

State of Illinois
REGIONAL OFFICE OF EDUCATION #50
FINANCIAL AUDIT
(In Accordance with the Single Audit Act
& OMB Circular A-133)
For the Year Ended June 30, 2005

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

REGIONAL OFFICE OF EDUCATION #50

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ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50

OFFICIALS

Regional Superintendent (current and during the audit period)	Dr. Rosella Wamser
Assistant Regional Superintendent (retired effective 6/30/05)	Ms. Georgia Costello
Assistant Regional Superintendent (effective 7/1/05)	Mr. Brad Harriman

Office is located at:

500 Wilshire Drive
Belleville, IL 62223-1154

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50

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	2
Repeated audit findings	0	0
Prior recommendations implemented or not repeated	2	4

Details of audit findings are presented in a separately tabbed report section.

SUMMARY OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>
FINDINGS (GOVERNMENT AUDITING STANDARDS)		
05-1.	11	Controls Over Compliance with Laws and Regulations
PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)		
04-1.	15	Noncompliance with Statutory Mandates
PRIOR FINDINGS NOT REPEATED (FEDERAL COMPLIANCE)		
04-2.	16	Inadequate Records Retention

EXIT CONFERENCE

The finding and recommendation appearing in this report was discussed with Agency personnel at a preliminary exit conference on October 26, 2005. Attending were Ms. Annabelle Gillespie, Comptroller; Dr. Rosella Wamsler, Regional Superintendent; Mr. Brad Harriman, Assistant Regional Superintendent; Ms. Susan Sarfaty, Grants Manager; Ms. Jennifer Eller, CPA, CISA, Manager and Ms. Dawn Beebe, Senior, representing Martin & Shadid, CPAs, P.C.. A response to the recommendation was provided by Regional Office of Education #50 in the form of a letter from the president of the Regional Superintendent's Association to the Office of the Auditor General.

FINANCIAL STATEMENT REPORT

SUMMARY

The audit of the accompanying basic financial statements of the Regional Office of Education #50 was performed by Martin & Shadid, CPAs, P.C.

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

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INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the St. Clair County Regional Office of Education #50, as of and for the year ended June 30, 2005, which collectively comprise the Regional Office of Education #50's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Regional Office of Education #50's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Regional Office of Education #50, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 27, 2005 on our consideration of the Regional Office of Education #50's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and Illinois Municipal Retirement Fund Schedule of Funding Progress on pages 17 through 23 and 53 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Regional Office of Education #50's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and Schedule of Disbursements to School District Treasurers and Other Entities – Distributive Fund are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, Schedule of Disbursements to School District Treasurers and Other Entities – Distributive Fund, and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Martin & Shaded, CPAs, P.C.

October 27, 2005

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

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the St. Clair County Regional Office of Education #50, as of and for the year ended June 30, 2005, which collectively comprise the Regional Office of Education #50's basic financial statements and have issued our report thereon dated October 27, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Regional Office of Education #50's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Regional Office of Education #50'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*. However, we noted a certain immaterial instance of noncompliance which is required by the *Guidelines to Auditing and Reporting for a Regional Office of Education*, to be reported on the accompanying Schedule of Findings and Questioned Costs as item 05-1.

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

Martin & Shedd, CPAs, P.C.

October 27, 2005

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO 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 the compliance of the St. Clair County Regional Office of Education #50 with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. The Regional Office of Education #50's major federal programs are identified in the summary of auditors' 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 #50's management. Our responsibility is to express an opinion on the Regional Office of Education #50'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 Regional Office of Education #50'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 of the Regional Office of Education #50's compliance with those requirements.

In our opinion, the Regional Office of Education #50 complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of the Regional Office of Education #50 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Regional Office of Education #50's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over compliance and its operation that we consider to be a material weakness.

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

Martin & Shadid, CPAs, P.C.

October 27, 2005

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For the Year Ended June 30, 2005

SECTION 1: SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
● Material weakness identified?	No
● Reportable condition identified that is not considered to be material weakness?	No
● Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
● Material weakness identified?	No
● Reportable condition identified that is not considered to be material weakness?	No
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	No

Identification of **major** programs:

CFDA Numbers	Name of Federal Program or Cluster
84.010A	Title I – School Improvement and Accountability
84.196A	McKinney Education for Homeless Children
84.173A	Federal Special Education Preschool Discretionary

Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
Auditee qualified as low-risk auditee?	No

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2005
(continued)

SECTION II: FINANCIAL STATEMENT FINDINGS

Finding No. 05-1 – Controls Over Compliance with Laws and Regulations

Criteria/specific requirement:

The Illinois School Code 105 ILCS 5/3-14.11 states that the Regional Superintendent shall examine at least once each year all books, accounts, and vouchers of every school treasurer in his educational service region, and if he finds any irregularities in them, to report them at once, in writing, to the trustees in Class II county school units, to the respective school boards of those school districts which form a part of a Class II county school unit but which are not subject to the jurisdiction of the trustees of schools of any township in which any such district is located, or to the respective school boards of the district in Class I county school units whose duty it shall be to take immediately such action as the case demands.

This mandate has existed in its current form since at least 1953.

Condition:

The Regional Office is not examining all books, accounts, and vouchers of every school treasurer in her educational service area at least once each year. Regional Office officials noted that they believe this mandate is outdated and that they are satisfying the intent of the statute by other reviews they undertake. For example, the Regional Superintendent signs off on the Annual Financial Reports from the school districts in her region. In addition, the Regional Office gets a spreadsheet from the Illinois State Board of Education (ISBE) that outlines all of the school districts and their audit exceptions, if any. The Regional Office follows up with school districts having exceptions and gets the corrective action and forwards it to ISBE.

While these are reviews involving the finances of school treasurers, they are not in the level of detail required by 105 ILCS 5/3-14.11.

Effect:

The Regional Office of Education #50 did not comply with statutory requirements.

Cause:

The Regional Office of Education #50 believed that the mandate was obsolete and that a thorough review of the annual audits for all schools in the Region met the spirit of the law. Further, the Regional Superintendent followed up on all audit exceptions to ensure that a plan for corrective action was in place.

Recommendation:

The Regional Office of Education #50 should comply with the requirements of 105 ILCS 5/3-14.11. If the Regional Office believes the statutory mandate is obsolete or otherwise unnecessary, then it should seek legislative action to revise the statute accordingly.

Management's Response:

In 1953, there were 102 county superintendents and their duties were a lot less numerous than today. Few schools had budgets that exceeded \$500,000. Under such conditions, this law probably made sense. During the past 50+ years, various practices have evolved eliminating the need for this type of monitoring. In the 21st century, all schools have multi-million dollar budgets that are: 1.) audited annually by professionally certified outside auditing firms; 2.) audits are filed for public record & inspection; and 3.) this is tracked through the process by the procedures mentioned above in the section titled "Condition". Requiring the ROE's to do another review would be redundant, costly, and require the hiring of teams of new staff members in each ROE to carry out the task. The latter begs the question of which level(s) of government would bear the cost to carry out this task and how costly might that be to reinstitute the practice?

We are grateful for the OAG's assistance in calling this to our collective attention because it provides the Regional Offices of Education with additional justification to request that the General Assembly delete this and other obsolete sections from the statutes. We will seek a legislative solution to this and other obsolete passages.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2005
(continued)

SECTION III: FEDERAL AWARD FINDINGS

None

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
CORRECTIVE ACTION PLAN FOR CURRENT-YEAR AUDIT FINDINGS
June 30, 2005

Corrective Action Plan

Finding No. 05-1 – Controls Over Compliance with Laws and Regulations

Condition:

The Regional Office is not examining all books, accounts, and vouchers of every school treasurer in her educational service area at least once each year. Regional Office officials noted that they believe this mandate is outdated and that they are satisfying the intent of the statute by other reviews they undertake. For example, the Regional Superintendent signs off on the Annual Financial Reports from the school districts in her region. In addition, the Regional Office gets a spreadsheet from the Illinois State Board of Education (ISBE) that outlines all of the school districts and their audit exceptions, if any. The Regional Office follows up with school districts having exceptions and gets the corrective action and forwards it to ISBE.

While these are reviews involving the finances of school treasurers, they are not in the level of detail required by 105 ILCS 5/3-14.11.

Plan:

The Regional Office of Education #50, along with other Regional Offices, is seeking legislative action to delete this obsolete section of the School Code.

Anticipated Date of Completion:

As soon as practical.

Name of Contact Person:

Honorable Rosella Wamser, Regional Superintendent

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
June 30, 2005

Finding No. 04-1— Noncompliance with Statutory Mandates

Condition:

- A. The Regional Office of Education #50 performs technology-related services for school districts in its region; however, the fees charged were not determined on a cost-recovery basis. Rather, the Regional Office of Education #50 based fees on quotes obtained from outside vendors for similar services.

The Regional Office of Education #50 also charges registration fees for workshops. However, these fees are determined on a cost-recovery basis. The project coordinator completes a "Workshop Budget Planning Form" showing the projected revenue and expenses. The projected revenue for 10 of the 10 (100%) workshops sampled approximated the projected expenses. Therefore, a cost-recovery basis was used to determine the workshop fees.

