
**State of Illinois
REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
FINANCIAL AUDIT
For the Year Ended June 30, 2023**

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

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MONROE AND RANDOLPH COUNTIES**

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**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

OFFICIALS

Regional Superintendent
(Current and during the audit period)

Mr. Kelton J.V. Davis

Assistant Regional Superintendent
(Current and during the audit period)

Mr. William C. Diddlebock

Offices are located at:

134 N. Main Street
Red Bud, Illinois 62278

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

FINANCIAL REPORT SUMMARY

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

AUDITORS' REPORTS

The auditors' reports do not contain scope limitations, disclaimers, or other significant non-standard language.

SUMMARY OF AUDIT FINDINGS

<u>Number of</u>	<u>This Audit</u>	<u>Prior Audit</u>
Audit findings	0	0
Repeated audit findings	0	0
Prior recommendations implemented or not repeated	0	0

SUMMARY OF FINDINGS AND RESPONSES

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

None

PRIOR AUDIT FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

None

EXIT CONFERENCE

An informal exit conference was held with Agency personnel at the end of fieldwork, but there were no findings to discuss. Attending were Kelton Davis, Regional Superintendent; Chris Diddlebock, Assistant Superintendent; Michelle Coleman, Comptroller; and Ashley Norton, Senior Accountant, Kemper CPA Group LLP.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

FINANCIAL STATEMENT REPORT SUMMARY

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

Based on their audit, the auditors expressed an unmodified opinion on the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements.

INDEPENDENT AUDITORS' REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Audit of the Financial Statements

Opinions

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Monroe and Randolph Counties Regional Office of Education #45, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Monroe and Randolph Counties Regional Office of Education #45's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Monroe and Randolph Counties Regional Office of Education #45's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Teachers' Retirement System of the State of Illinois - Schedule of the Employer's Proportionate Share of the Net Pension Liability & Schedule of Employer Contributions, Illinois Municipal Retirement Fund - Schedule of Changes in the Net Pension Liability and Related Ratios, Illinois Municipal Retirement Fund - Schedule of Employer Contributions, Teachers' Health Insurance Security Fund - Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability & Schedule of Employer Contributions, and Other Post Employment Benefits - Health Insurance - Schedule of Changes in the Total OPEB Liability and Related Ratios on pages 61-65, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we

obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management’s Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements. The combining schedules of accounts, budgetary comparison schedules, the combining fund financial statements, and Schedule of Disbursements to School District Treasurers and Other Entities - Distributive Fund are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining schedules of accounts, budgetary comparison schedules, the combining fund financial statements, and Schedule of Disbursements to School District Treasurers and Other Entities - Distributive Fund are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2024, on our consideration of the Monroe and Randolph Counties Regional Office of Education #45’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Monroe and Randolph Counties Regional Office of Education #45’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Monroe and Randolph Counties Regional Office of Education #45’s internal control over financial reporting and compliance.

SIGNED ORIGINAL ON FILE

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Marion, Illinois
June 24, 2024

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

Honorable Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements and have issued our report thereon dated June 24, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control. Accordingly, we do not express an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Monroe and Randolph Counties Regional Office of Education #45's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Marion, Illinois
June 24, 2024

SCHEDULE OF FINDINGS AND RESPONSES

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended June 30, 2023**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements in Accordance with GAAP

Type of auditors' report issued: *Unmodified*

Internal control over financial reporting:

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended June 30, 2023**

SECTION II - FINANCIAL STATEMENT FINDINGS

No findings were noted for the year ended June 30, 2023.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED
For the Year Ended June 30, 2023**

There were no prior year audit findings.

BASIC FINANCIAL STATEMENTS

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET POSITION
June 30, 2023

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Current Assets			
Cash and cash equivalents	\$ 1,732,917	\$ 146,683	\$ 1,879,600
Accounts receivable	16,431	-	16,431
Due from other funds	1,900	(1,900)	-
Due from other governments	380,222	62,349	442,571
Prepaid expenses	537	-	537
Total current assets	<u>2,132,007</u>	<u>207,132</u>	<u>2,339,139</u>
Noncurrent Assets			
Capital assets, net of depreciation	760,055	-	760,055
Total noncurrent assets	<u>760,055</u>	<u>-</u>	<u>760,055</u>
Total assets	<u>2,892,062</u>	<u>207,132</u>	<u>3,099,194</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions	840,747	-	840,747
Deferred outflows related to OPEB	66,054	-	66,054
Total deferred outflows of resources	<u>906,801</u>	<u>-</u>	<u>906,801</u>
Liabilities			
Current Liabilities			
Accounts payable	123,476	3,223	126,699
Unearned revenue	34,401	-	34,401
Total Current Liabilities	<u>157,877</u>	<u>3,223</u>	<u>161,100</u>
Noncurrent Liabilities			
Net pension liability	387,141	-	387,141
OPEB liabilities	132,226	-	132,226
Total noncurrent liabilities	<u>519,367</u>	<u>-</u>	<u>519,367</u>
Total liabilities	<u>677,244</u>	<u>3,223</u>	<u>680,467</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions	608,309	-	608,309
Deferred inflows related to OPEB	336,723	-	336,723
Total deferred inflows of resources	<u>945,032</u>	<u>-</u>	<u>945,032</u>
Net Position			
Net investment in capital assets	760,055	-	760,055
Restricted for educational purposes	91,061	-	91,061
Unrestricted	1,325,471	203,909	1,529,380
Total Net Position	<u>\$ 2,176,587</u>	<u>\$ 203,909</u>	<u>\$ 2,380,496</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 ACTIVITIES
For the Year Ended June 30, 2023**

	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	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	\$ 980,310	\$ 11,710	\$ 400,319	\$ -	\$ (568,281)	\$ -	\$ (568,281)
Employees benefits	150,098	2,349	55,530	-	(92,219)	-	(92,219)
Purchased services	327,238	8,516	220,020	-	(98,702)	-	(98,702)
Supplies and materials	94,086	5,469	69,981	-	(18,636)	-	(18,636)
Capital outlay	-	-	-	274,900	274,900	-	274,900
Other	7,773	12	3,612	-	(4,149)	-	(4,149)
Depreciation	17,659	-	-	-	(17,659)	-	(17,659)
Pension	64,429	586	17,700	-	(46,143)	-	(46,143)
OPEB	(50,429)	-	-	-	50,429	-	50,429
Intergovernmental:							
Payments to other governments	53,268	-	53,268	-	-	-	-
Administrative							
On-behalf payments - State	452,820	-	-	-	(452,820)	-	(452,820)
Total Governmental Activities	<u>2,097,252</u>	<u>28,642</u>	<u>820,430</u>	<u>274,900</u>	<u>(973,280)</u>	<u>-</u>	<u>(973,280)</u>
Business-type activities							
Registration services	158,908	147,114	-	-	-	(11,794)	(11,794)
Total Business-Type Activities	<u>158,908</u>	<u>147,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,794)</u>	<u>(11,794)</u>
Total Primary Government	<u>\$ 2,256,160</u>	<u>\$ 175,756</u>	<u>\$ 820,430</u>	<u>\$ 274,900</u>	<u>(973,280)</u>	<u>(11,794)</u>	<u>(985,074)</u>
General revenues							
Local sources					1,242,494	-	1,242,494
State sources					241,850	-	241,850
On-behalf payments - State					452,820	-	452,820
Investment income					3,487	326	3,813
					<u>1,940,651</u>	<u>326</u>	<u>1,940,977</u>
Change in Net Position					967,371	(11,468)	955,903
Net Position - Beginning					1,209,216	215,377	1,424,593
Net Position - Ending					<u>\$ 2,176,587</u>	<u>\$ 203,909</u>	<u>\$ 2,380,496</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, 2023**

	<u>General Fund</u>	<u>Education Fund</u>	<u>Other Nonmajor Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash and cash equivalents	\$ 1,594,123	\$ 67,772	\$ 71,022	\$ 1,732,917
Accounts receivable	14,232	2,030	169	16,431
Due from other funds	349,867	-	-	349,867
Due from other governments	165,612	214,610	-	380,222
Prepaid expenses	537	-	-	537
Total Assets	<u>2,124,371</u>	<u>284,412</u>	<u>71,191</u>	<u>2,479,974</u>
Deferred Outflows of Resources				
	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 2,124,371</u>	<u>\$ 284,412</u>	<u>\$ 71,191</u>	<u>\$ 2,479,974</u>
Liabilities				
Accounts payable	\$ 87,082	\$ 36,394	\$ -	\$ 123,476
Due to other funds	154,220	193,747	-	347,967
Unearned revenue	-	34,401	-	34,401
Total liabilities	<u>241,302</u>	<u>264,542</u>	<u>-</u>	<u>505,844</u>
Deferred Inflows of Resources				
Unavailable revenue	-	-	-	-
Fund Balance				
Nonspendable	537	-	-	537
Restricted	-	19,870	71,191	91,061
Unassigned	1,882,532	-	-	1,882,532
Total Fund Balances	<u>1,883,069</u>	<u>19,870</u>	<u>71,191</u>	<u>1,974,130</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,124,371</u>	<u>\$ 284,412</u>	<u>\$ 71,191</u>	<u>\$ 2,479,974</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 POSITION
GOVERNMENTAL FUNDS
June 30, 2023**

Total Fund Balances - Governmental Funds	\$	1,974,130
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.		760,055
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Pension and OPEB related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore are not reported in the governmental funds.

Deferred outflows of resources	\$	906,801	
Deferred inflows of resources		<u>(945,032)</u>	(38,231)

Noncurrent liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.

Net pension liability	\$	(387,141)	
OPEB liabilities		<u>(132,226)</u>	<u>(519,367)</u>

Net Position of Governmental Activities	\$	<u><u>2,176,587</u></u>
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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, 2023**

	General Fund	Education Fund	Other Nonmajor Funds	Total Governmental Funds
Revenues				
Local sources	\$ 1,242,494	\$ -	\$ 27,376	\$ 1,269,870
State sources	241,850	590,689	1,266	833,805
State sources - payments made on behalf of region	301,563	-	-	301,563
Federal sources	-	504,641	-	504,641
Investment income	3,274	31	182	3,487
Total Revenues	<u>1,789,181</u>	<u>1,095,361</u>	<u>28,824</u>	<u>2,913,366</u>
Expenditures				
Instructional services:				
Salaries	565,992	398,366	15,952	980,310
Employee benefits	91,639	55,259	3,200	150,098
Pension expense	24,224	17,614	798	42,636
OPEB expense	2,903	-	-	2,903
Purchased services	96,689	218,947	11,602	327,238
Supplies and materials	16,995	69,640	7,451	94,086
Other	4,163	3,593	17	7,773
Payments made on behalf of region	301,563	-	-	301,563
Intergovernmental:				
Payments to other governments	-	53,268	-	53,268
Capital outlay	423,215	274,900	-	698,115
Total Expenditures	<u>1,527,383</u>	<u>1,091,587</u>	<u>39,020</u>	<u>2,657,990</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>261,798</u>	<u>3,774</u>	<u>(10,196)</u>	<u>255,376</u>
Net Change in Fund Balance	261,798	3,774	(10,196)	255,376
Fund Balances - Beginning	<u>1,621,271</u>	<u>16,096</u>	<u>81,387</u>	<u>1,718,754</u>
Fund Balances - Ending	<u>\$ 1,883,069</u>	<u>\$ 19,870</u>	<u>\$ 71,191</u>	<u>\$ 1,974,130</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, 2023**

Net Change in Fund Balance - Total Governmental Funds \$ 255,376

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.

