

**STATE OF ILLINOIS
TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**FINANCIAL AUDIT
For the year ended June 30, 2010**

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

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REGIONAL OFFICE OF EDUCATION #53**

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**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

OFFICIALS

Regional Superintendent (current and during the audit period).....Mr. Robin G. Houchin

Assistant Regional Superintendent (current and during the audit period)Ms. Gail Owen

Office is located at:

Tazewell Building
414 Court Street, Suite 100
Pekin, IL 61554

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

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	4	3
Repeated audit findings	3	1
Prior recommendations implemented or not repeated	0	0

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

Additional matters which were less than significant deficiencies or material weaknesses but more than inconsequential, have been reported in a Management Letter of Comments to the Regional Superintendent. In prior years, these issues may have been included as immaterial findings in the auditors' report.

SUMMARY OF FINDINGS AND RESPONSES

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (GOVERNMENT AUDITING STANDARDS)			
10-01	11-12	Controls Over Financial Statement Preparation	Material Weakness
10-02	13	Restricted Funds Used for Unauthorized Purpose	Compliance
10-03	14-15	Miscoding of Expenditures	Significant Deficiency
10-04	16-17	Expenditure Reports Did Not Agree to the General Ledger	Significant Deficiency and Compliance

FINDINGS AND RESPONSES (FEDERAL COMPLIANCE)

There were no findings for the year ended June 30, 2010.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

FINANCIAL REPORT SUMMARY (Continued)

SUMMARY OF FINDINGS AND RESPONSES (Continued)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
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PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

There were no prior findings not repeated for the year ended June 30, 2010.

PRIOR FINDINGS NOT REPEATED (FEDERAL COMPLIANCE)

There were no prior findings.

EXIT CONFERENCE

An informal exit conference was held on September 3, 2010. Attending were Robin Houchin, Regional Superintendent of Schools; Gail Owen, Assistant Regional Superintendent of Schools; Heather Wolke, CPA; and Amy Hartrich, CPA, both with West and Company, LLC. Additionally, telephone conferences were held between the auditors and ROE officials to discuss the matters contained in this audit report.

Responses to recommendations were provided by Robin Houchin via email on May 13, 2011.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

FINANCIAL STATEMENT REPORT

SUMMARY

The audit of the accompanying basic financial statements of the Tazewell County Regional Office of Education #53 was performed by West & Company, LLC.

Based on their audit, the auditors expressed an unqualified opinion on the Tazewell County Regional Office of Education #53's basic financial statements.

MEMBERS

E. LYNN FREESE
RICHARD C. WEST
BRIAN E. DANIELL
JANICE K. ROMACK
DIANA R. SMITH
D. RAIF PERRY
JOHN H. VOGT
JOSHUA D. LOWE

CERTIFIED PUBLIC ACCOUNTANTS
&
CONSULTANTS

613 BROADWAY AVENUE
P.O. BOX 945
MATTOON, ILLINOIS 61938

(217) 235-4747
www.westcpa.com

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MATTOON
SULLIVAN

INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tazewell County Regional Office of Education #53, as of and for the year ended June 30, 2010, which collectively comprise the Tazewell County Regional Office of Education #53's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Tazewell County Regional Office of Education #53's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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 Tazewell County Regional Office of Education #53, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 23, 2011 on our consideration of the Tazewell County Regional Office of Education #53's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and Illinois Municipal Retirement Fund-Schedule of Funding Progress on pages 25A-25F and 58 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Tazewell County Regional Office of Education #53's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and Schedule of Disbursements to School District Treasurers and Other Entities are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and Schedule of Disbursements to School District Treasurers and Other Entities have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

West + Company, LLC

June 23, 2011

WEST & COMPANY, LLC

MEMBERS

E. LYNN FREESE
RICHARD C. WEST
BRIAN E. DANIELL
JANICE K. ROMACK
DIANA R. SMITH
D. RAIF PERRY
JOHN H. VOGT
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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 William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tazewell County Regional Office of Education #53, as of and for the year ended June 30, 2010, which collectively comprise the Tazewell County Regional Office of Education #53's basic financial statements and have issued our report thereon dated June 23, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Tazewell County Regional Office of Education #53's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Tazewell County Regional Office of Education #53's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Tazewell County Regional Office of Education #53's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Responses we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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. We consider the deficiency described in finding 10-01 in the accompanying Schedule of Findings and Responses to be a material weakness.

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. We consider the deficiencies described in findings 10-03 and 10-04 in the accompanying Schedule of Findings and Responses to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Tazewell County Regional Office of Education #53's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Responses as items 10-02 and 10-04.

We also noted certain matters which we have reported to management of the Tazewell County Regional Office of Education #53 in a separate letter dated June 23, 2011.

Tazewell County Regional Office of Education #53's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. We did not audit Tazewell County Regional Office of Education #53's responses and, accordingly, we express no opinion on them.

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

West + Company, LLC

June 23, 2011

SCHEDULE OF FINDINGS AND RESPONSES

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section I -- Summary of Auditors' Results

Financial statements

Type of auditors' report issued:

UNQUALIFIED

Internal control over financial reporting:

- Material weakness(es) identified?

X yes no

- Significant deficiency(ies) identified that are not considered to be material weakness(es)?

X yes none reported

Noncompliance material to financial statements noted?

X yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?

N/A yes no

- Significant deficiency(ies) identified that are not considered to be material weakness(es)?

N/A yes none reported

Type of auditors' report issued on compliance for major programs:

N/A

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?

N/A yes no

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section I -- Summary of Auditors' Results (Concluded)

Identification of major programs:

CFDA Number(s)

Name of federal program or cluster

This section is not applicable.

Dollar threshold used to distinguish between Type A and Type B programs:

N/A

Auditee qualified as a low-risk auditee?

N/A

_____ yes

_____ no

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53
SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II: Financial Statement Findings

FINDING NO. 10-01 – Controls Over Financial Statement Preparation (Repeat of 07-01, 08-01, and 09-01)

Criteria/Specific Requirement:

The Regional Office of Education #53 is required to maintain a system of controls over the preparation of financial statements in accordance with generally accepted accounting principles (GAAP). Regional Office internal controls over GAAP financial reporting should include adequately trained personnel with the knowledge and expertise to prepare and/or thoroughly review GAAP based financial statements to ensure that they are free of material misstatements and include all disclosures as required by the Governmental Accounting Standards Board (GASB).

Condition:

The Regional Office of Education #53 does not have sufficient internal controls over the financial reporting process. The Regional Office maintains their accounting records on the cash basis of accounting. While the Regional Office maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation/review of the GAAP based financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner. For example, auditors, in their review of the Regional Office's accounting records, noted the following:

- The Regional Office did not have adequate controls over the maintenance of complete records of accounts receivable, accounts payable, capital assets, or deferred revenue.
- Numerous adjustments were required to present financial statements in accordance with generally accepted accounting principles.
- Payroll benefits and deductions were calculated incorrectly. Neither the Regional Superintendent nor the Assistant Regional Superintendent reviewed payroll taxes and related payroll withholdings prior to payment.
- Adjustments to cash, as noted on the monthly bank reconciliations prepared by a CPA firm, were not recorded in the general ledger of Mid-Illini Educational Cooperative, a blended component unit of the Regional Office of Education #53.

Effect:

Management or employees in the normal course of performing their assigned functions may not prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

Cause:

According to Regional Office officials, they did not have adequate funding to hire and/or train their accounting personnel in order to comply with these requirements.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010

Section II: Financial Statement Findings (Continued)

FINDING NO. 10-01 – Controls Over Financial Statement Preparation (Repeat of 07-01, 08-01, and 09-01) (Concluded)

Auditors' Recommendation:

As part of its internal control over the preparation of its financial statements, including disclosures, the Regional Office of Education #53 should implement a comprehensive preparation and/or review procedure to ensure that the financial statements, including disclosures, are complete and accurate. Such procedures should be performed by a properly trained individual(s) possessing a thorough understanding of applicable generally accepted accounting principles, GASB pronouncements, and knowledge of the Regional Office of Education's activities and operations.

Management's Response:

The Regional Office of Education #53 understands the nature of this finding and realizes that this circumstance is not unusual in an organization of this size. The Regional Office management is currently confident with the abilities of the accounting staff to prepare cash basis financial information as needed for reporting throughout the year. Management will review year end reporting controls annually and investigate securing the services of a Certified Public Accounting firm to reach an appropriate level of expertise to do a comprehensive preparation and/or review of financial statements. Management will continue to pursue additional training for the individual(s) responsible for financial statement preparation.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II - Financial Statement Findings (Continued)

FINDING NO. 10-02 – Restricted Funds Used for Unauthorized Purpose (Repeat of 09-02)

Criteria/Specific Requirement:

Grant monies can only be used for allowable expenditures as outlined in grant agreements. In addition, Institute Fund expenditures are restricted to uses as provided in 105 ILCS 5/3-12.

Condition:

Due to late grant reimbursements, some funds lacked cash to pay for their expenditures, resulting in loans from other funds. A review of the amounts due between funds showed a \$50,545 loan from the Regional System Provider/Federal System of Support (RESPRO) Fund to the General Fund. Loans are not one of the allowed uses of the RESPRO Fund. The Institute Fund had a loan of \$5,000 to the McKinney Education for Homeless Children Fund, which is not one of the allowed uses as outlined in 105 ILCS 5/3-12.

Effect:

The Regional Office of Education #53 was not in compliance with the RESPRO grant agreement or 105 ILCS 5/3-12.

Cause:

Various funds share a pooled bank account. When expenditures for the General Fund came due, they were paid out of the pooled bank account. While the bank account had enough cash to cover the expenditures, it did not have enough of the General Fund's money for the payments. This created a loan from other funds that had cash in that account. The only funds with sufficient cash in the pooled bank account to pay such expenditures were grants, one of which was the RESPRO Fund.

The loan from the Institute Fund to the McKinney Education for Homeless Children Fund was made on August 28, 2009. At that time, Regional Office personnel were unaware that loans from the Institute Fund to other funds were not allowed.

