contribution was 13.11 and 9.78 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2009, salaries totaling \$62,796 were paid from federal and special trust funds that required employer contributions of \$10,756. For the years ended June 30, 2008 and June 30, 2007, required Regional Office of Education #45 contributions were \$10,716 and \$10,211, respectively.
- **Early retirement option.** The Regional Office of Education #45 is also required to make one-time employer contributions to TRS for members retiring under the early retirement option (ERO). The payments vary depending on the age and salary of the member and under which ERO program the member retires.

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

Under the Pipeline ERO, the maximum employer contribution is 100 percent of the member's highest salary used in the final average salary calculation. Under the Modified ERO, the maximum employer contribution is 117.5 percent. Both the 100 percent and 117.5 percent maximums apply when the member is age 55 at retirement. For the year ended June 30, 2009, the Regional Office of Education #45 paid \$2,341 to TRS under the ERO programs. For the years ended June 30, 2008 and June 30, 2007, the Regional Office of Education #45 paid \$0 and \$24,151 in employer ERO contributions, respectively.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

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

- **Salary increases over 6 percent and excess sick leave.** Public Act 94-0004 added two additional employer contributions to TRS. If an employer grants salary increases over 6 percent and those salaries are used to calculate a retiree's final average salary, the employer makes a contribution to TRS. The contribution will cover the difference in actuarial cost of the benefit based on actual salary increases and the benefit based on salary increases of up to 6 percent.

For the year ended June 30, 2009, the Regional Office of Education #45 paid no contributions to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2008 and June 30, 2007, the Regional Office of Education #45 paid \$2,125 and \$0 for TRS for employer contributions due on salary increases in excess of 6 percent, respectively.

- If the Regional Office of Education #45 grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, Regional Office of Education #45 makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (18.67 percent of salary during the year ended June 30, 2009). For the year ended June 30, 2009, the Regional Office of Education #45 paid no TRS contributions for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2008, the Regional Office of Education #45 paid no employer contributions granted for sick leave days.

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and State funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2008. The report for the year ended June 30, 2009, is expected to be available in late 2009. The reports may be obtained by writing to the Teacher's Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, Illinois 62794-9253. The most current report is also available on the TRS Web site at trs.illinois.gov.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 5: INTERFUND RECEIVABLES AND PAYABLES

Interfund due to / from other fund balances at June 30, 2009 consist of the following individual due to / from other funds in the governmental fund Balance Sheet. These balances were eliminated in the government-wide Statement of Net Assets.

Fund	Due From Other Funds	Due to Other Funds
General Fund		
Office Account - Chester Office	\$ 28,143	\$ -
Office Account - Waterloo Office	36,695	-
Education Fund		
Chester Office		
Title III English Language Learner	-	428
Adult Education - State Basic	-	10,697
LASER Program	-	10,705
Substance Abuse Prevention Program	-	6,313
Waterloo Office		
Title I School Improvement System of Support	-	26,220
Beginning Teacher Induction	-	6,139
Title II - Teacher Quality	-	4,336
	<u>\$ 64,838</u>	<u>\$ 64,838</u>

NOTE 6: DUE TO/DUE FROM OTHER GOVERNMENTAL UNITS

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

Due from Other Governments:

General Fund – Waterloo Office Account		
Local Governments	\$	1,489
Special Revenue Fund – Education Fund		
Illinois State Board of Education		26,434
Illinois Community College Board		10,697
St. Clair Regional Office of Education		47,574
Special Revenue Fund – Other Non-Major Funds		
Local Governments		230
Proprietary Fund – Registration Fund		3,946
Local Governments		
Fiduciary Fund – Distributive Fund		
Illinois State Board of Education		362,433
Total	<u>\$</u>	<u>452,803</u>

Due to Other Governments:

Fiduciary Fund – Distributive Fund		
Local School Districts and Other Entities	\$	362,433
Fiduciary Fund – Human Services Educational/Vocational Project Funds – Local School Districts and Other Entities		1,608,442
Total	<u>\$</u>	<u>1,970,875</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 7: CAPITAL ASSETS

Governmental Activities

Capital asset activity for fiscal year 2009 was as follows:

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Governmental Funds				
Total Capital Assets	\$ 261,041	\$ -	\$ 51,423	\$ 209,618
Less: Accumulated Depreciation	<u>215,408</u>	<u>12,250</u>	<u>51,423</u>	<u>176,235</u>
Governmental Funds				
Investment in Capital Assets, Net	<u>\$ 45,633</u>	<u>\$ (12,250)</u>	<u>\$ -</u>	<u>\$ 33,383</u>

Business-Type Activities

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Business-type Activities				
Total Capital Assets	\$ -	\$ -	\$ -	\$ -
Less: Accumulated Depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Business-type Activities				
Investment in Capital Assets, Net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Capital assets are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense of \$12,250 and \$0 was charged to the governmental activities and business-type activities, respectively, on the government-wide Statement of Activities for the year ended June 30, 2009. Investment in capital assets is the component of net assets that reports capital assets net of accumulated depreciation.

NOTE 8: DISTRIBUTIVE FUND INTEREST

A written agreement between the Regional Office of Education #45's school boards, which receive funds through the Regional Office of Education #45, provides for the retention of interest earned on the State Distributive Fund checking account by the Regional Superintendent to be used for the benefit of all of the districts in the region. During the year the distributive fund earned interest of \$346. At June 30, 2009 all accumulated interest had been distributed.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 9: COMMITMENTS AND CONTINGENCIES

The fiscal year June 30, 1996 audit report on the financial statements of the Regional Office has not yet been finalized. It is reasonably possible that liabilities arising from fiscal year June 30, 1996 exist and are not recorded on the June 30, 2009 financial statements.

The Regional Office of Education #45 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Regional Office of Education #45 has purchased commercial insurance to cover these risks. During the year ended June 30, 2009, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

NOTE 10: ON-BEHALF PAYMENTS

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

Regional Superintendent Salary	\$	96,435
Regional Superintendent Fringe Benefits (Includes State paid insurance)		20,455
Assistant Regional Superintendent Salary		86,791
Assistant Regional Superintendent Fringe Benefits (Includes State paid insurance)		19,830
TRS Pension Contributions		<u>35,510</u>
Total	\$	<u>259,021</u>

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 11: TRANSFERS

Interfund transfer in/out to other funds at June 30, 2009 consist of the following individual transfers in/out to other funds in the fund statements. The transfer balances between governmental funds were eliminated in the government-wide Statement of Activities; however, the transfers between the governmental funds and the business-type funds were not eliminated.