Capital outlay	\$ 698,115	
Depreciation expense	<u>(17,659)</u>	680,456

Certain expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Pension (income) expense	\$ (21,793)	
OPEB expense	<u>53,332</u>	<u>31,539</u>

Change in Net Position of Governmental Activities \$ 967,371

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 POSITION
PROPRIETARY FUND
June 30, 2023**

	Business-Type Activities
	Enterprise Fund
	Registration
Assets	
Current Assets	
Cash and cash equivalents	\$ 146,683
Due from other governments	62,349
Total Current Assets	209,032
Noncurrent Assets	
Capital assets, net of accumulated depreciation	-
Total Noncurrent Assets	-
Total Assets	209,032
Liabilities	
Current Liabilities	
Accounts payable	3,223
Due to other funds	1,900
Total Current Liabilities	5,123
Net Position	
Net investment in capital assets	-
Unrestricted	203,909
Total Net Position	\$ 203,909

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 POSITION
PROPRIETARY FUND
For the Year Ended June 30, 2023**

	Business-Type Activities
	Enterprise Fund
	Registration
Operating Revenues	
Charge for services	\$ 147,114
Total Operating Revenues	147,114
Operating Expenses	
Salaries	24,579
Employee benefits	2,963
Purchased services	106,057
Supplies and materials	18,309
Payments to other governmental units	7,000
Total Operating Expenses	158,908
Operating Income (Loss)	(11,794)
Nonoperating Revenues	
Investment income	326
Total Nonoperating Revenues	326
Change in Net Position	(11,468)
Net Position - Beginning	215,377
Net Position - Ending	\$ 203,909

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For the Year Ended June 30, 2023**

	Business-Type Activities
	Enterprise Fund
	Registration
Cash flows from operating activities:	
Collection of fees	\$ 128,983
Payments to suppliers and providers for goods and services	(121,644)
Payments to employees	(27,542)
Payments to other governments	(7,000)
Net cash provided by (used for) operating activities	(27,203)
Cash flows from noncapital financing activities	
Interfund loans (made) repaid	1,900
Net cash provided by (used for) noncapital financing activities	1,900
Cash flows from investing activities:	
Interest received on investments	326
Net cash provided by (used for) investing activities	326
Net increase (decrease) in cash and cash equivalents	(24,977)
Cash and cash equivalents - beginning of year	171,660
Cash and cash equivalents - end of year	\$ 146,683
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:	
Operating income (loss)	\$ (11,794)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:	
Change in assets and liabilities:	
(Increase) decrease in due from other governments	(18,131)
Increase (decrease) in accounts payable	2,722
	(15,409)
Net cash provided by (used for) operating activities	\$ (27,203)

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 POSITION
FIDUCIARY FUNDS
June 30, 2023**

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 704,034
Investments	7,922
Due from other governments	<u>1,987,438</u>
Total Assets	<u><u>\$ 2,699,394</u></u>
Liabilities	
Due to other governments	<u>\$ 2,546,487</u>
Total Liabilities	<u>2,546,487</u>
Net Position	
Restricted for other individuals and governments	<u>152,907</u>
Total Liabilities and Net Position	<u><u>\$ 2,699,394</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 CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2023**

	Custodial Funds
Additions	
Governmental contributions	\$ 8,387,019
Member fees	120,077
Investment income	9,714
Total Additions	8,516,810
Deductions	
Payments to other governments	8,387,035
Beneficiary expenditures	119,457
Total Deductions	8,506,492
Net increase (decrease) in fiduciary net position	10,318
Net position - beginning	142,589
Net position - ending	\$ 152,907

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, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education #45's accounting policies conform to generally accepted accounting principles which are appropriate to local governments of this type.

A. Date of Management's Review

Management has evaluated subsequent events through June 24, 2024, the date when the financial statements were available to be issued.

B. Financial Reporting Entity

The Regional Office of Education #45 was created by Illinois Public Act 76-735, as amended, effective August 7, 1995. The Regional Office operates under the School Code (105 ILCS 5/3 and 5/3A). The region encompasses Monroe and Randolph Counties.

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

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art, and teaching methods, implementing the State Board of Education's Policy Programs; encouraging camaraderie among teachers through the teachers' institute; making public notice of unfilled teaching positions within the region; and ensuring the safety, health, and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region or seeing that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report.

The Regional Office of Education #45 derives its oversight power and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education #45 exercises no oversight responsibility on financial interdependency, selection of governing authority, designation of management, or the ability to significantly influence the operations of any other outside agencies. Control or dependency is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing order. Therefore, no other agency has been included as a component unit in the Regional Office of Education #45's financial statements. In addition, the Regional Office of Education #45 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education #45 being considered a component unit of the entity.

For the period ended June 30, 2023, 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 special revenue fund (Education Fund).

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the non-fiduciary activities of the Regional Office of Education #45. The effect of interfund activity has been removed from these statements. Governmental activities are supported by intergovernmental revenues and are reported separate from business-type activities, which rely, to a significant extent, on fees and charges for services.

The Statement of Net Position and the Statement of Activities are presented on an “economic resources” measurement focus prescribed by GASB Statement No. 34. All of the Regional Office of Education #45’s assets and deferred outflows of resources and liabilities and deferred inflows of resources, including capital assets, are included in the accompanying Statement of Net Position. 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: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Other items not properly included among program revenues are reported instead as general revenues.

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

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard 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 Position and as transfers in/out 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 Position. All interfund transactions between governmental funds are eliminated on the government-wide financial statements. All internal balances in the Statement of Net Position have been eliminated.

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 position and changes in net position presented in the government-wide financial statements.

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial statements are reported using the “economic resources” measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary fund financial statements. Revenues from exchange transactions are recognized when they are earned, and expenses are recognized 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 provider have been met.

The governmental fund financial statements have been prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become 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. The Regional Office of Education #45 considers revenues to be available if they are collectible within 60 days after year-end.

Expenditures are generally recognized in the accounting period in which the fund liability is incurred, if measurable, with the exception of expenditures for prepaid items and long-term obligations, which are recognized when due, as well as expenditures related to compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Revenues susceptible to accrual are recognized in the current fiscal period. Those revenues include local sources, State sources, federal sources, and interest. Unearned revenues arise when potential revenue does not meet both the measurable and available criteria or when resources are received prior to the government having legal claim to them. The revenues are subsequently recognized when both recognition criteria are met or when the government has legal claim to the resources. Revenues received after the Regional Office’s availability period are reported as deferred inflows of resources - unavailable revenue in the fund statements and are reported as current revenues in the Statement of Activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Regional Office of Education #45’s enterprise fund are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

It is the Regional Office of Education #45’s policy to first apply restricted funds when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned if any.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. 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 fund 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 deferred outflows of resources and liabilities and deferred inflows of resources 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 (including deferred outflows or resources), liabilities (including deferred inflows of resources), 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 (including deferred outflows of resources), liabilities (including deferred inflows of resources), 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 used to account for all financial resources, except those required to be accounted for and reported in another fund. This fund is available to pay general and administrative expenditures. The General Fund is always considered a major fund. Included in this fund are:

Chester Office – This fund is used for general operations 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 operations 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.

Evidenced Based Funding – This fund accounts for Evidence Based Funding used for the general operations of the Regional Safe Schools program.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Fund Accounting (Continued)

Governmental Funds (Continued)

County Account – 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.

County Covid Relief – This fund is used to account for funds used to assist staff and students during the Covid pandemic. The funds are to be used to provide equipment and supplies to keep students with in-person learning. They are also used to support the improvement of instruction when remote and asynchronous instruction is required.

County American Rescue Plan Act (ARPA) – This fund is used to account for ARPA funds that flow through Monroe County for the costs of making capital improvements to the Red Bud building.

Operations & Maintenance – This fund is used to account for funds other than the ARPA funds from Monroe County that will be used for the new Red Bud site.

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

Education – This fund is used to account for and report the proceeds of specific revenue sources that are restricted by grants or contracts to expenditures for specific purposes supporting education enhancement programs as follows:

Adult Education and Family Literacy – This group of funds account 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 Basic – 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 Performance – This fund accounts for State monies received from the ICCB that can be used for any purpose that supports the adult education program.

Secretary of State Family Literacy Program – The program provides continuing adult education, English as a second language, childhood education, parenting resources, and activities for at risk families in the community of the Regional Office of Education #45.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Fund Accounting (Continued)

Governmental Funds (Continued)

Adult Volunteer Literacy Grant Program – This program provides free one-on-one tutoring for adults who want to improve their basic reading and math skills and for English as a Second Language students. The Regional Office of Education #45 provides the training and the teaching materials for the volunteer tutors and the books and materials for the students.

National School Lunch Program (NSLP)-Federal Lunch & Breakfast – This fund accounts for the Federal Breakfast and Lunch funds received from ISBE for the National School Lunch Program (NSLP) and School Breakfast Program.

NSLP-ARPA Equipment Assistance Grant – This account is used for the Federal NSLP-ARPA grant funds received from ISBE to be used for capital outlay items in the NSLP and School Breakfast Program.

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

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.

McKinney-Vento Education for Homeless Children – American Rescue Plan (ARP) – The fund provides educational services to improve the identification and enrollment of homeless children and youth in the Monroe and Randolph County schools through professional development of the educational staff and community awareness and training.

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

Truants Alternative Optional Education – This program provides alternative educational program services to truant, chronic truant, potential dropout, and dropout students referred from local schools to the Regional Office of Education #45.

Community Partnership – The Community Partnership Grant will aid in the ongoing efforts to decrease the gaps in meeting students' social, emotional, behavioral, and mental health needs that were amplified by the COVID-19 pandemic.

Rural Education Achievement Program – This grant is intended to assist the Regional Office of Education #45 in raising student academic achievement and meeting the State's definition of adequate yearly progress.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Fund Accounting (Continued)

Governmental Funds (Concluded)

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

Teacher’s Institute Fund – 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 Fund – 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 Fund – This fund was established to administer the high school level test of General Educational Development.

Proprietary Funds

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

The Regional Office of Education #45 reports the following major enterprise fund:

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

Fiduciary Funds

Custodial Funds - Custodial funds are used to account for assets held by the Regional Office of Education #45 in a trustee capacity or as a custodian for individuals, private organizations, other governmental units, and/or other funds.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Fund Accounting (Concluded)

Fiduciary Funds (Concluded)

The Regional Office of Education #45 reports the following custodial funds: These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Custodial funds include the following:

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

Area V Trail – This fund receives and disburses monies for workshops provided and paid for by all the Area V Regional Offices of Education.

M'aidez Center – This fund receives and disburses monies for the M'aidez Center, a 501(c)(3) organization that provides charitable support to other organizations serving at-risk youth and families.

School Facility Sales Tax – Voters in both of the Regional Office's counties approved the use of a 1 percent sales tax to be used exclusively for school facility capital projects. Regional Office of Education #45 is the fiscal agent for processing payments from the State of Illinois to the school districts.

F. Cash and Investments

The Regional Office of Education #45 considers cash on hand, checking accounts, savings accounts, money market accounts, and investments held with an original maturity date of less than 90 days to be cash and cash equivalents. State regulations require that the Regional Office deposit funds under its control into accounts insured by the federal government, accounts secured by substantial collateral, or pooled investments trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

Statutes authorize the Regional Office of Education #45 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

G. Interfund Receivables and Payables

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Prepaid Expenses

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

I. Capital Assets

Capital assets are reported in the applicable columns in the government-wide and proprietary fund financial statements. Capital assets purchased or acquired with an original cost of \$500 or more and estimated useful lives of greater than one year are recorded at historical cost or estimated historical cost. Contributed assets are recorded at acquisition 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

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

J. Deferred Inflows and Outflows of Resources

Deferred Outflows of Resources – Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditures) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension and OPEB expense and contributions from the employer after the measurement date but before the end of the employer’s reporting period:

Deferred Inflows of Resources – Deferred inflows of resources represent an acquisition of net position/fund balance that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources are reported in the governmental fund financial statements as unavailable revenue and represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year.

Deferred inflows of resources in the governmental funds balance sheet consist of receivables not collected within 60 days after the year end. Deferred inflows of resources in the statement of net position consist of unrecognized items that have not yet reduced pension and OPEB expense.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Postemployment Benefits Other Than Pensions (OPEB)

For the purposes of measuring the Regional Office of Education #45's OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Regional Office of Education #45's OPEB Plan and additions to/deductions from the Regional Office of Education #45's fiduciary net position have been determined on the same basis as they are reported by the Regional Office of Education #45's Plan. For this purpose, the Regional Office of Education #45's Plan recognizes benefit payments when due and payable in accordance with the benefit terms. The Regional Office of Education #45's OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense from the ROE's single employer defined benefit OPEB plan have been actuarially determined using the Alternative Measurement Method.

L. 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.

M. Equity Classifications

Government-wide and Proprietary Fund Financial Statements

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

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

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

Unrestricted Net Position – The net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Equity Classifications (Concluded)

Governmental Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets deferred outflows of resources and liabilities and deferred inflows of resources in a governmental fund. The following types of fund balances may be presented in the governmental funds Balance Sheet, the general fund and education fund Combining Schedules of Accounts, and the nonmajor special revenue funds Combining Balance Sheet:

Nonspendable Fund Balance – The portion of a governmental fund’s fund balance that is not available to be spent, either short term or long term, in either form or through legal restrictions. The general fund’s Chester Office account and Waterloo Office account have nonspendable fund balances related to prepaid items, as these are not available to be spent.

Restricted Fund Balance – The portion of a governmental fund’s fund balance that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: Teacher’s Institute fund, Bus Driver Permit fund, and General Education Development fund. The NSLP Federal Lunch and Breakfast fund account is restricted by a grant agreement or contract.

