

**State of Illinois
BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
FINANCIAL AUDIT
(In accordance with the Single Audit Act
& OMB Circular A-133)
For the Year Ended June 30, 2012**

**Performed as Special Assistant Auditors
For the Office of the Auditor General**

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**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28**

OFFICIALS

Regional Superintendent	Ms. Angela Zarvell (current and during the audit period)
Assistant Regional Superintendent	Mr. Brad Hulick (current and during the audit period)

Offices are located at:

107 South State Street
Atkinson, Illinois 61235-9788

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28**

COMPLIANCE REPORT SUMMARY

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

AUDITORS' REPORTS

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

SUMMARY OF AUDIT FINDINGS

<u>Number of</u>	<u>This Audit</u>	<u>Prior Audit</u>
Audit findings	1	5
Repeated audit findings	1	4
Prior recommendations implemented or not repeated	4	0

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

An additional two matters which are less than a significant deficiency or material weakness but more than inconsequential, have been reported in a Management Letter of Comments to the Regional Superintendent.

SUMMARY OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (GOVERNMENT AUDITING STANDARDS)			
12-1	12/12a	Controls Over Financial Statement Preparation	Material Weakness

FINDINGS AND QUESTIONED COSTS (*FEDERAL COMPLIANCE*)

-NONE-

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28**

COMPLIANCE REPORT SUMMARY (Continued)

PRIOR AUDIT FINDINGS NOT REPEATED
(GOVERNMENT AUDITING STANDARDS)

11-2	Segregation of Cash and Fund Balances	Significant Deficiency
11-3	Inaccurate Budgets and Expenditure Reports	Significant Deficiency Compliance
11-4	Cost Allocation Plan	Significant Deficiency Compliance
11-5	Reimbursement of Program Expenses	Material Weakness

PRIOR FINDINGS NOT REPEATED (*FEDERAL COMPLIANCE*)

11-3	Inaccurate Budgets and Expenditure Reports	Significant Deficiency Compliance
11-4	Cost Allocation Plan	Significant Deficiency Compliance

EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with Agency personnel at an exit conference held on July 19, 2013. Attending were Angela Zarvell, Regional Superintendent, Lisa Brackett, bookkeeper, Tonya Lofgren, auditor with Wipfli LLP and Kelly Mittlestaedt, Audit Manager with the Illinois Office of the Auditor General. Responses to the recommendations were provided by Angela Zarvell, Regional Superintendent on June 6, 2013.

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28**

**FINANCIAL STATEMENT REPORT
SUMMARY**

The audit of the accompanying basic financial statements of Bureau/Henry/Stark Counties Regional Office of Education #28 (ROE) was performed by Wipfli LLP.

Based on their audit, the auditors expressed an unqualified opinion on the ROE's basic financial statements.

INDEPENDENT AUDITOR'S REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Bureau/Henry/Stark Counties Regional Office of Education #28, as of and for the year ended June 30, 2012, which collectively comprise the Bureau/Henry/Stark Counties Regional Office of Education #28's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Bureau/Henry/Stark Counties Regional Office of Education #28'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, 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, each major fund, and the aggregate remaining fund information of the Bureau/Henry/Stark Counties Regional Office of Education #28, as of June 30, 2012, and the respective changes in financial position, 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 our report dated July 29, 2013 on our consideration of Bureau/Henry/Stark Counties Regional Office of Education #28'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.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Illinois Municipal Retirement Fund Schedule of Funding Progress on pages 16 through 20 and 43 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bureau/Henry/Stark Counties Regional Office of Education #28's financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, Schedule of Disbursements to School District Treasurers and Other Entities and the Schedule of Expenditures of Federal Awards, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules, Schedule of Disbursements to School District Treasurers and Other Entities and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the financial statements taken as a whole.

Wipfli LLP

Dixon, Illinois
July 29, 2013

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

Honorable 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, each major fund, and the aggregate remaining fund information of Bureau/Henry/Stark Counties Regional Office of Education #28, as of and for the year ended June 30, 2012, which collectively comprise the Bureau/Henry/Stark Counties Regional Office of Education #28's basic financial statements and have issued our report thereon dated July 29, 2013. 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

Management of the Bureau/Henry/Stark Counties Regional Office of Education No. 28 is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Bureau/Henry/Stark Counties Regional Office of Education No. 28's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion(s) on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Bureau/Henry/Stark Counties Regional Office of Education No. 28's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Bureau/Henry/Stark Counties Regional Office of Education No. 28's internal control over financial reporting.

Our consideration of the 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 Questioned Costs, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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 12-1 in the accompanying Schedule of Findings and Questioned Costs to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Bureau/Henry/Stark Counties Regional Office of Education #28's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also noted certain matters which we have reported to management of the Bureau/Henry/Stark Counties Regional Office of Education #28 in a separate letter dated July 29, 2013.

Bureau/Henry/Stark Counties Regional Office of Education #28's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Bureau/Henry/Stark Counties Regional Office of Education #28's response and, accordingly, we express no opinion on the response.

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, Illinois State Board of Education, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Wipfli LLP

Dixon, Illinois
July 29, 2013

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL
EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Honorable William G. Holland
Auditor General
State of Illinois

Compliance

We have audited Bureau/Henry/Stark Counties Regional Office of Education #28's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Bureau/Henry/Stark Counties Regional Office of Education #28's major federal programs for the year ended June 30, 2012. The Regional Office of Education #28's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Regional Office of Education #28's management. Our responsibility is to express an opinion on Regional Office of Education #28's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Bureau/Henry/Stark Counties Regional Office of Education #28's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Bureau/Henry/Stark Counties Regional Office of Education #28's compliance with those requirements.

In our opinion, the Bureau/Henry/Stark Counties Regional Office of Education #28 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

Management of Bureau/Henry/Stark Counties Regional Office of Education #28 is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Bureau/Henry/Stark Counties Regional Office of Education #28's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Bureau/Henry/Stark Counties Regional Office of Education #28's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

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, Illinois State Board of Education, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Wipfli LLP

Dixon, Illinois
July 29, 2013

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Findings and Questioned Costs
 Year Ended June 30, 2012

Section I -- Summary of Auditor's Results

Financial Statements

Type of auditors' report issued: Unqualified
 (unqualified, qualified, adverse, disclaimer)

Internal control over financial reporting:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified? yes X none reported

Type of auditors' report issued on compliance for major programs: Unqualified
 (unqualified, qualified, adverse, disclaimer)

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)? yes X no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.287	Twenty-First Century Community Learning Centers

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as low-risk auditee yes X no

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Schedule of Findings and Questioned Costs
Section II – Financial Statement Findings
Year Ended June 30, 2012

FINDING NO. 12-1 – Controls Over Financial Statement Preparation (Repeat from 11-1, 10-1, 09-1, 08-1 and 07-1)

Criteria/Specific Requirement:

The Bureau/Henry/Stark Counties Regional Office of Education #28 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 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 does not have sufficient internal controls over the financial reporting process. The Regional Office maintains its accounting records on the accrual basis of accounting for disbursements and the cash basis of accounting for receipts. While the Regional Office maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation 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 and deferred revenue.
- Several adjustments were required to present financial statements in accordance with generally accepted accounting principles.
- Cash is not tracked on a program/fund basis.

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.

Recommendation:

As part of its internal control over the preparation of financial statements, including disclosures, the Regional Office of Education #28 should implement a comprehensive preparation and/or review procedure to ensure that the financial statements, including note 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.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Schedule of Findings and Questioned Costs
Section II – Financial Statement Findings
Year Ended June 30, 2012

FINDING NO. 12-1 – Controls Over Financial Statement Preparation (Repeat from 11-1, 10-1, 09-1, 08-1 and 07-1) (Continued)

Management's Response:

Regional Office of Education #28 understands the nature of this finding and realizes that this circumstance is not unusual in an organization this size. Regional Office of Education #28 accepts the degree of risk associated with this condition because the added expense of seeking additional expertise to prepare and/or review financial statements would take away from the funds available to provide educational services to students and teachers. The cost of hiring and training additional staff or contracting services outweighs the benefit. If additional resources are made available through the State of Illinois, the Regional Office will consider seeking the services of an accountant to review the financial statements and related disclosures for completeness and accuracy.

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Schedule of Findings and Questioned Costs
Section III – Federal Award Findings
Year Ended June 30, 2012**

INSTANCES OF NONCOMPLIANCE

None

SIGNIFICANT DEFICIENCIES

None

MATERIAL WEAKNESSES

None

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Corrective Action Plan for Current Year Audit Findings
June 30, 2012

Corrective Action Plan

Finding No: 12-1 Controls Over Financial Statement Preparation (Repeat from 11-1, 10-1, 09-1, 08-1 and 07-1)

Condition:

The Regional Office does not have sufficient internal controls over the financial reporting process. The Regional Office maintains its accounting records on the accrual basis of accounting for disbursements and the cash basis of accounting for receipts. While the Regional Office maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation 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 and deferred revenue.
- Several adjustments were required to present financial statements in accordance with generally accepted accounting principles.
- Cash is not tracked on a program/fund basis.

Plan:

Regional Office of Education #28 understands the nature of this finding and realizes that this circumstance is not unusual in an organization this size. Regional Office of Education #28 accepts the degree of risk associated with this condition because the added expense of seeking additional expertise to prepare and/or review financial statements would take away from the funds available to provide educational services to students and teachers. The cost of hiring and training additional staff or contracting services outweighs the benefit. If additional resources are made available through the State of Illinois, the Regional Office will consider seeking the services of an accountant to review the financial statements and related disclosures for completeness and accuracy.

Anticipated Completion Date:

Ongoing

Name of Contact Person:

Ms. Angela Zarvell, Regional Superintendent

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Summary Schedule of Prior Year's Findings
Year Ended June 30, 2012**

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
11-1	Controls over financial statement preparation	Repeat 12-1
11-2	Segregation of Cash and Fund Balances	Not repeated
11-3	Inaccurate Budgets and Expenditure Reports	Not repeated
11-4	Cost Allocation Plan	Not repeated
11-5	Reimbursement of Program Expenses	Not repeated

MANAGEMENT'S DISCUSSION AND ANALYSIS

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Management's Discussion and Analysis
Year Ended June 30, 2012

The Regional Office of Education #28 for the Counties of Bureau, Henry and Stark 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, 2012. Readers are encouraged to consider this information in conjunction with the Regional Office's financial statements which follow:

During fiscal year 2012, the Regional Office of Education #28 implemented Governmental Accounting Standards Board (GASB) Statements No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, and GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53*. However, there was no significant impact of the implementation of No. 57 or No. 64 on the financial statements.

2012 Financial Highlights

- Within the Governmental Funds;
 - The General Fund revenue decreased by \$27,092 from \$756,798 in fiscal year 2011 to \$729,706 in fiscal year 2012.
 - The General Fund expenditures increased by \$107,581 from \$600,288 in fiscal year 2011 to \$707,869 in fiscal year 2012.

- Within the Governmental Funds;
 - The Special Revenue Funds revenue decreased by \$46,382 from \$1,787,829 in fiscal year 2011 to \$1,741,447 in fiscal year 2012.
 - The Special Revenue Funds expenditures decreased by \$78,676 from \$1,759,799 in fiscal year 2011 to \$1,681,123 in fiscal year 2012.