However, none of the excess funds resulting from either the technology services or the workshop fees were deposited into an Enterprise Fund. All activity for both the workshops and the technology services was recorded in the Local Workshop Fund, which is a general fund. The fund balance in the Local Workshop Fund as of June 30, 2004 was \$384,695, which appears to exceed one year's workshop expenses. The total Local Workshop Fund expenditures for FY 03 and FY 04 were \$136,708 and \$261,546, respectively.

- B. The Regional Office of Education #50 did not provide the county board with a written annual report including a FY 03 statement of condition of the Institute Fund by January 1, 2004. Instead, the report was submitted on August 20, 2004, 232 days after the required deadline.
- C. The Regional Office of Education #50 did not publish a FY 03 statement of condition of their Institute Fund by January 1, 2004. Instead, the statement was published with all required information on January 17, 2004, 16 days after the required deadline, in a newspaper of general circulation in St. Clair County.

Current Status:

Corrective action was taken on all three of the conditions noted above. The Regional Office of Education now determines fees for technology services on a cost recovery basis and in June 2005 established an Enterprise Fund into which excess funds resulting from workshops and technology services will be deposited. One year's operating balance was left in the existing Workshop Fund and the balance was transferred to the Enterprise Fund at the end of fiscal year 2005. The Annual Report for the year ending June 30, 2004 was filed with the County Clerk's Office prior to the end of December 2004. In addition, the Statement of Condition for the Institute Fund for the year ending June 30, 2004 was published in the paper prior to January 1, 2005 in accordance with the statutes.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
June 30, 2005
(continued)

Finding No. 04-2—Inadequate Records Retention

Condition:

The Regional Office of Education #50 did not maintain student files in accordance with federal regulations or their own record retention policies for the McKinney Education for Homeless Children program. All student files were shredded by the caseworker once the school year had ended and all reporting requirements had been met. Proper disposition procedures were also not followed as no documentation of the disposal was maintained.

Current Status:

Corrective action was taken on the condition noted above. The McKinney Education for Homeless Children caseworker now maintains student files in accordance with State and office procedures. In addition, a meeting was held with all staff in June 2005 to reiterate the policies on record retention. Throughout the year, the Regional Superintendent and the Assistant Regional Superintendent spot-checked various records to ensure compliance.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2005

The discussion and analysis of St. Clair County Regional Office of Education #50's (ROE) financial performance provides an overall narrative review of the ROE's financial activities for the year ended June 30, 2005. The intent of this discussion and analysis is to look at the ROE's performance as a whole; readers should also review the notes to the basic financial statements and the financial statements to enhance their understanding of the ROE's financial performance. Information contained in this section is qualified by the more detailed information contained elsewhere in the financial statements, notes to financial statements and any accompanying materials. To the extent this discussion contains any forward-looking statements of the ROE's plans, objectives, expectations and prospects, the actual results could differ materially from those discussed herein.

This section is a summary of the ROE's financial activities based on currently known facts, decisions, or conditions. It is also based on both the government-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year.

2005 FINANCIAL HIGHLIGHTS

- Total net assets of the governmental funds are \$1,552,710, a decrease of \$134,965 or 8% from fiscal year 2004 net assets. Net assets of the proprietary fund are \$221,985. The ROE had no proprietary fund in fiscal year 2004. Total net assets for the ROE are \$1,774,695, an increase of \$87,020 or 5% from fiscal year 2004.
- General revenues account for \$450,219 in revenue, or 9% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$4,829,888 or 91% of total revenues.
- The ROE had \$5,193,087 in expenses; only \$4,829,888 of these expenses were offset by program specific charges for services, grants and contributions. General revenues were adequate to provide for the rest of the ROE's expenses.
- Among major funds, the General Fund had \$448,584 in revenues and \$449,266 in expenditures. The General Fund's fund balance decreased \$222,199 over the prior year. This decrease was due to the establishment of an Enterprise Fund and the transfer of \$221,985 from the General Fund to the Enterprise Fund.
- Capital assets at purchase cost decreased by \$12,246. Capital assets net of depreciation increased by \$30,334.
- The ROE has no long-term debt.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the ROE's basic financial statements. The ROE's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the ROE's finances, in a manner similar to a private-sector business. These statements are prepared using the accrual basis of accounting and include all assets and liabilities.

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

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

The government-wide financial statements outline functions of the ROE that are principally supported by grants, contracts and contributions, and governmental activities. The governmental activities of the ROE include instructional services, administrative, and business-type activities. The government-wide financial statements can be found on pages 24 – 25 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The ROE uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the ROE can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the ROE's current financing requirements. Governmental Funds are reported using modified accrual accounting. This method of accounting measures cash and other assets that can be easily converted to cash. The Governmental Funds Statements provide a detailed short-term view of the ROE's operations.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the ROE's current financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this

comparison between governmental funds and governmental activities. These reconciliations are on pages 27 and 29, respectively.

The ROE maintains individual governmental funds in accordance with both the Regional Office of Education Accounting Manual and the Accounting Manual for Public School Districts issued by the Illinois State Board of Education. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balance for all major funds. All Other Nonmajor Special Revenue Funds are combined together and presented in these reports as other governmental funds.

The basic governmental fund financial statements can be found on pages 26 and 28, respectively.

Proprietary funds. Proprietary funds (enterprise) utilize accrual accounting; the same method used by private sector businesses. The ROE created an Enterprise Fund in the fiscal year ending June 30, 2005 and transferred \$221,985 from the General Fund to this Enterprise Fund. The purpose of the Enterprise Fund is to hold any excess funds collected from Workshops and/or Technology Services. These funds are used solely to offset Workshops and Technology Services incurred due to less than anticipated registrations or more than anticipated materials and services. The ROE's proprietary activities are presented in a separate Statement of Net Assets on page 30.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the ROE. Fiduciary funds are not reflected in the government-wide financial statements because resources of those funds are not available to support the ROE's own programs. The accrual basis of accounting is used for fiduciary funds. The ROE is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The ROE's fiduciary activities are presented in a separate Statement of Fiduciary Net Assets on page 33.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34 – 52 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the ROE's budget process.

The ROE does not adopt, and is not legally required to adopt, an annual operating budget for the General Fund or Special Revenue Funds, but does adopt individual budgets for certain grants in the Education Fund. A budgetary comparison schedule has been provided for these grants. This supplementary information can be found on pages 66 – 100 of this report.

Additionally, a Schedule of Expenditures of Federal Awards is required by OMB Circular A-133 and can be found on pages 107 – 110 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets. Net assets may serve over time as a useful indicator of a government’s financial position. In the case of the ROE, assets exceeded liabilities by \$1,774,695 as of June 30, 2005.

By far the largest portion of the ROE’s net assets (90%) is in cash and revenues anticipated in the near future. Investment in capital assets (e.g., equipment and furniture) represents 10% of the ROE’s net assets.

The ROE’s financial position is a product of several financial transactions including the net result of activities, the acquisition and disposal of capital assets and the depreciation of capital assets. The following table presents a summary of the ROE’s net assets for the fiscal year ended June 30, 2005.

Net Assets as of June 30,						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2005	2004	2005	2004	2005	2004
Assets:						
Current assets	\$ 2,407,092	\$ 2,433,365	\$ 221,985	\$ -	\$ 2,629,077	\$ 2,433,365
Capital assets, net	<u>182,746</u>	<u>152,412</u>	<u>-</u>	<u>-</u>	<u>182,746</u>	<u>152,412</u>
Total assets	<u>2,589,838</u>	<u>2,585,777</u>	<u>221,985</u>	<u>-</u>	<u>2,811,823</u>	<u>2,585,777</u>
Liabilities:						
Current liabilities	<u>1,037,128</u>	<u>898,102</u>	<u>-</u>	<u>-</u>	<u>1,037,128</u>	<u>898,102</u>
Total liabilities	<u>1,037,128</u>	<u>898,102</u>	<u>-</u>	<u>-</u>	<u>1,037,128</u>	<u>898,102</u>
Net Assets:						
Invested in capital assets, net of related debt	182,746	152,412	-	-	182,746	152,412
Restricted	204,385	223,570	221,985	-	426,370	223,570
Unrestricted	<u>1,165,579</u>	<u>1,311,693</u>	<u>-</u>	<u>-</u>	<u>1,165,579</u>	<u>1,311,693</u>
Total net assets	<u>\$ 1,552,710</u>	<u>\$ 1,687,675</u>	<u>\$ 221,985</u>	<u>\$ -</u>	<u>\$ 1,774,695</u>	<u>\$ 1,687,675</u>

Changes in net assets. The ROE’s total revenues for the fiscal year ended June 30, 2005 were \$5,280,107. The total cost of all programs and services was \$5,193,087. The following table presents a summary of the changes in net assets for the fiscal year ended June 30, 2005.