Committed Fund Balance – The portion of a governmental fund’s fund balance with self-imposed constraints or limitations that has been placed at the highest level of decision making. The Regional Office of Education #45 has no committed fund balances.

Assigned Fund Balance – The portion of a governmental fund’s fund balance to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The Regional Office of Education #45 has no assigned fund balances.

Unassigned Fund Balance – Available expendable financial resources in a governmental fund that are not designated for a specific purpose. The following General fund accounts have unassigned fund balances: Chester Office account, Waterloo Office account, Evidence Based Funding, County account, and County Covid Relief.

N. 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.

O. Budget Information

The Regional Office of Education #45 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

O. Budget Information (Concluded)

Budgets relating to programs funded by grants from the Illinois State Board of Education are prepared and submitted to the State Board as part of the grant awards process. The State Board must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgets relating to programs funded by grants from the Illinois Community College Board must be prepared and submitted for approval. Budgets are also prepared for certain grants awarded through other pass-through entities. Budgetary Comparison Schedules have been presented for the following grants: Adult Education and Family Literacy – Federal Basic, Adult Education and Family Literacy – State Basic, Adult Education and Family Literacy – State Performance, Secretary of State Family Literacy Program, Adult Volunteer Literacy Grant Program, Regional Safe Schools Program, McKinney Vento Education for Homeless Children, McKinney Vento Education for Homeless Children – ARP, ROE/ISC Operations, Truants Alternative/Optional Education, and Community Partnership.

P. New Accounting Pronouncements

In 2023, Regional Office of Education #45 implemental Governmental Accounting Standards Board (GASB) Statement No. 91, *Conduit Debt Obligations*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Available Payment Arrangements*, Statement No. 96, *Subscription-Based Information Technology Arrangements*, and a portion of GASB Statement 99, *Omnibus 2022*.

GASB Statement No. 91 provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. GASB Statement No. 94 intends to improve financial reporting by addressing issues related to public-private and public-public partnerships (PPPs) and provides guidance for accounting and financial reporting for availability payment arrangements (APAs). GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). The portion of GASB Statement No. 99 intends to enhance comparability in accounting and financial reporting and improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees related to leases, public-private and public-public partnerships, and subscription-based information technology arrangements.

The implementation of GASB Statement Nos. 91, 94, 96, and 99 has no impact on the financial statements.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 2: CASH DEPOSITS

At June 30, 2023, the carrying amount of the Regional Office of Education #45's deposits, which do not include The Illinois Funds accounts, for the governmental activities, business-type activities, and fiduciary funds were \$1,732,917, \$146,683, and \$704,034 (\$1,000 petty cash for the M'aidez Center), respectively. The bank balances for the governmental activities, business-type activities, and fiduciary funds totaled \$2,820,962 all of which was secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education #45's name.

Investments

The investment policy requires that funds should be invested solely in investments authorized by 30 ILCS 235/2 and 6 and 105 ILCS 5/8-7. As of June 30, 2023, the Regional Office of Education #45 had investments with carrying and fair values of \$7,922 invested in stocks that were SIPC insured or collateralized.

Credit Risk

The Regional Office of Education #45 is allowed to invest in securities as authorized by Section 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, 2023, the Regional Office of Education #45 was in compliance with these guidelines.

NOTE 3: INTERFUND RECEIVABLES AND PAYABLES

Interfund due to/from other fund balances at June 30, 2023 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 Position.

Fund	Due From Other Funds	Due to Other Funds
General Fund		
Office Account-Waterloo Office	\$ 195,647	\$ -
Evidence Based Funding	154,220	
Operations & Maintenance	-	154,220
Education Fund		
Chester Office		
Adult Education-Federal Basic	-	27,212
NSLP-ARPA Equipment Assistance Grant	-	23,419
Waterloo Office		
Community Partnership	-	139,748
McKinney Vento Education for Homeless Children	-	2,868
McKinney Vento Education for Homeless Children- ARP	-	500
Proprietary Fund		
Registration	-	1,900
	<u>\$ 349,867</u>	<u>\$ 349,867</u>

At June 30, 2023, amounts due from other funds to the General Fund primarily consisted of loans to various Education fund accounts to cover temporary cash shortages. These funds utilize the same pooled cash account.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 4: DUE TO/DUE FROM OTHER GOVERNMENTAL UNITS

At June 30, 2023, the Regional Office of Education #45's General fund, Education fund, Enterprise fund, and Custodial fund had amounts due to and due from various other governmental units which consisted of the following:

Due from Other Governments:

General Fund		
Local Governments		\$ <u>165,612</u>
Education Fund		
Regional Office of Education #3		3,368
Illinois Community College Board		27,212
Illinois State Board of Education		<u>184,030</u>
		<u>214,610</u>
Enterprise Fund		
Local Governments		<u>62,349</u>
Total		<u>\$ 442,571</u>

Custodial Funds

Local Governments		\$ 1,775
Illinois State Board of Education		270,570
Illinois Comptroller		<u>1,715,093</u>
Total		<u>\$ 1,987,438</u>

Due to Other Governments:

Custodial Funds		
Local Governments		\$ <u>2,546,487</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 5: CAPITAL ASSETS

Capital asset activities for the year ended June 30, 2023 are as follows:

Asset Class	July 1, 2022	Additions	Deletions	June 30, 2023
Governmental Activities:				
Construction in Process	\$ -	\$ 609,332	\$ -	\$ 609,332
Equipment and Furniture	191,026	88,783	-	279,809
Less: Accumulated Depreciation	(111,427)	(17,659)	-	(129,086)
	<u>79,599</u>	<u>71,124</u>	<u>-</u>	<u>150,723</u>
Net Investment in Capital Assets	<u>\$ 79,599</u>	<u>\$ 680,456</u>	<u>\$ -</u>	<u>\$ 760,055</u>
Business-Type Activities:				
Equipment and Furniture	\$ 6,611	\$ -	\$ -	\$ 6,611
Less: Accumulated Depreciation	(6,611)	-	-	(6,611)
Net Investment in Capital Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

For the government activities, depreciation expense for the year ended June 30, 2023 amounted to \$17,659 and was accounted for in the instructional services function. For the business-type activities, depreciation expense was \$0.

NOTE 6: PENSION AND RETIREMENT COMMITMENTS

A. Teachers' Retirement System of the State of Illinois (TRS)

Plan Description

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. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

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

Benefits Provided

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

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

A. Teachers' Retirement System of the State of Illinois (TRS) (Continued)

Benefits Provided (Concluded)

highest consecutive years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

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

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

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022, was 9.00 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education #45.

On behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2023, the State of Illinois contributions recognized by the Regional Office of Education #45 were based on the State's proportionate share of the pension expense associated with the Regional Office of Education #45, and the Regional Office of Education #45 recognized revenue and expenditures of \$205,367 in pension contributions from the State of Illinois.

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

A. Teachers' Retirement System of the State of Illinois (TRS) (Continued)

Contributions (Concluded)

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This contribution rate is specified by statute. Contributions for the year ended June 30, 2023 were \$2,513 and are deferred because they were paid after the June 30, 2022 measurement date.

Federal and special 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 Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

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

For the year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$31,678 were paid from federal and special trust funds that required employer contributions of \$3,323. These contributions are deferred because they were paid after the June 30, 2022, measurement date.

Early retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The Regional Office of Education #45 is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the Regional Office of Education #45 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent and no payments for sick leave days granted in excess of the normal annual allotment.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

At June 30, 2022, the Regional Office of Education #45 reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for State pension support provided to the employer. The State's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the employer follows below:

Employers proportionate share of the net pension liability	\$ 30,140
State's proportionate share of the net pension liability associated with the employer	<u>2,614,425</u>
Total	<u>\$2,644,565</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

A. Teachers' Retirement System of the State of Illinois (TRS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions (Continued)

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. For the year ended June 30, 2023, the Regional Office of Education #45 recognized pension income of \$160,849. The Regional Office of Education #45's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2022, the Regional Office of Education #45's proportion was 0.0000359490%, which was an increase of 0.0000038551% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the Regional Office of Education #45 recognized pension expense of \$205,367 and revenue of \$205,367 for support provided by the State. At June 30, 2023, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 61	\$ 166
Net difference between projected and actual earnings on pension plan investments	28	-
Change of assumptions	139	58
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>2,626</u>	<u>75,799</u>
Total deferred amounts to be realized in pension expense in future periods	2,854	76,023
Employer contributions subsequent to the measurement date	<u>5,836</u>	<u>-</u>
Total	<u>\$ 8,690</u>	<u>\$ 76,023</u>

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

A. Teachers' Retirement System of the State of Illinois (TRS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions (Concluded)

\$5,836 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2024	\$ (74,194)
2025	(150)
2026	49
2027	860
2028	266
Thereafter	-
Total	\$ (73,169)

Actuarial Assumptions

The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary Increases	Varies by amount of service credit
Investment Rate of Return	7.00 percent, net of pension plan investment expense, including inflation

In the June 30, 2022 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were based on the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2020.

The long-term (20-year) expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

A. Teachers' Retirement System of the State of Illinois (TRS) (Continued)

Actuarial Assumptions (Concluded)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
U.S. Equities Large Cap	16.3%	5.73%
U.S. Equities Small/Mid Cap	1.9	6.78
International Equities Developed	14.1	6.56
Emerging Market Equities	4.7	8.55
U.S. Bonds Core	6.9	1.15
Cash Equivalents	1.2	(0.32)
TIPS	0.5	0.33
International Debt Developed	1.2	6.56
Emerging International Debt	3.7	3.76
Real Estate	16.0	5.42
Private Debt	12.5	5.29
Hedge Funds	4.0	3.48
Private Equity	15.0	10.04
Infrastructure	2.0	5.86
	<u>100.0%</u>	

*Based on the 2021 Horizon Survey of Capital Market Assumptions

Discount Rate

At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2022 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially-funded by Tier 2 members, as the Tier 2-member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return of TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

A. Teachers' Retirement System of the State of Illinois (TRS) (Concluded)

Sensitivity of the Regional Office of Education #45's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Regional Office of Education #45's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the Regional Office of Education #45's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00 percent) or 1 percentage point higher (8.00 percent) than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's proportionate share of the net pension liability	\$ 36,861	\$ 30,140	\$ 24,566

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2022, is available in the separately issued TRS *Comprehensive Annual Financial Report*.

B. Illinois Municipal Retirement Fund

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 managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information (RSI). The report is available for download at www.imrf.org.

Benefits Provided

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

B. Illinois Municipal Retirement Fund (Continued)

Benefits Provided (Concluded)

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent of the original amount on January 1 every year after retirement.

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

- 3 percent of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

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

Retirees and beneficiaries currently receiving benefits	32
Inactive plan members entitled to, but not yet receiving benefits	17
Active plan members	12
Total	61

Contributions

As set by statute, the Regional Office of Education #45's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Regional Office of Education #45's annual contribution rate for calendar year 2022 was 11.64%. For the fiscal year 2023, the Regional Office of Education #45 contributed \$36,800 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

B. Illinois Municipal Retirement Fund (Continued)

Net Pension Liability

The Regional Office of Education #45's net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2022:

- The *Actuarial Cost Method* used was Entry Age Normal.
- The *Asset Valuation Method* used was Fair Value of Assets.
- The *Inflation Rate* was assumed to be 2.25 percent.
- *Salary Increases* were expected to be 2.85 percent to 13.75 percent, including inflation.
- The *Investment Rate of Return* was assumed to be 7.25 percent.
- *Projected Retirement Age* was from the Experience-based table of rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017-2019.
- For *Non-disabled Retirees*, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used.
- For *Disabled Retirees*, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- For *Active Members*, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- The *Long-Term Expected Rate of Return* on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2022:

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

B. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Concluded)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equities	35.5%	6.50%
International Equities	18.0	7.60
Fixed Income	25.5	4.90
Real Estate	10.5	6.20
Alternatives	9.5	
Private Equity		9.90
Hedge Funds		N/A
Commodities		6.25
Cash Equivalents	1.0	4.00
Total	<u>100.0</u>	

Single Discount Rate

A Single Discount Rate of 7.25 percent was used to measure the total pension liability as of December 31, 2022. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits); and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25 percent, the municipal bond rate is 4.05 percent, and the resulting single discount rate is 7.25 percent.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

B. Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at December 31, 2021	\$ 3,574,180	\$ 4,180,722	\$ (606,542)
Changes for the year:			
Service Cost	35,546	-	35,546
Interest on the Total Pension Liability	251,707	-	251,707
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	30,641	-	30,641
Changes of Assumptions	-	-	-
Contributions - Employer	-	51,312	(51,312)
Contributions - Employees	-	19,837	(19,837)
Net Investment Income	-	(713,519)	713,519
Benefit Payments, including Refunds of Employee Contributions	(240,258)	(240,258)	-
Other (Net Transfer)	-	(3,279)	3,279
Net Changes	77,636	(885,907)	963,543
Balances at December 31, 2022	\$ 3,651,816	\$ 3,294,815	\$ 357,001

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.25 percent, as well as what the plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25 percent) or 1 percentage point higher (8.25 percent) than the current rate.