Auditors' Recommendation:

The Regional Office of Education #53 should monitor payments from pooled cash accounts to be sure that the particular fund paying expenditures has sufficient funds to cover the payments and should use the RESPRO Fund only for purposes as allowed by the grant agreement. The Regional Office of Education #53 should keep track of Institute Fund expenditures to ensure that they are being used for the specific purposes as listed in 105 ILCS 5/3-12.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53
SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II - Financial Statement Findings (Continued)

FINDING NO. 10-02 – Restricted Funds Used for Unauthorized Purpose (Repeat of 09-02) (Continued)

Management's Response:

The Regional Office of Education #53 will closely monitor payments from pooled cash accounts to be sure that the particular fund paying expenditures has sufficient funds to cover the payments and should use the RESPRO Fund only for purposes as allowed by the grant agreement. The Regional Office of Education #53 has taken steps to ensure that Institute Fund expenditures are appropriate for the specific purposes as listed in 105 ILCS 5/3-12.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II - Financial Statement Findings (Continued)

FINDING NO. 10-03 – Miscoding of Expenditures

Criteria/Specific Requirement:

Expenditures should be carefully monitored to make sure that they are recorded to the proper accounts in the proper period.

Condition:

In our review of expenditures, we identified several instances where expenditures were miscoded. They are as follows:

- Equipment totaling \$4,511 had been ordered but not yet received as of June 30, 2010. This amount was reported as an expenditure and accounts payable, rather than as an encumbrance.
- A capital lease payment of \$391 and a capital outlay of \$1,143 had been classified as purchased services.
- Expenditures of \$6,131 had been noted for travel and registrations for a conference to be held in December 2010. Since no liability had been incurred for these expenditures prior to year-end, they should have been coded as prepaid items or removed from the accounts payable listing.
- In two funds, items included as payables and expenditures at June 30, 2009 totaling \$968 were included as expenditures for the fiscal year ended June 30, 2010. In one instance, these expenditures had been transferred to another fund. Therefore, when the expenditures were reversed out of the fund they had originally been posted to, the expenditures were no longer there to offset the reversal, resulting in negative expenditure account balances.
- To account for the allocation of \$3,900 in salaries from one fund to another, salaries were appropriately reduced in the first fund but reported as purchased services in the second fund.

Effect:

Since many of the funds with the miscodings were grants, inaccurate expenditure reports were submitted, which could lead to the granting agency requesting reimbursements or adjusting the fiscal year 2011 grant amounts. In the case of the salaries reported as purchased services, the budget for this grant did not have an amount allocated for salaries, so the grant was not in compliance with its budget.

Cause:

The Regional Office of Education #53 personnel were unaware of the accounting requirements for recording and reporting encumbrances and capital leases. They also did not realize that expenditures for a conference in a future accounting period should not be reported as current expenditures. The other miscodings had been oversights.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II - Financial Statement Findings (Continued)

FINDING NO. 10-03 – Miscoding of Expenditures (Continued)

Auditors' Recommendation:

The Regional Office of Education #53 personnel responsible for coding expenditures should be made aware of all accounting requirements that pertain to recording and reporting the Regional Office's expenditures.

Management's Response:

A Certified Public Accounting firm has been contacted and preparations are taking place to secure services to address the auditors' recommendations.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II - Financial Statement Findings (Continued)

FINDING NO. 10-04 – Expenditure Reports Did Not Agree to the General Ledger (Repeat of 09-03)

Federal Program Name and Year: State Fiscal Stabilization Fund (SFSF) – Education State Grants, Recovery Act (ARRA-General State Aid – Education SFSF)

Project #: 10-4850-92 and 10-4850-93

CFDA #: 84.394A

Passed Through: Illinois State Board of Education

Federal Agency: U.S. Department of Education

Federal Program Name and Year: State Fiscal Stabilization Fund (SFSF) – Government Services, Recovery Act (ARRA-General State Aid – Government SFSF)

Project #: 10-4870-92 and 10-4870-93

CFDA #: 84.397A

Passed Through: Illinois State Board of Education

Federal Agency: U.S. Department of Education

Criteria/Specific Requirement:

Expenditure reports submitted to the Illinois State Board of Education should agree with the expenditures on the Regional Office of Education #53's general ledger.

Condition:

The categorization of expenditures on the expenditure reports submitted to the Illinois State Board of Education for ARRA-General State Aid – Education SFSF and ARRA-General State Aid – Government SFSF did not agree with the Regional Office's books, resulting in inaccurate expenditure reports.

Effect:

Inaccurate expenditure reports were submitted, which could lead to the granting agency requesting reimbursements.

Cause:

The funding from the ARRA grants was all passed through to another entity and was properly shown as such on the general ledger. However, the amounts were reported as salaries on the expenditure reports, since that is how they were used by the pass-through entity.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section II - Financial Statement Findings (Continued)

FINDING NO. 10-04 – Expenditure Reports Did Not Agree to the General Ledger (Repeat of 09-03)
(Continued)

Auditors' Recommendation:

The Regional Office of Education #53 personnel responsible for preparing expenditure reports should compare the categorization of expenditures by line item with the general ledger accounts and make necessary corrections before filing the reports.

Management's Response:

A Certified Public Accounting firm has been contacted and preparations are taking place to secure services to address the auditors' recommendations.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF FINDINGS AND RESPONSES
For the year ended June 30, 2010**

Section III -- Federal Award Findings

No findings were noted for the year ended June 30, 2010.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the year ended June 30, 2010**

Corrective Action Plan

Finding No.: 10-01 - Controls Over Financial Statement Preparation (Repeat of 07-01, 08-01, and 09-01)

Condition:

The Regional Office of Education #53 does not have sufficient internal controls over the financial reporting process. The Regional Office maintains their accounting records on the cash basis of accounting. While the Regional Office maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation/review of the GAAP based financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner. For example, auditors, in their review of the Regional Office's accounting records, noted the following:

- The Regional Office did not have adequate controls over the maintenance of complete records of accounts receivable, accounts payable, capital assets, or deferred revenue.
- Numerous adjustments were required to present financial statements in accordance with generally accepted accounting principles.
- Payroll benefits and deductions were calculated incorrectly. Neither the Regional Superintendent nor the Assistant Regional Superintendent reviewed payroll taxes and related payroll withholdings prior to payment.
- Adjustments to cash, as noted on the monthly bank reconciliations prepared by a CPA firm, were not recorded in the general ledger of Mid-Illini Educational Cooperative, a blended component unit of the Regional Office of Education #53.

Plan:

A Certified Public Accounting firm has been contacted and preparations are taking place to secure services to address the auditors' recommendations.

Anticipated Date of Completion:

A Certified Public Accounting firm will assume responsibilities starting July 1, 2011.

Name of Contact Person:

Robin G. Houchin, Regional Superintendent (retiring June 30, 2011)

Gail S. Owen, Regional Superintendent Elect, taking office July 1, 2011

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the year ended June 30, 2010**

Corrective Action Plan (Continued)

Finding No.: 10-02 - Restricted Funds Used for Unauthorized Purpose (Repeat of 09-02)

Condition:

Due to late grant reimbursements, some funds lacked cash to pay for their expenditures, resulting in loans from other funds. A review of the amounts due between funds showed a \$50,545 loan from the Regional System Provider/Federal System of Support (RESPRO) Fund to the General Fund. Loans are not one of the allowed uses of the RESPRO Fund. The Institute Fund had a loan of \$5,000 to the McKinney Education for Homeless Children Fund, which is not one of the allowed uses as outlined in 105 ILCS 5/3-12.

Plan:

A Certified Public Accounting firm has been contacted and preparations are taking place to secure services to address the auditors' recommendations.

Anticipated Date of Completion:

A Certified Public Accounting firm will assume responsibilities starting July 1, 2011. The inappropriate use of the Institute Fund revenues as a loan to the Homeless Grant has been addressed and the practice discontinued.

Name of Contact Person:

Robin G. Houchin, Regional Superintendent (retiring June 30, 2011)

Gail S. Owen, Regional Superintendent Elect, taking office July 1, 2011

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the year ended June 30, 2010**

Corrective Action Plan (Continued)

Finding No.: 10-03 – Miscoding of Expenditures

Condition:

In our review of expenditures, we identified several instances where expenditures were miscoded. They are as follows:

- Equipment totaling \$4,511 had been ordered but not yet received as of June 30, 2010. This amount was reported as an expenditure and accounts payable, rather than as an encumbrance.
- A capital lease payment of \$391 and a capital outlay of \$1,143 had been classified as purchased services.
- Expenditures of \$6,131 had been noted for travel and registrations for a conference to be held in December 2010. Since no liability had been incurred for these expenditures prior to year-end, they should have been coded as prepaid items or removed from the accounts payable listing.
- In two funds, items included as payables and expenditures at June 30, 2009 totaling \$968 were included as expenditures for the fiscal year ended June 30, 2010. In one instance, these expenditures had been transferred to another fund. Therefore, when the expenditures were reversed out of the fund they had originally been posted to, the expenditures were no longer there to offset the reversal, resulting in negative expenditure account balances.
- To account for the allocation of \$3,900 in salaries from one fund to another, salaries were appropriately reduced in the first fund but reported as purchased services in the second fund.

Plan:

A Certified Public Accounting firm has been contacted and preparations are taking place to secure services to address the auditors' recommendations.

Anticipated Date of Completion:

A Certified Public Accounting firm will assume responsibilities starting July 1, 2011.

Name of Contact Person:

Robin G. Houchin, Regional Superintendent (retiring June 30, 2011)

Gail S. Owen, Regional Superintendent Elect, taking office July 1, 2011

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the year ended June 30, 2010**

Corrective Action Plan (Continued)

Finding No.: 10-04 - Expenditure Reports Did Not Agree to the General Ledger (Repeat 09-03)

Condition:

The categorization of expenditures on the expenditure reports submitted to the Illinois State Board of Education for ARRA-General State Aid – Education SFSF and ARRA-General State Aid – Government SFSF did not agree with the Regional Office's books, resulting in inaccurate expenditure reports.

Plan:

A Certified Public Accounting firm has been contacted and preparations are taking place to secure services to address the auditors' recommendations.

Anticipated Date of Completion:

A Certified Public Accounting firm will assume responsibilities starting July 1, 2011.

Name of Contact Person:

Robin G. Houchin, Regional Superintendent (retiring June 30, 2011)

Gail S. Owen, Regional Superintendent Elect, taking office July 1, 2011

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the year ended June 30, 2010**

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
09-01	Controls over financial statement preparation	Repeated
09-02	Restricted fund used for unauthorized purpose	Repeated
09-03	Expenditure report did not agree to the general ledger	Repeated

MANAGEMENT'S DISCUSSION AND ANALYSIS

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2010**

The Regional Office of Education #53 for Tazewell County provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2010. Readers are encouraged to consider the information in conjunction with the Regional Office's financial statements, which follow.