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund:		
Waterloo Office	\$ -	\$ 25,112
Proprietary Fund:		
Maidez Center Project	25,112	-
Total	\$ 25,112	\$ 25,112

NOTE 12: OPERATING LEASES

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

Lease 2: On August 8, 2006 the Regional Office of Education #45 entered into a lease agreement with Pitney Bowes for a postage meter held at the Chester office for 4 years beginning October 1, 2006 through September 30, 2010. The lease is payable in quarterly payments of \$155 of which approximately 14 percent is reimbursed by another governmental entity. Total lease expense for fiscal year 2009 was \$537.

Lease 3: On July 1, 2007 the Regional Office of Education #45 entered into a lease agreement with St. Patrick Catholic Church of Ruma, IL for rental of the building known as "brick school" for three years beginning July 1, 2007 and terminating June 30, 2010. The lease is payable in monthly installments of \$875 per month. Lease expense for the "brick school" for fiscal year 2009 was \$10,500.

Lease 4: On February 18, 2005 the Regional Office of Education #45 entered into a lease agreement with Canon Financial Services for rental of a copier kept at the Chester office building for 5 years beginning March 1, 2005 and terminating February 28, 2010. The lease is payable in monthly installments of \$376 of which approximately 25 percent is reimbursed by another governmental entity. Lease expense for the copier for fiscal year 2009 was \$3,386.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 12: OPERATING LEASES (CONCLUDED)

Lease 5: On February 8, 2005 the Regional Office of Education #45 entered into a lease agreement with Canon Financial Services for rental of a copier kept at the Waterloo office building for 5 years beginning March 1, 2005 and terminating February 28, 2010. The lease is payable in monthly installments of \$376. Lease expense for the copier for fiscal year 2009 was \$4,512.

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

Lease 7: On August 1, 1999 the Regional Office of Education #45 entered into a month-to-month lease agreement with Hillside Storage Rentals for rental of a storage stall in Chester. The lease is payable on a monthly basis with a monthly rental fee of \$40. Rent expense for the storage unit for fiscal year 2009 was \$480.

Lease 8: On August 18, 2007 the Regional Office of Education entered into a lease agreement with Pitney Bowes for 5 years and 3 months for a postage meter held at the Waterloo Office beginning September 1, 2007 through December 30, 2012. The lease is payable in quarterly payments of \$177. The lease expense for fiscal year 2009 was \$708.

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

Fiscal Year		
2010	\$	28,465
2011		3,301
2012		3,168
2013		764
	\$	35,698

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2009**

NOTE 13: PRIOR PERIOD ADJUSTMENTS AND RECLASSIFICATIONS

Prior Period Adjustments

Certain prior period adjustments were considered necessary which resulted in the restatement of beginning net assets reported for the governmental funds of the Regional Office of Education #45. The adjustments made are as follows:

Beginning Net Assets, July 1, 2008	\$ 733,172
TRS Adjustment	(7,322)
IMRF Adjustment	(5,440)
Other Adjustments	
Adult Ed Family Visitation Center	(113)
SOS Family Literacy Program	(5,458)
	<u> </u>
Beginning Net Assets, July 1, 2008 - Restated	<u><u>\$ 714,839</u></u>

TRS Adjustment – The Regional Office of Education #45 paid \$7,322 to TRS for errors in its calculations which occurred during fiscal years 2005-2008.

IMRF Adjustment – The Regional Office of Education #45 paid \$5,440 to IMRF for errors in its calculations which occurred during fiscal years 2006-2008.

Other Adjustments – These adjustments represent errors made in the prior year. The balance for these programs should have been \$0 at the end of the previous year.

Reclassifications

In prior years, the Regional Office of Education #45 considered certificates of deposits investments. Beginning in 2009, certificates of deposits have been included in cash and cash equivalents due to their liquidity. As a result, \$56,000 was reclassified from investments to cash and cash equivalents in the Registration Fund.

NOTE 14: NEW ACCOUNTING PRONOUNCEMENTS

In 2009, the Regional Office of Education #45 implemented Governmental Accounting Standards Board (GASB) Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*; GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*; GASB Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*; and GASB Statement No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards*. The Regional Office of Education #45 implemented these standards during the current year; however, GASB Statement No. 49, 52, 55, and 56 had no impact on the financial statements.

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS
For the Year Ended June 30, 2009**

UNAUDITED

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/08	\$839,535	\$1,231,312	\$391,777	68.18%	\$405,057	96.72%
12/31/07	816,797	849,896	33,099	96.11%	239,494	13.82%
12/31/06	845,809	872,570	26,761	96.93%	232,308	11.52%

On a market value basis, the actuarial value of assets as of December 31, 2008 is \$545,331. On a market basis, the funded ratio would be 44.29%.

Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2008 are based on the 2005-2007 Experience Study.

OTHER SUPPLEMENTAL INFORMATION

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
GENERAL FUND
June 30, 2009**

	Office Account		ROE/ISC Operations	County Account	Total
	Chester	Waterloo	Waterloo	Waterloo	
Assets					
Cash and cash equivalents	\$ 45,230	\$ 182,449	\$ -	\$ 51,682	\$ 279,361
Due from other funds	28,143	36,695	-	-	64,838
Due from other governments	-	1,489	-	-	1,489
Prepaid expenses	-	8,029	-	-	8,029
Total Assets	<u>\$ 73,373</u>	<u>\$ 228,662</u>	<u>\$ -</u>	<u>\$ 51,682</u>	<u>\$ 353,717</u>
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ 7,516	\$ 7,516
Accrued wages and benefits	-	1,085	-	-	1,085
Deferred revenue	252	6,208	-	-	6,460
Total Liabilities	<u>252</u>	<u>7,293</u>	<u>-</u>	<u>7,516</u>	<u>15,061</u>
Fund Balance					
Unreserved	73,121	221,369	-	44,166	338,656
Total Fund Balances	<u>73,121</u>	<u>221,369</u>	<u>-</u>	<u>44,166</u>	<u>338,656</u>
Total Liabilities and Fund Balances	<u>\$ 73,373</u>	<u>\$ 228,662</u>	<u>\$ -</u>	<u>\$ 51,682</u>	<u>\$ 353,717</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUND ACCOUNTS
For the Year Ended June 30, 2009**