	1% Lower 6.25%	Current Discount 7.25%	1% Higher 8.25%
Net Pension Liability (Asset)	\$ 746,094	\$ 357,001	\$ 37,455

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)

B. Illinois Municipal Retirement Fund (Concluded)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2023, the employer recognized pension expense of \$225,278. At June 30, 2023, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 12,742	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	<u>809,835</u>	<u>532,286</u>
Total deferred amounts to be recognized in pension expense in future periods	<u>822,577</u>	<u>532,286</u>
<i>Pension Contributions made Subsequent to the Measurement Date</i>	<u>9,480</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 832,057</u>	<u>\$ 532,286</u>

\$9,480 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31,	Net Deferred Outflows (Inflows) of Resources
2023	\$ (18,708)
2024	43,202
2025	94,166
2026	171,631
2027	-
Thereafter	-
Total	<u>\$ 290,291</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONCLUDED)

C. Social Security

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

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS

A. Teacher Health Insurance Security Fund

THIS Plan Description

The Regional Office of Education #45 participates in the Teacher Health Insurance Security (THIS) Fund. The THIS fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative costs. The THIS fund is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that covers retired employees of participating employers throughout the State of Illinois, excluding the Chicago Public School System. THIS health coverage includes provisions for medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits. Annuitants may participate in the State administered Preferred Provider Organization plan or choose from several managed care options. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to THIS were transferred to the Department of Central Management Services (department) as of July 1, 2013. The Department administers the plan with the cooperation of the Teachers' Retirement System (TRS).

Benefits Provided

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

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

On-behalf Contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2023, State of Illinois contributions recognized by the Regional Office of Education #45 were based on the State's proportionate share of the collective net OPEB liability associated with the Regional Office of Education #45, and recognized revenue and expenditures of (\$54,110) in OPEB contributions from the State of Illinois.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

A. Teacher Health Insurance Security Fund (Continued)

Employer Contributions to the THIS Fund

The Regional Office of Education #45 also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023, The employer THIS fund contributions was 0.67 and 0.92 percent during the years ended 2022 and 2021, respectively. For the year ended June 30, 2023, the Regional Office of Education #45 paid \$2,903 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2022 and 2021, the Regional Office of Education #45 paid \$2,464 and \$2,648 to the THIS fund, respectively, which was 100 percent of the required contribution.

Further Information on the THIS Fund

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

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.25%
Salary increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Trend for fiscal year 2023 based on expected increases used to develop average costs. For fiscal years after 2023, trend starts at 8.00% for non-Medicare costs and Medicare costs, and gradually decreases to an ultimate trend of 4.25% in 2039.

Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled annuitant’s mortality rates were based on the PubNS-2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

A. Teacher Health Insurance Security Fund (Continued)

Single Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since the THIS fund is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.69 percent as of June 30, 2022, and 1.92 percent as of June 30, 2021.

Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Discount Rate

The following presents the Regional Office of Education #45's proportionate share of the collective net OPEB liability, as well as what the ROE's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.69 percent) or 1 percentage point higher (4.69 percent) than the current discount rate.

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Employer's proportionate share of the collective net OPEB liability	\$ 101,401	\$ 91,224	\$ 80,800

Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the Regional Office of Education #45's proportionate share of the collective net OPEB liability as of June 30, 2022, using current trend rates and sensitivity trend rates that are either 1 percentage point higher or lower. The current claims trend rates are 8.00 percent in 2023 decreasing to an ultimate trend rate of 4.25 percent in 2039.

	1% Decrease^a	Healthcare Cost Trend Rate	1% Increase^b
Employer's proportionate share of the collective net OPEB liability	\$ 77,100	\$ 91,224	\$ 106,758

^a One percentage point decrease in healthcare trend rates are 7.00 percent in 2024 decreasing to an ultimate trend rate of 3.25 percent in 2039.

^b One percentage point increase in healthcare trend rates are 9.00 percent in 2024 decreasing to an ultimate trend rate of 5.25 percent in 2039.

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MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

A. Teacher Health Insurance Security Fund (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

At June 30, 2023, the Regional Office of Education #45 reported a liability for its proportionate share of the collective net OPEB liability that reflected a reduction for State OPEB support provided to the Regional Office of Education #45. The amount recognized by the ROE as its proportionate share of the collective net OPEB liability, the related State support, and the total portion of the collective net OPEB liability that was associated with the Regional Office of Education #45 were as follows:

Employer's proportionate share of the collective net OPEB liability	\$ 91,224
State's proportionate share of the collective net OPEB liability associated with the employer	<u>124,125</u>
Total	<u>\$ 215,349</u>

The collective net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of June 30, 2021 and rolled forward to the June 30, 2022, measurement date. The Regional Office of Education #45's proportion of the collective net OPEB liability was based on a projection of the Regional Office of Education #45's long-term share of contributions to the OPEB plan relative to the projected contributions of the Regional Office of Education #45, actuarially determined. At June 30, 2022, the Regional Office of Education #45's proportion was 0.001333%, which was an increase of 0.000224 from its proportion measured as of June 30, 2021 (0.001109%). The State's support and total are for disclosure purposes only.

For the year ended June 30, 2023, the Regional Office of Education #45 recognized OPEB expense of (\$54,110) and revenue of (\$54,110) for support provided by the State. For the year ending June 30, 2023, the Regional Office of Education #45 recognized OPEB benefit of \$51,384. At June 30, 2023, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 59,665
Change of assumptions	82	225,026
Net difference between projected and actual earnings on OPEB plan investments	13	2
Changes in proportion and differences between employer contributions and proportionate share of contributions	63,056	52,030
Employer contributions subsequent to the measurement date	<u>2,903</u>	<u>-</u>
Total	<u>\$ 66,054</u>	<u>\$ 336,723</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

A. Teacher Health Insurance Security Fund (Concluded)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB (Concluded)

\$2,903 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30,	Net Deferred (Inflows) Outflows of Resources
2024	\$ (34,894)
2025	(34,894)
2026	(34,894)
2027	(34,893)
2028	(34,893)
Thereafter	(99,104)
Total	\$ (273,572)

THIS fiduciary net position – Detailed information about the THIS fund fiduciary net position as of June 30, 2022, is available in the separately issued THIS financial report.

B. Health Insurance

Plan Description

The Regional Office of Education #45 provides a single-employer defined-benefit post-employment healthcare plan to retirees who participate in the IMRF retirement plan. This plan extends the same health benefits to annuitants as to active employees in the IMRF plan. The Governmental Accounting Standards Board (GASB) issued Statement No.'s 74 and 75 that established generally accepted accounting principles for the annual financial statements for post-employment benefit plans other than pension plans. The required information is as follows:

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
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NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

B. Health Insurance (Continued)

Eligibility Provisions

Full-time employees – IMRF

Tier 1 IMRF full-time employees age 55 with at least 8 years of service are covered
Tier 2 IMRF full-time employees age 62 with at least 10 years of service are covered

Full-time employees – TRS

Tier 1 TRS full-time employees, at least 55 years old with at least 20 years of service are covered
Tier 2 TRS full-time employees, at least 62 years old with at least 10 years of service are covered

Benefits Provided

The Regional Office of Education #45 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education #45 retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. The Regional Office of Education #45 offers the Medical PPO Plan to full-time IMRF employees. Retirees pay the full cost of coverage including the cost for spousal coverage. Should the retiree pass away, surviving spouse coverage will also terminate. Coverage is secondary to Medicare once eligible. TRS employees are not permitted to remain on ROE insurance in retirement and must seek outside coverage such as that offered through the THIS (Teacher Health Insurance Security) fund.

Membership

At June 30, 2023, membership consisted of:

Inactive employees currently receiving benefits	-
Inactive employees entitled to, but not yet receiving benefits	-
Active employees	16
Total	16

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

B. Health Insurance (Continued)

Funding Policy and Contributions

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

The employer contributions and benefit payments are related to the increase in active premiums due to the presence of retirees in the determination of blended retiree/active premiums.

The contributions of \$0 from other Regional Office of Education #45 resources and benefit payments of \$0 from other Regional Office of Education #45 resources are contributions made to and benefit payments made from the OPEB Plan that were not directly made to or from the OPEB Trust.

Total OPEB Liability

The total OPEB liability for the current fiscal year has been developed based on the July 1, 2023, actuarial valuation date and adjusted to the June 30, 2023, measurement date based on procedures that conform to the Alternative Measurement Method and generally accepted actuarial principles and practices.

Actuarial Assumptions

Discount Rate Used for the Total OPEB Liability	3.54% beginning of the year to 3.65%, end of the year.
Inflation	Long-term inflation expectation is 2.25%
Long-term Expected Rate of Return on Plan Assets	N/A, OPEB obligation is unfunded.
High Quality 20 Year Tax-exempt G.O. Bond Rates	Assumed rate was changed from 3.54% to 3.65% for the current year.
Salary Increases	The salary increase assumption of 2.5% was based on a review of the IMRF Experience Study Report dated December 14, 2020 and the TRS Experience Study Report dated September 30, 2021.
Annual Blended Premium	Premiums charged for coverage of retiree and spouse are \$8,834 and \$9,328, respectively.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

B. Health Insurance (Continued)

Actuarial Assumptions (Concluded)

Healthcare Trend Rates	The initial trend rate is based on the 2022 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range. Trend starts at 7.3% to an ultimate trend of 5.00%. No adjustment has been made to the trend for the impact of COVID-19.
Retiree Contribution rates	Same as Healthcare Trend Rates
Mortality Rates	IMRF – PubG-2010(B) Improved Generationally and MP-2020 Improvement, weighted per IMRF Experience Study Report dated December 14, 2020; age 83 for males and age 87 for females. TRS – PubT-2010 Improved Generationally using MP-2020 Improvement, weighted per TRS Experience Study Report dated September 30, 2021; age 87 for males and age 90 for females.
Retirement Rates	IMRF – Based on rates from IMRF Experience Study Report dated December 14, 2020; age 61 for Tier 1 and age 62 for Tier 2. TRS – Based on rates from TRS Experience Study Report dated September 30, 2021; age 60 for Tier 1 and age 62 for Tier 2.

For any active participant who will not meet the service requirement necessary to retire at assumed retirement ages, it is assumed they have prior service with a different employer and therefore will be eligible to retire. In the current valuation, there are 2 participants impacted by this assumption.

The mortality rates were used to estimate assumed ages at death pursuant to the Alternative Measurement Method for GASB 74/75.

The probability of working to the assumed retirement age was determined based on the underlying termination and disability rates pursuant to the Alternative Measurement Method for GASB 74/75.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

B. Health Insurance (Continued)

Assumption Changes

The actuarial assumptions were changed in the current year to the tables shown in the Actuarial Assumptions section above. The assumptions impacted include:

- Mortality rates
- Mortality improvement rates
- Retirement rates
- Termination rates
- Disability rates

All IMRF rates are based on rates from IMRF Experience Study Report dated December 14, 2020, for IMRF employees. All TRS rates are based on rates from TRS Experience Study Report dated September 30, 2021, for TRS employees.

The above stated assumption changes were made to better reflect the future anticipated experience of the plan.

The assumed rate on High Quality 20-year Tax Exempt G.O. Bonds was changed from 3.54 percent to 3.65 percent for the current year. The underlying index used in the Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index.

Since the employer does not have a trust dedicated exclusively to the payment of OPEB benefits, the discount rate used in the determination of the total OPEB liability was also changed from 3.54 percent to 3.65 percent.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at July 1, 2022	\$ 40,047
Changes for the year:	
Service cost	468
Interest	1,400
Differences between expected and actual experience	-
Changes of assumptions	96
Benefit Payments	(1,009)
Net changes	955
Balance at June 30, 2023	\$ 41,002

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

B. Health Insurance (Continued)

Discount Rate

The discount rate used in the determination of the total OPEB liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. If the employer does not have a trust dedicated exclusively to the payment of OPEB benefits, as is the case with the Regional Office of Education #45, then only the municipal bond rate is used in determining the total OPEB liability.

If the postretirement plan is funded, cash flow projections are used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net OPEB liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net OPEB liability associated with those payments.

Projected benefit payments are determined during the valuation process based on the assumptions. The expected contributions are based on the funding policy of the plan.

Municipal Bond Rate

The municipal bond rate assumption is based on the Bond Buyer 20-Bond GO Index. The beginning of year rate is 3.54 percent and the end of year rate is 3.65 percent, as of June 30, 2023. The 20-Bond GO Index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA.