2010 Financial Highlights

- Within the Governmental Funds, the General Fund revenues decreased by \$49,569 from \$546,625 in fiscal year 2009 to \$497,056 in fiscal year 2010. This decrease in revenue is due to an increase in deferred revenue as a result of payments received beyond the 60 days after year end. General Fund expenditures decreased by \$3,519 from \$548,851 in FY09 to \$545,332 in FY10.
- Within the Governmental Funds, the Special Revenue Fund revenue decreased by \$19,334 from \$916,810 in FY09 to \$897,476 in 2010. The Regional Safe Schools and ARRA funds had decreases in revenue of \$67,359 and \$28,335, respectively. These were offset by an increase in revenue due to the creation of the following new funds: Gifted Education, Teacher and Administrators Mentoring Program, Reading First, and Title I – Reading First Part B SEA Funds. The Special Revenue Fund expenditures increased by \$51,100 from \$910,580 in FY09 to \$961,680 in FY10. The increase in expenditures is due to the creation of new funds in 2010.

Using This Report

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

- Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the Regional Office's financial activities.
- The Government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. These provide information about the activities of the Regional Office of Education as a whole and present an overall view of the Office's finances.
- Fund financial statements report the Regional Office's operations in more detail than the government-wide statements by providing information about the most significant funds.
- Notes to the financial statements provide additional information that is needed for a full understanding of the data provided in the basic financial statements.
- Required supplementary information further explains and supports the financial statements and supplementary information provides detailed information about the non-major funds.

Reporting the Office as a Whole

The Statement of Net Assets and the Statement of Activities:

The Government-wide statements report information about the Regional Office of Education #53 as a whole. The Statement of Net Assets includes all of the assets and liabilities. All of the current year revenues and

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2010**

expenses are accounted for in the Statement of Activities regardless of when cash is received or paid, using accounting methods similar to those used by private sector companies.

The two Government-wide statements report the Office's net assets and how they have changed. Net assets—the difference between the assets and liabilities—are one way to measure the Office's financial health or position.

- Over time, increases or decreases in the net assets can be an indicator of whether financial position is improving or deteriorating, respectively.
- To assess the Regional Office's overall health, additional non-financial factors, such as new laws, rules, regulations, and actions by officials at the state level need to be considered.

The Government-wide financial statements present the Office's activities as governmental and business-type activities. Local, state and federal funding finance most of these activities.

The fund financial statements provide detailed information about the Regional Office's funds, focusing on its most significant or "major" funds. Funds are accounting devices which allow the tracking of specific sources of funding and spending on particular programs. Some funds are required by state law. The Regional Office of Education #53 established other funds to control and manage money for particular purposes.

The Office has three kinds of funds:

- 1) Governmental funds account for all of the Office's services. These focus on how cash and other assets that can readily be converted to cash, flow in and out as well as the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer resources that can be spent in the near future to finance the Office's programs. The Office's Governmental funds include: the General Fund and the Special Revenue Funds.

The governmental funds' required financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances.

- 2) Fiduciary funds are used to account for assets held by the Regional Office of Education #53 in a trust capacity or as an agent for individuals and private or governmental organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation.

The fiduciary funds' required financial statements include a Statement of Fiduciary Net Assets and Statement of Changes in Fiduciary Net Assets.

- 3) Proprietary funds are used to account for revenues earned and expenses incurred for goods and services provided to school districts in the county. The proprietary funds' required financial statements include a Statement of Net Assets, Statement of Revenues, Expenses, and Changes in Fund Net Assets, and a Statement of Cash Flows.

A summary reconciliation between the Government-wide financial statements and the fund financial statements follows the fund financial statements.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2010**

Office-Wide Financial Analysis

As noted earlier, net assets may serve, when examined over time, as one indicator of the financial position of the Regional Office. The net assets at the end of FY09 totaled \$426,802. At the end of FY10, the net assets were \$464,135, an increase of \$37,333. The analysis that follows provides a summary of the Office's net assets at June 30, 2010 and June 30, 2009, for the governmental and business-type activities.

STATEMENT OF NET ASSETS

	Governmental Activities		Business-Type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Current assets	\$ 643,992	\$ 444,773	\$ 343,529	\$ 312,224	\$ 987,521	\$ 756,997
Capital assets, net	15,931	24,335	-	18	15,931	24,353
Total assets	659,923	469,108	343,529	312,242	1,003,452	781,350
Current liabilities	534,845	352,403	4,472	2,145	539,317	354,548
Noncurrent liabilities	-	-	-	-	-	-
Total liabilities	534,845	352,403	4,472	2,145	539,317	354,548
Net Assets:						
Invested in capital assets	15,931	23,948	-	18	15,931	23,966
Restricted for teacher professional development	50,584	48,749	-	-	50,584	48,749
Unrestricted	58,563	44,008	339,057	310,079	397,620	354,087
Total net assets	\$ 125,078	\$ 116,705	\$ 339,057	\$ 310,097	\$ 464,135	\$ 426,802

The Regional Office of Education's net assets increased from FY09 by \$37,333. The change occurred primarily as a result of a substantial increase in funds due from other governmental units. Net assets related to the Institute Fund are considered restricted for teacher professional development.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2010**

The following analysis shows the changes in net assets for the years ended June 30, 2010 and 2009.

CHANGES IN NET ASSETS

	Governmental Activities		Business-Type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Operating grants and contributions	\$1,088,370	\$ 1,092,059	\$ -	\$ -	\$ 1,088,370	\$ 1,092,059
Charges for services	-	-	64,434	43,386	64,434	43,386
General revenues:						
Local sources	51,120	39,472	-	-	51,120	39,472
State sources	-	-	-	-	-	-
On-behalf payments - Local	104,965	91,173	-	-	104,965	91,173
On-behalf payments - State	277,091	237,452	-	-	277,091	237,452
Miscellaneous income	-	-	1,192	1,464	1,192	1,464
Interest	1,856	3,279	5,740	9,663	7,596	12,942
TOTAL REVENUES	1,523,402	1,463,435	71,366	54,513	1,594,768	1,517,948
Expenses						
Instructional Services:						
Salaries and benefits	156,604	239,884	-	-	156,604	239,884
Purchased services	150,740	110,149	-	-	150,740	110,149
Supplies and materials	33,146	13,699	-	-	33,146	13,699
Payments to other governments	761,438	751,270	-	-	761,438	751,270
Other objects	19,591	15,804	-	-	19,591	15,804
Depreciation	11,451	14,344	-	-	11,451	14,344
Interest on Long-Term Debt	3	-	-	-	3	-
Administrative						
On-behalf payments-Local	104,965	91,173	-	-	104,965	91,173
On-behalf payments-State	277,091	237,452	-	-	277,091	237,452
Business type expenses	-	-	42,406	26,455	42,406	26,455
TOTAL EXPENSES	1,515,029	1,473,775	42,406	26,455	1,557,435	1,500,230
Changes in Net Assets	8,373	(10,340)	28,960	28,058	37,333	17,718
Net Assets-beginning	116,705	127,045	310,097	282,039	426,802	409,084
Net Assets-ending	\$ 125,078	\$ 116,705	\$ 339,057	\$ 310,097	\$ 464,135	\$ 426,802

Governmental Activities

For FY10, revenues for governmental activities were \$1,523,402 which is \$59,967 more than FY09 amounts, a result of increased grant funds. Expenses were \$1,515,029 in FY10 which is \$41,254 more than FY09 amounts. The increase in local and state on-behalf payments is due to an increase in office salaries and the TRS pension contribution. The increase in expenses was due to increased supplies and materials, payments to other governments and on-behalf payments to the State.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2010**

Financial Analysis of the Regional Office of Education #53 Funds

As previously noted, the Regional Office of Education #53 uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The Agency's Governmental Funds reported a combined deficit of \$19,723, which is \$112,480 less than FY09.

Governmental Fund Highlights

- There was a decrease in the funding from the State for the General Fund by \$104,223.
- The Education Fund revenue decreased by \$23,926 as a result of delayed funding from the State.
- There was an increase in Institute Fund revenue of \$2,977 as a result of an increase in the number of educators being certified and recertified.

Proprietary Fund Highlights

- The Fingerprinting Fund revenues increased in FY10 but may decrease due to the office no longer accepting non-educational personnel that come to the office for printing. Net assets increased by \$7,651.
- The change in net assets in the Local Fund increased by \$21,309 as a result of an increase in workshop revenues.

Budgetary Highlights

The Regional Office of Education #53 annually adopts budgets for several funds, but does not adopt a formal budget for all governmental funds, nor are they legally required to do so. These budgets serve as guidelines for activities and expenditures. Funds for which budgets are prepared are Regional Safe Schools, ROE/ISC Operations, Gifted Education (ROE #53), Teacher and Administrators Mentoring Program and Title I Reading First Part B SEA funds. All grant budgets are prepared by the Regional Office of Education #53 and submitted to the granting agency for approval. Amendments must be submitted under guidelines established by the granting agency. Schedules showing the grant budget amounts compared to the Office's actual grant activity are included in other supplementary information in this report. The Regional Superintendent also prepares an annual budget for expenditures to be paid on the Office's behalf by Tazewell County and submits it to the County Board for their approval. This budget covers the fiscal year which runs from December 1 to November 30.

Capital Assets

Capital Assets of the Regional Office of Education #53 include office equipment, computers, audio-visual equipment and office furniture. The Regional Office of Education #53 maintains an inventory of capital assets, which have been accumulated over time. The \$8,422 net decrease for FY10 came as a result of depreciation of current assets. The Regional Office of Education #53 has adopted a depreciation schedule, which reflects the level of Governmental Activities Net Capital Assets and Business-type Activities Net Capital Assets.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended June 30, 2010**

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, the Regional Office was aware of several existing circumstances that could affect its financial health in the future:

- The State of Illinois Foundation level is scheduled to remain level at \$6,119 during the 2010-2011 school year.
- The interest rate on investments will continue to be low.
- General Operating Grant will decrease again this year having a significant effect on operations.
- The county board support will remain steady for FY11.
- The Regional Office of Education will not receive state grant money in a timely manner again in the upcoming year.