	Office Account		ROE/ISC Operations	County Account	Total
	Chester	Waterloo	Waterloo	Waterloo	
Revenues					
Local sources	\$ 1,178	\$ 87,675	\$ -	\$ 189,942	\$ 278,795
State sources	-	-	71,205	-	71,205
State sources - On Behalf Payments	-	259,021	-	-	259,021
Total Revenue	<u>1,178</u>	<u>346,696</u>	<u>71,205</u>	<u>189,942</u>	<u>609,021</u>
Expenditures					
Salaries	-	39,182	37,877	97,953	175,012
Employee benefits	-	12,423	14,605	36,368	63,396
Purchased services	2,053	33,287	15,906	45,869	97,115
Supplies and materials	191	920	2,073	2,656	5,840
Other	49	1,943	832	7,857	10,681
Payments made on behalf of region	-	259,021	-	-	259,021
Total Expenditures	<u>2,293</u>	<u>346,776</u>	<u>71,293</u>	<u>190,703</u>	<u>611,065</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,115)</u>	<u>(80)</u>	<u>(88)</u>	<u>(761)</u>	<u>(2,044)</u>
Other Financing Sources (Uses)					
Transfers out	-	(25,112)	-	-	(25,112)
Interest	85	4,330	88	406	4,909
Total Other Financing Sources (Uses)	<u>85</u>	<u>(20,782)</u>	<u>88</u>	<u>406</u>	<u>(20,203)</u>
Net Change in Fund Balance	(1,030)	(20,862)	-	(355)	(22,247)
Fund Balance - Beginning (Restated)	<u>74,151</u>	<u>242,231</u>	<u>-</u>	<u>44,521</u>	<u>360,903</u>
Fund Balance - Ending	<u>\$ 73,121</u>	<u>\$ 221,369</u>	<u>\$ -</u>	<u>\$ 44,166</u>	<u>\$ 338,656</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND ACCOUNTS
ROE/ISC OPERATIONS
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 71,205	\$ 71,205	\$ 71,205
Total Revenues	<u>71,205</u>	<u>71,205</u>	<u>71,205</u>
Expenditures			
Salaries	36,950	36,950	37,877
Employee Benefits	14,371	14,371	14,605
Purchased services	17,832	17,832	15,906
Supplies and materials	1,077	1,077	2,073
Capital outlay	500	500	-
Other	475	475	832
Total Expenditures	<u>71,205</u>	<u>71,205</u>	<u>71,293</u>
Other Financing Sources (Uses)			
Interest	-	-	88
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>88</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
June 30, 2009**

	Education Fund		
	Chester	Waterloo	Total
Assets			
Cash and cash equivalents	\$ 207,285	\$ 13,096	\$ 220,381
Due from other governments	48,010	36,695	84,705
Total Assets	\$ 255,295	\$ 49,791	\$ 305,086
Liabilities			
Due to other funds	\$ 28,143	\$ 36,695	\$ 64,838
Deferred revenue	-	1,979	1,979
Total Liabilities	28,143	38,674	66,817
Fund Balance			
Unreserved	227,152	11,117	238,269
Total Fund Balance	227,152	11,117	238,269
Total Liabilities and Fund Balance	\$ 255,295	\$ 49,791	\$ 305,086

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
For the Year Ended June 30, 2009**

	Education Fund		
	Chester	Waterloo	Total
Revenues			
Local sources	\$ 13,390	\$ 7,342	\$ 20,732
State sources	342,586	143,976	486,562
Federal sources	108,026	120,234	228,260
Total Revenues	<u>464,002</u>	<u>271,552</u>	<u>735,554</u>
Expenditures			
Salaries	319,480	131,049	450,529
Employee benefits	52,226	13,447	65,673
Purchased services	50,911	34,550	85,461
Supplies and materials	25,780	14,480	40,260
Other	66	2,032	2,098
Payments to other governments	24,454	75,102	99,556
Total Expenditures	<u>472,917</u>	<u>270,660</u>	<u>743,577</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,915)</u>	<u>892</u>	<u>(8,023)</u>
Other Financing Sources (Uses)			
Interest	<u>1,007</u>	<u>1,165</u>	<u>2,172</u>
Total Other Financing Sources (Uses)	<u>1,007</u>	<u>1,165</u>	<u>2,172</u>
Net Change in Fund Balance	(7,908)	2,057	(5,851)
Fund Balance - Beginning (Restated)	<u>235,060</u>	<u>9,060</u>	<u>244,120</u>
Fund Balance - Ending	<u>\$ 227,152</u>	<u>\$ 11,117</u>	<u>\$ 238,269</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2009**

	<u>Adult Education Programs</u>	<u>Title III English Language Learner</u>	<u>Substance Abuse Prevention Program</u>	<u>Regional Safe Schools</u>
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 207,285
Due from other governments	<u>10,697</u>	<u>428</u>	<u>6,313</u>	<u>19,867</u>
Total Assets	<u><u>\$ 10,697</u></u>	<u><u>\$ 428</u></u>	<u><u>\$ 6,313</u></u>	<u><u>\$ 227,152</u></u>
Liabilities				
Due to other funds	<u>\$ 10,697</u>	<u>\$ 428</u>	<u>\$ 6,313</u>	<u>\$ -</u>
Total Liabilities	<u><u>10,697</u></u>	<u><u>428</u></u>	<u><u>6,313</u></u>	<u><u>-</u></u>
Fund Balance				
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>227,152</u>
Total Fund Balances	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>227,152</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 10,697</u></u>	<u><u>\$ 428</u></u>	<u><u>\$ 6,313</u></u>	<u><u>\$ 227,152</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2009**