ROE #50 Changes in Net Assets
For fiscal year ending June 30

	Governmental Activities		Business-Type Activities		Total Primary Government		Total Percentage Change
	2005	2004	2005	2004	2005	2004	2004 to 2005
Revenues:							
Program revenues:							
Operating Grants/Contributions	\$4,829,888	\$4,257,072	\$ -	\$ -	\$4,829,888	\$4,257,072	13%
General Revenues:							
Local Sources	127,791	317,867	-	-	127,791	317,867	-60%
On-behalf Payments	319,900	365,362	-	-	319,900	365,362	-12%
Investment Earnings	2,528	2,137	-	-	2,528	2,137	18%
Total Revenues	5,280,107	4,942,438	-	-	5,280,107	4,942,438	7%
Expenses:							
Instructional Services	4,873,187	4,472,621	-	-	4,873,187	4,472,621	9%
Administrative Expenses	319,900	368,344	-	-	319,900	368,344	-13%
Total Expenses	5,193,087	4,840,965	-	-	5,193,087	4,840,965	7%
Excess (deficiency) before transfers	87,020	101,473	-	-	87,020	101,473	-14%
Transfers	(221,985)	-	221,985	-	-	-	0%
Increase (Decrease) in Net Assets	(134,965)	101,473	221,985	-	87,020	101,473	-14%
Net assets – beginning - restated	1,687,675	1,586,202	-	-	1,687,675	1,586,202	6%
Net assets – ending	<u>\$1,552,710</u>	<u>\$1,687,675</u>	<u>\$ 221,985</u>	<u>\$ -</u>	<u>\$ 1,774,695</u>	<u>\$ 1,687,675</u>	<u>5%</u>

Governmental activities. The following table presents the cost of two major ROE functional activities: instructional services and administrative expenses. Administrative expenses consist of State on-behalf TRS payments. The table also shows each function's net cost (total cost less charges for services generated by the activities and grants provided for specific programs). The net cost shows the amount funded by the General Fund.

	Total Expenses	Net (Expense) Revenue
Instructional Services	\$ 4,873,187	\$ (43,299)
Administrative Expenses	319,900	(319,900)
Total expenses	<u>\$ 5,193,087</u>	<u>\$ (363,199)</u>

Business-type activities. As the ROE 50 established its Enterprise Fund at the end of fiscal year 2005, there were no business-type activities to report. Next year, the ROE will report workshops and/or technology services that exceed fees collected, in this fund.

FINANCIAL ANALYSIS OF THE ROE'S FUNDS

As noted earlier, the ROE uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the ROE's governmental funds is to provide information on current inflows, outflows and balances of spendable resources. Such information is useful in assessing the

ROE's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the ROE's net resources available for spending at the end of the fiscal year.

The financial performance of the ROE as a whole is reflected in its governmental funds. As the ROE completed the year, its governmental funds reported a combined fund balance of \$1,369,964 a decrease of \$165,299 due to the transfer of \$221,985 from the governmental fund to the enterprise fund. \$1,165,579 or 85% of the fund balance constitutes unreserved and undesignated fund balance, which is available for spending at the ROE's discretion. The remaining fund balance of \$204,385 or 15% is reserved for Teacher Certification, GED, and Bus Driver purposes.

The General Fund is the principal operating fund of the ROE. The fund balance in the General Fund for the fiscal year decreased by \$222,199 due to the transfer of \$221,985 to the Enterprise Fund. The fund balance for the Institute Fund increased \$8,769 as a result of registration fees exceeding staff development needs. The fund balances of Education Fund and Other Nonmajor Special Revenue Funds showed an increase of \$48,131 due primarily to State Aid revenues in excess of need for the current year.

Proprietary Fund. The fund balance in the Enterprise Fund as of June 30, 2005 was \$221,985. These funds will provide a good reserve to ensure the ROE can continue to offer high quality workshops for teachers and administrators and solid technology assistance to schools.

BUDGETARY HIGHLIGHTS

Over the course of the year, the ROE revised the budgets for most grant programs in the Education Fund. These budget adjustments were the result of revisions in the plan to accomplish specific goals and activities outlined in the grant programs. The only significant variation between the original and final budget amounts for fiscal year 2005 was in the Title I – School Improvement and Accountability grant. The original budget of \$1,420,000 was amended to include a carryover resulting in a final budget of \$1,618,410.

A schedule showing the final budget amounts compared to the ROE's actual financial activity for the Education Fund grants is provided in this report as supplementary information.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2005, the ROE's total capital assets at cost were \$664,295, including furniture and equipment. This amount represents a decrease of \$12,246 from the previous year. Additions and deletions during fiscal year 2005 totaled \$97,888 and \$110,134, respectively. As a result of a thorough inventory, a great deal of outdated and broken equipment was removed from inventory during the year.

Total accumulated depreciation as of June 30, 2005 was \$481,549, including depreciation expense for fiscal year 2005 of \$67,554. This resulted in total net assets of \$182,746, an increase of \$30,334 from June 30, 2004.

Additional information on the ROE's capital assets can be found in Note 3 on page 46 of this report.

Debt Administration. At June 30, 2005, the ROE had no long term debt.

CURRENT ISSUES

The St. Clair County ROE is financially stable. The ROE has committed itself to financial excellence for many years. In addition, the ROE's system of financial planning, budgeting and internal financial controls is well regarded.

The ROE plans to continue its sound fiscal management to meet the challenges of the future and insure that taxpayer dollars are spent properly and in accordance with our mission to provide quality services to students, teachers, administrators, parents and community members.

The coming year will provide new challenges. The System of Support grant, which serves school districts on the Academic Watch List in sixteen counties will continue to be a major focus of our efforts. In addition, we anticipate moving to a new location sometime during the summer of 2006. This move will require extensive planning during fiscal year 2006. The ROE expects to meet these challenges effectively.

CONTACTING THE ROE'S FINANCIAL MANAGEMENT

This financial report is designated to provide the Regional Office of Education #50's citizens, taxpayers, customers, and creditors with a general overview of the Regional Office of Education #50's finances and to demonstrate the Regional Office of Education #50's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Comptroller's Office of the St. Clair County Regional Office of Education, 500 Wilshire Drive, Belleville, IL 62223 or by phone at (618) 397-8930 x135.

BASIC FINANCIAL STATEMENTS

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF NET ASSETS
JUNE 30, 2005

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 2,163,900	\$ 221,985	\$ 2,385,885
Cash in State Treasury	7,500	-	7,500
Accounts receivable	8,236	-	8,236
Due from other governments:			
Local	28,669	-	28,669
State	193,615	-	193,615
Federal	5,172	-	5,172
Total current assets	<u>2,407,092</u>	<u>221,985</u>	<u>2,629,077</u>
Noncurrent assets:			
Capital assets, being depreciated, net	182,746	-	182,746
Total Noncurrent Assets	<u>182,746</u>	<u>-</u>	<u>182,746</u>
TOTAL ASSETS	<u>2,589,838</u>	<u>\$ 221,985</u>	<u>\$ 2,811,823</u>
LIABILITIES			
Accounts payable	\$ 481,931	\$ -	\$ 481,931
Deferred revenue	383,667	-	383,667
Due to other governments:			
Local	168,023	-	168,023
State	3,507	-	3,507
Federal	-	-	-
TOTAL LIABILITIES	<u>\$ 1,037,128</u>	<u>\$ -</u>	<u>\$ 1,037,128</u>
NET ASSETS			
Invested in capital assets, net of related debt	\$ 182,746	\$ -	\$ 182,746
Restricted for special purposes	204,385	221,985	426,370
Unrestricted (deficit)	1,165,579	-	1,165,579
TOTAL NET ASSETS	<u>\$ 1,552,710</u>	<u>\$ 221,985</u>	<u>\$ 1,774,695</u>

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

FUNCTIONS/PROGRAMS	Net (Expense) Revenue and Changes in Net Assets			
	Program Revenues Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:				
Governmental activities:				
Instructional Services:				
Salaries and benefits	\$ 2,881,082	\$ (42,935)	\$ -	(42,935)
Purchased services	1,107,671	(19,153)	-	(19,153)
Supplies and materials	449,565	(4,228)	-	(4,228)
Depreciation Expense	67,554	(67,554)	-	(67,554)
Capital outlay	1,475	97,888	-	97,888
Other objects	365,840	(7,317)	-	(7,317)
Administrative -				
On-behalf payments - State	319,900	(319,900)	-	(319,900)
Payments to Other Districts	-	-	-	-
Total governmental activities	5,193,087	(363,199)	-	(363,199)
Business-type activities:				
Other	-	-	-	-
Total business-type activities	-	-	-	-
Total primary government	\$ 5,193,087	\$ (363,199)	\$ -	\$ (363,199)
General Revenues:				
Local sources		127,791	-	127,791
On-behalf payments		319,900	-	319,900
Investment earnings		2,528	-	2,528
Transfers		(221,985)	221,985	-
Special Items		-	-	-
Total General Revenues		228,234	221,985	450,219
and transfers		(134,965)	221,985	87,020
Change in Net Assets		1,687,675	-	1,687,675
Net assets - beginning		\$ 1,552,710	\$ 221,985	\$ 1,774,695
Net assets - ending				