Contacting the Regional Office's Financial Management

This financial report is designed to provide the Regional Office's citizens, taxpayers, clients and other constituents with a general overview of its finances and to demonstrate the accountability for the money it receives. If the reader has questions concerning this report or needs additional financial information, please contact the Regional Superintendent of the Regional Office of Education #53 at 414 Court St., Pekin, IL 61554. Ph. 309-477-2290.

BASIC FINANCIAL STATEMENTS

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF NET ASSETS
June 30, 2010**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 328,448	\$ 18,491	\$ 346,939
Investments	114,365	282,310	396,675
Accounts receivable	14,211	436	14,647
Prepaid items	1,450	-	1,450
Due from other governments	226,250	1,560	227,810
Internal balances	(40,732)	40,732	-
Total current assets	643,992	343,529	987,521
Noncurrent assets:			
Capital assets, net	15,931	-	15,931
Total assets	659,923	343,529	1,003,452
LIABILITIES			
Current liabilities:			
Accounts payable	13,128	3,598	16,726
Payroll liabilities payable	-	874	874
Accrued salaries and benefits	11,061	-	11,061
Due to other governments	230,583	-	230,583
Deferred revenue	280,073	-	280,073
Total current liabilities	534,845	4,472	539,317
NET ASSETS			
Invested in capital assets	15,931	-	15,931
Restricted for teacher professional development	50,584	-	50,584
Unrestricted	58,563	339,057	397,620
Total net assets	\$ 125,078	\$ 339,057	\$ 464,135

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF ACTIVITIES
For the year ended June 30, 2010**

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		Total
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-Type Activities	
Governmental activities:						
Instructional services:						
Salaries and benefits	\$ 156,604	\$ -	\$ 159,686	\$ 3,082	\$ -	\$ 3,082
Purchased services	150,740	-	128,908	(21,832)	-	(21,832)
Supplies and materials	33,146	-	28,361	(4,785)	-	(4,785)
Capital outlay	-	-	3,047	3,047	-	3,047
Payments to other governments	761,438	-	760,738	(700)	-	(700)
Other objects	19,591	-	7,630	(11,961)	-	(11,961)
Depreciation	11,451	-	-	(11,451)	-	(11,451)
Interest on long-term debt	3	-	-	(3)	-	(3)
Administrative:						
On-behalf payments - Local	104,965	-	-	(104,965)	-	(104,965)
On-behalf payments - State	277,091	-	-	(277,091)	-	(277,091)
Total governmental activities	<u>1,515,029</u>	<u>-</u>	<u>1,088,370</u>	<u>(426,659)</u>	<u>-</u>	<u>(426,659)</u>
Business-type activities:						
Other	42,406	64,434	-	-	22,028	22,028
Total primary government	<u>\$ 1,557,435</u>	<u>\$ 64,434</u>	<u>\$ 1,088,370</u>	<u>(426,659)</u>	<u>22,028</u>	<u>(404,631)</u>
General revenues:						
Local sources				51,120	-	51,120
On-behalf payments - Local				104,965	-	104,965
On-behalf payments - State				277,091	-	277,091
Miscellaneous income				-	1,192	1,192
Interest				1,856	5,740	7,596
Total general revenues				<u>435,032</u>	<u>6,932</u>	<u>441,964</u>
Changes in net assets				8,373	28,960	37,333
Net assets - beginning				<u>116,705</u>	<u>310,097</u>	<u>426,802</u>
Net assets - ending				<u>\$ 125,078</u>	<u>\$ 339,057</u>	<u>\$ 464,135</u>

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010**

	General Fund	Education Fund	Institute Fund	Other Nonmajor Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ -	\$ 245,746	\$ 52,488	\$ 30,214	\$ 328,448
Investments	-	-	54,717	59,648	114,365
Accounts receivable	-	-	14,211	-	14,211
Prepaid items	1,450	-	-	-	1,450
Due from other funds	-	46,373	5,000	396	51,769
Due from other governments	107,786	118,327	-	137	226,250
Total assets	\$ 109,236	\$ 410,446	\$ 126,416	\$ 90,395	\$ 736,493
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 8,786	\$ 2,849	\$ 930	\$ 563	\$ 13,128
Accrued salaries and benefits	11,061	-	-	-	11,061
Due to other funds	87,105	5,396	-	-	92,501
Due to other governments	-	201,784	28,799	-	230,583
Deferred revenue	52,786	272,158	46,103	37,896	408,943
Total liabilities	159,738	482,187	75,832	38,459	756,216
FUND BALANCES					
Reserved for:					
Prepaid items	1,450	-	-	-	1,450
Encumbrances	4,511	-	-	-	4,511
Unreserved, reported in:					
General fund	(56,463)	-	-	-	(56,463)
Special revenue funds	-	(71,741)	50,584	51,936	30,779
Total fund balances	(50,502)	(71,741)	50,584	51,936	(19,723)
Total liabilities and fund balances	\$ 109,236	\$ 410,446	\$ 126,416	\$ 90,395	\$ 736,493

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET ASSETS**

June 30, 2010

Total fund balances (deficits) - governmental funds	\$ (19,723)
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	15,931
Some revenues will not be collected for several months after the Regional Office's fiscal year ends; they are not considered "available" revenues and are deferred in the governmental funds.	<u>128,870</u>
Net assets of governmental activities	<u><u>\$ 125,078</u></u>

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended June 30, 2010**

	General Fund	Education Fund	Institute Fund	Other Nonmajor Funds	Total Governmental Funds
Revenues:					
Local sources	\$ -	\$ -	\$ 28,951	\$ 17,826	\$ 46,777
State sources	115,000	658,022	-	2,329	775,351
Federal sources	-	188,492	-	-	188,492
Interest	-	-	944	912	1,856
On-behalf payments	382,056	-	-	-	382,056
Total revenues	497,056	846,514	29,895	21,067	1,394,532
Expenditures:					
Instructional services:					
Salaries and benefits	99,390	57,214	-	-	156,604
Purchased services	50,840	74,859	16,605	8,436	150,740
Supplies and materials	2,717	25,444	105	4,880	33,146
Payments to other governments	-	761,438	-	-	761,438
Other objects	6,892	-	11,350	1,349	19,591
On-behalf payments	382,056	-	-	-	382,056
Capital outlay	3,047	-	-	-	3,047
Debt service:					
Principal	387	-	-	-	387
Interest	3	-	-	-	3
Total expenditures	545,332	918,955	28,060	14,665	1,507,012
Excess (deficiency) of revenues over (under) expenditures	(48,276)	(72,441)	1,835	6,402	(112,480)
Fund balances (deficits), beginning of year	(2,226)	700	48,749	45,534	92,757
Fund balances (deficits), end of year	\$ (50,502)	\$ (71,741)	\$ 50,584	\$ 51,936	\$ (19,723)

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES -
GOVERNMENTAL FUNDS
For the year ended June 30, 2010**

Net changes in fund balances - governmental funds \$ (112,480)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$ 3,047	
Depreciation expense	<u>(11,451)</u>	(8,404)

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.

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Some revenues will not be collected for several months after the Regional Office's fiscal year ends; they are not considered "available" revenues and are deferred in the governmental funds.

128,870

Changes in net assets of governmental activities

\$ 8,373

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF NET ASSETS
PROPRIETARY FUNDS**

June 30, 2010

	Business-Type Activities		
	Enterprise Funds		
	Local Fund	Fingerprinting Fund	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ -	\$ 18,491	\$ 18,491
Investments	282,310	-	282,310
Accounts receivable	-	436	436
Due from other funds	40,732	-	40,732
Due from other governments	1,460	100	1,560
Total current assets	324,502	19,027	343,529
LIABILITIES			
Current liabilities:			
Accounts payable	780	2,818	3,598
Payroll liabilities payable	874	-	874
Total current liabilities	1,654	2,818	4,472
NET ASSETS			
Unrestricted	322,848	16,209	339,057
Total net assets	\$ 322,848	\$ 16,209	\$ 339,057

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the year ended June 30, 2010**

	Business-Type Activities		
	Enterprise Funds		
	Local Fund	Fingerprinting Fund	Total
Operating revenues:			
Charges for services	\$ 36,609	\$ 27,825	\$ 64,434
Miscellaneous income	249	943	1,192
Total operating revenues	36,858	28,768	65,626
Operating expenses:			
Salaries and benefits	13,516	-	13,516
Purchased services	7,577	21,117	28,694
Supplies and materials	178	-	178
Depreciation	18	-	18
Total operating expenses	21,289	21,117	42,406
Operating income	15,569	7,651	23,220
Nonoperating revenues:			
Investment income	5,740	-	5,740
Change in net assets	21,309	7,651	28,960
Total net assets - beginning	301,539	8,558	310,097
Total net assets - ending	\$ 322,848	\$ 16,209	\$ 339,057

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended June 30, 2010**

	Business-Type Activities		
	Enterprise Funds		
	Local Fund	Fingerprinting Fund	Total
Cash flows from operating activities:			
Receipts from customers	\$ 35,730	\$ 27,357	\$ 63,087
Other receipts	249	943	1,192
Payments to suppliers and providers of goods and services	(7,271)	(19,274)	(26,545)
Payments to employees	(13,516)	-	(13,516)
Net cash provided by operating activities	<u>15,192</u>	<u>9,026</u>	<u>24,218</u>
Cash flows from noncapital financing activities:			
Loans to other funds	(40,732)	-	(40,732)
Repayments of loans from other funds	25,540	-	25,540
Net cash used for noncapital financing activities	<u>(15,192)</u>	<u>-</u>	<u>(15,192)</u>
Net increase in cash	-	9,026	9,026
Cash - beginning	-	9,465	9,465
Cash - ending	<u>\$ -</u>	<u>\$ 18,491</u>	<u>\$ 18,491</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 15,569	\$ 7,651	\$ 23,220
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	18	-	18
Decrease (increase) in accounts receivable	581	(412)	169
Increase in due from other governments	(1,460)	(56)	(1,516)
Increase (decrease) in accounts payable	(390)	1,843	1,453
Increase in payroll liabilities payable	874	-	874
Net cash provided by operating activities	<u>\$ 15,192</u>	<u>\$ 9,026</u>	<u>\$ 24,218</u>

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS**

June 30, 2010

	Private-Purpose Trust Fund	Agency Funds
ASSETS		
Cash and cash equivalents	\$ -	\$ 12,977
Investments	34,590	-
Total assets	34,590	\$ 12,977
LIABILITIES		
Due to other governments	-	\$ 12,283
Due to others	-	694
Total liabilities	-	\$ 12,977
NET ASSETS		
Held in trust for other purposes	\$ 34,590	

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For the year ended June 30, 2010**

	<u>Private-Purpose Trust Fund</u>
Additions:	
Investment earnings:	
Interest	<u>\$ 869</u>
Change in net assets	869
Net assets - beginning	<u>33,721</u>
Net assets - ending	<u><u>\$ 34,590</u></u>

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

NOTES TO FINANCIAL STATEMENTS

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education #53's accounting policies conform to generally accepted accounting principles which are appropriate to local governmental units of this type. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for governmental accounting and financial reporting principles. The Regional Office of Education #53 also applies Financial Accounting Standards Board (FASB) Statements and interpretations issued on or before November 30, 1989 to its governmental and business-type activity funds, provided they do not conflict with or contradict GASB pronouncements.