	Secretary of State Family Literacy Program	Secretary of State Community Literacy Program - LASER	Rural Education Achievement Program	Total
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 207,285
Due from other governments	-	10,705	-	48,010
Total Assets	\$ -	\$ 10,705	\$ -	\$ 255,295
Liabilities				
Due to other funds	\$ -	\$ 10,705	\$ -	\$ 28,143
Total Liabilities	-	10,705	-	28,143
Fund Balance				
Unreserved	-	-	-	227,152
Total Fund Balances	-	-	-	227,152
Total Liabilities and Fund Balances	\$ -	\$ 10,705	\$ -	\$ 255,295

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
CHESTER OFFICE
For the Year Ended June 30, 2009**

	Adult Education Programs	Title III English Language Learner	Substance Abuse Prevention Program	Regional Safe Schools
Revenues				
Local sources	\$ -	\$ -	\$ -	\$ 13,390
State sources	59,627	-	24,932	198,059
Federal sources	47,164	6,000	-	30,408
Total Revenues	<u>106,791</u>	<u>6,000</u>	<u>24,932</u>	<u>241,857</u>
Expenditures				
Salaries	73,732	4,000	20,578	179,442
Employee benefits	15,958	58	1,842	28,272
Purchased services	9,355	747	2,512	32,549
Supplies and materials	7,746	1,195	-	10,443
Other	4	2	2	49
Payments to other governments	-	-	-	-
Total Expenditures	<u>106,795</u>	<u>6,002</u>	<u>24,934</u>	<u>250,755</u>
Excess (Deficiency) of Revenues Over Expenditures	(4)	(2)	(2)	(8,898)
Other Financing Sources (Uses)				
Interest	4	2	2	990
Total Other Financing Sources (Uses)	<u>4</u>	<u>2</u>	<u>2</u>	<u>990</u>
Net Change in Fund Balance	-	-	-	(7,908)
Fund Balance - Beginning (Restated)	<u>-</u>	<u>-</u>	<u>-</u>	<u>235,060</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 227,152</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
CHESTER OFFICE
For the Year Ended June 30, 2009**

	Secretary of State Family Literacy Program	Secretary of State Community Literacy Program - LASER	Rural Education Achievement Program	Total
Revenues				
Local sources	\$ -	\$ -	\$ -	\$ 13,390
State sources	34,968	25,000	-	342,586
Federal sources	-	-	24,454	108,026
Total Revenues	<u>34,968</u>	<u>25,000</u>	<u>24,454</u>	<u>464,002</u>
Expenditures				
Salaries	22,978	18,750	-	319,480
Employee benefits	5,688	408	-	52,226
Purchased services	2,688	3,060	-	50,911
Supplies and materials	3,614	2,782	-	25,780
Other	6	3	-	66
Payments to other governments	-	-	24,454	24,454
Total Expenditures	<u>34,974</u>	<u>25,003</u>	<u>24,454</u>	<u>472,917</u>
Excess (Deficiency) of Revenues Over Expenditures	(6)	(3)	-	(8,915)
Other Financing Sources (Uses)				
Interest	6	3	-	1,007
Total Other Financing Sources (Uses)	<u>6</u>	<u>3</u>	<u>-</u>	<u>1,007</u>
Net Change in Fund Balance	-	-	-	(7,908)
Fund Balance - Beginning (Restated)	<u>-</u>	<u>-</u>	<u>-</u>	<u>235,060</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 227,152</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
ADULT EDUCATION PROGRAMS
CHESTER OFFICE
June 30, 2009**

	<u>Federal Basic</u>	<u>Public Assistance</u>	<u>State Basic</u>	<u>State Performance</u>	<u>Total</u>
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other governments			10,697		10,697
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,697</u>	<u>\$ -</u>	<u>\$ 10,697</u>
Total Liabilities					
Due to other funds	\$ -	\$ -	\$ 10,697	\$ -	\$ 10,697
Total Liabilities	<u>-</u>	<u>-</u>	<u>10,697</u>	<u>-</u>	<u>10,697</u>
Fund Balance					
Unreserved	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,697</u>	<u>\$ -</u>	<u>\$ 10,697</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
EDUCATION FUND ACCOUNTS
ADULT EDUCATION PROGRAMS
CHESTER OFFICE
For the Year Ended June 30, 2009**