- Within the Governmental Funds;
 - The General Fund balance increased by \$21,837 from \$1,115,448 in fiscal year 2011 to \$1,137,285 in fiscal year 2012.
 - The Special Revenue Funds fund balance increased by \$60,324 from \$67,010 in fiscal year 2011 to \$127,334 in fiscal year 2012.

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

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Management's Discussion and Analysis
Year Ended June 30, 2012

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 #28 as a whole. The Statement of Net Assets includes all of the assets and liabilities. All of the current year revenues and 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 and 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 all of the Office's activities as governmental activities. Local, state and federal aid finances 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 #28 established other funds to control and manage money for particular purposes.

The Office has two types of funds:

- 1) Governmental funds account for all of the Office's services. These focus on how cash and other financial assets that can be readily converted to cash flow in and out and the balances left at year-end that are available for spending. Consequently, the governmental funds 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 #28 in a trust capacity or as an agent for individual and private or governmental organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The fiduciary funds required financial statements include a Statement of Fiduciary Net Assets.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Management's Discussion and Analysis
Year Ended June 30, 2012

CONDENSED STATEMENT OF NET ASSETS
GOVERNMENTAL ACTIVITIES

	Year Ended 2012	Year Ended 2011
Current Assets	\$ 1,932,662	\$ 1,831,804
Capital Assets, Net	141,068	126,671
Total Assets	2,073,730	1,958,475
Current Liabilities	668,043	601,689
Noncurrent Liabilities	21,948	-0-
Total Liabilities	689,991	601,689
Net Assets		
Invested in Capital Assets net of related debt	141,068	126,671
Unrestricted	1,115,337	1,115,448
Restricted for educational purposes	127,334	114,667
Total Net Assets	\$ 1,383,739	\$ 1,356,786

The Regional Office of Education's net assets increased by \$140,437 in fiscal year 2011 and \$26,953 in fiscal year 2012. Net assets increased to \$1,383,739 in fiscal year 2012. The following analysis shows the changes in net assets for the years ending June 30, 2011 and June 30, 2012:

CHANGES IN NET ASSETS
GOVERNMENTAL ACTIVITIES

Revenues:		
Program Revenues:		
Operating grants and contributions	\$ 1,623,143	\$ 1,766,362
Capital grants and contributions	-0-	-0-
	1,623,143	1,766,362
General Revenues		
Local sources	216,281	313,166
State sources	297,611	97,463
Investment income	7,558	12,087
On-behalf payments - State/Local	278,903	261,675
Total Revenues	2,423,496	2,450,753
Expenses:		
Program Expenses:		
Salaries	527,644	452,866
Employee benefits	168,510	132,392
Purchased services	319,315	351,979
Supplies and Materials	182,508	192,895
Payments to other governments	896,017	896,879
Depreciation expense	23,646	21,630
Administrative Expenses:		
On-behalf payments-State/Local	278,903	261,675
Total Expenses	2,396,543	2,310,316
Increase (Decrease) in Net Assets	26,953	140,437
Net Assets beginning of year	1,356,786	1,216,349
Net Assets end of year	\$ 1,383,739	\$ 1,356,786

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Management's Discussion and Analysis
Year Ended June 30, 2012**

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 Total Net Assets can be summarized as follows: FY 11 - \$1,356,786; FY 12 - \$1,383,739. The increase was due to the increase in grant funding. The analysis that provides a comparison of the Office's net assets for the governmental funds is on page 18.

Financial Analysis of the Regional Office of Education #28 Funds

Revenues for governmental funds were \$2,471,153 and \$2,544,627 for fiscal years 2012 and 2011, respectively. Expenditures were \$2,388,992 and \$2,360,087 for fiscal years 2012 and 2011, respectively. As previously noted, the Regional Office of Education #28 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Office's Governmental Funds reported combined fund balances of \$1,264,619 and \$1,182,458 for fiscal years 2012 and 2011.

The fiscal year 2012 revenues and expenditures stayed relatively the same.

Budgetary Highlights

The Regional Office of Education #28 annually adopts budgets for several funds. All grants' budgets are prepared by the Regional Office of Education #28 and submitted to the granting agency for approval. Amendments must be submitted under guidelines established by the granting agency. Schedules showing the budget amounts compared to the Office's actual financial activity are included in the supplementary information of this report.

Capital Assets

Capital Assets of the Regional Office of Education #28 include office equipment, computers, audio-visual equipment and office furniture. The Regional Office of Education #28 maintains an inventory of capital assets. In addition, the Regional Office of Education #28 has adopted a depreciation schedule which reflects the level of Net Governmental Activities Capital Assets of \$141,068 for fiscal year 2012. More detailed information about capital assets is available in Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

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

- The interest rate on investments remains low and will continue to negatively impact interest earned.
- Several grants have remained near or at previous funding levels. In addition, the School Services funding levels have been reduced.
- The number of students served by the Regional Office of Education #28 is expected to remain approximately the same.

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Management's Discussion and Analysis
Year Ended June 30, 2012**

Contacting the Regional Office's Financial Management

The 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 information, please contact the Regional Superintendent of the Regional Office of Education #28 at 107 South State Street, Atkinson, IL 61235.

BASIC FINANCIAL STATEMENTS

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Statement of Net Assets

June 30, 2012

<u>ASSETS</u>	<u>Primary Government Governmental Activities</u>
Current Assets:	
Cash and cash equivalents	\$ 1,384,716
Due from other governments:	
State	122,377
Federal	425,569
	<hr/>
Total Current Assets	1,932,662
	<hr/>
Noncurrent Assets:	
Capital assets, being depreciated, net	141,068
	<hr/>
Total Assets	\$ 2,073,730
	<hr/> <hr/>
 <u>LIABILITIES</u> 	
Current Liabilities:	
Cash overdraft	\$ 339,705
Accounts payable	223,188
Due to other governments:	
Local	101,585
Deferred revenue	3,565
	<hr/>
Total Current Liabilities	668,043
	<hr/>
Noncurrent Liabilities - Compensated absences	21,948
	<hr/>
Total Liabilities	689,991
	<hr/>
 <u>NET ASSETS</u> 	
Investment in capital assets, net of related debt	141,068
Unrestricted	1,115,337
Restricted for educational purposes	127,334
	<hr/>
Total Net Assets	\$ 1,383,739
	<hr/> <hr/>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Statement of Activities

Year Ended June 30, 2012

FUNCTIONS/PROGRAMS	Program Revenue			Net (Expense) Revenue and Changes in Net Assets	
	<u>Expenses</u>	<u>Operating</u>	<u>Capital</u>	<u>Primary Government</u>	
		<u>Grants and</u>	<u>Grants and</u>	<u>Governmental</u>	
Primary government:		<u>Contributions</u>	<u>Contributions</u>	<u>Activities</u>	<u>Total</u>
Governmental activities:					
Instructional services:					
Salaries	\$ 527,644	\$ 416,904	\$ -0-	\$ (110,740)	\$ (110,740)
Employee benefits	168,510	142,629	-0-	(25,881)	(25,881)
Purchased services	319,315	214,032	-0-	(105,283)	(105,283)
Supplies and materials	182,508	174,735	-0-	(7,773)	(7,773)
Capital outlay	-0-	2,320	-0-	2,320	2,320
Payments to other governmental units	896,017	672,523	-0-	(223,494)	(223,494)
Depreciation expense	23,646	-0-	-0-	(23,646)	(23,646)
Administrative:					
On-behalf payments	278,903	-0-	-0-	(278,903)	(278,903)
 Total primary government	 <u>\$ 2,396,543</u>	 <u>\$ 1,623,143</u>	 <u>\$ -0-</u>	 <u>(773,400)</u>	 <u>(773,400)</u>
General Revenues:					
Local sources				216,281	216,281
State sources				297,611	297,611
Interest income				7,558	7,558
On-behalf payments				278,903	278,903
Total general revenues				<u>800,353</u>	<u>800,353</u>
 CHANGE IN NET ASSETS				26,953	26,953
NET ASSETS, BEGINNING OF YEAR				1,356,786	1,356,786
NET ASSETS, END OF YEAR				<u>\$ 1,383,739</u>	<u>\$ 1,383,739</u>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28**Balance Sheet - Governmental Funds**

June 30, 2012

<u>ASSETS</u>	<u>General Fund</u>	<u>Education Fund</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
Cash and cash equivalents	\$ 1,147,398	\$ 169,767	\$ 67,551	\$ 1,384,716
Due from other governmental units	29,652	518,294	-0-	547,946
 Total Assets	 <u>\$ 1,177,050</u>	 <u>\$ 688,061</u>	 <u>\$ 67,551</u>	 <u>\$ 1,932,662</u>
 <u>LIABILITIES</u>				
Cash overdraft	\$ -0-	\$ 339,705	\$ -0-	\$ 339,705
Accounts payable	39,765	183,423	-0-	223,188
Due to other governmental units	-0-	101,585	-0-	101,585
Deferred revenue	-0-	3,565	-0-	3,565
 Total Liabilities	 <u>39,765</u>	 <u>628,278</u>	 <u>-0-</u>	 <u>668,043</u>
 <u>FUND BALANCES</u>				
Restricted	-0-	59,783	67,551	127,334
Assigned	318,384	-0-	-0-	318,384
Unassigned	818,901	-0-	-0-	818,901
 Total Fund Balances	 <u>1,137,285</u>	 <u>59,783</u>	 <u>67,551</u>	 <u>1,264,619</u>
 Total Liabilities and Fund Balances	 <u>\$ 1,177,050</u>	 <u>\$ 688,061</u>	 <u>\$ 67,551</u>	 <u>\$ 1,932,662</u>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Reconciliation of the Governmental Funds Balance Sheet to
The Statement of Net Assets
 June 30, 2012

Total fund balances-governmental funds	\$	1,264,619
<p>Amounts reported for governmental activities in the Statement of Net Assets are different because:</p>		
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore are not reported in the government funds.		141,068
Compensated absences are not due and payable from current resources and therefore are not reported in the governmental funds.		<u>(21,948)</u>
Net assets of governmental activities	<u>\$</u>	<u>1,383,739</u>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

**Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds**

Year Ended June 30, 2012

	<u>General Fund</u>	<u>Education Fund</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
REVENUES:				
Local sources	\$ 189,871	\$ 66,718	\$ 31,254	\$ 287,843
State sources	216,856	648,392	955	866,203
Federal sources	44,076	994,128	-0-	1,038,204
On-behalf payments	278,903	-0-	-0-	278,903
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	729,706	1,709,238	32,209	2,471,153
	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES:				
Instructional Services:				
Salaries	1,267	504,429	-0-	505,696
Employee benefits	6,949	161,561	-0-	168,510
Purchased services	82,457	223,024	13,834	319,315
Supplies and materials	6,869	192,184	18	199,071
Payments to other governmental units	331,424	564,593	-0-	896,017
Capital outlay	-0-	21,480	-0-	21,480
On-behalf payments	278,903	-0-	-0-	278,903
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	707,869	1,667,271	13,852	2,388,992
	<hr/>	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	21,837	41,967	18,357	82,161
FUND BALANCES, BEGINNING OF YEAR	<u>1,115,448</u>	<u>17,816</u>	<u>49,194</u>	<u>1,182,458</u>
FUND BALANCES, END OF YEAR	<u><u>\$1,137,285</u></u>	<u><u>\$ 59,783</u></u>	<u><u>\$ 67,551</u></u>	<u><u>\$ 1,264,619</u></u>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances to the Statement of Activities - Governmental Funds
Year Ended June 30, 2012

Net change in fund balances	\$	82,161
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital asset purchases capitalized		38,043
Depreciation expense		(23,646)
Revenues in the Statement of Activities in the prior year that did not provide current financial resources were not reported as revenues in the funds		(47,657)
Vacation and compensated pay for employees is expensed in the Statement of Activities. However, since these amounts will not be paid from current resources, this expense is not recorded in the governmental funds. This is the amount by which vacation and compensated pay increased over the prior period.		<u>(21,948)</u>
Change in net assets of governmental activities	\$	<u><u>26,953</u></u>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Statement of Fiduciary Net Assets

June 30, 2012

	Agency Funds
<u>ASSETS</u>	
Cash and cash equivalents	\$ 306,887
TOTAL ASSETS	\$ 306,887
<u>LIABILITIES</u>	
Due to other governments	\$ 306,887
TOTAL LIABILITIES	\$ 306,887

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

NOTES TO THE FINANCIAL STATEMENTS

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education's (ROE) accounting policies conform to generally accepted accounting principles which are appropriate for local governmental units of this type.