A. Reporting Entity

The Tazewell County Regional Office of Education #53 was created by Illinois Public Act 76-735, as amended, effective August 8, 1995. The region encompasses Tazewell county.

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

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art and teaching methods; implementing the 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 of the safety, health and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses. Further, the Regional Superintendent receives an allocation of school funds from the State Board of Education and apportions these funds to the school districts in accordance with the State Board of Education's formula.

The Regional Office of Education #53 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 #53 has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Regional Office of Education #53's geographic responsibility, including joint agreements which serve pupils from numerous school districts, should be included within its financial entity. The criteria include but are not limited to, whether the Regional Office of Education #53 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

The Mid-Illini Educational Cooperative, which began operations on August 8, 1995, has been determined to be a component unit of the Regional Office of Education #53 for financial reporting purposes after applying the criteria of oversight, scope of public services, and special financing relationships and is therefore blended in the accompanying financial statements. The cooperative was formed by an intergovernmental agreement between Tazewell County Regional Office of Education #53, the administrative agent, Logan-Mason-Menard Counties Regional Office of Education #38, and the Fulton-Schuyler Counties Regional Office of Education #22. The cooperative exists to provide training, staff development and educational programs to school districts and other educational organizations within the counties involved. Separate financial statements are not issued for this component unit.

No other agencies have met the component unit criteria to be included in the Regional Office of Education #53's financial statements. In addition, the Regional Office of Education #53 is not aware of any entity that would exercise such oversight as to result in the Regional Office of Education #53 being considered a component unit of the entity.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Net Assets includes all of the Regional Office of Education #53's assets and liabilities, including capital assets. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*.

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

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **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 fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues received more than 60 days after the end of the current period are deferred in the governmental fund financial statements but are recognized as current revenues in the government-wide financial statements. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

It is the Regional Office of Education #53's policy to first apply restricted resources when an expenditure or expense is incurred for which restricted and unrestricted resources are available.

The Regional Office of Education #53 reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Regional Office of Education #53. The fund accounts for the Regional Office of Education #53 ROE/ISC Operations grant which provides funding for general and administrative expenditures. The General Fund also accounts for the Regional Office of Education #53's on-behalf payments.

Education Fund – This Special Revenue Fund accounts for grant funds administered by the Regional Office of Education #53. Revenue is provided by federal and State grants. Included in this fund are:

McKinney Education for Homeless Children - To provide services to all homeless children and youths through a designated Homeless Liaison.

School & Community Assistance Team - A program that trains individuals for crisis management.

Standards Aligned Classroom - To provide funds to prepare and administer workshops for teachers.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

Education Fund (Continued)

National Board for Professional Teaching Standards - To provide funds to help certify and train teachers for the advancement in quality of teaching and learning.

Regional Safe Schools - To account for funds transferred to Illinois Central College, the administrative agent, to run this program.

ARRA General State Aid - American Recovery and Reinvestment Act (ARRA) funds are transferred to Illinois Central College, the administrative agent, to run the Regional Safe Schools and Alternative School programs.

Alternative School Program - To account for funds transferred to Illinois Central College, the administrative agent, to run this program.

Illinois New Principal Mentoring - To provide funds to support mentoring of new principals.

Regional System Provider/Federal System of Support - To provide funds to supply a regionalized system of support to assist schools in academic difficulty.

Gifted Education Seminar Pilot - A pilot program to train teachers in gifted education.

Gifted Education (Mid-Illini) - To provide gifted education training and support to teachers and administrators. This program is administered by Mid-Illini Educational Cooperative, which received the grant from the Regional Office of Education #53.

Gifted Education (ROE #53) - To account for funds transferred to Mid-Illini Educational Cooperative, the administrative agent, to run this program. The activity reported in this fund will be eliminated in the Eliminations column, as the same revenue is reported in the Gifted Education (Mid-Illini) fund.

Teacher & Administrators Mentoring Program - To provide training, support and assistance to novice teachers as well as provide training, support and assistance to teacher mentors.

Reading First - To provide funds to support K-3 Reading First teachers and K-12 Special Education teachers to attend the Reading Conference in Chicago. Also, this fund provides support for K-3 Reading and K-12 Special Education paraprofessionals/aides. This program is administered by Mid-Illini Education Cooperative, which received the grant from the Regional Office of Education #53, Regional Office of Education #22, and Regional Office of Education #38.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

Education Fund (Continued)

Title I - Reading First Part B SEA Funds - To account for funds transferred to Mid-Illini Educational Cooperative, the administrative agent, to run this program. The activity in this fund will be eliminated in the Eliminations column, as the same revenue is reported in the Reading First fund.

Various Discontinued Programs - Various programs that have been discontinued by the Illinois State Board of Education (ISBE) in prior years. The Regional Office has remaining cash balances due to ISBE for the following discontinued programs: Title I Reading First, ROE/ISC Technology, Scientific Literacy Programs, Title II Leadership, Title I School Improvement, and Scientific Literacy (CLICK). The Regional Office has contacted ISBE regarding the remaining cash balances and continues to present the balances as due to ISBE.

Institute Fund - This Special Revenue Fund accounts for the Regional Office of Education #53's stewardship of the assets held in trust for the benefit of the Regional Office of Education #53's teachers. Fees are collected from registration of teachers' certificates of qualification. Monies are expended to conduct teachers' institutes, conferences, and workshops.

The Regional Office of Education #53 reports the following nonmajor governmental funds:

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. Included among these funds are:

General Education Development (GED) - To account for the Regional Office of Education #53's administration of the GED Testing Program. Monies are received from testing and diploma fees.

Bus Driver Fund - To account for the Regional Office of Education #53's stewardship of the assets held in trust in connection with the Bus Driver Training Program.

Supervisory - To account for monies received from the State of Illinois for expenditures incurred providing supervisory services in the county.

Media Cooperative Fund - To account for maintenance of the cooperative media materials library for the benefit of the Regional Office of Education #53's various school districts.

Teacher Leadership Academy - To account for fees from local school districts to assist Mid-Illini Educational Cooperative with costs of providing training to educators.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

The Regional Office of Education #53 reports the following major proprietary funds:

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

Local Fund - To account for revenues earned and expenses incurred in connection with conducting educational workshops.

Fingerprinting Fund - To account for revenues earned and expenses incurred in connection with the fingerprinting of teachers and others.

The Regional Office of Education #53 reports the following agency funds:

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the Regional Office of Education #53 in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Fiduciary Funds include a Private-Purpose Trust Fund and three Agency Funds. The Regional Office of Education #53 maintains the following fiduciary funds:

Private-Purpose Trust Fund - The Ogle Fund was established to provide periodic interest distributions to designated school districts.

Agency Funds - Agency funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities) and do not involve measurement of results of operations.

Distributive Fund - An Agency Fund that accounts for pass-through State aid and other monies from the Regional Office of Education #53 to various entities within the region.

Interest on Distributions to Other Governmental Units - The schools within the Regional Office of Education #53's geographic responsibility have signed formal agreements which allow the Regional Office of Education #53 to retain any interest earned during the year.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (Continued)

Fiduciary Funds (Continued)

Agency Funds (Continued)

Detachment Fund - An Agency Fund that accounts for the receipt and disbursement of monies from petitioners to cover the cost of detachment hearings. Receipts not expended are returned to the petitioner.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

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 Tazewell County Regional Office of Education #53's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services and administrative expenses.

D. **Assets, Liabilities, and Net Assets or Equity**

1. **Cash and Investments**

The Regional Office of Education #53 considers cash on hand, checking accounts, savings accounts, money market accounts, and investments held with an original maturity date of less than three months to be cash and cash equivalents.

State regulations require that Regional Office of Education #53 deposit funds under its control into accounts insured by the federal government, accounts secured by substantial collateral, or pooled investment trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

Statutes authorize the Regional Office of Education #53 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 Money Market Fund.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

2. Capital Assets

Capital assets are reported in the applicable governmental and business-type columns in the government-wide financial statements. Capital assets, such as equipment, are defined by the government as assets with an initial, individual cost of more than \$500. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

<u>Assets</u>	<u>Years</u>
Equipment	5-7

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

3. Equity Classifications

Government-wide Statements

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

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

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

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

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Intergovernmental Agreements

On July 1, 2003, the Regional Office of Education #53 entered into an Intergovernmental Agreement executed pursuant to the provisions of the Intergovernmental Cooperation Clause of the Illinois Constitution as well as the provisions of the Intergovernmental Cooperation Act of 1973 and the Illinois Admin. Code 525.110.

The name of the Educational Service delivery system formed is known as the Mid-Illini Educational Cooperative. The Tazewell County Regional Office of Education #53 was designated as the Administrative Agent and as Director.

F. New Accounting Pronouncement

The Regional Office of Education #53 has implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, effective for the fiscal year beginning July 1, 2009. The Statement changed the way that the Regional Office of Education #53 discloses its postemployment benefits other than pensions. The Regional Office of Education #53 has also implemented GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*; GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, and GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*, all effective for the fiscal year beginning July 1, 2009. These Statements had no impact on the Regional Office of Education #53's financial statements.

2. BUDGETS AND BUDGETARY ACCOUNTING

The Regional Office of Education #53 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

Budgets relating to programs funded by grants from the Illinois State Board of Education are prepared and submitted to the State Board for approval as part of the grant awards process. The State Board must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgetary Comparison Schedules have been presented for the following grants: ROE/ISC Operations, Regional Safe Schools, Gifted Education (ROE #53), Teacher & Administrators Mentoring Program, and Title I-Reading First Part B SEA Funds.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

3. USE OF 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.

4. INTEREST ON DISTRIBUTIVE FUND ACCOUNTS

Interest on Distributive Fund receipts is retained by the Regional Office of Education #53.