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005

	General Fund	Education Fund	Institute Fund	Other Nonmajor Special Revenue Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 438,333	\$ 1,530,028	\$ 139,071	\$ 56,468	\$ 2,163,900
Cash in State Treasury	-	-	7,500	-	7,500
Accounts receivable	537	7,669	30	-	8,236
Due from other funds	34,871	-	98	2,750	37,719
Due from other governments:					
Local	1,594	26,018	1,057	-	28,669
State	-	193,500	-	115	193,615
Federal	-	5,172	-	-	5,172
Total assets	<u>\$ 475,335</u>	<u>\$ 1,762,387</u>	<u>\$ 147,756</u>	<u>\$ 59,333</u>	<u>\$ 2,444,811</u>
LIABILITIES					
Accounts payable	\$ 16,601	\$ 462,626	\$ 757	\$ 1,947	\$ 481,931
Accrued payroll and employee benefits	-	-	-	-	-
Due to other funds	545	37,174	-	-	37,719
Due to other governments:					
Local	-	168,023	-	-	168,023
State	-	3,507	-	-	3,507
Federal	-	-	-	-	-
Deferred revenue	-	383,667	-	-	383,667
Total liabilities	<u>17,146</u>	<u>1,054,997</u>	<u>757</u>	<u>1,947</u>	<u>1,074,847</u>
FUND BALANCES					
Unreserved, reported in:					
General fund	458,189	-	-	-	458,189
Special revenue funds	-	707,390	146,999	57,386	911,775
Total fund balances	<u>458,189</u>	<u>707,390</u>	<u>146,999</u>	<u>57,386</u>	<u>1,369,964</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 475,335</u>	<u>\$ 1,762,387</u>	<u>\$ 147,756</u>	<u>\$ 59,333</u>	<u>\$ 2,444,811</u>

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET ASSETS
JUNE 30, 2005

Total Fund balances – governmental funds	\$ 1,369,964
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	<u>182,746</u>
Net assets of governmental activities	<u>\$ 1,552,710</u>

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	General Fund	Education Fund	Institute Fund	Other Nonmajor Special Revenue Funds	Total Governmental Funds
REVENUES					
Local sources	\$ 127,791	\$ 152,827	\$ 92,055	\$ 33,130	\$ 405,803
State sources	-	2,060,869	-	2,555	2,063,424
Federal sources	-	2,488,452	-	-	2,488,452
On-behalf payments	319,900	-	-	-	319,900
Interest	893	1,264	283	88	2,528
Total revenues	<u>448,584</u>	<u>4,703,412</u>	<u>92,338</u>	<u>35,773</u>	<u>5,280,107</u>
EXPENDITURES					
Current:					
Education:					
Salaries and benefits	73,163	2,749,784	12,528	45,607	2,881,082
Purchased services	33,979	1,032,092	30,160	11,440	1,107,671
Supplies and materials	5,266	435,704	1,915	6,680	449,565
Capital outlay	3,608	95,755	-	-	99,363
Other objects	13,350	313,524	38,966	-	365,840
On-behalf payments	319,900	-	-	-	319,900
Total expenditures	<u>449,266</u>	<u>4,626,859</u>	<u>83,569</u>	<u>63,727</u>	<u>5,223,421</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	468	-	-	-	468
Transfers out	(221,985)	(468)	-	-	(222,453)
Net other sources and uses of financial resources:	<u>(221,517)</u>	<u>(468)</u>	<u>-</u>	<u>-</u>	<u>(221,985)</u>
Net change in fund balances	(222,199)	76,085	8,769	(27,954)	(165,299)
FUND BALANCES, BEGINNING	<u>680,388</u>	<u>631,305</u>	<u>138,230</u>	<u>85,340</u>	<u>1,535,263</u>
FUND BALANCES, ENDING	<u>\$ 458,189</u>	<u>\$ 707,390</u>	<u>\$ 146,999</u>	<u>\$ 57,386</u>	<u>\$ 1,369,964</u>

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2005

Net change in fund balances (\$ 165,299)

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

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

Capital outlay	\$ 97,888	
Depreciation expense	<u>(67,554)</u>	<u>30,334</u>

Change in net assets of governmental activities: (\$ 134,965)

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF NET ASSETS
PROPRIETARY FUND
JUNE 30, 2005

	Business-Type Activities - Enterprise Funds	
	Enterprise Fund	TOTAL
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 221,985	\$ 221,985
Accounts receivable	-	-
Due from other governments:		
State	-	-
Federal	-	-
Total current assets	221,985	221,985
Noncurrent assets:		
Capital assets, net of accumulated depreciation:	-	-
Total noncurrent assets	-	-
TOTAL ASSETS	221,985	221,985
LIABILITIES		
Accounts payable	-	-
Due to other governments:		
State	-	-
Federal	-	-
TOTAL LIABILITIES	-	-
NET ASSETS		
Invested in capital assets, net of related debt	-	-
Restricted for special purposes	221,985	221,985
Unrestricted (deficit)	-	-
TOTAL NET ASSETS	\$ 221,985	\$ 221,985

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2005

	Business-Type Activities - Enterprise Funds	
	Enterprise	
	Fund	Totals
Operating revenues:		
Charges for services	\$ -	\$ -
Miscellaneous	-	-
Total operating revenues	-	-
Operating expenses:		
Salaries and benefits	-	-
Purchased services	-	-
Supplies and materials	-	-
Capital outlay	-	-
Other objects	-	-
Depreciation	-	-
Total operating expenses	-	-
Operating income (loss)	-	-
Nonoperating revenues (expenses):		
Investment income	-	-
Miscellaneous revenue	-	-
Miscellaneous expense	-	-
Total nonoperating revenue (expenses)	-	-
Income (loss) before transfers	-	-
Transfers in	221,985	221,985
Transfers out	-	-
Change in net assets	221,985	221,985
Total net assets - beginning	-	-
Total net assets - ending	\$ 221,985	\$ 221,985

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2005

	Business-Type Activities - Enterprise Fund	
	Enterprise	
	Fund	Total
Cash flows from operating activities:		
Receipts from customers	\$ -	\$ -
Receipts from other funds for goods and services provided	-	-
Payments to suppliers and providers of goods and services	-	-
Payments to employees	-	-
Payments to other funds for goods and services	-	-
Net cash provided by (used for) operating activities	-	-
Cash flows from financing activities:		
Cash transfers from other funds	221,985	221,985
Cash transfers to other funds	-	-
Net cash provided by (used for) financing activities	221,985	221,985
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	-	-
Interest received on investments	-	-
Purchase of investments	-	-
Net cash provided by (used for) investing activities	-	-
Net increase (decrease) in cash and cash equivalents	221,985	221,985
Cash and cash equivalents - beginning	-	-
Cash and cash equivalents - ending	\$ 221,985	\$ 221,985
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ -	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	-	-
Change in assets and liabilities:		
Decrease in:		
Accounts receivable	-	-
Accounts payable	-	-
Net cash provided by (used for) operating activities	\$ -	\$ -

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

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
June 30, 2005

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 32,957
Accounts receivable	-
TOTAL ASSETS	\$ 32,957
 LIABILITIES	
Accounts payable	\$ 22,454
Due to other governments:	
State	10,503
TOTAL LIABILITIES	\$ 32,957

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

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education #50 was formed under the provisions of the State of Illinois, Illinois State Board of Education. The regional superintendent is responsible for supervision and control of school districts within Regional Office of Education #50. This includes all aspects of supervision, reports and financial accounting of districts, which are considered by State law to be in the Service Region. In addition, the regional superintendent is charged with responsibility for township fund lands; registration of the names of applicants for scholarships to State controlled universities; examinations and related duties; visitation of public schools; direction of teachers and school officers; to serve as the official advisor and assistant of school officers and teachers; to conduct teachers institutes, as well as to aid and encourage the formation of other teachers' meetings and assist in their management; evaluate the schools in the region; examine school treasurer's books, accounts, and vouchers; examine evidence of indebtedness; file and keep the returns of elections required to be returned to the regional superintendent's office; and file and keep the reports and statements returned by school treasurers and trustees.

The regional superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintaining a map and numbering of the Regional Office of Education #50's districts; providing township treasurers with a list of district treasurers; inspecting and approving building plans which comply with State law; performing and reporting on annual building inspections; investigating bus drivers for valid bus driver permits and taking related action as may be required; maintaining a list of unfilled teaching positions and carrying out other related duties required or permitted by law.

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

The regional superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the Regional Office of Education #50, or see that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report. The regional superintendent is required to provide opinions and advice related to controversies under school law.

In 2005, the Regional Office of Education #50 implemented Governmental Accounting Standards Board (GASB) Statement No. 40, *Deposit and Investment Risk Disclosures*, GASB Statement No. 41, *Budgetary Comparison Schedules – Perspective Differences*, an Amendment of GASB Statement No. 34, GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, and GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*, an Amendment of GASB Statement No. 34 which changes note disclosure requirements for governmental entities.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. FINANCIAL REPORTING ENTITY

For the period ended June 30, 2005, the Regional Office of Education #50 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in Regional Office of Education #50. Such activities are reported as a single special revenue fund (Education Fund).

The Regional Office of Education #50 prepared its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in the Statement on Auditing Standards No. 69 of the American Institute of Certified Public Accountants; and it complies with the requirements of contracts and grants of agencies from which it received funds.

B. SCOPE OF THE REPORTING ENTITY

The Regional Office of Education #50 reporting entity includes all related organizations for which they exercise oversight responsibility.

The Regional Office of Education #50 has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Regional Office of Education #50, including districts or joint agreements, which serve pupils from numerous regions, should be included in its financial reporting entity. The criteria includes, but is not limited to, whether the Regional Office of Education #50 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The districts and joint agreements have been determined not to be a part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and are therefore excluded from the accompanying financial statements because the Regional Office of Education #50 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education #50 is not aware of any entity which would exercise such oversight as to result in the Regional Office being considered a component unit of the entity.

C. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities are government-wide financial statements. They report information on all of the Regional Office of Education #50's non-fiduciary activities with most of the interfund activities removed. *Governmental activities* include programs supported primarily by grants and other intergovernmental revenues. *Business-type activities* rely, to a significant extent, on fees and charges for support.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Statement of Activities demonstrates the degree to which the direct expenditures of a given function are offset by program revenues. Direct expenditures are those that are clearly identifiable with a specific function. Program revenues include grants and contributions that are restricted to meeting operational requirements of a particular function. Other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter two 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 aggregated and reported in a single column.

Interfund activities between governmental funds appear as due to/due from on the Governmental Fund Balance Sheet and as other resources and other uses on the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance. All interfund transactions between governmental funds are eliminated on the government-wide statements.

The fund financial statements provide reports on the financial condition and results of operations for three fund categories – governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for Regional Office of Education #50 operations, they are not included in the government-wide statements. The Regional Office of Education #50 considers some governmental funds major and reports their financial condition and results of operations in a separate column.

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

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

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The Regional Office of Education #50 considers all revenues available if they are collectible within 60 days after year-end. Investment earnings are recorded as earned, since they are both measurable and available.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the Regional Office of Education #50 to refund all or part of the unused amount. Volunteer services received as part of various grant programs are shown as revenues and related expenditures in these programs and are recorded at the fair market value of the services received.

The Proprietary Funds' operating revenues, such as charges for services, generally result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating, such as subsidies and investment earnings, generally result from nonexchange transactions or ancillary activities.

The Fiduciary Funds are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenditures in the accounting period in which they are incurred and become measurable.

The Regional Office of Education #50 applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless these pronouncements conflict or contradict GASB pronouncements. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the fund Statement of Net Assets.

E. FUND ACCOUNTING

Governmental funds are those through which most governmental functions of the Regional Office of Education #50 are financed. The acquisition, use and balances of the Regional Office of Education #50's expendable financial resources and the related liabilities are accounted for through governmental funds.

The Regional Office of Education #50 reports the following major governmental funds:

1. General Fund – This is the general operating fund of the Regional Office of Education #50. It is used to account for the expenditures, which benefit all school districts in the Regional Office of Education #50 except those required to be accounted for in other funds. The following funds are included as General Funds:

Local Workshop Account – used to account for monies received for, and payment of, expenditures for workshops and specialized technology services.

Saturday Scholar Account – used to account for monies received for, and payment of, expenditures related to the annual Saturday Scholarship program for gifted students.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Educational Service Region (ESR) General Operation Account – used to account for monies received for, and payment of, expenditures in connection with general administration activities.

School Service Account – used to account for interest accrued in the Distributive fund and payment of staff development expenditures requested by the entity that earned the interest.

Building Fund – used to account for monies received for, and payment of, expenditures necessary for the operation of the building.

2. Education Funds – These funds are used to account for State and Federal grant monies received for, and payment of, administering numerous grant awards. The following funds are included as Education Funds:

McKinney Education for Homeless Children - used to account for grant monies received for, and payment of, expenditures designed to help homeless children experience success in school.

Title I – School Improvement and Accountability – used to account for grant monies received for, and payment of, expenditures related to providing support services to Title I schools that failed to make adequate yearly progress on Illinois Standards Achievement Test scores.

Title II – Teacher Quality-Leadership Grant – used to account for grant monies received for, and payment of, expenditures related to providing professional development services to all schools that failed to make adequate yearly progress on Illinois Standards Achievement Test scores.

Truants Alternative/Optional Education Program – used to account for grant monies received for, and payment of, expenditures designed to prevent students from dropping out of school.

Standards and Assessment Coordination Services – used to account for grant monies received for, and payment of, expenditures related to providing support services to all schools that failed to make adequate yearly progress on Illinois Standards Achievement Test scores.

Title I – Reading First – used to account for grant monies received for, and payment of, expenditures for staff development and technical assistance to help K-3 students, in qualifying schools, learn to read well.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Title V – Innovative Programs – used to account for grant monies received for, and payment of, expenditures to support local education reform efforts that are consistent with Statewide reform efforts; improve student achievement relative to the Illinois Learning Standards and National Education Goals; provide for innovation and educational reform efforts, including library services and instructional media materials.

IDEA Part B –Positive Behavior Intervention Services – used to account for grant monies received for, and payment of, expenditures related to training schools to use positive behavior intervention services.

Title I – Reading First Technical Assistance – used to account for grant monies received for, and payment of, expenditures related to technical assistance for districts in the region in the implementation of K-3 reading programs aligned with State standards.

Adult Education Federal Basic – used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults, as funded by federal dollars.

Adult Education State Basic – used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults, as funded by basic State grant.

Adult Education State Performance – used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults, as funded by performance monies.

Adult Education State Public Assistance – used to account for grant monies received for, and payment of, expenditures related to education and literacy for adults who are Public Aid recipients.

Math Science Partnership ROE 41 – used to account for grant monies received for, and payment of, expenditures related to improving teacher quality in the curricular areas of mathematics and science through partnerships between high-need schools and faculty in institutions of higher education.

Metro East Consortium for Child Advocacy – used to account for grant monies received for, and payment of, expenditures related to finding collaborative solutions for six school districts that share common issues of low performing schools and high-poverty.

Title I – Reading First Regional Support – used to account for grant monies received for, and payment of, expenditures to support districts in the region in the implementation of K-3 reading programs aligned with State standards.

Title I – Reading First Academy St. Clair – used to account for grant monies received for, and payment of, expenditures related to providing professional development in reading to kindergarten through third grade teachers.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Standards Aligned Classrooms – used to account for grant monies received for, and payment of, expenditures related to assisting schools in aligning their curriculum to the State standards.

Severns Summer Reading – used to account for grant monies received for, and payment of, expenditures related to providing a summer literacy program.

Southern Illinois University - Edwardsville Literacy – used to account for grant monies received for, and payment of, expenditures related to including financial education in the adult literacy program.

NCLB Title IV - Community Service Learning – used to account for grant monies received for, and payment of, expenditures related to supporting teachers in the use of service to the community as a teaching method.

GED Test Pilot – used to account for grant monies received for, and payment of, expenditures related to serving as a pilot site in the Illinois GED Pretest Study project.

Math Science Partnership ISBE – used to account for grant monies received for, and payment of, expenditures related to improving teacher quality in the curricular areas of mathematics and science through partnerships between high-need schools and faculty in institutions of higher education.

School Services Grant – used to account for grant monies received for, and payment of, expenditures to assist schools in all areas of school improvement.

Bilingual Education – Downstate – T.P.I. – used to account for grant monies received for, and payment of, expenditures to teach children for whom English is a second language.

Addiction Prevention In Touch - used to account for grant monies received for, and payment of, expenditures for services to coordinate alcohol and drug prevention resources for a large region.

Young Authors Conference – used to account for monies received for, and payment of, expenditures for the annual Young Authors Conference.

DHS/Office of Rehabilitation Services Transition Grant – used to account for grant monies received for, and payment of, expenditures for services to transition high school seniors from school to work.

Adult Education Federal Basic/English Literacy/Civics – used to account for grant monies received for, and payment of, expenditures for literacy services for adults for whom English is a second language.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Even Start – used to account for grant monies received for, and payment of, expenditures to build community networks, which support the family as an educational unit.

Secretary of State – Family Literacy – used to account for grant monies received for, and payment of, expenditures to work with families of children age birth to eight, to encourage literacy.

Secretary of State – Literacy and Superintendents Engaged in Reading – used to account for grant monies received for, and payment of, expenditures to improve adult literacy through one on one volunteer tutoring.

Old Man River Project – used to account for grant monies received for, and payment of, expenditures related to using the Mississippi River to improve student achievement in history, geography and social studies.

Regional Safe Schools – used to account for grant monies received for, and payment of, expenditures for a change program for expulsion/suspension eligible students.

National School Lunch – used to account for grant monies received for, and payment of, expenditures to provide lunch to the Safe School students.

Jobs for Illinois Graduates Cahokia – used to account for grant monies received for, and payment of, expenditures involved in assisting at risk students to graduate and transition to high-quality careers.

Federal Special Education Preschool Discretionary – used to account for grant monies received for, and payment of, expenditures related to services provided to educators, parents and providers working with children (birth to five) with disabilities.

3. Institute Fund – This fund is used to account for resources accumulated for, and payment of, expenditures of administering teachers' institutes, workshops, and meetings.

Additionally, the Regional Office of Education #50 reports the following nonmajor fund types:

Governmental Funds:

1. Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources (other than fiduciary or major capital projects) that are legally restricted to expenditures for specified purposes. The following funds are included as Special Revenue Funds:

General Education Development (GED) Fund – This fund is used to account for resources accumulated for, and payment of, expenditures of administering the General Educational Development test. Statute requires excess funds accumulated for periods exceeding three years to be transferred into the Institute Fund.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bus Driver Training Fund – used to account for resources accumulated for, and payment of, expenditures of issuing school bus driver permits and administering school bus driver training.

Supervisory Expense Fund – used to account for resources accumulated for, and payment of, expenditures of providing supervisory service.

Proprietary Fund:

2. Enterprise Fund – used to account for excess funds resulting from workshop registrations or requests for materials/services beyond the anticipated cost-recovery basis and is used to reduce the cost of similar items or to cover costs incurred due to less-than-anticipated registrations or requests for materials/services.