	Federal Basic	Public Assistance	State Basic	State Performance	Total
Revenues					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	2,632	46,353	10,642	59,627
Federal sources	47,164	-	-	-	47,164
Total Revenues	<u>47,164</u>	<u>2,632</u>	<u>46,353</u>	<u>10,642</u>	<u>106,791</u>
Expenditures					
Salaries	33,936	1,656	36,590	1,550	73,732
Employee benefits	9,905	44	5,862	147	15,958
Purchased services	988	88	1,068	7,211	9,355
Supplies and materials	2,335	844	2,833	1,734	7,746
Other	-	1	2	1	4
Total Expenditures	<u>47,164</u>	<u>2,633</u>	<u>46,355</u>	<u>10,643</u>	<u>106,795</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(1)</u>	<u>(2)</u>	<u>(1)</u>	<u>(4)</u>
Other Financing Sources (Uses)					
Interest	-	1	2	1	4
Total Other Financing Sources (Uses)	<u>-</u>	<u>1</u>	<u>2</u>	<u>1</u>	<u>4</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - FEDERAL BASIC
For the Year Ended June 30, 2009
Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 47,164	\$ 47,164	\$ 47,164
Total Revenues	<u>47,164</u>	<u>47,164</u>	<u>47,164</u>
Expenditures			
Salaries	35,740	35,740	33,936
Employee Benefits	10,099	10,099	9,905
Purchased services	1,325	1,325	988
Supplies and materials	-	-	2,335
Total Expenditures	<u>47,164</u>	<u>47,164</u>	<u>47,164</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - PUBLIC ASSISTANCE
For the Year Ended June 30, 2009
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 2,632	\$ 2,632	\$ 2,632
Total Revenues	<u>2,632</u>	<u>2,632</u>	<u>2,632</u>
Expenditures			
Salaries	2,498	2,498	1,656
Employee Benefits	66	66	44
Purchased services	68	68	88
Supplies and materials	-	-	844
Other	-	-	1
Total Expenditures	<u>2,632</u>	<u>2,632</u>	<u>2,633</u>
Other Financing Sources (Uses)			
Interest	-	-	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - STATE BASIC
For the Year Ended June 30, 2009
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 47,532	\$ 47,532	\$ 46,353
Total Revenues	<u>47,532</u>	<u>47,532</u>	<u>46,353</u>
Expenditures			
Salaries	39,589	39,589	36,590
Employee Benefits	6,637	6,637	5,862
Purchased services	871	871	1,068
Supplies and materials	435	435	2,833
Other	-	-	2
Total Expenditures	<u>47,532</u>	<u>47,532</u>	<u>46,355</u>
Other Financing Sources (Uses):			
Interest	-	-	2
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>2</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - STATE PERFORMANCE
For the Year Ended June 30, 2009
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 10,915	\$ 10,915	\$ 10,642
Total Revenues	<u>10,915</u>	<u>10,915</u>	<u>10,642</u>
Expenditures			
Salaries	1,051	1,051	1,550
Employee Benefits	436	436	147
Purchased services	8,375	8,375	7,211
Supplies and materials	1,053	1,053	1,734
Other	-	-	1
Total Expenditures	<u>10,915</u>	<u>10,915</u>	<u>10,643</u>
Other Financing Sources (Uses):			
Interest	-	-	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
TITLE III - ENGLISH LANGUAGE LEARNER
For the Year Ended June 30, 2009
Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 6,000	\$ 6,000	\$ 6,000
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>
Expenditures			
Salaries	3,500	3,500	4,000
Employee Benefits	51	51	58
Purchased services	1,391	1,391	747
Supplies and materials	1,058	1,058	1,195
Other	-	-	2
Total Expenditures	<u>6,000</u>	<u>6,000</u>	<u>6,002</u>
Other Financing Sources (Uses)			
Interest	-	-	2
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>2</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
SUBSTANCE ABUSE PREVENTION PROGRAM
For the Year Ended June 30, 2009
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 26,130	\$ 26,130	\$ 24,932
Total Revenues	<u>26,130</u>	<u>26,130</u>	<u>24,932</u>
Expenditures			
Salaries	21,850	21,850	20,578
Employee Benefits	2,035	2,035	1,842
Purchased services	2,245	2,245	2,512
Other	-	-	2
Total Expenditures	<u>26,130</u>	<u>26,130</u>	<u>24,934</u>
Other Financing Sources (Uses)			
Interest	-	-	2
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>2</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS
For the Year Ended June 30, 2009
Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Local sources	\$ -	\$ -	\$ 13,390
State sources	108,680	108,680	198,059
Federal sources	-		30,408
Total Revenues	<u>108,680</u>	<u>108,680</u>	<u>241,857</u>
Expenditures			
Salaries	93,038	93,038	179,442
Employee Benefits	5,638	5,638	28,272
Purchased services	5,584	5,584	32,549
Supplies	4,420	4,420	10,443
Other	-	-	49
Total Expenditures	<u>108,680</u>	<u>108,680</u>	<u>250,755</u>
Other Financing Sources (Uses)			
Interest	-	-	990
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>990</u>
Net Change in Fund Balance	-	-	(7,908)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>235,060</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 227,152</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
SECRETARY OF STATE FAMILY LITERACY PROGRAM
For the Year Ended June 30, 2009
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 34,968	\$ 34,968	\$ 34,968
Total Revenues	<u>34,968</u>	<u>34,968</u>	<u>34,968</u>
Expenditures:			
Salaries	22,998	22,998	22,978
Employee Benefits	6,141	6,141	5,688
Purchased services	2,629	2,629	2,688
Supplies and materials	3,200	3,200	3,614
Other	-	-	6
Total Expenditures	<u>34,968</u>	<u>34,968</u>	<u>34,974</u>
Other Financing Sources (Uses):			
Interest	-	-	6
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>6</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
SECRETARY OF STATE COMMUNITY LITERACY PROGRAM - LASER
For the Year Ended June 30, 2009
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 25,000	\$ 25,000	\$ 25,000
Total Revenues	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
Expenditures			
Salaries	18,745	18,745	18,750
Employee Benefits	723	723	408
Purchased services	3,532	3,532	3,060
Supplies and materials	2,000	2,000	2,782
Other	-	-	3
Total Expenditures	<u>25,000</u>	<u>25,000</u>	<u>25,003</u>
Other Financing Sources (Uses)			
Interest	-	-	3
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>3</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
 (For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
RURAL EDUCATION ACHIEVEMENT PROGRAM
For the Year Ended June 30, 2009
Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 24,454	\$ 24,454	\$ 24,454
Total Revenues	<u>24,454</u>	<u>24,454</u>	<u>24,454</u>
Expenditures			
Payments to other governments	24,454	24,454	24,454
Total Expenditures	<u>24,454</u>	<u>24,454</u>	<u>24,454</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2009**

	Mathematics and Science Partnership (FY 2008)	State Standards & Assessment System of Support	Title I School Improvement System of Support	Red Bud Community Project	Film Co-op
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 4,862	\$ 5,014
Due from other governments	-	-	26,220	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,220</u>	<u>\$ 4,862</u>	<u>\$ 5,014</u>
Liabilities					
Due to other funds	\$ -	\$ -	\$ 26,220	\$ -	\$ -
Deferred revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>26,220</u>	<u>-</u>	<u>-</u>
Fund Balance					
Unreserved	-	-	-	4,862	5,014
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,862</u>	<u>5,014</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,220</u>	<u>\$ 4,862</u>	<u>\$ 5,014</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2009**

	McKinney Vento Education for Homeless Children	Rural Educator & Student Opportunities in Nuclear Science	Beginning Teacher Induction Pilot Program (FY2008)	Beginning Teacher Induction Pilot Program (FY2009)	NBPTS Scholarship
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 1,501
Due from other governments	-	-	-	6,139	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,139</u>	<u>\$ 1,501</u>
Liabilities					
Due to other funds	\$ -	\$ -	\$ -	\$ 6,139	\$ -
Deferred revenue	-	-	-	-	1,501
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,139</u>	<u>1,501</u>
Fund Balance					
Unreserved	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,139</u>	<u>\$ 1,501</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2009**