5. DEPOSITS AND INVESTMENTS

A. Deposits

At June 30, 2010, the carrying amounts of the Regional Office of Education #53's deposits for the governmental activities, business-type activities, and fiduciary funds were \$438,096, \$300,801, and \$47,567, respectively. The bank balances for the governmental and business-type activities and the fiduciary funds totaled \$792,740. All bank balances were secured by federal depository insurance.

B. Investments

The Regional Office of Education #53's investments consisted of certificates of deposit with original maturity dates of three months or more and funds in the Illinois Funds Money Market Fund. Certificates of deposit comprised \$109,648 of the \$114,365 shown as investments for governmental activities. Business-type activities and fiduciary funds had certificates of deposit of \$282,310 and \$34,590, respectively, at June 30, 2010. Certificates of deposit are considered deposits and, as such, are included in the deposits note (5A) above.

The governmental activities investments also included investments in the Illinois Funds Money Market Fund. At June 30, 2010, the balance was \$4,717. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. Although not subject to direct regulatory oversight, the investment pool is administered by the Illinois State Treasurer in accordance with provisions of the Illinois Public Funds Investment Act, 30 ILCS 235. The investment policy of the Illinois Funds states that, unless authorized specifically by the Treasurer, a minimum of 75% of its investments shall have less than one-year maturity and no investment shall exceed two years maturity. The policy also limits investment categories to 25% of the portfolio, with the exception of cash equivalents and U.S. Treasury securities, unless specifically authorized by the Treasurer. Further, certificates of deposit cannot exceed 10% of any single financial institution's total deposits. The Illinois Funds received Standard & Poor's highest rating.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets being depreciated:				
Equipment	\$375,718	\$ 3,047	\$ -	\$378,765
Less accumulated depreciation for:				
Equipment	<u>(351,383)</u>	<u>(11,451)</u>	<u>-</u>	<u>(362,834)</u>
Governmental activities capital assets, net	<u>\$ 24,335</u>	<u>\$ (8,404)</u>	<u>\$ -</u>	<u>\$ 15,931</u>
 Business-type activities:				
Capital assets being depreciated:				
Equipment	\$ 574	\$ -	\$ -	\$ 574
Less accumulated depreciation for:				
Equipment	<u>(556)</u>	<u>(18)</u>	<u>-</u>	<u>(574)</u>
Business-type activities capital assets, net	<u>\$ 18</u>	<u>\$ (18)</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation expense was charged to functions/programs of Regional Office of Education #53 as follows:

Governmental activities:	
Instructional services:	
Depreciation	<u>\$ 11,451</u>
 Business-type activities:	
Other:	
Depreciation	<u>\$ 18</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

7. CAPITAL LEASE

The Regional Office of Education #53 has a capitalized lease for office equipment. This lease meets the criteria of a capital lease as defined by FASB Codification 840, *Leases*. The assumption of capital leases are recorded as other financing sources and payments are reflected as debt service expenditures on the Statement of Revenues, Expenditures, and Changes in Fund Balances for the governmental funds. Equipment acquired by lease is capitalized in the year of acquisition in the amount of the present value of the future minimum lease payments at the time of acquisition. The equipment was originally capitalized in the year ended June 30, 2005 in the amount of \$18,396. The final principal payment of \$387 was made during the year ended June 30, 2010.

8. RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

The Regional Office of Education #53 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago.

The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The State of Illinois maintains the primary responsibility for funding the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the system's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2010 was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2009 and 2008.

The State of Illinois makes contributions directly to TRS on behalf of the Regional Office of Education #53's TRS-covered employees.

On-Behalf Contributions to TRS – The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #53. For the year ended June 30, 2010, State of Illinois contributions were based on 23.38 percent of creditable earnings not paid from federal funds, and the Regional Office of Education #53 recognized revenue and expenditures of \$50,433 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2009, and June 30, 2008, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 17.08 percent (\$11,099) and 13.11 percent (14,256), respectively.

TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53

NOTES TO FINANCIAL STATEMENTS

8. **RETIREMENT FUND COMMITMENTS** (Continued)

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

The Regional Office of Education #53 makes other types of employer contributions directly to TRS.

2.2 Formula Contributions – Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2010 were \$351. Contributions for the years ended June 30, 2009, and June 30, 2008, were \$655 and \$631, respectively.

Federal and Special Trust Fund Contributions – When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #53, there is a statutory requirement for the Regional Office of Education #53 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective for the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS.

For the year ended June 30, 2010, the employer pension contribution was 23.38 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2009 and 2008, the employer contribution was 17.08 and 13.11 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2010, salaries totaling \$39,000 were paid from federal and special trust funds that required employer contributions of \$9,118. For the years ended June 30, 2009, and June 30, 2008, required Regional Office of Education #53 contributions were \$7,235 and \$0, respectively.

Early Retirement Option – The Regional Office of Education #53 is also required to make one-time employer contributions to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the age and salary of the member.

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

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

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

8. RETIREMENT FUND COMMITMENTS (Continued)

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

For the three years ended June 30, 2010, the Regional Office of Education #53 made no payments to TRS for employer contributions under the Early Retirement Option.

Salary Increases Over 6 Percent and Excess Sick Leave – Public Act 94-0004 added two new employer contributions to TRS.

If an employer grants salary increases over 6 percent and those salaries are used to calculate a retiree's final average salary, the employer makes a contribution to TRS. The contribution will cover the difference in actuarial cost of the benefit based on actual salary increases and the benefit based on salary increases of up to 6 percent.

For the three years ended June 30, 2010, the Regional Office of Education #53 made no payments for employer contributions to TRS due on salary increases in excess of 6 percent.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (18.55 percent of salary during the year ended June 30, 2010).

For the three years ended June 30, 2010, the Regional Office of Education #53 made no payments for employer contributions to TRS for sick leave days granted in excess of the normal annual allotment.

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and state funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2009. The report for the year ended June 30, 2010, is expected to be available in late 2010.

The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at trs.illinois.gov.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

8. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund

Plan Description – The Regional Office of Education #53’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 #53’s plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy – As set by statute, the Regional Office of Education #53’s Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2009 was 8.53 percent of annual covered payroll. The Regional Office of Education #53 also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost – For December 31, 2009, the Regional Office of Education #53’s annual pension cost of \$4,486 for the Regular plan was equal to the Regional Office of Education #53’s required and actual contributions.

Three-Year Trend Information for the Regular Plan

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2009	\$ 4,486	100%	\$ -
12/31/2008	6,215	100%	-
12/31/2007	7,230	100%	-

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

8. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund (Continued)

The required contribution for 2009 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10.0 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0 percent annually. The actuarial value of Regional Office of Education #53's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15.0 percent corridor between the actuarial and market value of assets. The Regional Office of Education #53's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31, 2007 valuation was 5 years.

Funded Status and Funding Progress – As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 84.29 percent funded. The actuarial accrued liability for benefits was \$257,713 and the actuarial value of assets was \$217,214, resulting in an underfunded actuarial accrued liability (UAAL) of \$40,499. The covered payroll (annual payroll of active employees covered by the plan) was \$52,589 and the ratio of the UAAL to the covered payroll was 77 percent. In conjunction with the December 2009 actuarial valuation the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20.0 percent corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 10 year basis.

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

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.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

9. OTHER POSTEMPLOYMENT BENEFITS

Teacher Health Insurance Security

The Regional Office of Education #53 participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan with the cooperation of TRS. The director of HFS determines the rates and premiums for annuitants and dependent beneficiaries and establishes the cost-sharing parameters. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the state make a contribution to THIS.

The percentage of employer required contributions in the future will be determined by the director of Healthcare and Family Services and will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On behalf contributions to THIS Fund - The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education #53. State contributions are intended to match contributions to THIS Fund from active members which were 0.84 percent of pay during the year ended June 30, 2010. State of Illinois contributions were \$2,140, and the Regional Office of Education #53 recognized revenue and expenditures of this amount during the year. Had the Regional Office of Education #53 recognized revenue and expenditures for State contributions intended to match active member contributions during the years ended June 30, 2009 and June 30, 2008, under the current standards, the contribution match would have been 0.84 percent of pay or \$1,010 and \$914, respectively.

Employer contributions to THIS Fund - The Regional Office of Education #53 also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the years ended June 30, 2010, June 30, 2009, and June 30, 2008. For the year ended June 30, 2010, the Regional Office of Education #53 paid \$399 to the THIS Fund. For the years ended June 30, 2009 and June 30, 2008, the Regional Office of Education #53 paid \$757 and \$685 to the THIS Fund, respectively, which was 100 percent of the required contribution.

The publicly available financial report of the THIS Fund may be obtained by writing to the Department of Healthcare and Family Services, 201 S. Grand Ave., Springfield, IL 62763-3838.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

10. INTERFUND RECEIVABLES AND PAYABLES

At June 30, 2010, interfund receivables and payables were as follows:

Due to (Receivable)	Due From (Payable)	Balance at June 30, 2010
Education Fund:		
Regional System Provider/ Federal System of Support	General Fund	\$ 46,373
Institute Fund	Education Fund: McKinney Education for Homeless Children	5,000
Nonmajor Governmental Fund: Teacher Leadership Academy	Education Fund: Illinois New Principal Mentoring	396
Proprietary Fund: Local Fund	General Fund	40,732
		\$ 92,501

All of the interfund balances consist of loans between individual funds within the same pooled cash account. The loans were used to cover cash shortages in these individual funds.