The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yield of the bonds.

Sensitivity of the Discount Rate

The following presents the Regional Office of Education #45's total OPEB liability calculated using a discount rate of 3.65 percent, as well as what the ROE's total OPEB liability would be if it were calculated using a single discount rate that is 1 percentage point lower (2.65 percent) or 1 percentage point higher (4.65 percent) than the current rate.

	<u>1% Decrease (2.65%)</u>	<u>Current Discount Rate (3.65%)</u>	<u>1% Increase (4.65%)</u>
Employer total OPEB liability	\$ 45,171	\$ 41,002	\$ 37,360

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)

B. Health Insurance (Continued)

Sensitivity of the Healthcare Trend Rates

The following presents the Regional Office of Education #45's total OPEB liability, calculated using the healthcare cost trend rates as well as what the Regional Office of Education #45's total OPEB liability would be if it were 1 percentage point higher or lower than the current healthcare cost trend rates. The key trend rates are 7.3 percent in 2022 decreasing to an ultimate trend rate of 5.00 percent in 2032.

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Employer total OPEB liability	\$ 36,860	\$ 41,002	\$ 45,712

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the Regional Office of Education #45 recognized OPEB expense of \$955. At June 30, 2023, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	-	-
Net difference between projected and actual earnings on OPEB plan investments	-	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	-
Employer contributions subsequent to the measurement date	-	-
Total	\$ -	\$ -

Contributions subsequent to the measurement date may be recognized as a reduction to the net OPEB liability. The amount is not known as of the date of this report. Subsequent to the measurement date, the following amounts will be recognized in OPEB expense in the upcoming years:

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONCLUDED)

B. Health Insurance (Concluded)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB (Concluded)

Year Ending June 30,	Net Deferred (Inflows) Outflows of Resources
2023	\$ -
2024	-
2025	-
2026	-
2027	-
Thereafter	-
Total	\$ -

NOTE 8: LONG-TERM LIABILITIES

Changes in long-term liabilities during the fiscal year were as follows:

Asset Class	July 1, 2022	Additions	Deletions	June 30, 2023
Net pension liability	\$ 25,037	\$ 362,104	\$ -	\$ 387,141
OPEB liabilities	284,641	-	152,415	132,226
Total noncurrent liabilities	\$ 309,678	\$ 362,104	\$ 152,415	\$ 519,367

NOTE 9: COMMITMENTS AND CONTINGENCIES

In the normal course of operations, the Regional Office of Education #45 receives grant funds from various federal and State agencies. These grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds.

Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Significant losses are covered by the commercial insurance for all major programs: property, liability, and workman's compensation. During the year ended June 30, 2023, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past four years.

NOTE 10: ON-BEHALF PAYMENTS

The State of Illinois paid the following salaries of the Regional Superintendent and the Assistant Regional Superintendent and contributions on-behalf of Regional Office of Education #45. The breakdown of the State on-behalf payments for the year ended June 30, 2023, is as follows:

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023**

NOTE 10: ON-BEHALF PAYMENTS (CONCLUDED)

State of Illinois		
Regional Superintendent Salary	\$	122,376
Regional Superintendent Benefits (includes State paid insurance)		43,692
Assistant Regional Superintendent Salary		110,148
Assistant Regional Superintendent Benefits (includes State paid insurance)		25,347
		<hr/>
		301,563
ROE #45's Share of TRS Pension Expense		205,367
ROE #45's Share of THIS OPEB (Benefit) Expense		(54,110)
		<hr/>
Total	\$	<u>452,820</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 (ISBE). These amounts have been recorded in the accompanying governmental fund financial statements as State revenue and expenditures.

The Regional Office of Education #45 also recorded \$205,367 in revenue and expenses as on-behalf payments from ISBE for the Regional Office's share of the State's Teachers' Retirement System (TRS) pension expense and (\$54,110) in revenue and expenses as on-behalf payments from the State for the Regional Office's share of the OPEB expense in the Statement of Activities. In addition, the Regional Office of Education #45 has not included any on-behalf payments related to the State's TRS pension expense for the Regional Superintendent or Assistant Superintendent.

NOTE 11: LEASE COMMITMENTS

Lease 1: The Regional Office of Education #45 entered into a one-year lease agreement for rental of 107 East Mill Street, Waterloo (Waterloo Regional Office building) beginning December 1, 2021 and terminating November 30, 2022 payable in monthly installments of \$1,985. The Regional Office of Education #45 renewed the lease starting December 1, 2022 and terminating November 30, 2023. The lease is payable in monthly installments of \$2,083. Remaining commitments on this lease are \$10,416 to be paid in the year ended June 30, 2024.

Lease 2: The Regional Office of Education #45 entered into a one-year lease agreement for rental of two classrooms and an office located at 6137 Beck Road, Red Bud beginning August 1, 2021 and terminating July 31, 2022. The Regional Office of Education #45 renewed the lease for another year starting August 1, 2022 and terminating July 31, 2023. The lease is payable in quarterly installments of \$2,750.

Lease expense for the fiscal year ended June 30, 2023, was \$35,505.

NOTE 12: DISTRIBUTIVE FUND AND SCHOOL FACILITY SALES TAX 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 and School Sales Tax bank accounts by the Regional Superintendent to be used for the benefit of all of the districts in the region.

REQUIRED SUPPLEMENTARY INFORMATION

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

**SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY+
Teachers' Retirement System of the State of Illinois
For the Year Ended June 30, 2023**

	<u>FY2022*</u>	<u>FY2021*</u>	<u>FY2020*</u>	<u>FY2019*</u>	<u>FY2018*</u>	<u>FY2017*</u>	<u>FY2016*</u>	<u>FY2015*</u>	<u>FY2014*</u>
Employer's proportion of the net pension liability	0.0000359490%	0.0000320939%	0.0000332813%	0.0000339167%	0.0000405932%	0.0012433401%	0.0015296022%	0.0008213755%	0.0009048518%
Employer's proportionate share of the net pension liability	\$ 30,140	\$ 25,037	\$ 28,694	\$ 27,509	\$ 31,640	\$ 949,889	\$ 1,207,408	\$ 538,084	\$ 550,677
State's proportionate share of the net pension liability associated with the employer	2,614,425	2,098,356	2,247,425	1,957,800	2,167,495	2,627,581	3,013,143	1,654,931	1,246,578
Total	<u>\$ 2,644,565</u>	<u>\$ 2,123,393</u>	<u>\$ 2,276,119</u>	<u>\$ 1,985,309</u>	<u>\$ 2,199,135</u>	<u>\$ 3,577,470</u>	<u>\$ 4,220,551</u>	<u>\$ 2,193,015</u>	<u>\$ 1,797,255</u>
Employer's covered payroll	\$ 367,826	\$ 287,876	\$ 279,678	\$ 275,537	\$ 280,032	\$ 354,736	\$ 379,610	\$ 255,558	\$ 237,694
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	8.2%	8.7%	10.3%	10.0%	11.3%	267.8%	318.1%	210.6%	231.7%
Plan fiduciary net position as a percentage of the total pension liability	42.8%	45.1%	37.8%	39.6%	40.0%	39.3%	36.4%	41.5%	43.0%

*The amounts presented were determined as of the prior fiscal year end.

**SCHEDULE OF EMPLOYER CONTRIBUTIONS+
Teachers' Retirement System of the State of Illinois
For the Year Ended June 30, 2023**

	<u>FY2023</u>	<u>FY2022</u>	<u>FY2021</u>	<u>FY2020</u>	<u>FY2019</u>	<u>FY2018</u>	<u>FY2017</u>	<u>FY2016</u>	<u>FY2015</u>	<u>FY2014</u>
Statutorily-required contribution	\$ 5,836	\$ 5,069	\$ 3,153	\$ 2,804	\$ 3,353	\$ 11,227	\$ 51,225	\$ 59,238	\$ 28,920	\$ 32,285
Contributions in relation to the statutorily-required contribution	5,836	5,069	3,153	2,804	3,353	11,227	51,225	59,238	28,920	32,285
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's covered payroll	\$ 433,269	\$ 367,826	\$ 287,876	\$ 279,678	\$ 275,537	\$ 280,032	\$ 354,736	\$ 379,610	\$ 255,558	\$ 237,694
Contributions as a percentage of covered payroll	1.3%	1.4%	1.1%	1.0%	1.2%	4.0%	14.4%	15.6%	11.3%	13.6%

†The information in both schedules will accumulate until a full 10-year trend is presented as required by GASB Statement No. 68.

Notes to Supplementary Information

Changes of assumptions

For the 2022 measurement year, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated September 30, 2021.

For the 2021-2017 measurement years, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.25 percent and real return of 4.75 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.50 percent, including an inflation rate of 3.00 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

**ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
For the Year Ended June 30, 2023**

Calendar Year Ended December 31,	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability									
Service Cost	\$ 35,546	\$ 25,881	\$ 33,102	\$ 37,292	\$ 35,444	\$ 37,417	\$ 41,466	\$ 37,862	\$ 44,199
Interest on the Total Pension Liability	251,707	244,571	237,694	236,272	231,699	230,357	222,175	214,000	200,487
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	30,641	59,574	79,492	(29,933)	30,790	48,411	34,294	29,763	(15,402)
Changes of Assumptions	-	-	(24,051)	-	85,163	(95,176)	-	-	121,901
Benefit Payments, including Refunds of Employee Contributions	(240,258)	(232,594)	(222,954)	(220,889)	(207,931)	(196,343)	(177,282)	(171,568)	(164,114)
Net Change in Total Pension Liability	<u>77,636</u>	<u>97,432</u>	<u>103,283</u>	<u>22,742</u>	<u>175,165</u>	<u>24,666</u>	<u>120,653</u>	<u>110,057</u>	<u>187,071</u>
Total Pension Liability - Beginning	<u>3,574,180</u>	<u>3,476,748</u>	<u>3,373,465</u>	<u>3,350,723</u>	<u>3,175,558</u>	<u>3,150,892</u>	<u>3,030,239</u>	<u>2,920,182</u>	<u>2,733,111</u>
Total Pension Liability - Ending (A)	<u>\$ 3,651,816</u>	<u>\$ 3,574,180</u>	<u>\$ 3,476,748</u>	<u>\$ 3,373,465</u>	<u>\$ 3,350,723</u>	<u>\$ 3,175,558</u>	<u>\$ 3,150,892</u>	<u>\$ 3,030,239</u>	<u>\$ 2,920,182</u>
Plan Fiduciary Net Position									
Contributions - Employer	\$ 51,312	\$ 49,649	\$ 52,009	\$ 40,180	\$ 67,094	\$ 58,417	\$ 83,223	\$ 74,683	\$ 74,093
Contributions - Employees	19,837	18,581	13,451	19,362	16,401	15,284	16,784	16,491	14,865
Net Investment Income	(713,519)	659,894	516,315	551,590	(98,831)	467,131	269,564	78,694	171,708
Benefit Payments, including Refunds of Employee Contributions	(240,258)	(232,594)	(222,954)	(220,889)	(207,931)	(196,343)	(177,282)	(171,568)	(164,114)
Other (Net Transfer)	(3,279)	(2,195)	(2,422)	(2,804)	(1,963)	(2,516)	(3,566)	(16,436)	(2,267)
Net Change in Plan Fiduciary Net Position	<u>(885,907)</u>	<u>493,335</u>	<u>356,399</u>	<u>387,439</u>	<u>(225,230)</u>	<u>341,973</u>	<u>188,723</u>	<u>(18,136)</u>	<u>94,285</u>
Plan Fiduciary Net Position - Beginning	<u>4,180,722</u>	<u>3,687,387</u>	<u>3,330,988</u>	<u>2,943,549</u>	<u>3,168,779</u>	<u>2,826,806</u>	<u>2,638,083</u>	<u>2,656,219</u>	<u>2,561,934</u>
Plan Fiduciary Net Position - Ending (B)	<u>\$ 3,294,815</u>	<u>\$ 4,180,722</u>	<u>\$ 3,687,387</u>	<u>\$ 3,330,988</u>	<u>\$ 2,943,549</u>	<u>\$ 3,168,779</u>	<u>\$ 2,826,806</u>	<u>\$ 2,638,083</u>	<u>\$ 2,656,219</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 357,001</u>	<u>\$ (606,542)</u>	<u>\$ (210,639)</u>	<u>\$ 42,477</u>	<u>\$ 407,174</u>	<u>\$ 6,779</u>	<u>\$ 324,086</u>	<u>\$ 392,156</u>	<u>\$ 263,963</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	90.22%	116.97%	106.06%	98.74%	87.85%	99.79%	89.71%	87.06%	90.96%
Covered Payroll	\$ 440,825	\$ 334,789	\$ 298,903	\$ 321,959	\$ 364,444	\$ 339,632	\$ 373,806	\$ 366,453	\$ 330,328
Net Pension Liability as a Percentage of Covered Payroll	80.98%	-181.17%	-70.47%	13.19%	111.72%	2.00%	86.70%	107.01%	79.91%