A. Principles Used to Determine the Scope of the Reporting Entity

The Bureau/Henry/Stark Counties Regional Office of Education #28 was formed as a result of an Educational Service Region becoming a Regional Office of Education on August 7, 1995. The ROE operates under The School Code (105 ILCS 5/3 and 5/3A). Regional Office of Education #28 encompasses Bureau, Henry, and Stark Counties in Illinois. A Regional Superintendent of Schools serves as chief administrative officer of the ROE and is elected pursuant to 105 ILCS 5/3 and 5/3A of The School Code. The principal duties of the Regional Superintendent are to receive and distribute monies due to school districts from State and federal sources, as well as various other sources, to act as a support provider for the school districts' educational efforts, and evaluate the schools in the region; examine evidence of indebtedness; file and keep the returns of elections required to be returned to the Regional Superintendent's office; and file and keep the reports and statements returned by school treasurers and trustees.

The ROE's reporting entity includes all related organizations for which it exercises oversight responsibility in accordance with Statement No. 14 of the Governmental Accounting Standards Board.

The ROE has developed criteria to determine whether outside agencies with activities which benefit the citizens of the ROE'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 ROE 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.

B. Basis of Presentation and Basis of Accounting

The financial activities of the Regional Office of Education #28 consist only of governmental activities. For its reporting purposes, the ROE has separate fund and government-wide financial statements and reconciles individual line items of fund financial data to government-wide data. A brief description of the ROE's government-wide and fund financial statements is as follows:

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

Government-wide Statements: The Government-Wide Statement of Net Assets and Statement of Activities report the overall financial activity of the ROE. The financial activities of the ROE consist only of governmental activities, which are primarily supported by state, local and federal revenues.

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. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants, contributions and interest restricted to meeting the operational requirements of a particular function. Other items not properly included among program revenues are presented as general revenues. All interfund transactions between governmental funds are eliminated on the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are consolidated and reported in a single column within the governmental funds in the financial section of the basic financial statements and are detailed in the supplemental information.

Bureau/Henry/Stark Counties Regional Office of Education #28 report the following major governmental funds:

General Funds – General Funds are the general operating funds of the ROE. These funds account for all financial resources except those required to be accounted for in another fund. The general fund accounts for the ROE's on-behalf payments from the State of Illinois and the counties to pay the salary and benefits of the Regional Superintendent, Assistant Regional Superintendent and clerical staff. The ROE maintains fifteen separate funds to account for these resources. A description of the ROE's general funds are as follows:

Local Fund – To account for transition monies provided by the closing of the Educational Service Region.

Interest Office Expense Fund – To account for the interest income retained by the ROE from the Distributive Fund.

Administrators Academy – To support professional development of administrators.

Paraprofessional – To provide training for teacher aides.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

Regional Safe Schools – To serve eligible students who are under suspension, expulsion, or expelled and readmitted for administrative transfer to an alternative setting. The education objectives are to improve behavior, attendance, and to receive academic credit leading to graduation or return to their home school.

Standards Aligned Classroom – To support teacher teams working on alignment of a curriculum with standards.

Homeless Grant Enterprise – To ensure that homeless students receive the services they need to attend school on a regular basis despite being homeless.

Language Arts – Funds to pay for Language Arts workshops.

Math – Development money for a summer program for math teachers.

Lab Tech – To help the Regional Office of Education in staying abreast of changing technology for the office.

Fine Arts – To provide instruction on cultural issues.

School Improvement – To provide state mandated services.

Reading First Enterprise – This program delivers professional development opportunities for K-3 teachers, K-12 special education teachers and administrators that address the essential components of reading instruction, scientifically-based instructional programs and materials, instructional strategies, and assessment.

District Services – To account for receipts from school districts for establishing and performing educational enhancing activities.

Science – To provide support for science teachers.

Education Fund – This fund is used to account for and report the proceeds of specific revenue sources that are restricted by grant agreements or contracts to expenditures for specified purposes supporting education enhancement programs which include:

General Operations Fund – To account for monies from the State of Illinois for expenditures incurred providing program services to the various districts.

Bureau County Step Ahead – To assist at-risk, non-traditional youth no longer attending school with additional education, training, and employment opportunities. This will be accomplished by providing a comprehensive program including both occupational and academic components.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

Education Fund – (Continued)

Henry County Step Ahead – To promote academic achievement, employability, leadership development skills, and occupational skills training for low income Henry County youth aged 16-21 by helping youth obtain their GED through academic and work-based training and encouraging youth to become productive, contributing members of the community by acquiring the skills necessary to obtain unsubsidized employment and self-sufficiency.

Truants Alternative Optional Education Program – Initiative focusing on truancy prevention, intervention, and remediation services. The program also provides access to vital resources in order to link students with unmet needs to the community services designed to meet those needs.

Salary – To account for grant money due to the counties for services provided.

McKinney Education for Homeless Children – The Homeless Youth Connection (HYC) provides services for the educational needs of 450 homeless PK-12 students in Rock Island, Bureau, Henry and Stark counties. The goal of the program is to ensure that homeless students receive the services they need to attend school on a regular basis despite being homeless.

Title IV 21st Century Community Learning Centers (Projects 07, 08, 10 and 12) – Provide academic enrichment opportunities during the extended school day and extended school year. Through academic enrichment, students will receive support in developing and mastering their reading, writing, and math skills via additional learning opportunities, tutoring, and homework support.

Early Childhood Block Grant Prekindergarten and Parental Training – To ensure that children start school ready to learn.

Early Childhood Block Grant Prevention Initiative and Parental Training – To nurture infant/child and family development.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

Education Fund – (Continued)

Math and Science Partnership – A collaborative effort between the ROE, State of Illinois, and local high-needs LEAs to provide research-based professional development to educators in the areas of math and science while integrating 21st Century Learning Skills and technology resources.

WIU Math and Science Partnership – A collaborative effort between the ROE, Western Illinois University, and local high-needs LEAs to provide research-based professional development to educators in the areas of math and science while integrating 21st Century Learning Skills and technology resources.

ISU Math and Science Partnership – A collaborative effort between the ROE, Illinois State University, and local high-needs LEAs to provide research-based professional development to educators in the areas of math and science while integrating 21st Century Learning Skills and technology resources.

Reorganization Incentive – Feasibility studies are a tool to be used by school districts wanting to investigate the advantages and/or disadvantages of reorganization options. Upon completion of an ISBE approved study, ISBE disburses money to the ROEs which are then paid to the authors of the study.

Social Emotional Learning – To train pre-K staff on the pre-K social emotional learning standards established by the State of Illinois

Teacher Mentoring and Mentoring Pilot Program – To train experienced teachers to be mentors to new teachers.

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

Institute Fund – This fund accounts for the ROE's stewardship of the assets held in trust for the benefit of the ROE's teachers. Fees are collected from registration of teachers' certificates of qualification. Monies are expended to conduct teachers' institutes, conferences and workshops.

General Educational Development Fund – To account for the ROE's administration of the GED Testing Program. Revenues are received from testing and diploma fees.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation and Basis of Accounting (Continued)

Nonmajor Funds – (Continued)

Bus Driver Fund – To account for the ROE's stewardship of the assets held in trust in connection with the Bus Driver Training Program.

Hearing Fund – To account for fees collected for expenditures incurred in publishing and filing petition requests.

Supervisory Fund – To account for monies from the State of Illinois for expenditures incurred providing supervisory services in the Counties.

Fiduciary Fund Types – Agency Funds are used to account for assets held by the ROE in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The school districts within the ROE's geographic responsibility have signed formal agreements which allow the ROE to retain any interest earned during the year. A description of the ROE's fiduciary funds is as follows:

Distributive Fund – To account for the pass-through of State aid monies from the Regional Office of Education to the various school districts within the Region. At any given point in time, total fund assets are equally offset by related liabilities including amounts due to the parties for whom the assets are being held. Agency funds have no fund equity and do not involve measurement of revenues, expenditures, or expenses.

Distributive Interest Fund – To account for the pass-through of interest earned on the distributive fund checking account.

Measurement Focus and Basis of Accounting

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

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28**
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting (Continued)

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 after year end. 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.

Intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the Bureau/Henry/Stark Counties Regional Office of Education #28.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Capital asset acquisitions are reported as expenditures in governmental funds.

Under the terms of grant agreements, Bureau/Henry/Stark Counties Regional Office of Education #28 funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted funding resources available to finance the program. It is Bureau/Henry/Stark Counties Regional Office of Education #28's policy to first apply cost-reimbursement grant resources to such programs, and then general revenues. For unrestricted fund balance, committed funds are used first, then assigned funds, then unassigned, if any.

Bureau/Henry/Stark Counties Regional Office of Education #28 maintains its financial records on the cash basis. The financial statements of Bureau/Henry/Stark Counties Regional Office of Education #28 are prepared by making memorandum adjusting entries to the cash basis financial records.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Fund Balances

Fund Balance is the difference between assets and liabilities in a Governmental Fund. The following types of fund balances may be presented in the Governmental Funds Balance Sheet and Governmental Funds Combining Schedule of Accounts:

Nonspendable Fund Balance – The portion of a Governmental Fund's net assets that is not available to be spent, either short term or long term, in either form or through legal restrictions. There are no accounts presenting a Nonspendable fund balance.

Restricted Fund Balance – The portion of a Governmental Fund's net assets that is subject to external enforceable legal restrictions. The following fund balances are restricted by grant agreements or contracts: General Operations, Salary and McKinney Education for Homeless Children. The following funds are restricted by Illinois Statute: General Educational Development, Bus Driver, Supervisory, Hearing, and Institute.