11. BOND

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education #53 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education #53 has secured and maintained such a bond with coverage of \$100,000 on the Regional Superintendent.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

12. DUE TO/FROM OTHER GOVERNMENTS

The Regional Office of Education #53's General Fund, Institute Fund, Nonmajor Governmental Funds, Proprietary Funds, Fiduciary Funds and various grant programs have funds due to and due from various other governmental units which consist of the following:

Due From Other Governments:

General Fund:

Illinois State Board of Education	<u>\$ 107,786</u>
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Education Fund:

Illinois State Board of Education	109,488
Two Rivers Professional Development Center	3,738
Illinois Principals Association	1,084
Hancock-McDonough ROE #26	4,017
	<u>118,327</u>

Nonmajor Governmental Funds:

Local Governments	<u>137</u>
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Proprietary Funds:

Quincy University	500
Local Governments	1,060
	<u>1,560</u>

Total	<u><u>\$ 227,810</u></u>
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Due To Other Governments:

Education Fund:

Illinois State Board of Education	\$ 19,053
Iroquois-Kankakee ROE #32	6,088
Illinois Central College	176,636
Hancock-McDonough ROE #26	7
	<u>201,784</u>

Institute Fund:

Western Illinois University	<u>28,799</u>
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Fiduciary Funds:

Local Governments	<u>12,283</u>
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Total	<u><u>\$ 242,866</u></u>
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**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

13. ON-BEHALF PAYMENTS

The Regional Office of Education #53 received on-behalf payments for employee salaries and benefits from the following entities for the following items:

Tazewell County:	
Office staff salaries and benefits	<u>\$ 104,965</u>
State of Illinois:	
TRS pension contributions	50,433
THIS contributions	2,140
Regional Superintendent - salary	100,762
Regional Superintendent - benefits (includes State paid insurance)	19,989
Assistant Regional Superintendent - salary	90,686
Assistant Regional Superintendent - benefits (includes State paid insurance)	<u>13,081</u>
	<u>277,091</u>
	<u><u>\$ 382,056</u></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.

The on-behalf payments are reflected as revenues and expenditures of the General Fund.

14. RISK MANAGEMENT - CLAIMS AND JUDGMENTS

The Regional Office of Education #53 is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers' compensation; and natural disasters. The Regional Office of Education #53 is covered by commercial insurance to cover these risks of loss. No settlements have exceeded insurance coverage in the current or three previous years.

15. CONTINGENCIES

The Regional Office of Education #53 has received funding from federal and State grants in the current and prior years which are subject to audits by granting agencies. The Regional Office of Education #53 believes any adjustments that may arise will be insignificant to Regional Office of Education #53 operations.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

NOTES TO FINANCIAL STATEMENTS

16. DEFICIT FUND BALANCES

The following individual funds carried the following deficit balance as of June 30, 2010:

ROE/ISC Operations	\$	50,502
Regional Safe Schools	\$	70,657
Illinois New Principal Mentoring	\$	1,084

The Regional Office of Education #53 intends to reduce these deficits by collecting revenues not considered "available" at June 30, 2010.

**REQUIRED SUPPLEMENTARY INFORMATION
(OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS)**

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS
UNAUDITED**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b - a) / c]
12/31/2009	\$ 217,214	\$ 257,713	\$ 40,499	84.29 %	\$ 52,589	77.01 %
12/31/2008	209,172	238,961	29,789	87.53 %	51,151	58.24 %
12/31/2007	220,255	222,708	2,453	98.90 %	49,383	4.97 %

On a market value basis, the actuarial value of assets as of December 31, 2009 is \$210,657. On a market basis, the funded ratio would be 81.74 percent.

SUPPLEMENTAL INFORMATION

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND ACCOUNTS
ROE/ISC OPERATIONS - PROJECT #10-3730-00
For the year ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	\$ 112,461	\$ 176,326	\$ 115,000	\$ (61,326)
On-behalf payments	-	-	382,056	382,056
Total revenues	<u>112,461</u>	<u>176,326</u>	<u>497,056</u>	<u>320,730</u>
Expenditures:				
Salaries and benefits	112,461	99,494	99,390	104
Purchased services	-	60,930	50,840	10,090
Supplies and materials	-	2,656	2,717	(61)
Capital outlay	-	6,246	3,047	3,199
Other objects	-	7,000	6,892	108
On-behalf payments	-	-	382,056	(382,056)
Debt service:				
Principal	-	-	387	(387)
Interest	-	-	3	(3)
Total expenditures	<u>112,461</u>	<u>176,326</u>	<u>545,332</u>	<u>(369,006)</u>
Deficiency of revenues under expenditures	<u>\$ -</u>	<u>\$ -</u>	(48,276)	<u>\$ (48,276)</u>
Fund balance (deficit), beginning of year			<u>(2,226)</u>	
Fund balance (deficit), end of year			<u>\$ (50,502)</u>	

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND**

June 30, 2010

	McKinney Education for Homeless Children	School & Community Assistance Team	Standards Aligned Classroom	National Board for Professional Teaching Standards
ASSETS				
Cash and cash equivalents	\$ 3,023	\$ 685	\$ 27,029	\$ 6,091
Due from other funds	-	-	-	-
Due from other governments	4,017	-	-	-
	<u>\$ 7,040</u>	<u>\$ 685</u>	<u>\$ 27,029</u>	<u>\$ 6,091</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 2,033	\$ -	\$ -	\$ -
Due to other funds	5,000	-	-	-
Due to other governments	7	-	-	6,088
Deferred revenue	-	685	27,029	3
	<u>7,040</u>	<u>685</u>	<u>27,029</u>	<u>6,091</u>
FUND BALANCES				
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 7,040</u>	<u>\$ 685</u>	<u>\$ 27,029</u>	<u>\$ 6,091</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND (Continued)
June 30, 2010**

	Regional Safe Schools	ARRA General State Aid	Alternative School Program	Illinois New Principal Mentoring
ASSETS				
Cash and cash equivalents	\$ 70,653	\$ -	\$ -	\$ 2,756
Due from other funds	-	-	-	-
Due from other governments	105,983	-	-	1,084
Total assets	\$ 176,636	\$ -	\$ -	\$ 3,840
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	1,084
Due to other governments	176,636	-	-	-
Deferred revenue	70,657	-	-	3,840
Total liabilities	247,293	-	-	4,924
FUND BALANCES				
Unreserved	(70,657)	-	-	(1,084)
Total liabilities and fund balances	\$ 176,636	\$ -	\$ -	\$ 3,840

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND (Continued)**

June 30, 2010

	Regional System Provider/ Federal System of Support	Gifted Education Seminar Pilot	Gifted Education (Mid-Illini)	Gifted Education (ROE #53)
ASSETS				
Cash and cash equivalents	\$ 50,683	\$ 5,800	\$ 52,578	\$ -
Due from other funds	50,545	-	-	-
Due from other governments	3,738	-	-	-
	<u>104,966</u>	<u>5,800</u>	<u>52,578</u>	<u>-</u>
Total assets	<u>\$ 104,966</u>	<u>\$ 5,800</u>	<u>\$ 52,578</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ 795	\$ -
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Deferred revenue	104,966	5,800	51,783	-
	<u>104,966</u>	<u>5,800</u>	<u>52,578</u>	<u>-</u>
Total liabilities	104,966	5,800	52,578	-
FUND BALANCES				
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 104,966</u>	<u>\$ 5,800</u>	<u>\$ 52,578</u>	<u>\$ -</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND (Continued)**

June 30, 2010

	<u>Teacher & Administrators Mentoring Program</u>	<u>Reading First</u>	<u>Title I - Reading First Part B SEA Funds</u>	<u>Various Discontinued Programs</u>
ASSETS				
Cash and cash equivalents	\$ -	\$ 7,395	\$ -	\$ 19,053
Due from other funds	-	-	-	-
Due from other governments	3,505	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 3,505</u>	<u>\$ 7,395</u>	<u>\$ -</u>	<u>\$ 19,053</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 21	\$ -	\$ -	\$ -
Due to other funds	3,484	-	-	-
Due to other governments	-	-	-	19,053
Deferred revenue	-	7,395	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	3,505	7,395	-	19,053
FUND BALANCES				
Unreserved	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ 3,505</u>	<u>\$ 7,395</u>	<u>\$ -</u>	<u>\$ 19,053</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND (Concluded)**

June 30, 2010

	<u>Eliminations</u>	<u>Total</u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 245,746
Due from other funds	(4,172)	46,373
Due from other governments	-	118,327
	-	118,327
Total assets	\$ (4,172)	\$ 410,446
 LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ -	\$ 2,849
Due to other funds	(4,172)	5,396
Due to other governments	-	201,784
Deferred revenue	-	272,158
	-	272,158
Total liabilities	(4,172)	482,187
 FUND BALANCES		
Unreserved	-	(71,741)
Total liabilities and fund balances	\$ (4,172)	\$ 410,446

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
For the year ended June 30, 2010**

	McKinney Education for Homeless Children	School & Community Assistance Team	Standards Aligned Classroom	National Board for Professional Teaching Standards
Revenues:				
State sources	\$ -	\$ -	\$ 1,280	\$ -
Federal sources	16,070	-	-	-
Total revenues	16,070	-	1,280	-
Expenditures:				
Salaries and benefits	-	-	-	-
Purchased services	13,625	-	-	-
Supplies and materials	2,445	-	-	-
Payments to other governments	-	-	1,280	700
Total expenditures	16,070	-	1,280	700
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(700)
Fund balances, beginning of year	-	-	-	700
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS (Continued)
For the year ended June 30, 2010**

	Regional Safe Schools	ARRA General State Aid	Alternative School Program	Illinois New Principal Mentoring
Revenues:				
State sources	\$ 292,870	\$ -	\$ 257,081	\$ 5,122
Federal sources	-	98,660	-	-
Total revenues	<u>292,870</u>	<u>98,660</u>	<u>257,081</u>	<u>5,122</u>
Expenditures:				
Salaries and benefits	-	-	-	-
Purchased services	-	-	-	6,206
Supplies and materials	-	-	-	-
Payments to other governments	363,527	98,660	257,081	-
Total expenditures	<u>363,527</u>	<u>98,660</u>	<u>257,081</u>	<u>6,206</u>
Excess (deficiency) of revenues over (under) expenditures	(70,657)	-	-	(1,084)
Fund balances, beginning of year	-	-	-	-
Fund balances (deficits), end of year	<u>\$ (70,657)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,084)</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS (Continued)
For the year ended June 30, 2010**

	Regional System Provider/ Federal System of Support	Gifted Education Seminar Pilot	Gifted Education (Mid-Illini)	Gifted Education (ROE #53)
Revenues:				
State sources	\$ 80	\$ 3,450	\$ 29,230	\$ 81,013
Federal sources	52,161	-	-	-
Total revenues	52,241	3,450	29,230	81,013
Expenditures:				
Salaries and benefits	48,118	-	4,000	-
Purchased services	4,043	3,450	399	-
Supplies and materials	-	-	15,226	-
Payments to other governments	80	-	9,605	81,013
Total expenditures	52,241	3,450	29,230	81,013
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances (deficits), end of year	\$ -	\$ -	\$ -	\$ -