	Substance Abuse Prevention Program	Great Lakes West Comprehensive Assistance	Title II Teacher Quality	We the People Citizen Project	Total
Assets					
Cash and cash equivalents	\$ 478	\$ -	\$ -	\$ 1,241	\$ 13,096
Due from other governments	-	-	4,336		36,695
Total Assets	\$ 478	\$ -	\$ 4,336	\$ 1,241	\$ 49,791
Liabilities					
Due to other funds	\$ -	\$ -	\$ 4,336	\$ -	\$ 36,695
Deferred revenue	478	-	-	-	1,979
Total Liabilities	478	-	4,336	-	38,674
Fund Balance					
Unreserved	-	-	-	1,241	11,117
Total Fund Balances	-	-	-	1,241	11,117
Total Liabilities and Fund Balances	\$ 478	\$ -	\$ 4,336	\$ 1,241	\$ 49,791

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2009**

	Mathematics and Science Partnership (FY 2008)	State Standards & Assessment System of Support	Title I School Improvement System of Support	Red Bud Community Project	Film Co-op
Revenues					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 4,495
State sources	-	6,330	-	-	-
Federal sources	9,680	-	57,746	-	-
Total Revenues	<u>9,680</u>	<u>6,330</u>	<u>57,746</u>	<u>-</u>	<u>4,495</u>
Expenditures					
Salaries	1,215	5,590	43,643	-	1,369
Employee benefits	378	599	9,716	-	105
Purchased services	5,520	141	4,387	-	1,158
Supplies and materials	2,567	-	-	495	128
Other	61	-	52	-	-
Payments to other governments	-	-	-	-	-
Total Expenditures	<u>9,741</u>	<u>6,330</u>	<u>57,798</u>	<u>495</u>	<u>2,760</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(61)</u>	<u>-</u>	<u>(52)</u>	<u>(495)</u>	<u>1,735</u>
Other Financing Sources (Uses)					
Interest	61	-	52	59	66
Total Other Financing Sources (Uses)	<u>61</u>	<u>-</u>	<u>52</u>	<u>59</u>	<u>66</u>
Net Change in Fund Balance	-	-	-	(436)	1,801
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,298</u>	<u>3,213</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,862</u>	<u>\$ 5,014</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2009**

	McKinney Vento Education for Homeless Children	Rural Educator & Student Opportunities in Nuclear Science	Beginning Teacher Induction Pilot Program (FY2008)	Beginning Teacher Induction Pilot Program (FY2009)	NBPTS Scholarship
Revenues					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 1,499
State sources	-	-	76,507	61,139	-
Federal sources	14,107	434	-	-	-
Total Revenues	<u>14,107</u>	<u>434</u>	<u>76,507</u>	<u>61,139</u>	<u>1,499</u>
Expenditures					
Salaries	11,500	-	16,000	20,500	-
Employee benefits	167	-	232	297	-
Purchased services	2,440	-	10,155	5,412	-
Supplies and materials	-	434	5,870	4,078	-
Other	-	-	336	66	1,500
Payments to other governments	-	-	44,250	30,852	-
Total Expenditures	<u>14,107</u>	<u>434</u>	<u>76,843</u>	<u>61,205</u>	<u>1,500</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(336)</u>	<u>(66)</u>	<u>(1)</u>
Other Financing Sources (Uses)					
Interest	-	-	336	66	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>336</u>	<u>66</u>	<u>1</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2009**

	Substance Abuse Prevention Program	Great Lakes West Comprehensive Assistance	Title II Teacher Quality	We the People Citizen Project	Total
Revenues					
Local sources	\$ -	\$ -	\$ -	\$ 1,348	\$ 7,342
State sources	-	-	-	-	143,976
Federal sources	-	25,000	6,767	6,500	120,234
Total Revenues	<u>-</u>	<u>25,000</u>	<u>6,767</u>	<u>7,848</u>	<u>271,552</u>
Expenditures					
Salaries	-	24,000	5,032	2,200	131,049
Employee benefits	-	348	1,376	229	13,447
Purchased services	507	652	359	3,819	34,550
Supplies and materials	-	-	-	908	14,480
Other	-	-	-	17	2,032
Payments to other governments	-	-	-	-	75,102
Total Expenditures	<u>507</u>	<u>25,000</u>	<u>6,767</u>	<u>7,173</u>	<u>270,660</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(507)</u>	<u>-</u>	<u>-</u>	<u>675</u>	<u>892</u>
Other Financing Sources (Uses)					
Interest	507	-	-	17	1,165
Total Other Financing Sources (Uses)	<u>507</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>1,165</u>
Net Change in Fund Balance	-	-	-	692	2,057
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>549</u>	<u>9,060</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,241</u>	<u>\$ 11,117</u>