Fiduciary Funds:

3. Agency Funds – These funds are used to account for assets held by the Regional Office of Education #50 in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The following funds are included as Agency Funds:

Distributive Fund – used to account for cash received and disbursed as a result of the Regional Superintendent's responsibility to receive, and distribute to treasurers of school districts and other agencies, monies due to them from general State aid, State categorical grants and federal assistance programs.

Employee Activity Fund – used to account for funds raised by employees and used by employees for various health and social activities.

Payroll Clearing Fund – used to account for funds received and disbursed by the Regional Superintendent for payroll costs.

Workers' Compensation Escrow Fund – used to account for funds received for, and payments of, workers compensation insurance.

Interest on Distributive Fund - Interest on Distributive Fund receipts is transferred after the end of each fiscal year to the School Services Fund by the consent of all affected school boards and other entities. The funds are utilized by the St. Clair County Regional Office of Education #50 for the administration, direction, and operation of in-service education programs for the school districts of St. Clair County.

F. OTHER ACCOUNTING POLICIES

Interfund Receivables and Payables – Activities between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". All other outstanding balances between funds are also reported as "due to/from other funds."

REGIONAL OFFICE OF EDUCATION #50
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventory - Inventory is not recorded. The cost is recorded as an expenditure at the time individual inventory items are purchased.

Capital Assets – The Regional Office of Education #50 adopted a capitalization policy in conjunction with its implementation of GASB Statement No. 34. Capital assets, which include furniture and equipment, are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the ROE as assets with an initial, individual cost of \$500 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Furniture and equipment of the Regional Office of Education #50 are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Category</u>	<u>Years</u>
Deskjet printers/UPS	3
Computers, laser printers, fax machines	4
Cameras, projectors, camcorders, copiers, Televsions, PA systems	5
Software systems	6
Furniture & Typewriters	8
Refrigerators	10

Compensated Absences - Non-exempt, full-time employees earn vacation time according to their length of service: 10 days per year for the first four years of service and 15 days per year starting with the fifth year of service. Vacation time is prorated for employees working between 16 and 40 hours per week. Temporary employees, non-exempt employees who work less than 16 hours per week, and exempt employees do not earn vacation days. Vacation time must be used within the same project year in which it was earned and unused vacation time at the end of a project year is forfeited. All projects in which salary expense is incurred have a year-end consistent with the Regional Office of Education #50's year-end of June 30; therefore, no liability is accrued. Employees receive 12 sick days annually and the unused portion is accumulated and carried forward. Employee sick leave is recorded when paid. Upon termination, employees do not receive any accumulated sick leave pay and therefore, no liability is accrued.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budget - The Regional Office of Education #50 does not adopt a formal budget for all revenues and expenditures of the governmental funds, nor is it legally required to do so. However, the Regional Office of Education #50 acts as the administrative agent for certain grant programs that are accounted for in the Education Fund. These programs have separate budgets which are subject to approval by the State of Illinois, specifically the Illinois State Board of Education. Comparisons of budgeted and actual results are presented as supplemental information. Funds included in this report with budget information are as follows: McKinney Education for Homeless Children, Title I – School Improvement and Accountability, Title II – Teacher Quality-Leadership Grant, Truants Alternative/Optional Education Program, Standards and Assessment Coordination Services, Title I - Reading First, Title V – Innovative Programs, IDEA Part B – Positive Behavior Intervention Services, Title I – Reading First Technical Assistance, Adult Education Federal Basic, Adult Education State Basic, Adult Education State Performance, Adult Education State Public Assistance, Math Science Partnership ROE 41, Metro East Consortium for Child Advocacy, Title I Reading First Regional Support, Title I Reading First Academy St. Clair, Standards Aligned Classrooms, Severns Summer Reading, Southern Illinois University - Edwardsville Literacy, NCLB Title IV - Community Service Learning, GED Test Pilot, Math Science Partnership ISBE, School Services Grant, Bilingual Education – Downstate – T.P.I., Addiction Prevention In Touch, DHS/Office of Rehabilitation Services Transition Grant, Adult Education Federal Basic/English Literacy/Civics, Even Start, SOS Family Literacy, SOS Literacy and Superintendents Engaged in Reading, Old Man River Project, Regional Safe Schools, Jobs for Illinois Graduates Cahokia, and Federal Special Education Preschool Discretionary.

Net Assets and Fund Balances –

Government-Wide Financial Statements -

When the Regional Office of Education #50 incurs an expense for which it may use either restricted or unrestricted net assets, it uses restricted net assets first unless unrestricted net assets will have to be returned because they were not used. Net assets on the Statement of Net Assets include the following:

Investment in Capital Assets, Net of Related Debt – The component of net assets that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.

Restricted for Special Purposes – The component of net assets that reports the amount of revenue in excess of expenditures that is restricted for a special purpose.

Unrestricted – The difference between the assets and liabilities that is not reported in Investment in Capital Assets, Net of Related Debt or Restricted for Special Purposes.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Fund Financial Statements –

In the fund financial statements, governmental funds report fund balances as either a reserved fund balance or an unreserved fund balance.

Unreserved Fund Balance – Composed of funds reported in the General Fund and the Special Revenue Funds.

Use of Estimates - The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that effect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – CASH

The Regional Office of Education #50 is allowed to invest in securities as authorized by 30 ILCS-235/2 and 6 and 105 ILCS-5/8-7.

A. DEPOSITS

At June 30, 2005, the carrying amount of the Regional Office of Education #50's government-wide and Agency Fund deposits were \$2,385,885 and \$32,957, respectively, and the bank balance was \$2,593,186 and \$69,406, respectively. Of the total bank balances as of June 30, 2005, \$200,000 was secured by federal depository insurance and \$2,462,592 was collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education #50's name.

B. INVESTMENTS

The Regional Office of Education #50 does not have a formal investment policy, as its only investments are internally pooled in the Illinois Funds Money Market Fund. As of June 30, 2005, the Regional Office of Education #50 had investments with carrying and fair value of \$7,500 invested in the Illinois Funds Money Market Fund.

CREDIT RISK

At June 30, 2005, the Illinois Funds Money Market Fund had a Standard and Poor's AAAM rating. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provision of the Illinois Public Funds Investment Act, 30 ILCS 235. All investments are fully collateralized.

REGIONAL OFFICE OF EDUCATION #50
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2005

NOTE 2 – CASH (continued)

INTEREST RATE RISK

The Illinois Funds Money Market Fund, created by the Illinois General Assembly, enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. The investment policy of the Illinois Funds Money Market Funds state that unless authorized specifically by the Treasurer, a minimum of 75% of its investments shall have less than one-year maturity and no investment shall exceed two years maturity.

CONCENTRATION OF CREDIT RISK

Unless specifically authorized by the Treasurer, the Illinois Funds Money Market Fund's investment policy limits investment categories to not exceed 25% of the portfolio with the exception of cash equivalents and U.S. Treasury securities. Further certificates of deposit cannot exceed 10% of any single financial institution's total deposits.

NOTE 3 – CAPITAL ASSET ACTIVITY

Capital asset activity for the year ended June 30, 2005 was as follows:

	<u>Equipment</u>
Capital Assets, June 30, 2004	\$676,541
Additions	97,888
Retirements	<u>(110,134)</u>
Capital Assets, June 30, 2005	664,295
Accumulated Depreciation	<u>(481,549)</u>
Governmental Activities Capital Assets, Net	<u>\$182,746</u>

Purchases are reported as either capital outlays or supplies in the accompanying statements of Combined Statement of Revenue, Expenditures, and Changes in Fund Balance. Depreciation expense for the year ended June 30, 2005, totaled \$67,554.

NOTE 4 – DUE FROM/TO OTHER GOVERNMENTS

The Regional Office of Education #50's General Fund and various grant programs have funds due from various other governmental units which consist of the following:

Due From Other Governments:	
Federal:	
U.S. Department of Education	\$ <u>5,172</u>
Total Due From Federal Governments	<u>5,172</u>
State:	
Illinois Department of Human Services	30,568
Illinois Secretary of State	4,800
Illinois State Board of Education	<u>158,247</u>
Total Due From State Governments	<u>193,615</u>

REGIONAL OFFICE OF EDUCATION #50
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2005

NOTE 4 – DUE FROM/TO OTHER GOVERNMENTS (continued)

Local:	
Alexander/Johnson ROE #2	20,618
St. Clair County	1,480
St. Clair County/ SWIC Reg. Voc System	114
St. Clair County School District	1,057
Belleville School District 201	<u>5,400</u>
Total Due From Local Governments	<u>28,669</u>
Total	<u>\$227,456</u>
Due To Other Governments:	
State:	
Illinois State Board of Education	\$ 3,507
Total Due To State Governments	3,507
Local:	
ROE #3	11,927
ROE #10	8,604
ROE #13	18,504
ROE #40	73,436
ROE #41	8,647
ROE #45	25,925
Local School Districts	<u>20,980</u>
Total Due To Local Governments	168,023
Total	<u>\$171,530</u>

NOTE 5 - DEFINED BENEFIT PENSION PLAN

The Regional Office of Education #50's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm, or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by State statute. The Regional Office of Education #50 is required to contribute at an actuarially determined rate. The employer rate for calendar year 2004 was 4.00% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2004 was 9 years.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 5 - DEFINED BENEFIT PENSION PLAN (continued)

For December 31, 2004, the Regional Office of Education #50's **annual pension cost** of \$43,754 was equal to the Regional Office of Education #50's required and actual contributions. The required contribution was determined as part of the December 31, 2002 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenditures), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2004 actuarial valuation were based on the 1999-2001 experience study.