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

Assigned Fund Balance – The portion of a Governmental Fund's net assets to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The following account comprises assigned fund balance: Administrators Academy, Paraprofessional, Standards Aligned Classroom, Homeless Grant Enterprise, Language Arts, Math, Lab Tech, Fine Arts, School Improvement, Science and Reading First Enterprise.

Unassigned Fund Balance – Available expendable resources in a governmental fund that are not designated for a specific purpose. The unassigned fund balance is made up of the following: Local, Interest Office Expense, Regional Safe Schools, and District Services.

Net Assets

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

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

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

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

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Budget and Budgetary Accounting

The ROE does not adopt, and is not legally required to adopt, a formal budget for all revenues and expenditures of the governmental funds. Certain programs administered by the ROE are subject to budget approval by the State of Illinois. These include the General Operations Fund, Truants Alternative and Optional Education, Regional Safe Schools, Title IV – 21st Century Community Learning Centers – Projects 07, 08, 10 and 12, McKinney Education for Homeless Children, Math and Science Partnership, WIU Math and Science Partnership, ISU Math and Science Partnership, Early Childhood Block Grant Pre-K and Parental Training, Early Childhood Block Grant Prevention Initiative and Parental Training, Teacher Mentoring and Mentoring Pilot Program, and Bureau County Step Ahead.

D. Assets, Liabilities and Net Assets

Deposits and Investments

The ROE's cash and cash equivalents are considered to be demand deposits and short term investments. All investment income is recognized as revenue in the appropriate fund's Statement of Revenues, Expenditures and Changes in Fund Balance. Negative balances would be shown separately as overdrafts.

Receivables and Payables

Transactions between funds and other entities that are representative of the recognition of revenues or expenditures are referred to as "due to/from" the other funds or entities. "Other Funds" are funds managed by the ROE. "Other Governmental Units" include the Federal Government or political subdivisions of the State of Illinois.

Accounts receivable represents amounts due to the ROE at the end of the year that will be received in the next year. These are amounts due from local sources. Accounts payable represents amounts owed at the end of the year that will be paid in the next year. These are amounts due to vendors and others.

Prepaid Expenses

Amounts disbursed to pay liabilities of the future periods are recorded as prepaid expenses in the current period.

Capital Assets

Capital assets, which include equipment, are reported in the government-wide financial statements. Capital assets such as equipment are defined as assets with a cost of \$500 or more. Capital assets are recorded at historical costs if purchased.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight line method.

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28**
Notes to the Financial Statements
June 30, 2012

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets (Continued)

Deferred Revenue

Deferred revenue arises when resources are received by the ROE before it has a legal claim to them, as when monies are received prior to incurring qualifying expenditures (unearned). In subsequent periods, when both revenue recognition criteria are met, or when the ROE has a legal claim to the resources, revenue is recognized.

Compensated Absences

Governmental Accounting Standards Board principles require employers to accrue a liability for future compensated leave benefits which meet certain conditions. The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated vacation leave for ROE employees.

E. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

F. Subsequent Events

The management of Regional Office of Education #28 has evaluated subsequent events through July 29, 2013 which is the date these financial statements were available to be issued. All subsequent events requiring recognition as of June 30, 2012, have been incorporated herein. There are no events that require disclosure.

NOTE 2: DEPOSITS AND INVESTMENTS:

At June 30, 2012, the carrying amount of the Regional Office of Education #28's deposits was \$1,045,011 (net of cash overdrafts) and the bank balance was \$1,470,218.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, Bureau, Henry, Stark Counties Regional Office of Education #28's deposits may not be returned. Bureau, Henry, Stark Counties Regional Office of Education #28 does not have a deposit policy for custodial credit risk. As of June 30, 2012, all of Bureau, Henry, Stark Counties Regional Office of Education #28's deposits were either covered by FDIC insurance or covered by collateral held by the financial institution in Bureau, Henry, Stark Counties Regional Office of Education #28's name.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 2: DEPOSITS AND INVESTMENTS (Continued):

A reconciliation of cash as shown on the Statement of Net Assets for the primary government is as follows:

	<u>Carrying Amount</u>
Cash – Primary Government	\$1,045,011
Cash – Agency	<u>306,887</u>
 Total	 <u>\$1,351,898</u>

NOTE 3: COMMON BANK ACCOUNT

The Regional Office of Education #28 does not maintain separate bank accounts for all funds. The accounting records being maintained show the portion of the common checking account balance attributable to each participating fund.

NOTE 4: DUE FROM OTHER GOVERNMENTAL UNITS

Due from other governmental units consists of the following at June 30, 2012:

Due from Illinois State Board of Education for unpaid portion of various programs:	
Truants Alternative/Optional Education Program	\$ 25,116
Henry County Step Ahead	14,138
Regional Safe Schools	23,998
Early Childhood Block Grant Pre-K and Parental Training	54,422
Early Childhood Block Grant Prevention Initiative and Parental Training	4,703
Title IV 21 st Century Community Learning Centers:	
Project 08	56,212
Project 10	59,560
Project 12	176,324
Math and Science Partnerships:	
General (Illinois)	15,591
WIU	45,599
ISU	54,280
Due from Boone/Winnebago ROE #4 - RESPRO	
District Services	5,654
Due from Business Employment Skills Team-	
WIA-Bureau County Step Ahead	6,421
Due from Lee/Ogle ROE #47	
McKinney Education for Homeless Children	<u>5,928</u>
 Total	 <u>\$547,946</u>

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012**

NOTE 5: CAPITAL ASSETS

Capital asset activity during the 2012 fiscal year was as follows:

	Balance 06-30-11	Additions	Deletions	Balance 06-30-12
Equipment	\$ 398,072	\$ 38,043	\$-0-	\$ 436,115
Less accumulated Depreciation	(271,401)	(23,646)	-0-	(295,047)
Total	\$ 126,671	\$ 14,397	\$-0-	\$ 141,068

NOTE 6: DUE TO OTHER GOVERNMENTAL UNITS

Due to other governmental units consists of the following at June 30, 2012:

<u>Due To</u>	<u>Due From</u>	<u>Amount</u>
Various school districts and agencies	Distributive and Distributive Interest	\$ 306,887
Lee/Ogle Counties ROE #47	Social Emotional Learning	101,585

NOTE 7: EMPLOYEE BENEFIT PLAN

Plan Description. The Regional Office of Education #28'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 #28'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, Regional Office of Education #28'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 their own employees. The Regional Office of Education #28's annual required contribution rate for calendar year 2011 was 9.34 percent. The Regional Office of Education #28 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. The required contribution for calendar year 2011 was \$47,486.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 7: EMPLOYEE BENEFIT PLAN (Continued)

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	47,486	100%	-0-
12/31/10	47,518	100%	-0-
12/31/09	42,452	100%	-0-

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of Regional Office of Education #28'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 20% corridor between the actuarial and market value of assets. Regional Office of Education #28's Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 10 year basis.

Funded Status and Funding Progress. As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 97.82 percent funded. The actuarial accrued liability for benefits was \$517,423 and the actuarial value of assets was \$506,147, resulting in an underfunded actuarial accrued liability (UAAL) of \$11,276. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$508,419 and the ratio of the UAAL to the covered payroll was 2 percent.

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

The Regional Office of Education #28's employees who participate in the Teacher's Retirement System of the State of Illinois (TRS) are paid through Kewanee CUSD #229 and the Regional Office of Education #28 reimburses the school district for the payroll of these employees.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 8: ON-BEHALF PAYMENTS

Salaries of the Regional Superintendent and his first assistant are paid by the State of Illinois.

A breakdown of the on-behalf payments are as follows:

Regional Superintendent – salary	\$ 100,128
Regional Superintendent – benefits (includes state paid insurance)	21,235
Assistant Regional Superintendent – salary	90,120
Assistant Regional Superintendent – benefits (includes state paid insurance)	20,029
TRS on-behalf payments	<u>47,391</u>
Total on-behalf payments	<u>\$ 278,903</u>

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

NOTE 9: RISK MANAGEMENT

The Regional Office of Education #28 is exposed to various risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Regional Office has purchased various insurance policies to safeguard its assets from risk of loss. Insurance coverage appears to be consistent with prior years. During the year ended June 30, 2012, and the two previous fiscal years, no settlement exceeded insurance coverage.

NOTE 10: OTHER POSTEMPLOYMENT BENEFITS

The Regional Office of Education #28 has evaluated its potential other post employment benefits liability. Former employees who choose to retain their rights to health insurance through the Regional Office of Education #28 are required to pay 100% of the current premium. However, no former employees have chosen to stay in the Regional Office of Education #28's health insurance plan. Therefore, there has been zero percent utilization and therefore no implicit subsidy to calculate in accordance with GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. Additionally, the Regional Office of Education #28 had no former employees for which the Regional Office of Education #28 was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the Regional Office of Education #28 has not recorded any post employment benefit liability as of June 30, 2012.

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Financial Statements
June 30, 2012

NOTE 11: NEW ACCOUNTING PRONOUNCEMENTS

In 2012, Regional Office of Education #28 implemented Governmental Accounting Standards Board (GASB) Statements No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, and GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53*. The Regional Office of Education implemented these standards during the current year; however there was no significant impact of the implementation of No. 57 or No. 64 on the financial statements.

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

**BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Schedule of Funding Progress-
Illinois Municipal Retirement Fund (Unaudited)
June 30, 2012**

Schedule of Funding Progress – Illinois Municipal Retirement Fund

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)
12/31/11	\$506,147	\$517,423	\$11,276	97.82	\$508,419	2.22%
12/31/10	433,552	462,778	29,226	93.68	474,232	6.16%
12/31/09	426,340	464,784	38,444	91.73	446,396	8.61%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$486,967. On a market basis, the funded ratio would be 94.11%.