Notes to Schedule

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Changes in assumptions

- For 2014, changes are primarily from adopting IMRF specific mortality tables with fully generational projection scale MP-2014 (base year 2014) developed from the RP-2014 mortality tables.
- For 2015, changes are primarily from a change in the calculated single discount rate from 7.49 percent in 2014 to 7.47 percent in 2015.
- For 2016, changes are primarily from a change in the calculated single discount rate from 7.47 percent in 2015 to 7.50 percent in 2016.
- For 2017, changes are primarily from adopting IMRF specific mortality tables with fully generational projection scale MP-2017 (base year 2015) developed from the RP-2014 mortality tables.
- For 2018, the assumed investment rate of return was lowered from 7.50 percent to 7.25 percent.
- For 2020, changes are primarily from adopting the Pub-2010, amount weighted, general mortality tables for retirees and active members.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

**ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
For the Year Ended June 30, 2023**

(a) Fiscal Year Ended June 30,	(a) Actuarially Determined Contribution	(a) Actual Contribution	(a) Contribution Deficiency (Excess)	(a) Covered Payroll	(a) Actual Contribution as a Percentage of Covered Payroll
2015	\$ 75,873	\$ 75,873	\$ -	\$ 355,776	21.33%
2016	77,439	77,439	-	362,229	21.38%
2017	71,020	71,020	-	357,523	19.86%
2018	63,340	63,340	-	355,130	17.84%
2019	52,679	52,679	-	337,597	15.60%
2020	48,846	48,846	-	326,588	14.96%
2021	43,812	43,812	-	272,116	16.10%
2022	53,236	53,236	-	403,314	13.20%
2023	36,800	36,800	-	482,871	7.62%

(a) These amounts have been converted from IMRF's calendar year end to the entity's fiscal year end utilizing information from the entity's records and therefore will not agree to the IMRF actuarial report issued on March 28, 2023 for the period ended December 31, 2022.

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is completed, information is presented for those years for which information is available.

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2022 Contribution Rate*

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2021 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	10-year rolling period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	2.75%
<i>Price Inflation:</i>	2.25%
<i>Salary Increases:</i>	2.85% to 13.75%, including inflation
<i>Investment Rate of Return:</i>	7.25%
<i>Retirement Age:</i>	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
<i>Mortality:</i>	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retiree, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2020, actuarial valuation; note two-year lag between valuation and rate setting.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

**SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY†
Teachers' Health Insurance Security Fund
For the Year Ended June 30, 2023**

	<u>FY2022*</u>	<u>FY2021*</u>	<u>FY2020*</u>	<u>FY2019*</u>	<u>FY2018*</u>	<u>FY2017*</u>	<u>FY2016*</u>
Employer's proportion of the collective net OPEB liability (asset)	0.001333%	0.001109%	0.001106%	0.001121%	0.001181%	0.001542%	0.001630%
Employer's proportionate share of the collective net OPEB liability (asset)	\$ 91,224	\$ 244,594	\$ 295,570	\$ 310,261	\$ 311,230	\$ 400,175	\$ 445,514
State's proportionate share of the collective net OPEB liability associated with the Employer	124,125	331,597	400,435	420,133	417,851	525,532	617,786
Total	<u>\$ 215,349</u>	<u>\$ 576,191</u>	<u>\$ 696,005</u>	<u>\$ 730,394</u>	<u>\$ 729,081</u>	<u>\$ 925,707</u>	<u>\$ 1,063,300</u>
Employer's covered payroll	\$ 367,826	\$ 287,876	\$ 279,678	\$ 275,537	\$ 280,032	\$ 354,736	\$ 379,610
Employer's proportionate share of the collective net OPEB liability (asset) as a percentage of its covered payroll	24.80%	84.97%	105.68%	112.60%	111.14%	112.81%	117.36%
Plan fiduciary net position as a percentage of the total OPEB liability	5.24%	1.40%	0.70%	0.25%	-0.07%	-0.17%	-0.22%

*The amounts presented were determined as of the prior fiscal-year end.

**SCHEDULE OF EMPLOYER CONTRIBUTIONS†
Teachers' Health Insurance Security Fund
For the Year Ended June 30, 2023**

	<u>FY2023</u>	<u>FY2022</u>	<u>FY2021</u>	<u>FY2020</u>	<u>FY2019</u>	<u>FY2018</u>	<u>FY2017</u>	<u>FY2016</u>
Statutorily-required contribution	\$ 2,903	\$ 2,464	\$ 2,648	\$ 2,574	\$ 2,535	\$ 2,464	\$ 2,980	\$ 3,037
Contributions in relation to the statutorily-required contribution	2,903	2,464	2,648	2,574	2,535	2,464	2,980	3,037
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's covered payroll	\$ 433,269	\$ 367,826	\$ 287,876	\$ 279,678	\$ 275,537	\$ 280,032	\$ 354,736	\$ 379,610
Contributions as a percentage of covered payroll	0.67%	0.67%	0.92%	0.92%	0.92%	0.88%	0.84%	0.80%

†The information in both schedules will accumulate until a full 10-year trend is presented as required by GASB Statement No. 75.

Notes to Required Supplementary Information

Changes of assumptions

For the 2022 measurement year, the assumed investment rate of return was 2.75%, including an inflation rate of 2.25%. Salary increases were assumed to depend on service and range from 8.50% at 1 year of service to 3.50% at 20 or more years of service. Salary increase includes a 3.50% wage inflation assumption.

For the 2021 measurement year, the assumed investment rate of return was 2.75%, including an inflation rate of 2.50%. Salary increases were assumed to depend on service and range from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

For the 2020 and 2019 measurement year, the assumed investment rate of return was 0.00%, including an inflation rate of 2.50%. Salary increases were assumed to depend on service and range from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

For the 2018 and 2017 measurement years, the assumed investment rate of return was 0.00%, including an inflation rate of 2.75%. Salary increases were assumed to depend on service and range from 9.25% at 1 year of service to 3.25% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

**OTHER POST EMPLOYMENT BENEFITS - HEALTH INSURANCE
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
For the Year Ended June 30, 2023**

For the Year Ended June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability						
Service Cost	\$ 468	\$ 767	\$ 762	\$ 1,772	\$ 2,803	\$ 2,699
Interest	1,400	1,199	1,177	3,213	3,195	3,027
Differences Between Expected and Actual Experience	-	331	-	(50,622)	-	-
Changes of Assumptions	96	(17,750)	310	7,743	3,301	-
Benefit Payments	(1,009)	-	-	-	(1,431)	(1,331)
Net Change in Total OPEB Liability	<u>955</u>	<u>(15,453)</u>	<u>2,249</u>	<u>(37,894)</u>	<u>7,868</u>	<u>4,395</u>
Total OPEB Liability - Beginning	<u>40,047</u>	<u>55,500</u>	<u>53,251</u>	<u>91,145</u>	<u>83,277</u>	<u>78,882</u>
Total OPEB Liability - Ending	<u>\$ 41,002</u>	<u>\$ 40,047</u>	<u>\$ 55,500</u>	<u>\$ 53,251</u>	<u>\$ 91,145</u>	<u>\$ 83,277</u>
Covered Payroll	\$ 828,350	\$ 808,146	\$ 636,645	\$ 638,854	\$ 756,050	\$ 791,902
Total OPEB Liability as a Percentage of Covered Payroll	4.95%	4.96%	8.72%	8.34%	12.06%	10.52%

Notes to Schedule

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Changes of benefit term

For the 2023 measurement year, there were no changes of benefit terms from the prior period.

Changes in assumptions

The assumed rate on High Quality 20-year Tax Exempt G.O. Bonds was changed from 3.54% to 3.65% for the current year. The underlying index is the Bond Buyer 20-Bond GO index as discussed in more detail in footnote 7. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index. The change was made to reflect our understanding of the requirements of GASB under Statement 74 and Statement 75.

Since the Employer does not have a trust dedicated exclusively to the payment of OPEB benefits, the discount rate used in the determination of the Total OPEB Liability was also changed from 3.54% to 3.65%.

OTHER SUPPLEMENTAL INFORMATION

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
GENERAL FUND
June 30, 2023**

	Office Account		Evidence Based Funding	County Account	County Covid Relief	County ARPA	Operations & Maintenance	Total
	Chester	Waterloo	Chester	Waterloo	Waterloo	Waterloo	Waterloo	
Assets								
Cash and cash equivalents	\$ 137,076	\$ 69,909	\$ 985,568	\$ 307,272	\$ 8,199	\$ 12,556	\$ 73,543	\$ 1,594,123
Accounts receivable	-	14,232	-	-	-	-	-	14,232
Due from other funds	-	195,647	154,220	-	-	-	-	349,867
Due from other governments	-	-	3,696	7,696	-	-	154,220	165,612
Prepaid expenses	30	507	-	-	-	-	-	537
Total Assets	<u>137,106</u>	<u>280,295</u>	<u>1,143,484</u>	<u>314,968</u>	<u>8,199</u>	<u>12,556</u>	<u>227,763</u>	<u>2,124,371</u>
Deferred Outflows of Resources	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 137,106</u>	<u>\$ 280,295</u>	<u>\$ 1,143,484</u>	<u>\$ 314,968</u>	<u>\$ 8,199</u>	<u>\$ 12,556</u>	<u>\$ 227,763</u>	<u>\$ 2,124,371</u>
Liabilities								
Accounts payable	\$ -	\$ (291)	\$ -	\$ 1,274	\$ -	\$ 12,556	\$ 73,543	\$ 87,082
Due to other funds	-	-	-	-	-	-	154,220	154,220
Total Liabilities	<u>-</u>	<u>(291)</u>	<u>-</u>	<u>1,274</u>	<u>-</u>	<u>12,556</u>	<u>227,763</u>	<u>241,302</u>
Deferred Inflows of Resources								
Unavailable revenue	-	-	-	-	-	-	-	-
Fund Balance								
Nonspendable	30	507	-	-	-	-	-	537
Unassigned	137,076	280,079	1,143,484	313,694	8,199	-	-	1,882,532
Total Fund Balances	<u>137,106</u>	<u>280,586</u>	<u>1,143,484</u>	<u>313,694</u>	<u>8,199</u>	<u>-</u>	<u>-</u>	<u>1,883,069</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 137,106</u>	<u>\$ 280,295</u>	<u>\$ 1,143,484</u>	<u>\$ 314,968</u>	<u>\$ 8,199</u>	<u>\$ 12,556</u>	<u>\$ 227,763</u>	<u>\$ 2,124,371</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, 2023**

	Office Account		General State Aid	County Account	County Covid Relief	County ARPA	Operations & Maintenance	Total
	Chester	Waterloo	Chester	Waterloo	Waterloo	Waterloo	Waterloo	
Revenues								
Local sources	\$ 61,020	\$ 318,024	\$ 95,210	\$ 262,320	\$ -	\$ 350,000	\$ 155,920	\$ 1,242,494
State sources	-	-	241,850	-	-	-	-	241,850
State sources - On behalf payments	-	-	301,563	-	-	-	-	301,563
Investment income	40	465	1,846	923	-	-	-	3,274
Total Revenue	<u>61,060</u>	<u>318,489</u>	<u>640,469</u>	<u>263,243</u>	<u>-</u>	<u>350,000</u>	<u>155,920</u>	<u>1,789,181</u>
Expenditures								
Instructional Services								
Salaries	-	205,952	85,286	201,369	-	73,385	-	565,992
Employee benefits	-	38,045	11,541	34,238	-	7,815	-	91,639
Pension	-	13,223	2,043	8,472	-	486	-	24,224
OPEB	-	-	-	2,903	-	-	-	2,903
Purchased services	550	44,214	8,876	42,389	217	443	-	96,689
Supplies and materials	-	1,696	1,517	13,206	-	-	576	16,995
Other	-	-	-	4,163	-	-	-	4,163
Payments made on behalf of region	-	-	301,563	-	-	-	-	301,563
Capital outlay	-	-	-	-	-	267,871	155,344	423,215
Total Expenditures	<u>550</u>	<u>303,130</u>	<u>410,826</u>	<u>306,740</u>	<u>217</u>	<u>350,000</u>	<u>155,920</u>	<u>1,527,383</u>
Net Change in Fund Balance	60,510	15,359	229,643	(43,497)	(217)	-	-	261,798
Fund Balance - Beginning	<u>76,596</u>	<u>265,227</u>	<u>913,841</u>	<u>357,191</u>	<u>8,416</u>	<u>-</u>	<u>-</u>	<u>1,621,271</u>
Fund Balance - Ending	<u>\$ 137,106</u>	<u>\$ 280,586</u>	<u>\$ 1,143,484</u>	<u>\$ 313,694</u>	<u>\$ 8,199</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,883,069</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
June 30, 2023**