TREND INFORMATION

Actuarial Valuation <u>Date</u>	Annual Pension <u>Cost (APC)</u>	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/04	\$ 43,754	100%	\$ 0
12/31/03	37,431	100%	0
12/31/02	47,208	100%	0
12/31/01	57,294	100%	0
12/31/00	18,783	100%	0
12/31/99	68,556	100%	0
12/31/98	79,676	100%	0
12/31/97	79,458	100%	0
12/31/96	86,586	100%	0
12/31/95	84,368	100%	0

NOTE 6 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

The Regional Office of Education #50 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago.

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

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate through June 30, 2005 was 9 percent of creditable earnings. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 6 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

In addition, virtually all employers and members pay a contribution to the Teachers' Health Insurance Security (THIS) Fund, a separate fund in the State Treasury that is not a part of this retirement plan. The employer THIS Fund contribution was 0.5 percent during the year ended June 30, 2005, and the member THIS Fund health insurance contribution was 0.75 percent.

The State of Illinois makes contributions directly to TRS on behalf of the Regional Office of Education #50's TRS-covered employees.

- **On behalf Contributions.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #50. For the year ended June 30, 2005, State of Illinois contributions were based on 11.76 percent of creditable earnings, and the Regional Office of Education #50 recognized revenue and expenditures of \$125,374 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2004 and June 30, 2003, the State of Illinois contribution rates as percentages of creditable earnings were 13.98 percent (\$175,358) and 13.01 percent (\$158,052), respectively.

The Regional Office of Education #50 makes three other types of employer contributions directly to TRS.

- **2.2 formula contributions.** For the years ended June 30, 2005, and June 30, 2004, employers contributed 0.58 percent of creditable earnings for the 2.2 formula change. Contributions for the years ending June 30, 2005, and June 30, 2004, were \$6,183 and \$7,275, respectively.

For the year ended June 30, 2003, part of the employer's 2.2 formula contribution (0.58 percent of pay) was reduced as a result of a new employer THIS Fund contribution for retiree health insurance (0.4 percent of pay). The remaining 0.18 percent was submitted to TRS. Contributions for the year ended June 30, 2003 were \$2,187.

- **Federal and trust fund contributions.** When TRS members are paid from federal and trust funds administered by the Regional Office of Education #50, there is a statutory requirement for the Regional Office of Education #50 to pay an employer pension contribution from those funds. For the three years ended June 30, 2005, the employer pension contribution was 10.5 percent of salaries paid from those funds. For the year ended June 30, 2005, salaries totaling \$462,552 were paid from federal and trust funds that required employer contributions of \$48,568. For the years ended June 30, 2004, and June 30, 2003, required Regional Office of Education #50's contributions were \$70,534 and \$41,126, respectively.
- **Early Retirement Option (ERO).** The Regional Office of Education #50 is also required to make one-time employer contributions to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the age and salary of the member. No member or employer contributions are required if the member has 34 years of service.

REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 6 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

The maximum employer payment of 100 percent of the member's highest salary used in the calculation of final average salary is required if the member is 55 years old. For the year ending June 30, 2005, 2004, and 2003 the Regional Office of Education #50 paid no employer contributions under the ERO.

Public Act 94-0004, which was signed into law on June 1, 2005, contained a number of provisions affecting employer and active member contributions. Most will not be effective or impact financial statements until the year ending June 30, 2006. The changes are summarized below:

- **Active member contributions.** The active member contribution rate will increase from the current 9.0 percent of creditable earnings to 9.4 percent beginning July 1, 2005. The increase is to help cover the cost of the new ERO program and will be refunded if the member does not retire under ERO.
- **State/federal contributions.** Under a policy adopted by the Board of Trustees before Public Act 94-0004 was enacted, the employer contribution rate for employees paid from federal funds will be the same as the rate paid by the State. Under Public Act 94-0004, the State contribution rate in FY 2006 was reduced to 7.06 percent of pay. Therefore, the employer contribution rate for employees paid from federal funds in FY 2006 will be 7.06 percent, a decrease from the current 10.50 percent.
- **New employer contributions.**
 - **Salary increases over 6 percent.** If employers grant salary increases in excess of 6 percent that are used in final average salary calculations, the employer will make a lump-sum contribution to TRS to cover the cost of the portion of the benefit due to salary increases over 6 percent. Public Act 94-0004 exempts salary increases granted under contracts and collective bargaining agreements in effect on June 1, 2005.
 - **Sick leave in excess of normal allotment.** If employers grant sick leave near retirement in excess of the normal annual allotment and that sick leave is counted as service credit, the employer will make a lump-sum contribution to TRS. The act exempts sick leave granted under contracts and collective bargaining agreements in effect on June 1, 2005.
- **Early Retirement Option.** In addition to changes described above, the following changes were made to ERO:
 - Both active member and employer ERO contribution rates are increased. For employers, the maximum contribution increases from the current 100 percent of the member's highest salary used in the calculation of final average salary to 117.5 percent.
 - The waiver of member and employer ERO contributions when the member has 34 years of service ended with the program that expired June 30, 2005.

REGIONAL OFFICE OF EDUCATION #50
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2005

NOTE 6 - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

- A "Pipeline ERO" program is provided for members to retire under the same terms as the ERO program that expired June 30, 2005, provided they meet certain conditions and retire on or before July 1, 2007.
- Public Act 94-0004 provides for a review of the member and employer ERO contributions every five years to ensure that the program is revenue neutral.

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer, and State funding requirements can be found in the *TRS Comprehensive Annual Financial Report* for the year ended June 30, 2004. The report for the year ended June 30, 2005, is expected to be available in late 2005.

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

NOTE 7 - OPERATING LEASE

The ROE entered into an operating lease for its Belleville office space that expired on August 14, 2005. Since that date the ROE has been operating on a month-to-month basis under an unwritten agreement. The ROE continues to pay the same rent per month and the same fixed rate for utilities that was in effect prior to the lease expiration. The end of the lease period is uncertain as both parties are still in negotiations. Rent expense for the building for fiscal year 2005 totaled \$46,741. The ROE also has entered into another operating lease for its Xerox copy machine on June 30, 2004. Rent expense for the copier for fiscal year 2005 totaled \$20,900.

NOTE 8 - RISK MANAGEMENT

The Regional Office of Education #50 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Insurance to cover these risks is provided through St. Clair County. No losses have been incurred in excess of the amounts covered by insurance over the past three years.

NOTE 9 - INTERFUND RECEIVABLES/PAYABLES

Interfund balances at June 30, 2005, consisted of the following:

	Due To			Total
	General	Special Revenue	Education	
Due From:				
General Fund	\$ 0	\$ 0	\$ 545	\$ 545
Education Fund	<u>34,871</u>	<u>2,848</u>	<u>0</u>	<u>37,719</u>
Total	<u>\$ 34,871</u>	<u>\$ 2,848</u>	<u>\$ 545</u>	<u>\$ 38,264</u>

REGIONAL OFFICE OF EDUCATION #50
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2005

NOTE 10 – TRANSFERRED INTEREST INCOME

At the end of the fiscal year the Regional Office of Education #50 transfers interest income associated with the Education Funds to the General Operations Fund as partial reimbursement for expenditures paid by the General Operations Fund throughout the year on behalf of the Education Funds. The total interest transferred from the Education Funds to the General Operations Fund for the year ended June 30, 2005 was \$468.

<u>From</u>	<u>To</u>	<u>Amount</u>
Education Fund	General Fund	\$468

NOTE 11 – TRANSFER TO ENTERPRISE FUND

The ROE created an Enterprise Fund during fiscal year 2005 and transferred \$221,985 from the General Fund Local Workshop Account to this Enterprise Fund. The purpose of the Enterprise Fund is to hold any excess funds collected from Workshops and/or Technology Services. These funds are used solely to offset Workshops and Technology Services incurred due to less than anticipated registrations or more than anticipated materials and services.

NOTE 12 – ON-BEHALF PAYMENTS

The State of Illinois paid the following salaries on behalf of the Regional Office of Education #50:

Regional Superintendent salary	\$ 88,540
Regional Superintendent benefits (Includes State paid insurance)	11,837
Assistant Regional Superintendent salary	82,402
Assistant Regional Superintendent benefits (Includes State paid insurance)	11,747
TRIS Pension contributions	<u>125,374</u>
Total	<u>\$ 319,900</u>

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

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

REGIONAL OFFICE OF EDUCATION #50
ILLINOIS MUNICIPAL RETIREMENT FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
(UNAUDITED)
June 30, 2005

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)
12/31/04	\$ 2,230,937	\$ 1,999,196	\$ (231,741)	111.59%	\$ 1,093,849	0.00%
12/31/03	2,126,474	1,744,372	(382,102)	121.90%	1,117,358	0.00%
12/31/02	2,091,689	1,633,104	(458,585)	128.08%	1,159,915	0.00%
12/31/01	2,051,510	1,521,074	(530,436)	134.87%	1,162,589	0.00%
12/31/00	1,889,809	1,426,977	(462,832)	132.43%	1,104,911	0.00%
12/31/99	1,755,901	1,415,553	(340,348)	124.04%	1,032,476	0.00%
12/31/98	1,416,966	1,234,985	(181,981)	114.74%	908,503	0.00%
12/31/97	1,290,160	1,234,604	(55,556)	104.50%	935,536	0.00%
12/31/96	1,181,310	1,201,497	20,187	98.32%	1,041,952	1.94%
12/31/95	1,186,435	1,237,054	50,619	95.91%	985,609	5.14%

On a market value basis, the actuarial value of assets as of December 31, 2004 is \$2,235,996. On a market basis, the funded ratio would be 111.84%.