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

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 25,795	\$ 25,795	\$ 9,680
Total Revenues	<u>25,795</u>	<u>25,795</u>	<u>9,680</u>
Expenditures			
Salaries	9,690	9,690	1,215
Employee Benefits	2,645	2,645	378
Purchased services	11,130	11,130	5,520
Supplies and materials	2,330	2,330	2,567
Other	-	-	61
Total Expenditures	<u>25,795</u>	<u>25,795</u>	<u>9,741</u>
Other Financing Sources (Uses):			
Interest	-	-	61
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>61</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2008 to August 31, 2009)
EDUCATION FUND ACCOUNTS
STATE STANDARDS & ASSESSMENT SYSTEM OF SUPPORT
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 8,631	\$ 8,631	\$ 6,330
Total Revenues	<u>8,631</u>	<u>8,631</u>	<u>6,330</u>
Expenditures			
Salaries	3,644	3,644	5,590
Employee Benefits	425	425	599
Purchased services	2,716	2,716	141
Supplies and materials	1,846	1,846	-
Total Expenditures	<u>8,631</u>	<u>8,631</u>	<u>6,330</u>
Net Change in Fund Balances	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 59,432	\$ 59,432	\$ 57,746
Total Revenues	<u>59,432</u>	<u>59,432</u>	<u>57,746</u>
Expenditures			
Salaries	44,320	44,320	43,643
Employee Benefits	9,315	9,315	9,716
Purchased services	5,797	5,797	4,387
Other	-	-	52
Total Expenditures	<u>59,432</u>	<u>59,432</u>	<u>57,798</u>
Other Financing Sources (Uses)			
Interest	-	-	52
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>52</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 14,107	\$ 14,107	\$ 14,107
Total Revenues	<u>14,107</u>	<u>14,107</u>	<u>14,107</u>
Expenditures			
Salaries	10,500	10,500	11,500
Employee Benefits	153	153	167
Purchased services	3,254	3,254	2,440
Supplies and materials	200	200	-
Total Expenditures	<u>14,107</u>	<u>14,107</u>	<u>14,107</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of January 1, 2008 to December 31, 2008)
EDUCATION FUND ACCOUNTS
BEGINNING TEACHER INDUCTION PILOT PROGRAM (FY08)
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 91,095	\$ 91,095	\$ 76,507
Total Revenues	<u>91,095</u>	<u>91,095</u>	<u>76,507</u>
Expenditures			
Salaries	22,500	22,500	16,000
Employee Benefits	220	220	232
Purchased services	57,875	57,875	10,155
Supplies and materials	10,500	10,500	5,870
Other			336
Payments to other governments	-	-	44,250
Total Expenditures	<u>91,095</u>	<u>91,095</u>	<u>76,843</u>
Other Financing Sources (Uses)			
Interest	-	-	336
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>336</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of January 1, 2009 to December 31, 2009)
EDUCATION FUND ACCOUNTS
BEGINNING TEACHER INDUCTION PILOT PROGRAM (FY09)
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 91,050	\$ 91,050	\$ 61,139
Total Revenues	<u>91,050</u>	<u>91,050</u>	<u>61,139</u>
Expenditures			
Salaries	28,500	28,500	20,500
Employee Benefits	440	440	297
Purchased services	22,610	22,610	5,412
Supplies and materials	3,800	3,800	4,078
Other	-	-	66
Payments to other governments	35,700	35,700	30,852
Total Expenditures	<u>91,050</u>	<u>91,050</u>	<u>61,205</u>
Other Financing Sources (Uses)			
Interest	-	-	66
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>66</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 11,229	\$ 11,229	\$ 6,767
Total Revenues	<u>11,229</u>	<u>11,229</u>	<u>6,767</u>
Expenditures			
Salaries	7,958	7,958	5,032
Employee Benefits	1,771	1,771	1,376
Purchased services	1,500	1,500	359
Total Expenditures	<u>11,229</u>	<u>11,229</u>	<u>6,767</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2008 to June 30, 2009)
EDUCATION FUND ACCOUNTS
WE THE PEOPLE CITIZEN PROJECT
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Local sources	\$ -	\$ -	\$ 1,348
Federal sources	6,500	6,500	6,500
Total Revenues	<u>6,500</u>	<u>6,500</u>	<u>7,848</u>
Expenditures			
Salaries	2,948	2,948	2,200
Employee Benefits	39	39	229
Purchased services	3,465	3,465	3,819
Supplies and materials	48	48	908
Other	-	-	17
Total Expenditures	<u>6,500</u>	<u>6,500</u>	<u>7,173</u>
Other Financing Sources (Uses)			
Interest	-	-	17
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>17</u>
Net Change in Fund Balance	-	-	692
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>549</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,241</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of September 1, 2007 to August 31, 2008)
EDUCATION FUND ACCOUNTS
RURAL EDUCATOR & STUDENT OPPORTUNITIES IN NUCLEAR SCIENCE
For the Year Ended June 30, 2009
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 5,600	\$ 5,600	\$ 434
Total Revenues	<u>5,600</u>	<u>5,600</u>	<u>434</u>
Expenditures			
Salaries	876	876	-
Employee Benefits	219	219	-
Purchased services	3,734	3,734	-
Supplies and materials	771	771	434
Total Expenditures	<u>5,600</u>	<u>5,600</u>	<u>434</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of January 1, 2008 to December 31, 2008)
EDUCATION FUND ACCOUNTS
GREAT LAKES WEST COMPREHENSIVE ASSISTANCE
For the Year Ended June 30, 2009
Waterloo Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 25,000	\$ 25,000	\$ 25,000
Total Revenues	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
Expenditures			
Salaries	23,270	23,270	24,000
Employee Benefits	340	340	348
Purchased services	-	-	652
Total Expenditures	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2009**

	<u>Teacher's Institute</u>	<u>Bus Driver Permit Fund</u>	<u>General Education Development Fund</u>	<u>Supervisory Expense Fund</u>	
	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Total</u>
Assets					
Cash and cash equivalents	\$ 35,273	\$ 531	\$ 19,691	\$ -	\$ 55,495
Due from other governments	110	-	120	-	230
Total Assets	<u>\$ 35,383</u>	<u>\$ 531</u>	<u>\$ 19,811</u>	<u>\$ -</u>	<u>\$ 55,725</u>
Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance					
Unreserved	<u>35,383</u>	<u>531</u>	<u>19,811</u>	<u>-</u>	<u>55,725</u>
Total Liabilities and Fund Balances	<u>\$ 35,383</u>	<u>\$ 531</u>	<u>\$ 19,811</u>	<u>\$ -</u>	<u>\$ 55,725</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2009**

	Teacher's Institute	Bus Driver Permit Fund	General Education Development Fund	Supervisory Expense Fund	Total
	Waterloo	Waterloo	Waterloo	Waterloo	
Revenues					
Local sources	\$ 5,452	\$ 908	\$ 5,232	\$ -	\$ 11,592
State sources	-	763	1,595	2,000	4,358
Total Revenues	<u>5,452</u>	<u>1,671</u>	<u>6,827</u>	<u>2,000</u>	<u>15,950</u>
Expenditures					
Salaries	6,181	-	456	-	6,637
Employee benefits	160	-	35	-	195
Purchased services	8,813	1,256	1,032	2,000	13,101
Supplies and materials	2,546	64	1,851	-	4,461
Other	-	-	873	-	873
Total Expenditures	<u>17,700</u>	<u>1,320</u>	<u>4,247</u>	<u>2,000</u>	<u>25,267</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(12,248)</u>	<u>351</u>	<u>2,580</u>	<u>-</u>	<u>(9,317)</u>
Other Financing Sources (Uses)					
Interest	650	-	209	-	859
Total Other Financing Sources (Uses)	<u>650</u>	<u>-</u>	<u>209</u>	<u>-</u>	<u>859</u>
Net Change in Fund Balance	(11,598)	351	2,789	-	(8,458)
Fund Balance - Beginning	<u>46,981</u>	<u>180</u>	<u>17,022</u>	<u>-</u>	<u>64,183</u>
Fund Balance - Ending	<u>\$ 35,383</u>	<u>\$ 531</u>	<u>\$ 19,811</u>	<u>\$ -</u>	<u>\$ 55,725</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
June 30, 2009**