SUPPLEMENTAL INFORMATION

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Combining Schedule of Accounts

General Fund Accounts

June 30, 2012

<u>ASSETS</u>	<u>Local</u>	<u>Interest Office Expense</u>	<u>Administrators Academy</u>	<u>Para- Professional</u>	<u>Regional Safe Schools</u>	<u>Standards Aligned Classroom</u>
Cash and cash equivalents	\$55,876	\$42,736	\$ 62,243	\$ 7,171	\$349,576	\$ 21,427
Due from other governments	-0-	-0-	-0-	-0-	23,998	-0-
 Total Assets	<u>\$55,876</u>	<u>\$42,736</u>	<u>\$ 62,243</u>	<u>\$ 7,171</u>	<u>\$373,574</u>	<u>\$ 21,427</u>
 <u>LIABILITIES AND FUND BALANCES</u>						
LIABILITIES:						
Accounts payable	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 29,638	\$ -0-
 Total Liabilities	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>29,638</u>	<u>-0-</u>
FUND BALANCES:						
Assigned	-0-	-0-	62,243	7,171	-0-	21,427
Unassigned	55,876	42,736	-0-	-0-	343,936	-0-
 Total Fund Balances	<u>55,876</u>	<u>42,736</u>	<u>62,243</u>	<u>7,171</u>	<u>343,936</u>	<u>21,427</u>
 Total Liabilities and Fund Balances	<u>\$55,876</u>	<u>\$42,736</u>	<u>\$ 62,243</u>	<u>\$ 7,171</u>	<u>\$373,574</u>	<u>\$ 21,427</u>

<u>Homeless Grant Enterprise</u>	<u>Language Arts</u>	<u>Math</u>	<u>Lab Tech</u>	<u>Fine Arts</u>	<u>School Improvement</u>	<u>District Services</u>	<u>Science</u>	<u>Reading First Enterprise</u>	<u>Total</u>
\$ 20	\$ 76,898	\$ 3,762	\$ 96,516	\$ 18,703	\$ 25,055	\$ 380,826	\$ 3,464	\$ 3,125	\$ 1,147,398
-0-	-0-	-0-	-0-	-0-	-0-	5,654	-0-	-0-	29,652
\$ 20	\$ 76,898	\$ 3,762	\$ 96,516	\$ 18,703	\$ 25,055	\$ 386,480	\$ 3,464	\$ 3,125	\$ 1,177,050
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 10,127	\$ -0-	\$ -0-	\$ 39,765
-0-	-0-	-0-	-0-	-0-	-0-	10,127	-0-	-0-	39,765
20	76,898	3,762	96,516	18,703	25,055	-0-	3,464	3,125	318,384
-0-	-0-	-0-	-0-	-0-	-0-	376,353	-0-	-0-	818,901
20	76,898	3,762	96,516	18,703	25,055	376,353	3,464	3,125	1,137,285
\$ 20	\$ 76,898	\$ 3,762	\$ 96,516	\$ 18,703	\$ 25,055	\$ 386,480	\$ 3,464	\$ 3,125	\$ 1,177,050

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

**Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances**

General Fund Accounts

Year Ended June 30, 2012

	<u>Local</u>	<u>Interest Office Expense</u>	<u>Administrators Academy</u>	<u>Para- Professional</u>	<u>Regional Safe Schools</u>	<u>Standards Aligned Classroom</u>
REVENUES:						
Local sources	\$ 718	\$ 480	\$ 5,388	\$ 1,836	\$ 1,612	\$ 119
State sources	-0-	-0-	-0-	-0-	216,856	-0-
Federal sources	-0-	-0-	-0-	-0-	-0-	-0-
On-behalf payments	278,903	-0-	-0-	-0-	-0-	-0-
Total Revenues	279,621	480	5,388	1,836	218,468	119
EXPENDITURES:						
Salaries	-0-	-0-	-0-	-0-	-0-	-0-
Employee benefits	-0-	-0-	-0-	-0-	6,840	-0-
Purchased services	5,789	-0-	10,270	-0-	21,427	-0-
Supplies and materials	24	-0-	1,332	1,060	125	-0-
Payments to other governmental units	2	-0-	360	-0-	157,180	-0-
Capital outlay	-0-	-0-	-0-	-0-	-0-	-0-
On-behalf payments	278,903	-0-	-0-	-0-	-0-	-0-
Total Expenditures	284,718	-0-	11,962	1,060	185,572	-0-
NET CHANGE IN FUND BALANCE	(5,097)	480	(6,574)	776	32,896	119
FUND BALANCES, BEGINNING OF YEAR	60,973	42,256	68,817	6,395	311,040	21,308
FUND BALANCES, END OF YEAR	\$55,876	\$42,736	\$ 62,243	\$ 7,171	\$ 343,936	\$ 21,427

<u>Homeless</u> <u>Grant</u> <u>Enterprise</u>	<u>Language</u> <u>Arts</u>	<u>Math</u>	<u>Lab</u> <u>Tech</u>	<u>Fine</u> <u>Arts</u>	<u>School</u> <u>Improvement</u>	<u>District</u> <u>Services</u>	<u>Science</u>	<u>Reading</u> <u>First</u> <u>Enterprise</u>	<u>Total</u>
\$ -0-	\$ 20,359	\$5,043	\$25,496	\$ 84	\$ -0-	\$ 128,182	\$ 424	\$ 130	\$ 189,871
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	216,856
-0-	-0-	-0-	-0-	-0-	-0-	44,076	-0-	-0-	44,076
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	278,903
-0-	20,359	5,043	25,496	84	-0-	172,258	424	130	729,706
-0-	-0-	-0-	-0-	-0-	-0-	1,267	-0-	-0-	1,267
-0-	-0-	-0-	-0-	-0-	-0-	109	-0-	-0-	6,949
-0-	5,065	1,832	149	-0-	-0-	37,596	329	-0-	82,457
-0-	1,909	1,017	-0-	-0-	-0-	1,396	6	-0-	6,869
-0-	275	100	501	-0-	-0-	173,006	-0-	-0-	331,424
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	278,903
-0-	7,249	2,949	650	-0-	-0-	213,374	335	-0-	707,869
-0-	13,110	2,094	24,846	84	-0-	(41,116)	89	130	21,837
20	63,788	1,668	71,670	18,619	25,055	417,469	3,375	2,995	1,115,448
\$ 20	\$ 76,898	\$3,762	\$96,516	\$18,703	\$ 25,055	\$ 376,353	\$ 3,464	\$ 3,125	\$ 1,137,285

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Budgetary Comparison Schedule
General Fund Accounts
Year Ended June 30, 2012

Regional Safe Schools

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
				<u>Positive</u> <u>(Negative)</u>
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ 1,612	\$ 1,612
State sources	88,006	88,006	216,856	128,850
Federal sources	-0-	-0-	-0-	-0-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	88,006	88,006	218,468	130,462
	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES:				
Salaries	-0-	-0-	-0-	-0-
Employee benefits	-0-	-0-	6,840	(6,840)
Purchased services	21,150	21,150	21,427	(277)
Supplies and materials	125	125	125	-0-
Capital outlay	-0-	-0-	-0-	-0-
Other objects	-0-	-0-	-0-	-0-
Payments to other governmental units	66,731	66,731	157,180	(90,449)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	88,006	88,006	185,572	(97,566)
	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ -0-</u>	<u>\$ -0-</u>	32,896	<u>\$ 32,896</u>
FUND BALANCE, BEGINNING OF YEAR			<u>311,040</u>	
FUND BALANCE , END OF YEAR			<u>\$ 343,936</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Combining Schedule of Accounts

Education Fund Accounts

June 30, 2012

	<u>Bureau</u>	<u>Henry</u>		<u>Truants</u>		<u>McKinney</u>	<u>Title IV 21st</u>
	<u>County</u>	<u>County</u>	<u>General</u>	<u>Alternative</u>		<u>Education</u>	<u>Century</u>
	<u>Step Ahead</u>	<u>Step Ahead</u>	<u>Operations</u>	<u>Optional</u>	<u>Salary</u>	<u>for Homeless</u>	<u>Community</u>
<u>ASSETS</u>				<u>Education</u>		<u>Children</u>	<u>Learning</u>
				<u>Program</u>			<u>Centers</u>
							<u>Project 08</u>
Cash and cash equivalents	\$ -0-	\$ -0-	\$ 64,440	\$ -0-	\$ 177	\$ -0-	\$ -0-
Due from other governmental units	6,421	14,138	-0-	25,116	-0-	5,928	56,212
Total Assets	\$ 6,421	\$ 14,138	\$ 64,440	\$ 25,116	\$ 177	\$ 5,928	\$ 56,212
 <u>LIABILITIES</u>							
Cash overdraft	\$ 5,021	\$ 11,226	\$ -0-	\$ 15,849	\$ -0-	\$ 4,714	\$ 44,188
Accounts payable	1,400	2,912	4,902	9,267	-0-	1,146	12,024
Due to other governments	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Deferred revenue	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Liabilities	6,421	14,138	4,902	25,116	-0-	5,860	56,212
 <u>FUND BALANCES</u>							
Restricted	-0-	-0-	59,538	-0-	177	68	-0-
Total Fund Balances(Deficit)	-0-	-0-	59,538	-0-	177	68	-0-
Total Liabilities and Fund Balances	\$ 6,421	\$ 14,138	\$ 64,440	\$ 25,116	\$ 177	\$ 5,928	\$ 56,212

Title IV 21st Century Community Learning Centers Project 10	Title IV 21st Century Community Learning Centers Project 12	Early Childhood Block Grant Pre-K and Parental Training	Early Childhood Block Grant Prevention Initiative and Parental Training	Math and Science Partnership	WIU Math and Science Partnership	ISU Math and Science Partnership	Social Emotional Learning	Teacher Mentoring and Mentoring Pilot Program	Total
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$101,585	\$ 3,565	\$ 169,767
59,560	176,324	54,422	4,703	15,591	45,599	54,280	-0-	-0-	518,294
\$ 59,560	\$ 176,324	\$ 54,422	\$ 4,703	\$ 15,591	\$ 45,599	\$ 54,280	\$101,585	\$ 3,565	\$ 688,061
\$ 47,582	\$ 107,444	\$ 6,014	\$ 319	\$ 11,647	\$ 36,457	\$ 49,244	\$ -0-	\$ -0-	\$ 339,705
11,978	68,880	48,408	4,384	3,944	9,142	5,036	-0-	-0-	183,423
-0-	-0-	-0-	-0-	-0-	-0-	-0-	101,585	-0-	101,585
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	3,565	3,565
59,560	176,324	54,422	4,703	15,591	45,599	54,280	101,585	3,565	628,278
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	59,783
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	59,783
\$ 59,560	\$ 176,324	\$ 54,422	\$ 4,703	\$ 15,591	\$ 45,599	\$ 54,280	\$101,585	\$ 3,565	\$ 688,061

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Education Fund Accounts
Year Ended June 30, 2012

	Bureau County	Henry County	General Operations	Truants Alternative Optional Education Program	Salary	McKinney Education for Homeless Children	Title IV 21st Century Community Learning Centers Project 07	Title IV 21st Century Community Learning Centers Project 08
REVENUES:								
Local sources	\$ -0-	\$ 64,004	\$ 2,537	\$ -0-	\$ 177	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	54,681	99,968	-0-	-0-	-0-	-0-
Federal sources	28,737	-0-	-0-	-0-	-0-	21,022	13,208	186,772
Total Revenues	28,737	64,004	57,218	99,968	177	21,022	13,208	186,772
EXPENDITURES:								
Salaries	16,864	41,239	8,229	54,098	-0-	10,774	10,413	77,116
Employee benefits	6,980	13,864	5,085	14,910	-0-	3,773	1,868	29,274
Purchased services	3,718	7,839	4,081	11,280	-0-	1,924	792	8,894
Supplies and materials	541	657	5,914	2,554	-0-	4,108	135	7,297
Capital outlay	-0-	-0-	500	570	-0-	-0-	-0-	-0-
Payments to other governmental units	634	405	5,916	8,775	-0-	443	-0-	64,191
Total Expenditures	28,737	64,004	29,725	92,187	-0-	21,022	13,208	186,772
NET CHANGE IN FUND BALANCE	-0-	-0-	27,493	7,781	177	-0-	-0-	-0-
FUND BALANCES (DEFICIT), BEGINNING	-0-	-0-	32,045	(7,781)	-0-	68	-0-	-0-
FUND BALANCES (DEFICIT), END OF YEAR	\$ -0-	\$ -0-	\$ 59,538	\$ -0-	\$ 177	\$ 68	\$ -0-	\$ -0-