	Education Fund		
	Chester	Waterloo	Total
Assets			
Cash and cash equivalents	\$ 32,012	\$ 35,760	\$ 67,772
Accounts receivable	-	2,030	2,030
Due from other governments	73,323	141,287	214,610
Total Assets	105,335	179,077	284,412
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 105,335	\$ 179,077	\$ 284,412
Liabilities			
Accounts payable	\$ 34,834	\$ 1,560	\$ 36,394
Due to other funds	50,631	143,116	193,747
Unearned revenue	-	34,401	34,401
Total Liabilities	85,465	179,077	264,542
Deferred Inflows of Resources	-	-	-
Fund Balance			
Restricted	19,870	-	19,870
Total Fund Balance	19,870	-	19,870
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 105,335	\$ 179,077	\$ 284,412

**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, 2023**

	Education Fund		
	Chester	Waterloo	Total
Revenues			
State sources	\$ 180,928	\$ 409,761	\$ 590,689
Federal sources	107,113	397,528	504,641
Investment income	31	-	31
Total Revenues	<u>288,072</u>	<u>807,289</u>	<u>1,095,361</u>
Expenditures			
Instructional Services:			
Salaries	138,318	260,048	398,366
Employee benefits	14,425	40,834	55,259
Pension	5,125	12,489	17,614
Purchased services	38,138	180,809	218,947
Supplies and materials	33,966	35,674	69,640
Other	-	3,593	3,593
Intergovernmental:			
Payments to other governments	-	53,268	53,268
Capital outlay	54,326	220,574	274,900
Total Expenditures	<u>284,298</u>	<u>807,289</u>	<u>1,091,587</u>
Net Change in Fund Balance	3,774	-	3,774
Fund Balance - Beginning	<u>16,096</u>	<u>-</u>	<u>16,096</u>
Fund Balance - Ending	<u><u>\$ 19,870</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 19,870</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2023**

	Adult Education and Family Literacy			Secretary of State Family Literacy Program
	Federal Basic	State Basic	State Performance	
Assets				
Cash and cash equivalents	\$ 7,287	\$ 4,129	\$ -	\$ -
Due from other governments	27,212	-	-	-
Total Assets	34,499	4,129	-	-
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 34,499	\$ 4,129	\$ -	\$ -
Liabilities				
Accounts payable	\$ 7,287	\$ 4,129	\$ -	\$ -
Due to other funds	27,212	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities	34,499	4,129	-	-
Deferred Inflows of Resources	-	-	-	-
Fund Balance				
Restricted	-	-	-	-
Total Fund Balances	-	-	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 34,499	\$ 4,129	\$ -	\$ -

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2023**

	Adult Volunteer Literacy Grant Program	NSLP - Federal Lunch and Breakfast	NSLP-ARPA Equipment Assistance Grant	Regional Safe Schools	Total
Assets					
Cash and cash equivalents	\$ -	\$ 20,596	\$ -	\$ -	\$ 32,012
Due from other governments	-	-	46,111	-	73,323
Total Assets	-	20,596	46,111	-	105,335
Deferred Outflows of Resources					
	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ -	\$ 20,596	\$ 46,111	\$ -	\$ 105,335
Liabilities					
Accounts payable	\$ -	\$ 726	\$ 22,692	\$ -	\$ 34,834
Due to other funds	-	-	23,419	-	50,631
Unearned revenue	-	-	-	-	-
Total Liabilities	-	726	46,111	-	85,465
Deferred Inflows of Resources					
	-	-	-	-	-
Fund Balance					
Restricted	-	19,870	-	-	19,870
Total Fund Balances	-	19,870	-	-	19,870
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 20,596	\$ 46,111	\$ -	\$ 105,335

**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, 2023**

	Adult Education and Family Literacy			Secretary of State Family Literacy Program
	Federal Basic	State Basic	State Performance	
Revenues				
State sources	\$ -	\$ 46,677	\$ 12,220	\$ 36,840
Federal sources	45,479	-	-	-
Investment income	-	-	-	-
Total Revenues	45,479	46,677	12,220	36,840
Expenditures				
Instructional Services:				
Salaries	21,055	25,126	6,776	25,782
Employee benefits	1,449	2,239	1,003	2,800
Pension	1,461	446	483	1,381
Purchased services	2,658	5,531	2,195	1,732
Supplies and materials	13,457	10,519	1,763	5,145
Other	-	-	-	-
Intergovernmental:				
Payments to other governments	-	-	-	-
Capital outlay	5,399	2,816	-	-
Total Expenditures	45,479	46,677	12,220	36,840
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ -	\$ -	\$ -

**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, 2023**

	Adult Volunteer Literacy Grant Program	NSLP - Federal Lunch and Breakfast	NSLP-ARPA Equipment Assistance Grant	Regional Safe Schools	Total
Revenues					
State sources	\$ 30,350	\$ -	\$ -	\$ 54,841	\$ 180,928
Federal sources	-	15,523	46,111	-	107,113
Investment income	-	31	-	-	31
Total Revenues	<u>30,350</u>	<u>15,554</u>	<u>46,111</u>	<u>54,841</u>	<u>288,072</u>
Expenditures					
Instructional Services:					
Salaries	22,581	-	-	36,998	138,318
Employee benefits	2,302	-	-	4,632	14,425
Pension	850	-	-	504	5,125
Purchased services	2,715	11,054	-	12,253	38,138
Supplies and materials	1,902	726	-	454	33,966
Other	-	-	-	-	-
Intergovernmental:					
Payments to other governments	-	-	-	-	-
Capital outlay	-	-	46,111	-	54,326
Total Expenditures	<u>30,350</u>	<u>11,780</u>	<u>46,111</u>	<u>54,841</u>	<u>284,298</u>
Net Change in Fund Balance	-	3,774	-	-	3,774
Fund Balance - Beginning	-	16,096	-	-	16,096
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 19,870</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,870</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
ADULT EDUCATION AND FAMILY LITERACY - FEDERAL BASIC
For the Year Ended June 30, 2023**

Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 45,479	\$ 45,479	\$ 45,479
Total Revenues	<u>45,479</u>	<u>45,479</u>	<u>45,479</u>
Expenditures			
Salaries	22,292	22,292	21,055
Employee benefits	3,934	3,934	1,449
Pension	-	-	1,461
Purchased services	2,600	2,600	2,658
Supplies and materials	16,103	16,103	13,457
Other	550	550	-
Capital outlay	-	-	5,399
Total Expenditures	<u>45,479</u>	<u>45,479</u>	<u>45,479</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
ADULT EDUCATION AND FAMILY LITERACY - STATE BASIC
For the Year Ended June 30, 2023**

Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 46,677	\$ 46,677	\$ 46,677
Total Revenues	<u>46,677</u>	<u>46,677</u>	<u>46,677</u>
Expenditures			
Salaries	29,036	29,036	25,126
Employee benefits	5,040	5,040	2,239
Pension	-	-	446
Purchased services	2,501	2,501	5,531
Supplies and materials	9,076	9,076	10,519
Other	1,024	1,024	-
Capital outlay	-	-	2,816
Total Expenditures	<u>46,677</u>	<u>46,677</u>	<u>46,677</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
ADULT EDUCATION AND FAMILY LITERACY - STATE PERFORMANCE
For the Year Ended June 30, 2023**

Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 12,220	\$ 12,220	\$ 12,220
Total Revenues	<u>12,220</u>	<u>12,220</u>	<u>12,220</u>
Expenditures			
Salaries	6,662	6,662	6,776
Employee benefits	1,583	1,583	1,003
Pension	-	-	483
Purchased services	600	600	2,195
Supplies and materials	2,750	2,750	1,763
Other	625	625	-
Total Expenditures	<u>12,220</u>	<u>12,220</u>	<u>12,220</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
SECRETARY OF STATE FAMILY LITERACY PROGRAM
For the Year Ended June 30, 2023**

Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 36,840	\$ 36,840	\$ 36,840
Total Revenues	<u>36,840</u>	<u>36,840</u>	<u>36,840</u>
Expenditures:			
Salaries	24,160	24,160	25,782
Employee benefits	4,505	4,505	2,800
Pension	-	-	1,381
Purchased services	4,800	4,800	1,732
Supplies and materials	2,325	2,325	5,145
Other	1,050	1,050	-
Total Expenditures	<u>36,840</u>	<u>36,840</u>	<u>36,840</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
ADULT VOLUNTEER LITERACY GRANT PROGRAM
For the Year Ended June 30, 2023**

Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 30,350	\$ 30,350	\$ 30,350
Total Revenues	<u>30,350</u>	<u>30,350</u>	<u>30,350</u>
Expenditures:			
Salaries	21,475	21,475	22,581
Employee benefits	3,100	3,100	2,302
Pension	-	-	850
Purchased services	3,500	3,500	2,715
Supplies and materials	1,175	1,175	1,902
Other	1,100	1,100	-
Total Expenditures	<u>30,350</u>	<u>30,350</u>	<u>30,350</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			-
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS - PROJECT #23-3696-00
For the Year Ended June 30, 2023**

Chester Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 54,841	\$ 54,841	\$ 54,841
Total Revenues	<u>54,841</u>	<u>54,841</u>	<u>54,841</u>
Expenditures			
Salaries	37,255	37,255	36,998
Employee benefits	5,455	5,455	4,632
Pension	-	-	504
Purchased services	11,599	11,599	12,253
Supplies and materials	532	532	454
Total Expenditures	<u>54,841</u>	<u>54,841</u>	<u>54,841</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2023**

	McKinney Vento Education for Homeless Children	McKinney Vento Education for Homeless Children - ARP	ROE/ISC Operations	Truants Alternative Optional Education
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ 27,738	\$ 8,022
Accounts receivable	-	-	-	-
Due from other governments	2,868	500	-	-
Total Assets	2,868	500	27,738	8,022
Deferred Outflows of Resources				
	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 2,868	\$ 500	\$ 27,738	\$ 8,022
Liabilities				
Accounts payable	\$ -	\$ -	\$ 1,311	\$ 48
Due to other funds	2,868	500	-	-
Unearned revenue	-	-	26,427	7,974
Total Liabilities	2,868	500	27,738	8,022
Deferred Inflows of Resources				
	-	-	-	-
Fund Balance				
Restricted	-	-	-	-
Total Fund Balances	-	-	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,868	\$ 500	\$ 27,738	\$ 8,022

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2023**

	Community Partnership	Rural Education Achievement Program	Total
Assets			
Cash and cash equivalents	\$ -	\$ -	\$ 35,760
Accounts receivable	2,030	-	2,030
Due from other governments	137,919	-	141,287
	<u>139,949</u>	<u>-</u>	<u>179,077</u>
Total Assets			
Deferred Outflows of Resources	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	\$ 139,949	\$ -	\$ 179,077
	<u>\$ 139,949</u>	<u>\$ -</u>	<u>\$ 179,077</u>
Liabilities			
Accounts payable	\$ 201	\$ -	\$ 1,560
Due to other funds	139,748	-	143,116
Unearned revenue	-	-	34,401
	<u>139,949</u>	<u>-</u>	<u>179,077</u>
Total Liabilities			
Deferred Inflows of Resources	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance			
Unassigned	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances			
	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 139,949	\$ -	\$ 179,077
	<u>\$ 139,949</u>	<u>\$ -</u>	<u>\$ 179,077</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, 2023**

	McKinney Vento Education for Homeless Children	McKinney Vento Education for Homeless Children - ARP	ROE/ISC Operations	Truants Alternative Optional Education
Revenues				
State sources	\$ -	\$ -	\$ 262,727	\$ 147,034
Federal sources	33,259	3,941	-	-
Investment income	-	-	-	-
Total Revenues	<u>33,259</u>	<u>3,941</u>	<u>262,727</u>	<u>147,034</u>
Expenditures				
Instructional Services:				
Salaries	16,558	-	107,259	79,901
Employee benefits	3,283	-	17,937	12,069
Pension	1,737	-	5,069	4,039
Purchased services	1,436	2,519	127,399	13,353
Supplies and materials	5,340	1,422	2,905	10,051
Other	-	-	1,139	-
Intergovernmental:				
Payments to other governments	4,905	-	-	22,500
Capital outlay	-	-	1,019	5,121
Total Expenditures	<u>33,259</u>	<u>3,941</u>	<u>262,727</u>	<u>147,034</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<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, 2023**