	Distributive Fund	Human Services Educational/ Vocational Project Funds	Total Agency Funds
Assets			
Cash and cash equivalents	\$ -	\$ 1,608,442	\$ 1,608,442
Due from other governments	362,433	-	362,433
Total Assets	\$ 362,433	\$ 1,608,442	\$ 1,970,875
Liabilities			
Due to other governments	\$ 362,433	\$ 1,608,442	\$ 1,970,875
Total Liabilities	\$ 362,433	\$ 1,608,442	\$ 1,970,875

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended June 30, 2009**

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2009</u>
<u>Distributive Fund</u>				
Assets				
Cash and cash equivalents	\$ -	\$ 2,899,636	\$ 2,899,636	\$ -
Due from other governments	<u>-</u>	<u>362,433</u>	<u>-</u>	<u>362,433</u>
Total Assets	<u>\$ -</u>	<u>\$ 3,262,069</u>	<u>\$ 2,899,636</u>	<u>\$ 362,433</u>
Liabilities				
Due to other governments	<u>\$ -</u>	<u>\$ 3,262,069</u>	<u>\$ 2,899,636</u>	<u>\$ 362,433</u>
Total Liabilities	<u>\$ -</u>	<u>\$ 3,262,069</u>	<u>\$ 2,899,636</u>	<u>\$ 362,433</u>
<u>Human Services Educational/Vocational Project</u>				
Assets				
Cash and cash equivalents	\$ 1,621,785	\$ 942,602	\$ 955,945	\$ 1,608,442
Due from other governments	<u>20,892</u>	<u>-</u>	<u>20,892</u>	<u>-</u>
Total Assets	<u>\$ 1,642,677</u>	<u>\$ 942,602</u>	<u>\$ 976,837</u>	<u>\$ 1,608,442</u>
Liabilities				
Due to other governments	<u>\$ 1,642,677</u>	<u>\$ 942,602</u>	<u>\$ 976,837</u>	<u>\$ 1,608,442</u>
Total Liabilities	<u>\$ 1,642,677</u>	<u>\$ 942,602</u>	<u>\$ 976,837</u>	<u>\$ 1,608,442</u>
<u>Total</u>				
Assets				
Cash and cash equivalents	\$ 1,621,785	\$ 3,842,238	\$ 3,855,581	\$ 1,608,442
Due from other governments	<u>20,892</u>	<u>362,433</u>	<u>20,892</u>	<u>362,433</u>
Total Assets	<u>\$ 1,642,677</u>	<u>\$ 4,204,671</u>	<u>\$ 3,876,473</u>	<u>\$ 1,970,875</u>
Liabilities				
Due to other governments	<u>\$ 1,642,677</u>	<u>\$ 4,204,671</u>	<u>\$ 3,876,473</u>	<u>\$ 1,970,875</u>
Total Liabilities	<u>\$ 1,642,677</u>	<u>\$ 4,204,671</u>	<u>\$ 3,876,473</u>	<u>\$ 1,970,875</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHER ENTITIES
DISTRIBUTIVE FUND
For the Year Ended June 30, 2009

Distributions	Acct No.	Total	ROE #45	Beck Area Vocational Center	Mental Health	Chester NHSD 122	OKAW Regional Voc System-EFE
Local Funds							
Distributive Fund Interest	1510	\$ 346	\$ 346	\$ -	\$ -	\$ -	\$ -
Total Local Funds		346	346	-	-	-	-
State Funds							
General State Aid - Sec. 18-8	3001	704,144	89,226	528,874	-	86,044	-
General State Aid - Hold Harmless	3002	33,059	-	-	-	33,059	-
Fast Growth Grants	3030	6,695	-	-	-	6,695	-
Special Ed. - Extraordinary	3105	5,144	-	-	-	5,144	-
Voc. Ed. - Secondary Program Improvement	3220	1,134,084	-	-	560,928	-	573,156
Voc. Ed. - Agricultural Education	3235	21,998	-	-	-	-	21,998
State Free Lunch & Breakfast	3360	747	153	594	-	-	-
Transportation - Regular	3500	115,118	-	97,796	-	17,322	-
ROE School Bus Driver Training	3520	763	763	-	-	-	-
Regional Safe Schools Program	3696	88,863	88,863	-	-	-	-
ROE/ISC Operations	3730	71,205	71,205	-	-	-	-
Supervisory	3745	2,000	2,000	-	-	-	-
ADA Safety & Education Block Grant	3775	1,284	-	-	-	1,284	-
Teacher Mentoring Pilot Program	3982	55,000	55,000	-	-	-	-
Total State Funds		2,240,104	307,210	627,264	560,928	149,548	595,154
Federal Funds							
National School Lunch Program	4210	21,208	4,030	17,178	-	-	-
IASA - Even Start	4335	5,743	5,743	-	-	-	-
IASA - Drug Free Schools - Formula	4400	191	-	191	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	44,415	-	-	44,415	-	-
Fed. - Sp. Ed. - IDEA - Flow Through	4620	66,315	-	-	66,315	-	-
V.E. PERKINS	4740	193,226	-	-	193,226	-	-
V. E. - Perkins - Title IIC - Secondary	4745	106,347	-	-	-	-	106,347
ARRA - General State Aid - Sec 18-8	4850	208,166	26,378	156,351	-	25,437	-
Learn and Serve America	4910	6,500	6,500	-	-	-	-
Title II - Teacher Quality	4932	1,503	-	1,503	-	-	-
Title III - English Language Learner	4999	5,572	5,572	-	-	-	-
Total Federal Funds		659,186	48,223	175,223	303,956	25,437	106,347
Total Distributions		\$ 2,899,636	\$ 355,779	\$ 802,487	\$ 864,884	\$ 174,985	\$ 701,501