Title IV 21st Century Community Learning Centers Project 10	Title IV 21st Century Community Learning Centers Project 12	Early Childhood Block Grant Pre-K and Parental Training	Early Childhood Block Grant Prevention Initiative and Parental Training	Math and Science Partnership	WIU Math and Science Partnership	ISU Math and Science Partnership	Reorganization Incentive	Teacher Mentoring and Mentoring Pilot Program	Total
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 66,718
-0-	-0-	320,993	139,250	-0-	-0-	-0-	7,500	26,000	648,392
204,579	274,731	-0-	-0-	138,350	59,105	67,624	-0-	-0-	994,128
204,579	274,731	320,993	139,250	138,350	59,105	67,624	7,500	26,000	1,709,238
77,533	87,525	40,712	76,608	2,457	563	298	-0-	-0-	504,429
21,781	25,772	7,289	23,378	4,504	1,690	1,393	-0-	-0-	161,561
14,843	31,374	53,291	15,840	41,030	12,273	8,239	7,500	106	223,024
3,870	17,574	16,209	2,348	66,358	30,322	32,236	-0-	2,061	192,184
-0-	19,160	1,250	-0-	-0-	-0-	-0-	-0-	-0-	21,480
86,552	93,326	202,242	21,076	24,001	14,257	25,458	-0-	17,317	564,593
204,579	274,731	320,993	139,250	138,350	59,105	67,624	7,500	19,484	1,667,271
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	6,516	41,967
-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	(6,516)	17,816
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 59,783

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	<u>Truants Alternative Optional Education Program</u>			<u>Variance</u>
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Positive</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>(Negative)</u>
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	92,187	92,187	99,968	7,781
Federal sources	-0-	-0-	-0-	-0-
 Total Revenues	<u>92,187</u>	<u>92,187</u>	<u>99,968</u>	<u>7,781</u>
EXPENDITURES:				
Salaries	-0-	-0-	54,098	(54,098)
Employee benefits	-0-	-0-	14,910	(14,910)
Purchased services	8,914	10,704	11,280	(576)
Supplies and materials	2,843	2,328	2,554	(226)
Capital outlay	600	600	570	30
Payments to other governmental units	79,830	78,555	8,775	69,780
 Total Expenditures	<u>92,187</u>	<u>92,187</u>	<u>92,187</u>	<u>-0-</u>
 NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	7,781	<u>\$ 7,781</u>
 FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(7,781)</u>	
 FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Budgetary Comparison Schedule
Education Fund Accounts
Year Ended June 30, 2012

	<u>General Operations</u>			Variance Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ 2,537	\$ 2,537
State sources	28,749	28,749	54,681	25,932
Federal sources	-0-	-0-	-0-	-0-
	<u>28,749</u>	<u>28,749</u>	<u>57,218</u>	<u>28,469</u>
Total Revenues				
EXPENDITURES:				
Salaries	-0-	-0-	8,229	(8,229)
Employee benefits	-0-	-0-	5,085	(5,085)
Purchased services	4,550	4,550	4,081	469
Supplies and materials	4,750	4,750	5,914	(1,164)
Capital outlay	1,500	1,500	500	1,000
Payments to other governmental units	17,949	17,949	5,916	12,033
	<u>28,749</u>	<u>28,749</u>	<u>29,725</u>	<u>(976)</u>
Total Expenditures				
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	27,493	<u>\$ 27,493</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>32,045</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ 59,538</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

McKinney Education for Homeless Children

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	21,022	21,022	21,022	-0-
 Total Revenues	<u>21,022</u>	<u>21,022</u>	<u>21,022</u>	<u>-0-</u>
EXPENDITURES:				
Salaries	-0-	-0-	10,774	(10,774)
Employee benefits	-0-	-0-	3,773	(3,773)
Purchased services	2,416	2,416	1,924	492
Supplies and materials	3,400	3,400	4,108	(708)
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	15,206	15,206	443	14,763
 Total Expenditures	<u>21,022</u>	<u>21,022</u>	<u>21,022</u>	<u>-0-</u>
 NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
 FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>68</u>	
 FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ 68</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	<u>Title IV 21st Century Community Learning Centers-07</u>			
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	<u>103,500</u>	<u>103,500</u>	<u>13,208</u>	<u>(90,292)</u>
Total Revenues	<u>103,500</u>	<u>103,500</u>	<u>13,208</u>	<u>(90,292)</u>
EXPENDITURES:				
Salaries	48,960	48,960	10,413	38,547
Employee benefits	9,816	9,816	1,868	7,948
Purchased services	6,456	6,456	792	5,664
Supplies and materials	4,475	4,475	135	4,340
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	<u>33,793</u>	<u>33,793</u>	<u>-0-</u>	<u>33,793</u>
Total Expenditures	<u>103,500</u>	<u>103,500</u>	<u>13,208</u>	<u>90,292</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

Title IV 21st Century Community Learning Centers-08

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	196,875	196,875	186,772	(10,103)
	<u>196,875</u>	<u>196,875</u>	<u>186,772</u>	<u>(10,103)</u>
Total Revenues				
	<u>196,875</u>	<u>196,875</u>	<u>186,772</u>	<u>(10,103)</u>
EXPENDITURES:				
Salaries	92,360	92,360	77,116	15,244
Employee benefits	32,415	32,415	29,274	3,141
Purchased services	13,682	18,312	8,894	9,418
Supplies and materials	9,833	5,203	7,297	(2,094)
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	48,585	48,585	64,191	(15,606)
	<u>48,585</u>	<u>48,585</u>	<u>64,191</u>	<u>(15,606)</u>
Total Expenditures				
	<u>196,875</u>	<u>196,875</u>	<u>186,772</u>	<u>10,103</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	Title IV			
	21st Century Community			
	Learning Centers Project 10			
	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Positive
				(Negative)
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	<u>210,361</u>	<u>210,361</u>	<u>204,579</u>	<u>(5,782)</u>
Total Revenues	<u>210,361</u>	<u>210,361</u>	<u>204,579</u>	<u>(5,782)</u>
EXPENDITURES:				
Salaries	85,560	80,613	77,533	3,080
Employee benefits	22,013	22,013	21,781	232
Purchased services	14,162	23,309	14,843	8,466
Supplies and materials	6,508	6,508	3,870	2,638
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	<u>82,118</u>	<u>77,918</u>	<u>86,552</u>	<u>(8,634)</u>
Total Expenditures	<u>210,361</u>	<u>210,361</u>	<u>204,579</u>	<u>5,782</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	Title IV			
	21st Century Community			
	Learning Centers Project 12			
	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Positive
				(Negative)
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-	-0-
Federal sources	<u>485,180</u>	<u>485,180</u>	<u>274,731</u>	<u>(210,449)</u>
 Total Revenues	 <u>485,180</u>	 <u>485,180</u>	 <u>274,731</u>	 <u>(210,449)</u>
 EXPENDITURES:				
Salaries	183,240	164,127	87,525	76,602
Employee benefits	61,103	61,103	25,772	35,331
Purchased services	28,614	47,727	31,374	16,353
Supplies and materials	23,000	23,000	17,574	5,426
Capital outlay	20,000	20,000	19,160	840
Payments to other governmental units	<u>169,223</u>	<u>169,223</u>	<u>93,326</u>	<u>75,897</u>
 Total Expenditures	 <u>485,180</u>	 <u>485,180</u>	 <u>274,731</u>	 <u>210,449</u>
 NET CHANGE IN FUND BALANCES	 <u><u>\$ -0-</u></u>	 <u><u>\$ -0-</u></u>	 -0-	 <u><u>\$ -0-</u></u>
 FUND BALANCE (DEFICIT), BEGINNING OF YEAR			 <u>-0-</u>	
 FUND BALANCE (DEFICIT), END OF YEAR			 <u><u>\$ -0-</u></u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	<u>Early Childhood Block Grant Pre-K and Parental Training</u>			Variance Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	306,056	306,056	320,993	14,937
Federal sources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total Revenues	<u>306,056</u>	<u>306,056</u>	<u>320,993</u>	<u>14,937</u>
EXPENDITURES:				
Salaries	-0-	-0-	40,712	(40,712)
Employee benefits	-0-	-0-	7,289	(7,289)
Purchased services	24,145	24,145	53,291	(29,146)
Supplies and materials	9,500	9,500	16,209	(6,709)
Capital outlay	1,500	1,500	1,250	250
Payments to other governmental units	<u>270,911</u>	<u>270,911</u>	<u>202,242</u>	<u>68,669</u>
Total Expenditures	<u>306,056</u>	<u>306,056</u>	<u>320,993</u>	<u>(14,937)</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

**Early Childhood Block Grant
Prevention Initiative and Parental Training**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	140,032	140,032	139,250	(782)
Federal sources	-0-	-0-	-0-	-0-
 Total Revenues	 140,032	 140,032	 139,250	 (782)
EXPENDITURES:				
Salaries	-0-	-0-	76,608	(76,608)
Employee benefits	-0-	-0-	23,378	(23,378)
Purchased services	15,510	15,510	15,840	(330)
Supplies and materials	4,760	4,760	2,348	2,412
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	119,762	119,762	21,076	98,686
 Total Expenditures	 140,032	 140,032	 139,250	 782
 NET CHANGE IN FUND BALANCES	 <u>\$ -0-</u>	 <u>\$ -0-</u>	 -0-	 <u>\$ -0-</u>
 FUND BALANCE (DEFICIT), BEGINNING OF YEAR			 -0-	
 FUND BALANCE (DEFICIT), END OF YEAR			 <u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	<u>Math and Science Partnership</u>			Variance Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>(Negative)</u>
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	<u>98,454</u>	<u>98,454</u>	<u>138,350</u>	<u>39,896</u>
Total Revenues	<u>98,454</u>	<u>98,454</u>	<u>138,350</u>	<u>39,896</u>
EXPENDITURES:				
Salaries	-0-	-0-	2,457	(2,457)
Employee benefits	-0-	-0-	4,504	(4,504)
Purchased services	32,456	32,456	41,030	(8,574)
Supplies and materials	26,018	26,018	66,358	(40,340)
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	<u>39,980</u>	<u>39,980</u>	<u>24,001</u>	<u>15,979</u>
Total Expenditures	<u>98,454</u>	<u>98,454</u>	<u>138,350</u>	<u>(39,896)</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	WIU			
	Math and Science Partnership			
	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Positive (Negative)
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	<u>136,878</u>	<u>136,878</u>	<u>59,105</u>	<u>(77,773)</u>
Total Revenues	<u>136,878</u>	<u>136,878</u>	<u>59,105</u>	<u>(77,773)</u>
EXPENDITURES:				
Salaries	-0-	-0-	563	(563)
Employee benefits	-0-	-0-	1,690	(1,690)
Purchased services	42,083	42,083	12,273	29,810
Supplies and materials	54,425	54,425	30,322	24,103
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	<u>40,370</u>	<u>40,370</u>	<u>14,257</u>	<u>26,113</u>
Total Expenditures	<u>136,878</u>	<u>136,878</u>	<u>59,105</u>	<u>77,773</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	ISU			
	Math and Science Partnership			
	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Positive
				(Negative)
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	<u>115,676</u>	<u>115,676</u>	<u>67,624</u>	<u>(48,052)</u>
Total Revenues	<u>115,676</u>	<u>115,676</u>	<u>67,624</u>	<u>(48,052)</u>
EXPENDITURES:				
Salaries	-0-	-0-	298	(298)
Employee benefits	-0-	-0-	1,393	(1,393)
Purchased services	35,062	35,062	8,239	26,823
Supplies and materials	38,690	38,690	32,236	6,454
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	<u>41,924</u>	<u>41,924</u>	<u>25,458</u>	<u>16,466</u>
Total Expenditures	<u>115,676</u>	<u>115,676</u>	<u>67,624</u>	<u>48,052</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>-0-</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	<u>Bureau County Step Ahead</u>			Variance Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	-0-	-0-	-0-	-0-
Federal sources	<u>14,686</u>	<u>29,372</u>	<u>28,737</u>	<u>(635)</u>
 Total Revenues	 <u>14,686</u>	 <u>29,372</u>	 <u>28,737</u>	 <u>(635)</u>
 EXPENDITURES:				
Salaries	8,930	17,860	16,864	996
Employee benefits	3,600	7,200	6,980	220
Purchased services	1,631	3,262	3,718	(456)
Supplies and materials	525	1,050	541	509
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	<u>-0-</u>	<u>-0-</u>	<u>634</u>	<u>(634)</u>
 Total Expenditures	 <u>14,686</u>	 <u>29,372</u>	 <u>28,737</u>	 <u>635</u>
 NET CHANGE IN FUND BALANCES	 <u><u>\$ -0-</u></u>	 <u><u>\$ -0-</u></u>	 -0-	 <u><u>\$ -0-</u></u>
 FUND BALANCE (DEFICIT), BEGINNING OF YEAR			 <u>-0-</u>	
 FUND BALANCE (DEFICIT), END OF YEAR			 <u><u>\$ -0-</u></u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Budgetary Comparison Schedule