	Community Partnership	Rural Education Achievement Program	Total
Revenues			
State sources	\$ -	\$ -	\$ 409,761
Federal sources	323,529	36,799	397,528
Investment income	-	-	-
Total Revenues	<u>323,529</u>	<u>36,799</u>	<u>807,289</u>
Expenditures			
Instructional Services:			
Salaries	56,330	-	260,048
Employee benefits	7,545	-	40,834
Pension	1,644	-	12,489
Purchased services	35,022	1,080	180,809
Supplies and materials	-	15,956	35,674
Other	2,454	-	3,593
Intergovernmental:			
Payments to other governments	6,100	19,763	53,268
Capital outlay	214,434	-	220,574
Total Expenditures	<u>323,529</u>	<u>36,799</u>	<u>807,289</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
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN FY22
For the Year Ended June 30, 2023**

Waterloo Office

	Budgeted Amounts		July 1, 2021 - June 30, 2022	July 1, 2022 - June 30, 2023	Total Actual Amounts
	Original	Final			
Revenues					
Federal sources	\$ 36,571	\$ 36,571	\$ 17,132	\$ 19,439	\$ 36,571
Total Revenues	<u>36,571</u>	<u>36,571</u>	<u>17,132</u>	<u>19,439</u>	<u>36,571</u>
Expenditures					
Salaries	15,596	15,596	9,651	6,191	15,842
Employee benefits	5,637	5,637	2,147	1,415	3,562
Pension	-	-	1,286	723	2,009
Purchased services	5,268	5,268	3,221	1,208	4,429
Supplies and materials	10,070	5,070	827	4,997	5,824
Intergovernmental:					
Payments to other governments	-	5,000	-	4,905	4,905
Total Expenditures	<u>36,571</u>	<u>36,571</u>	<u>17,132</u>	<u>19,439</u>	<u>36,571</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	-	-
Fund Balance - Beginning			-	-	-
Fund Balance - Ending			<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN FY23
For the Year Ended June 30, 2023**

Waterloo Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 22,602	\$ 22,602	\$ 13,820
Total Revenues	<u>22,602</u>	<u>22,602</u>	<u>13,820</u>
Expenditures			
Salaries	9,860	9,860	10,367
Employee benefits	3,420	3,420	1,868
Pension	-	-	1,014
Purchased services	5,826	5,826	228
Supplies and materials	3,496	3,496	343
Total Expenditures	<u>22,602</u>	<u>22,602</u>	<u>13,820</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN - ARP
For the Year Ended June 30, 2023**

Waterloo Office

	Budgeted Amounts		July 1, 2021 - June 30, 2022	July 1, 2022 - June 30, 2023	Total Actual Amounts
	Original	Final			
Revenues					
Federal sources	\$ 71,579	\$ 71,579	\$ 7,200	\$ 3,941	\$ 11,141
Total Revenues	<u>71,579</u>	<u>71,579</u>	<u>7,200</u>	<u>3,941</u>	<u>11,141</u>
Expenditures					
Purchased services	44,500	44,500	2,200	2,519	4,719
Supplies and materials	22,079	22,079	-	1,422	1,422
Intergovernmental:					
Payments to other governments	5,000	5,000	5,000	-	5,000
Total Expenditures	<u>71,579</u>	<u>71,579</u>	<u>7,200</u>	<u>3,941</u>	<u>11,141</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	-	-
Fund Balance - Beginning			-	-	-
Fund Balance - Ending			<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
ROE/ISC OPERATIONS - PROJECT #23-3730-00
For the Year Ended June 30, 2023**

Waterloo Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 289,154	\$ 289,154	\$ 262,727
Total Revenues	<u>289,154</u>	<u>289,154</u>	<u>262,727</u>
Expenditures			
Salaries	109,235	109,235	107,259
Employee benefits	25,619	25,619	17,937
Pension	-	-	5,069
Purchased services	144,800	144,800	127,399
Supplies and materials	2,500	2,500	2,905
Other	2,000	2,000	1,139
Capital outlay	5,000	5,000	1,019
Total Expenditures	<u>289,154</u>	<u>289,154</u>	<u>262,727</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION - PROJECT #22-3695-RF
For the Year Ended June 30, 2023**

Waterloo Office

	Budgeted Amounts		July 1, 2021 - June 30, 2022	July 1, 2022 - June 30, 2023	Total Actual Amounts
	Original	Final			
Revenues					
State sources	\$ 123,524	\$ 123,524	\$ 92,040	\$ 31,484	\$ 123,524
Total Revenues	<u>123,524</u>	<u>123,524</u>	<u>92,040</u>	<u>31,484</u>	<u>123,524</u>
Expenditures					
Salaries	98,346	61,715	55,936	6,106	62,042
Employee benefits	13,495	15,014	8,530	1,357	9,887
Pension	-	-	4,306	670	4,976
Purchased services	7,133	10,033	4,333	5,627	9,960
Supplies and materials	550	9,262	455	7,603	8,058
Intergovernmental:					
Payments to other governments	4,000	23,000	18,480	5,000	23,480
Capital outlay	-	4,500	-	5,121	5,121
Total Expenditures	<u>123,524</u>	<u>123,524</u>	<u>92,040</u>	<u>31,484</u>	<u>123,524</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	-	-
Fund Balance - Beginning			-	-	-
Fund Balance - Ending			<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION - PROJECT #23-3695-RF
For the Year Ended June 30, 2023
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 123,524	\$ 123,524	\$ 115,550
Total Revenues	<u>123,524</u>	<u>123,524</u>	<u>115,550</u>
Expenditures			
Salaries	82,770	82,770	73,795
Employee benefits	15,290	15,290	10,712
Pension	-	-	3,369
Purchased services	23,186	23,186	7,726
Supplies and materials	2,278	2,278	2,448
Intergovernmental:			
Payments to other governments	-	-	17,500
Total Expenditures	<u>123,524</u>	<u>123,524</u>	<u>115,550</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			-
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
COMMUNITY PARTNERSHIP - PROJECT #22-4998-CP
For the Year Ended June 30, 2023**

Waterloo Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 323,529	\$ 323,529	\$ 323,529
Total Revenues	<u>323,529</u>	<u>323,529</u>	<u>323,529</u>
Expenditures			
Salaries	75,550	55,278	56,330
Employee benefits	20,877	14,507	7,545
Pension	-	-	1,644
Purchased services	146,652	187,881	35,022
Supplies and materials	38,250	19,750	-
Other	15,000	4,550	2,454
Intergovernmental:			
Payments to other governments	18,700	12,000	6,100
Capital outlay	8,500	29,563	214,434
Total Expenditures	<u>323,529</u>	<u>323,529</u>	<u>323,529</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance - Beginning			<u>-</u>
Fund Balance - Ending			<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2023**

	Teacher's Institute Fund	Bus Driver Permit Fund	General Education Development Fund	
	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 34,318	\$ 18,082	\$ 18,622	\$ 71,022
Accounts receivable	-	-	169	169
Total Assets	<u>34,318</u>	<u>18,082</u>	<u>18,791</u>	<u>71,191</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 34,318</u>	<u>\$ 18,082</u>	<u>\$ 18,791</u>	<u>\$ 71,191</u>
Liabilities	\$ -	\$ -	\$ -	\$ -
Deferred Inflows of Resources	-	-	-	-
Fund Balance				
Restricted	<u>34,318</u>	<u>18,082</u>	<u>18,791</u>	<u>71,191</u>
Total Fund Balances	<u>34,318</u>	<u>18,082</u>	<u>18,791</u>	<u>71,191</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 34,318</u>	<u>\$ 18,082</u>	<u>\$ 18,791</u>	<u>\$ 71,191</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, 2023**

	Teacher's Institute Fund	Bus Driver Permit Fund	General Education Development Fund	
	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Total</u>
Revenues				
Local sources	\$ 22,775	\$ 1,925	\$ 2,676	\$ 27,376
State sources	-	1,266	-	1,266
Investment income	115	32	35	182
Total Revenues	<u>22,890</u>	<u>3,223</u>	<u>2,711</u>	<u>28,824</u>
Expenditures				
Salaries	14,667	-	1,285	15,952
Employee benefits	2,936	-	264	3,200
Pension	686	-	112	798
Purchased services	9,470	688	1,444	11,602
Supplies and materials	5,900	1,509	42	7,451
Other	17	-	-	17
Total Expenditures	<u>33,676</u>	<u>2,197</u>	<u>3,147</u>	<u>39,020</u>
Net Change in Fund Balance	(10,786)	1,026	(436)	(10,196)
Fund Balance - Beginning	<u>45,104</u>	<u>17,056</u>	<u>19,227</u>	<u>81,387</u>
Fund Balance - Ending	<u>\$ 34,318</u>	<u>\$ 18,082</u>	<u>\$ 18,791</u>	<u>\$ 71,191</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
June 30, 2023**

	Distributive Fund	Area V Trail	M'aidez Center	School Facility Sales Tax	Total Custodial Funds
Assets					
Cash and cash equivalents	\$ -	\$ 91,033	\$ 53,414	\$ 559,587	\$ 704,034
Investments	-	-	7,922	-	7,922
Due from other governments	270,570	1,775	-	1,715,093	1,987,438
Total Assets	<u>\$ 270,570</u>	<u>\$ 92,808</u>	<u>\$ 61,336</u>	<u>\$ 2,274,680</u>	<u>\$ 2,699,394</u>
Liabilities					
Due to other governments	\$ 270,570	-	\$ 10,000	\$ 2,265,917	\$ 2,546,487
Total Liabilities	<u>270,570</u>	<u>-</u>	<u>10,000</u>	<u>2,265,917</u>	<u>2,546,487</u>
Net Position					
Restricted for other individuals and governments	-	92,808	51,336	8,763	152,907
Total Liabilities and Net Position	<u>\$ 270,570</u>	<u>\$ 92,808</u>	<u>\$ 61,336</u>	<u>\$ 2,274,680</u>	<u>\$ 2,699,394</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
For the Year Ended June 30, 2023**

	Distributive Fund	Area V Trail	M'aidez Center	School Facility Sales Tax	Total Custodial Funds
Additions					
Governmental contributions	\$ 1,756,916	\$ -	\$ -	\$ 6,630,103	\$ 8,387,019
Member fees	-	49,293	70,784	-	120,077
Investment income	-	157	778	8,779	9,714
Total additions	<u>1,756,916</u>	<u>49,450</u>	<u>71,562</u>	<u>6,638,882</u>	<u>8,516,810</u>
Deductions					
Payments to other governments	1,756,916	-	-	6,630,119	8,387,035
Beneficiary expenditures	-	44,067	75,390	-	119,457
Total deductions	<u>1,756,916</u>	<u>44,067</u>	<u>75,390</u>	<u>6,630,119</u>	<u>8,506,492</u>
Net increase (decrease) in fiduciary net position	<u>-</u>	<u>5,383</u>	<u>(3,828)</u>	<u>8,763</u>	<u>10,318</u>
Net position - beginning	<u>-</u>	<u>87,425</u>	<u>55,164</u>	<u>-</u>	<u>142,589</u>
Net position - ending	<u><u>\$ -</u></u>	<u><u>\$ 92,808</u></u>	<u><u>\$ 51,336</u></u>	<u><u>\$ 8,763</u></u>	<u><u>\$ 152,907</u></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, 2023**

Distributions	Career Center of Southern Illinois	Mental Health	Chester NHSD 122	OKAW Regional Voc System-EFE	Total
State Funds					
Evidence Based Funding	\$ 461,602	\$ -	\$ 307,313	\$ -	\$ 768,915
Career and Technical Education Improvement (CTEI)	-	-	-	431,480	431,480
State Free Lunch & Breakfast	850	-	-	-	850
Transportation - Regular & Vocational	-	-	56	-	56
Total State Funds	462,452	-	307,369	431,480	1,201,301
Federal Funds					
National School Lunch Program	47,276	-	-	-	47,276
School Breakfast Program	16,457	-	-	-	16,457
Fed. - Sp. Ed. - Pre-School Flow Through	-	36,417	-	-	36,417
Fed. - Sp. Ed. - IDEA - Flow Through	-	53,552	8,504	-	62,056
CTE - Perkins - DHS Education	-	231,133	-	-	231,133
CTE - Perkins - Secondary	-	-	-	112,175	112,175
CCP - Perkins - Secondary	-	-	-	48,523	48,523
Other Federal Programs	1,265	-	313	-	1,578
Total Federal Funds	64,998	321,102	8,817	160,698	555,615
Total Distributions	\$ 527,450	\$ 321,102	\$ 316,186	\$ 592,178	\$ 1,756,916