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS (Continued)
For the year ended June 30, 2010**

	Teacher & Administrators Mentoring Program	Reading First	Title I - Reading First Part B SEA Funds	Various Discontinued Programs
Revenues:				
State sources	\$ 68,909	\$ -	\$ -	\$ -
Federal sources	-	21,601	17,199	-
Total revenues	68,909	21,601	17,199	-
Expenditures:				
Salaries and benefits	3,900	1,196	-	-
Purchased services	26,731	20,405	-	-
Supplies and materials	7,773	-	-	-
Payments to other governments	30,505	-	17,199	-
Total expenditures	68,909	21,601	17,199	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS (Concluded)
For the year ended June 30, 2010**

	<u>Eliminations</u>	<u>Total</u>
Revenues:		
State sources	\$ (81,013)	\$ 658,022
Federal sources	(17,199)	188,492
	<u>(98,212)</u>	<u>846,514</u>
Total revenues		
Expenditures:		
Salaries and benefits	-	57,214
Purchased services	-	74,859
Supplies and materials	-	25,444
Payments to other governments	(98,212)	761,438
	<u>(98,212)</u>	<u>918,955</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	-	(72,441)
Fund balances, beginning of year	-	700
Fund balances (deficits), end of year	\$ -	\$ (71,741)

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS - PROJECT #10-3696-00
For the year ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	<u>\$ 176,636</u>	<u>\$ 176,636</u>	<u>\$ 292,870</u>	<u>\$ 116,234</u>
Expenditures:				
Payments to other governments	<u>176,636</u>	<u>176,636</u>	<u>363,527</u>	<u>(186,891)</u>
Deficiency of revenues under expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(70,657)</u>	<u>\$ (70,657)</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance (deficit), end of year			<u>\$ (70,657)</u>	

Note: Actual column also includes Regional Safe Schools State Aid Revenue (project #10-3001-93) of \$186,891.

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
GIFTED EDUCATION (ROE #53) - PROJECT #09-3350-00
For the year ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	\$ 81,013	\$ 81,013	\$ 81,013	\$ -
Expenditures:				
Payments to other governments	81,013	81,013	81,013	-
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance, beginning of year			-	
Fund balance, end of year			<u>\$ -</u>	

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
TEACHER & ADMINISTRATORS MENTORING PROGRAM - PROJECT #09-3982-00
For the year ended June 30, 2010**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
State sources	\$ 110,878	\$ 110,878	\$ 65,404	\$ (45,474)
Expenditures:				
Salaries and benefits	-	-	3,900	(3,900)
Purchased services	34,918	34,518	23,676	10,842
Supplies and materials	9,960	10,360	7,323	3,037
Payments to other governments	66,000	66,000	30,505	35,495
Total expenditures	110,878	110,878	65,404	45,474
Excess of revenues over expenditures	\$ -	\$ -	-	\$ -
Fund balance, beginning of year			-	
Fund balance, December 31, 2009			\$ -	

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
TEACHER & ADMINISTRATORS MENTORING PROGRAM - PROJECT #10-3982-00
For the year ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources	\$ 30,454	\$ 30,454	\$ 3,505	\$ (26,949)
Expenditures:				
Purchased services	12,054	15,454	3,055	12,399
Supplies and materials	4,500	7,000	450	6,550
Payments to other governments	13,900	8,000	-	8,000
Total expenditures	<u>30,454</u>	<u>30,454</u>	<u>3,505</u>	<u>26,949</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance, January 1, 2010			-	
Fund balance, end of year			<u>\$ -</u>	

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS**

**TITLE I – READING FIRST PART B SEA FUNDS - PROJECT #10-4337-00
For the year ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources	\$ 17,199	\$ 17,199	\$ 17,199	\$ -
Expenditures:				
Salaries and benefits	699	-	-	-
Payments to other governments	16,500	17,199	17,199	-
Total expenditures	17,199	17,199	17,199	-
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance, beginning of year			-	
Fund balance, end of year			<u>\$ -</u>	

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2010**

	General Education Development	Bus Driver Fund	Supervisory
ASSETS			
Cash and cash equivalents	\$ 17,547	\$ 2,727	\$ 1,467
Investments	-	-	-
Due from other funds	-	-	-
Due from other governments	52	-	85
Total assets	\$ 17,599	\$ 2,727	\$ 1,552
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 563	\$ -	\$ -
Deferred revenue	-	-	-
Total liabilities	563	-	-
FUND BALANCES			
Unreserved	17,036	2,727	1,552
Total liabilities and fund balances	\$ 17,599	\$ 2,727	\$ 1,552

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (Concluded)
June 30, 2010**

	Media Cooperative Fund	Teacher Leadership Academy	Total
ASSETS			
Cash and cash equivalents	\$ 8,473	\$ -	\$ 30,214
Investments	20,129	39,519	59,648
Due from other funds	-	396	396
Due from other governments	-	-	137
Total assets	\$ 28,602	\$ 39,915	\$ 90,395
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ 563
Deferred revenue	-	37,896	37,896
Total liabilities	-	37,896	38,459
FUND BALANCES			
Unreserved	28,602	2,019	51,936
Total liabilities and fund balances	\$ 28,602	\$ 39,915	\$ 90,395

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the year ended June 30, 2010**

	General Education Development	Bus Driver Fund	Supervisory
Revenues:			
Local sources	\$ 16,263	\$ 1,548	\$ -
State sources	-	1,329	1,000
Interest	-	-	-
Total revenues	16,263	2,877	1,000
Expenditures:			
Purchased services	6,048	1,850	457
Supplies and materials	4,041	-	91
Other objects	853	276	220
Total expenditures	10,942	2,126	768
Excess (deficiency) of revenues over (under) expenditures	5,321	751	232
Fund balance, beginning of year	11,715	1,976	1,320
Fund balance, end of year	\$ 17,036	\$ 2,727	\$ 1,552

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (Concluded)
For the year ended June 30, 2010**

	Media Cooperative Fund	Teacher Leadership Academy	Total
Revenues:			
Local sources	\$ 15	\$ -	\$ 17,826
State sources	-	-	2,329
Interest	389	523	912
Total revenues	404	523	21,067
Expenditures:			
Purchased services	81	-	8,436
Supplies and materials	748	-	4,880
Other objects	-	-	1,349
Total expenditures	829	-	14,665
Excess (deficiency) of revenues over (under) expenditures	(425)	523	6,402
Fund balance, beginning of year	29,027	1,496	45,534
Fund balance, end of year	<u>\$ 28,602</u>	<u>\$ 2,019</u>	<u>\$ 51,936</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
June 30, 2010**

	<u>Distributive</u>	<u>Interest on Distributions to Other Governmental Units</u>	<u>Detachment Fund</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 9,291	\$ 2,992	\$ 694	\$ 12,977
LIABILITIES				
Due to other governments	\$ 9,291	\$ 2,992	\$ -	\$ 12,283
Due to others	-	-	694	694
Total liabilities	<u>\$ 9,291</u>	<u>\$ 2,992</u>	<u>\$ 694</u>	<u>\$ 12,977</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the year ended June 30, 2010**

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
<u>DISTRIBUTIVE</u>				
ASSETS				
Cash and cash equivalents	\$ -	\$ 1,422,986	\$ 1,413,695	\$ 9,291
Investments	7,402	1,415,584	1,422,986	-
	<u>7,402</u>	<u>1,415,584</u>	<u>1,422,986</u>	<u>-</u>
Total assets	<u>\$ 7,402</u>	<u>\$ 2,838,570</u>	<u>\$ 2,836,681</u>	<u>\$ 9,291</u>
LIABILITIES				
Due to other funds	\$ -	\$ 905,829	\$ 905,829	\$ -
Due to other governments	7,402	509,755	507,866	9,291
	<u>7,402</u>	<u>509,755</u>	<u>507,866</u>	<u>9,291</u>
Total liabilities	<u>\$ 7,402</u>	<u>\$ 1,415,584</u>	<u>\$ 1,413,695</u>	<u>\$ 9,291</u>

INTEREST ON DISTRIBUTIONS TO OTHER GOVERNMENTAL UNITS

ASSETS				
Cash and cash equivalents	<u>\$ 2,983</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ 2,992</u>
LIABILITIES				
Due to other governments	<u>\$ 2,983</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ 2,992</u>

DETACHMENT FUND

ASSETS				
Cash and cash equivalents	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 1,306</u>	<u>\$ 694</u>
LIABILITIES				
Due to others	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 1,306</u>	<u>\$ 694</u>

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS (Concluded)
For the year ended June 30, 2010**

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
<u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash and cash equivalents	\$ 3,983	\$1,423,995	\$1,415,001	\$ 12,977
Investments	7,402	1,415,584	1,422,986	-
Total assets	\$ 11,385	\$2,839,579	\$2,837,987	\$ 12,977
LIABILITIES				
Due to other funds	\$ -	\$ 905,829	\$ 905,829	\$ -
Due to other governments	10,385	509,764	507,866	12,283
Due to others	1,000	1,000	1,306	694
Total liabilities	\$ 11,385	\$1,416,593	\$1,415,001	\$ 12,977

**TAZEWELL COUNTY
REGIONAL OFFICE OF EDUCATION #53**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS
AND OTHER ENTITIES
DISTRIBUTIVE FUND**

For the year ended June 30, 2010

	<u>Education for Employment</u>	<u>Mid-Illini Educational Cooperative</u>	<u>Regional Office of Education #53</u>	<u>Total</u>
General State Aid	\$ -	\$ -	\$ 443,972	\$ 443,972
Career and Technical Ed. Improvement	114,449	-	-	114,449
Gifted Education	-	-	81,013	81,013
ROE School Bus Driver Training	-	-	1,329	1,329
Regional Safe Schools	-	-	151,778	151,778
ROE/ISC Operations	-	159,921	-	159,921
Supervisory Expense	-	-	1,000	1,000
Teacher & Administrators Mentoring	-	-	110,878	110,878
Title I - Reading First Part-B SEA	-	-	17,199	17,199
CTE - Perkins - Secondary	233,496	-	-	233,496
ARRA - General State Aid Education SFSF	-	-	73,995	73,995
ARRA - General State Aid Government SFSF	-	-	24,665	24,665
TOTAL	<u>\$ 347,945</u>	<u>\$ 159,921</u>	<u>\$ 905,829</u>	<u>\$ 1,413,695</u>