Education Fund Accounts

Year Ended June 30, 2012

	Teacher Mentoring and Mentoring Pilot Program			Variance Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES:				
Local sources	\$ -0-	\$ -0-	\$ -0-	\$ -0-
State sources	128,121	128,121	26,000	(102,121)
Federal sources	-0-	-0-	-0-	-0-
Total Revenues	<u>128,121</u>	<u>128,121</u>	<u>26,000</u>	<u>(102,121)</u>
EXPENDITURES:				
Salaries	-0-	-0-	-0-	-0-
Employee benefits	-0-	-0-	-0-	-0-
Purchased services	85,500	85,500	106	85,394
Supplies and materials	2,152	2,152	2,061	91
Capital outlay	-0-	-0-	-0-	-0-
Payments to other governmental units	40,469	40,469	17,317	23,152
Total Expenditures	<u>128,121</u>	<u>128,121</u>	<u>19,484</u>	<u>108,637</u>
NET CHANGE IN FUND BALANCES	<u>\$ -0-</u>	<u>\$ -0-</u>	6,516	<u>\$ 6,516</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(6,516)</u>	
FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ -0-</u>	

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012**

<u>ASSETS</u>	<u>Institute Fund</u>	<u>General Educational Development Fund</u>	<u>Bus Driver Fund</u>	<u>Hearing Fund</u>	<u>Supervisory Fund</u>	<u>Total</u>
Cash and cash equivalents	\$ 50,664	\$ 2,125	\$ 10,268	\$ 2,399	\$ 2,095	\$ 67,551
Due from other governmental units	-0-	-0-	-0-	-0-	-0-	-0-
Total Assets	<u>\$ 50,664</u>	<u>\$ 2,125</u>	<u>\$ 10,268</u>	<u>\$ 2,399</u>	<u>\$ 2,095</u>	<u>\$ 67,551</u>
 <u>LIABILITIES</u>						
Accounts payable	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Deferred revenue	-0-	-0-	-0-	-0-	-0-	-0-
Total Liabilities	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
 <u>FUND BALANCES</u>						
Restricted	<u>50,664</u>	<u>2,125</u>	<u>10,268</u>	<u>2,399</u>	<u>2,095</u>	<u>67,551</u>
Total Fund Balances	<u>50,664</u>	<u>2,125</u>	<u>10,268</u>	<u>2,399</u>	<u>2,095</u>	<u>67,551</u>
Total Liabilities and Fund Balances	<u>\$ 50,664</u>	<u>\$ 2,125</u>	<u>\$ 10,268</u>	<u>\$ 2,399</u>	<u>\$ 2,095</u>	<u>\$ 67,551</u>

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2012

	<u>Institute Fund</u>	<u>General Educational Development Fund</u>	<u>Bus Driver Fund</u>	<u>Hearing Fund</u>	<u>Supervisory Fund</u>	<u>Total</u>
REVENUES:						
Local sources	\$ 21,075	\$ 4,890	\$ 2,283	\$ 3,006	\$ -0-	\$ 31,254
State sources	-0-	-0-	955	-0-	-0-	955
Total Revenues	<u>21,075</u>	<u>4,890</u>	<u>3,238</u>	<u>3,006</u>	<u>-0-</u>	<u>32,209</u>
EXPENDITURES:						
Purchased services	5,035	4,410	2,180	1,945	264	13,834
Supplies and materials	18	-0-	-0-	-0-	-0-	18
Capital outlay	-0-	-0-	-0-	-0-	-0-	-0-
Payments to other governmental units	-0-	-0-	-0-	-0-	-0-	-0-
Total Expenditures	<u>5,053</u>	<u>4,410</u>	<u>2,180</u>	<u>1,945</u>	<u>264</u>	<u>13,852</u>
NET CHANGE IN FUND BALANCES	16,022	480	1,058	1,061	(264)	18,357
FUND BALANCE, BEGINNING OF YEAR	<u>34,642</u>	<u>1,645</u>	<u>9,210</u>	<u>1,338</u>	<u>2,359</u>	<u>49,194</u>
FUND BALANCE, END OF YEAR	<u>\$ 50,664</u>	<u>\$ 2,125</u>	<u>\$ 10,268</u>	<u>\$ 2,399</u>	<u>\$ 2,095</u>	<u>\$ 67,551</u>

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Combining Statement of Fiduciary Net Assets
Agency Funds
 June 30, 2012

	<u>Distributive Fund</u>	<u>Distributive Interest Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ <u>290,514</u>	\$ <u>16,373</u>	\$ <u>306,887</u>
LIABILITIES			
Due to other governmental units	\$ <u>290,514</u>	\$ <u>16,373</u>	\$ <u>306,887</u>

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Combining Statement of Changes in
Assets and Liabilities
Agency Funds
June 30, 2012

	<u>Balance,</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance,</u> <u>June 30, 2012</u>
DISTRIBUTIVE FUND				
ASSETS				
Cash and cash equivalents	\$ 26,414	\$ 42,404,528	\$ 42,140,428	\$ 290,514
Due from other governments	-0-	-0-	-0-	-0-
Total assets	<u>\$ 26,414</u>	<u>\$ 42,404,528</u>	<u>\$ 42,140,428</u>	<u>\$ 290,514</u>
LIABILITIES				
Due to other governmental units	<u>\$ 26,414</u>	<u>\$ 42,404,528</u>	<u>\$ 42,140,428</u>	<u>\$ 290,514</u>
DISTRIBUTIVE INTEREST FUND				
ASSETS				
Cash and cash equivalents	<u>\$ 16,591</u>	<u>\$ 1,802</u>	<u>\$ 2,020</u>	<u>\$ 16,373</u>
LIABILITIES				
Due to other governmental units	<u>\$ 16,591</u>	<u>\$ 1,802</u>	<u>\$ 2,020</u>	<u>\$ 16,373</u>
TOTAL ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 43,005	\$ 42,406,330	\$ 42,142,448	\$ 306,887
Due from other governments	-0-	-0-	-0-	-0-
Total assets	<u>\$ 43,005</u>	<u>\$ 42,406,330</u>	<u>\$ 42,142,448</u>	<u>\$ 306,887</u>
LIABILITIES				
Due to other governmental units	<u>\$ 43,005</u>	<u>\$ 42,406,330</u>	<u>\$ 42,142,448</u>	<u>\$ 306,887</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Disbursements to School District Treasurers and Other Entities
Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>General State Aid 3001</u>	<u>Education Fax. Tuition 3100</u>	<u>Education Extraordinary 3105</u>	<u>Education Personnel 3110</u>
BRADFORD CUSD #1	\$ 297,320	\$ 723	\$ 45,641	\$ 32,023
LADD G.S. SD #94	593,225		26,456	25,114
STARK COUNTY CUSD #100	1,918,709		113,080	108,386
LEEPERTOWN G.S. DIST. #175	6,680		3,286	13,322
COLONA ELEM SD #190	1,742,991		65,129	79,152
ORION CUSD #223	2,133,204		141,706	154,245
GALVA CUSD #224	1,927,677		84,612	93,037
ANNAWAN CUSD #226	878,924	22,382	52,382	31,053
CAMBRIDGE CUSD #227	1,530,242		69,442	70,868
GENESEO CUSD #228	5,599,653	21,108	363,320	252,040
KEWANEE CUSD #229	9,230,820	14,539	283,999	103,405
WETHERSFIELD CUSD #230	1,888,636		91,549	37,177
NEPONSET C.C. SD #307			7,534	3,006
REGIONAL OFFICE OF ED	121,422			
PRINCETON H.S. SD #500	1,003,093		91,760	147,117
	<u>\$ 28,872,596</u>	<u>\$ 58,752</u>	<u>\$ 1,439,896</u>	<u>\$ 1,149,945</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Schedule of Disbursements to School District Treasurers and Other Entities

Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>Orphanage Group 3120</u>	<u>Education Summer School 3145</u>	<u>Bilingual Education 3305</u>	<u>Illinois Free Lunch 3360</u>
BRADFORD CUSD #1	\$ 25,103			\$ 1,284
LADD G.S. SD #94				732
STARK COUNTY CUSD #100	2,105			5,439
LEPERTOWN G.S. DIST. #175				320
COLONA ELEM SD #190		\$ 508		4,738
ORION CUSD #223	228,039	270		1,862
GALVA CUSD #224	93,589			3,150
ANNAWAN CUSD #226				1,096
CAMBRIDGE CUSD #227				3,170
GENESEO CUSD #228	6,957	971		8,573
KEWANEE CUSD #229	13,963		\$ 37,346	37,980
WETHERSFIELD CUSD #230	1,752			4,703
NEPONSET C.C. SD #307				320
REGIONAL OFFICE OF ED				
PRINCETON H.S. SD #500				2,183
	<u>\$ 371,508</u>	<u>\$ 1,749</u>	<u>\$ 37,346</u>	<u>\$ 75,550</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Disbursements to School District Treasurers and Other Entities
Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>Driver Education 3370</u>	<u>Transportation Regular 3500</u>	<u>Transportation Special Education 3510</u>	<u>School Bus Driver Training 3520</u>
BRADFORD CUSD #1		\$ 87,745	\$ 61,210	
LADD G.S. SD #94		39,592	13,016	
STARK COUNTY CUSD #100	\$ 7,374	106,071	90,723	
LEEPERTOWN G.S. DIST. #175		2,215	12,834	
COLONA ELEM SD #190			22,437	
ORION CUSD #223	10,061	231,883	50,316	
GALVA CUSD #224	2,956	78,643	146,406	
ANNAWAN CUSD #226	4,030	58,744	28,853	
CAMBRIDGE CUSD #227	4,558	77,720	50,204	
GENESEO CUSD #228	24,539	679,453	294,955	
KEWANEE CUSD #229	13,252	244,199	103,792	
WETHERSFIELD CUSD #230	5,912	41,422	65,146	
NEPONSET C.C. SD #307		45,758		
REGIONAL OFFICE OF EDUCATION				\$ 955
PRINCETON H.S. SD #500	17,316	8,560	43,335	
	<u>\$ 89,998</u>	<u>\$ 1,702,005</u>	<u>\$ 983,227</u>	<u>\$ 955</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Schedule of Disbursements to School District Treasurers and Other Entities

Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>Sp Ed Orphans & Foster 3130</u>	<u>Reorganization Incentive 3010</u>	<u>Reorganization Incentive 3015</u>	<u>Reorganization Incentive 3021</u>	<u>Mentoring 3982</u>
BRADFORD CUSD #1					
LADD G.S. SD #94					
STARK COUNTY CUSD #100					
LEEPERTOWN G.S. DIST. #175					
COLONA ELEM SD #190					
ORION CUSD #223	\$ 42,809				
GALVA CUSD #224					
ANNAWAN CUSD #226					
CAMBRIDGE CUSD #227					
GENESEO CUSD #228					
KEWANEE CUSD #229		\$ 58,001	\$ 82,036		
WETHERSFIELD CUSD #230					
NEPONSET C.C. SD #307					
REGIONAL OFFICE OF EDUCATION				\$ 7,500	\$ 78,840
PRINCETON H.S. SD #500					
	<u>\$ 42,809</u>	<u>\$ 58,001</u>	<u>\$ 82,036</u>	<u>\$ 7,500</u>	<u>\$ 78,840</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Schedule of Disbursements to School District Treasurers and Other Entities

Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>National Board Certification 3651</u>	<u>Truants Alternative Education 3695</u>	<u>Regional Safe Schools 3696</u>	<u>Early Childhood Block Grant 3705</u>	<u>ROE/ISC Operations 3730</u>
BRADFORD CUSD #1				\$ 57,181	
LADD G.S. SD #94					
STARK COUNTY CUSD #100	\$ 739			141,694	
LEPERTOWN G.S. DIST. #175				32,751	
COLONA ELEM SD #190				116,900	
ORION CUSD #223				53,451	
GALVA CUSD #224	739			135,665	
ANNAWAN CUSD #226	739			120,254	
CAMBRIDGE CUSD #227	739			103,616	
GENESEO CUSD #228	1,479			198,551	
KEWANEE CUSD #229				380,814	
WETHERSFIELD CUSD #230	739			134,129	
NEPONSET C.C. SD #307				36,948	
REGIONAL OFFICE OF ED		\$ 152,938	\$ 113,872	484,352	\$ 65,276
PRINCETON H.S. SD #500					
	<u>\$ 5,174</u>	<u>\$ 152,938</u>	<u>\$ 113,872</u>	<u>\$ 1,996,306</u>	<u>\$ 65,276</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28

Schedule of Disbursements to School District Treasurers and Other Entities

Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>Fresh Fruits and Vegetables 4240</u>	<u>Lunch, Brkfst and Milk 4210</u>	<u>Lunch Special Milk Program 4215</u>	<u>Breakfast Program 4220</u>
BRADFORD CUSD #1		\$ 31,832		\$ 8,263
LADD G.S. SD #94		25,143		
STARK COUNTY CUSD #100		128,289		34,015
LEEPERTOWN G.S. DIST. #175		658		403
COLONA ELEM SD #190		96,586		29,475
ORION CUSD #223		89,949		
GALVA CUSD #224		91,807	\$ 1,155	7,679
ANNAWAN CUSD #226		49,828		
CAMBRIDGE CUSD #227		79,309	3,483	24,053
GENESEO CUSD #228		289,258		65,037
KEWANEE CUSD #229	\$ 106,332	558,518		190,260
WETHERSFIELD CUSD #230		103,962		22,975
NEPONSET C.C. SD #307				
REGIONAL OFFICE OF ED				
PRINCETON H.S. SD #500		63,268		9,215
	<u>\$ 106,332</u>	<u>\$ 1,608,407</u>	<u>\$ 4,638</u>	<u>\$ 391,375</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Disbursements to School District Treasurers and Other Entities
 Year Ended June 30, 2012

SCHOOL DISTRICT	Title I Delinquent 4306	Summer Food 4225	Title I 4300	21st Century Community Learning 4421
BRADFORD CUSD #1			\$ 31,552	
LADD G.S. SD #94				
STARK COUNTY CUSD #100			89,011	
LEEPERTOWN G.S. DIST. #175				
COLONA ELEM SD #190			53,578	
ORION CUSD #223	\$ 36,697		31,134	
GALVA CUSD #224			57,075	
ANNAWAN CUSD #226			38,734	
CAMBRIDGE CUSD #227			69,109	
GENESEEO CUSD #228			148,565	
KEWANEE CUSD #229		\$ 45,995	466,985	
WETHERSFIELD CUSD #230			92,202	
NEPONSET C.C. SD #307				\$ 322,481
REGIONAL OFFICE OF ED				
PRINCETON H.S. SD #500			28,211	
	<u>\$ 36,697</u>	<u>\$ 45,995</u>	<u>\$ 1,106,156</u>	<u>\$ 322,481</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Disbursements to School District Treasurers and Other Entities
Year Ended June 30, 2012

<u>SCHOOL DISTRICT</u>	<u>Education Room & Board 4625</u>	<u>American Recovery & Reinvestment Act 4851</u>	<u>American Recovery & Reinvestment Act 4880</u>	<u>Title III Language 4909</u>
BRADFORD CUSD #1	\$ 77,468		\$ 775	
LADD G.S. SD #94			60,526	
STARK COUNTY CUSD #100		\$ 4,443	3,061	
LEPERTOWN G.S. DIST. #175				
COLONA ELEM SD #190	788	3,254		
ORION CUSD #223			220,531	
GALVA CUSD #224				
ANNAWAN CUSD #226				
CAMBRIDGE CUSD #227			2,310	
GENESEO CUSD #228	6,580			
KEWANEE CUSD #229	191,414		12,785	\$ 14,988
WETHERSFIELD CUSD #230		848	3,103	
NEPONSET C.C. SD #307				
REGIONAL OFFICE OF ED				
PRINCETON H.S. SD #500				
	<u>\$ 276,250</u>	<u>\$ 8,545</u>	<u>\$ 303,091</u>	<u>\$ 14,988</u>

BUREAU /HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Disbursements to School District Treasurers and Other Entities
Year Ended June 30, 2012

SCHOOL DISTRICT	Renovation IDEA & Tech 4932	Technology 4861	Title I School Improvement 4854	Literacy Challenge 4971	Math and Science 4936	TOTAL
BRADFORD CUSD #1	\$ 14,671					\$ 772,791
LADD G.S. SD #94						783,804
STARK COUNTY CUSD #100	22,249	\$ 1,854				2,777,242
LEPERTOWN G.S. DIST. #175						72,469
COLONA ELEM SD #190	25,915					2,241,451
ORION CUSD #223	38,808					3,464,965
GALVA CUSD #224	20,085					2,744,275
ANNAWAN CUSD #226	14,743					1,301,762
CAMBRIDGE CUSD #227	31,104					2,119,927
GENESEO CUSD #228	58,039			\$ 1,242		8,020,320
KEWANEE CUSD #229	77,526					12,268,949
WETHERSFIELD CUSD #230	32,934					2,527,189
NEPONSET C.C. SD #307				330		93,896
REGIONAL OFFICE OF EDUCATION			\$ 42,086		\$ 128,669	1,518,391
PRINCETON H.S. SD #500	18,939					1,432,997
	<u>\$ 355,013</u>	<u>\$ 1,854</u>	<u>\$ 42,086</u>	<u>\$ 1,572</u>	<u>\$ 128,669</u>	<u>\$ 42,140,428</u>

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2012

<u>Federal Grantor/Pass Through Grantor Program or Cluster Title</u>	<u>CFDA Number</u>	<u>Project #</u>	<u>Expenditures 7/1/11-6/30/12</u>
US Dept. of Education			
Pass thru Grantor: IL State Board of Education			
Twenty-First Century Community Learning Centers			
Twenty-First Century Community Learning Centers	84.287	11-4421-07	13,208
Twenty-First Century Community Learning Centers	84.287	11-4421-08	35,988
Twenty-First Century Community Learning Centers	84.287	12-4421-08	150,784
Twenty-First Century Community Learning Centers	84.287	11-4421-10	32,201
Twenty-First Century Community Learning Centers	84.287	12-4421-10	172,378
Twenty-First Century Community Learning Centers	84.287	12-4421-12	274,731
Total Twenty-First Century Community Learning Centers		(M)	<u>679,290</u>
Math & Science Partnerships			
Mathematics & Science Partnerships	84.366	11-4936-10	65,458
Mathematics & Science Partnerships	84.366	12-4936-10	72,892
Mathematics & Science Partnerships	84.366	12-4936-40	67,624
Mathematics & Science Partnerships	84.366	12-4936-41	59,105
Total Math & Science Partnerships			<u>265,079</u>
Pass thru Grantor: Lee / Ogle Regional Office of Education #47			
Education for Homeless Children and Youth			
McKinney Education for Homeless Children	84.196	12-4920-00	<u>21,022</u>
Title I Part A Cluster			
Pass thru Grantor: Boone / Winnebago Regional Office of Education #4			
Title I - Grants to Local Educational Agencies			
Title I - RESPRO	84.010	06-15	<u>44,076</u>
Total US Dept. of Education			<u>1,009,467</u>
US Dept. of Labor			
Pass thru Grantor: Business Employment Skills Team, Inc.			
Workforce Investment Act (WIA) Youth Activities			
WIA - Bureau County Step Ahead Program	17.259	OCEO #08-681012	<u>28,737</u>
Total Federal Expenditures			<u>\$ 1,038,204</u>

(M) - Program was audited as a major program

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

BUREAU/HENRY/STARK COUNTIES
REGIONAL OFFICE OF EDUCATION #28
Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2012

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Bureau/Henry/Stark Counties Regional Office of Education #28 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2: DESCRIPTION OF MAJOR FEDERAL PROGRAM

The Title IV – 21st Century Community Learning Center program is designed to provide academic enrichment opportunities during the extended school day and extended school year. Through academic enrichment, students will receive support in developing and mastering their reading, writing, and math skills via additional learning opportunities, and homework support.

NOTE 3: SUB-RECIPIENTS

None

NOTE 4: NON-CASH ASSISTANCE

None

NOTE 5: AMOUNT OF INSURANCE

None

NOTE 6: LOANS OR LOAN GUARANTEES OUTSTANDING

None