*** DIGEST OF CHANGES**

The actuarial assumptions used to determine the actuarial accrued liability for 2004 are based on the 1999-2001 Experience Study.

The principal changes were:

- Fewer members are expected to take refunds early in their career.
- For Regular members, fewer normal and early retirements are expected to occur.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF ACCOUNTS
 GENERAL FUND
 JUNE 30, 2005

	Local Workshop Account	Saturday Scholar Account	ESR General Operation Account	School Service Account	Building Fund	Totals
ASSETS						
Cash	\$ 148,668	\$ -	\$ 121,679	\$ 112,415	\$ 55,571	\$ 438,333
Accounts receivable	500	-	37	-	-	537
Due from other funds	24,102	-	10,769	-	-	34,871
Due from other governments:						
Local	-	-	1,444	-	150	1,594
TOTAL ASSETS	\$ 173,270	\$ -	\$ 133,929	\$ 112,415	\$ 55,721	\$ 475,335
LIABILITIES						
Accounts payable	\$ 8,330	\$ -	\$ 632	\$ -	\$ 7,639	\$ 16,601
Due to other funds	-	-	545	-	-	545
Total Liabilities	8,330	-	1,177	-	7,639	17,146
FUND BALANCES						
Fund Balance-unreserved and undesignated	164,940	-	132,752	112,415	48,082	458,189
Total Fund Balance	164,940	-	132,752	112,415	48,082	458,189
Total Liabilities and Fund Balance	\$ 173,270	\$ -	\$ 133,929	\$ 112,415	\$ 55,721	\$ 475,335

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 GENERAL FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2005

	Local Workshop Account	Saturday Scholar Account	ESR General Operation Account	School Service Account	Building Fund	Totals
REVENUES						
Local Sources	\$ 99,198	\$ -	\$ 1,700	\$ -	\$ 26,893	\$ 127,791
State Sources	-	-	-	-	-	-
Federal Sources	-	-	-	-	-	-
On-behalf Payments	-	-	319,900	-	-	319,900
Interest	391	5	208	233	56	893
Total Revenues	99,589	5	321,808	233	26,949	448,584
EXPENDITURES						
Salaries and Benefits	66,975	1,500	38	-	4,650	73,163
Purchased Services	28,428	-	821	2,000	2,730	33,979
Supplies and Materials	1,193	-	500	-	3,573	5,266
Capital Outlay	763	-	-	-	2,845	3,608
Other Objects	-	11,774	1,576	-	-	13,350
On-behalf Payments	-	-	319,900	-	-	319,900
Total expenditures	97,359	13,274	322,835	2,000	13,798	449,266
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,230	(13,269)	(1,027)	(1,767)	13,151	(682)
OTHER SOURCES (USES) OF FINANCIAL RESOURCES						
Transfers in	-	-	468	-	-	468
Transfers out	(221,985)	-	-	-	-	(221,985)
Net Other Sources (Uses) Of Financial Resources	(221,985)	-	468	-	-	(221,517)
FUND BALANCE, BEGINNING	384,695	13,269	133,311	114,182	34,931	680,388
FUND BALANCE, ENDING	\$ 164,940	\$ -	\$ 132,752	\$ 112,415	\$ 48,082	\$ 458,189

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF ACCOUNTS
 EDUCATION FUND
 JUNE 30, 2005

	McKinney Education for Homeless Children	Title I School Improvement and Accountability	Title II Teacher Quality- Leadership Grant	Alternative/Optional Education Program	Truants Education Program	Standards and Assessment Coordination Services	Title I - Reading First	Title V - Innovative Programs	IDEA Part B- Positive Behavior Intervention Services
ASSETS									
Cash	\$ 5,231	\$ 136,736	\$ 113,042	\$ 68,619	\$ 116,876	\$ 25,608	\$ 13,864	\$ -	
Accounts receivable	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Due from other governments:									
Local	-	-	-	-	-	-	-	-	20,618
State	-	69,062	-	-	-	-	-	-	-
Federal	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 5,231	\$ 205,798	\$ 113,042	\$ 68,619	\$ 116,876	\$ 25,608	\$ 13,864	\$ 20,618	
LIABILITIES									
Accounts payable	\$ 5,231	\$ 124,138	\$ 10,049	\$ 65,013	\$ 3,084	\$ 3,760	\$ 6,051	\$ 2,982	
Due to other funds	-	-	35	99	24	4	-	17,636	
Deferred revenue	-	-	93,858	-	61,085	21,844	7,813	-	
Due to other governments:									
Local	-	81,660	9,100	-	52,683	-	-	-	
State	-	-	-	3,507	-	-	-	-	
Total Liabilities	5,231	205,798	113,042	68,619	116,876	25,608	13,864	20,618	
FUND BALANCES									
Fund Balance-reserved	-	-	-	-	-	-	-	-	-
Fund Balance-unreserved and undesignated	-	-	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 5,231	\$ 205,798	\$ 113,042	\$ 68,619	\$ 116,876	\$ 25,608	\$ 13,864	\$ 20,618	

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF ACCOUNTS
 EDUCATION FUND
 JUNE 30, 2005

	Title I - Reading First Technical Assistance	Adult Education Federal Basic	Adult Education State Basic	Adult Education State Performance	Adult Education State Public Assistance	Math Science Partnership ROE 41	Metro East Consortium for Child Advocacy	Title I Reading First Regional Support	Title I Reading First Academy St. Clair
	\$ 17,766	\$ 23,526	\$ 13,123	\$ 8,987	\$ 11,889	\$ 1	\$ 39,194	\$ 47,945	\$ 20,216
	-	-	-	-	-	-	-	2,169	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	\$ 17,766	\$ 23,526	\$ 13,123	\$ 8,987	\$ 11,889	\$ 1	\$ 39,194	\$ 50,114	\$ 20,216
	\$ 643	\$ 23,526	\$ 13,123	\$ 8,987	\$ 11,889	\$ -	\$ 7,166	\$ 5,802	\$ 2
	3	-	-	-	-	1	-	7	6
	17,120	-	-	-	-	-	32,028	44,305	20,208
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	17,766	23,526	13,123	8,987	11,889	1	39,194	50,114	20,216
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	\$ 17,766	\$ 23,526	\$ 13,123	\$ 8,987	\$ 11,889	\$ 1	\$ 39,194	\$ 50,114	\$ 20,216

ASSETS
 Cash
 Accounts receivable
 Due from other funds
 Due from other governments:
 Local
 State
 Federal

TOTAL ASSETS

57

LIABILITIES
 Accounts payable
 Due to other funds
 Deferred revenue
 Due to other governments:
 Local
 State

TOTAL LIABILITIES

FUND BALANCES
 Fund Balance-reserved
 Fund Balance-unreserved
 and undesignated

Total Fund Balance

TOTAL LIABILITIES AND FUND
 BALANCE

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF ACCOUNTS
 EDUCATION FUND
 JUNE 30, 2005

	Standards Aligned Classrooms	Sevens Summer Reading	Southern IL University - Edwardsville Literacy	NCLB Title IV - Community Service Learning	GED Test Pilot	Math Science Partnership ISBE	School Services Grant	Bilingual Education-Downstate-T.P.I.	Addiction Prevention In Touch	Young Authors Conference
ASSETS										
Cash	\$ 3,080	\$ -	\$ 200	\$ -	\$ -	\$ 89,755	\$ 235	\$ 28,765	\$ -	\$ 6,820
Accounts receivable	-	-	-	-	5,500	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Due from other governments:										
Local	-	4,800	-	-	-	-	10,815	1,616	14,005	-
State	-	-	-	-	-	-	-	-	-	-
Federal	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 3,080	\$ 4,800	\$ 200	\$ -	\$ 5,500	\$ 89,755	\$ 11,050	\$ 30,381	\$ 14,005	\$ 6,820
LIABILITIES										
Accounts payable	\$ 3,080	\$ 2,424	\$ 200	\$ -	\$ 2,750	\$ 749	\$ 11,050	\$ 9,401	\$ 11,241	\$ -
Due to other funds	-	2,376	-	-	2,750	-	-	-	2,764	-
Deferred revenue	-	-	-	-	-	85,406	-	-	-	-
Due to other governments:										
Local	-	-	-	-	-	3,600	-	20,980	-	-
State	-	-	-	-	-	-	-	-	-	-
Total Liabilities	3,080	4,800	200	-	5,500	89,755	11,050	30,381	14,005	-
FUND BALANCES										
Fund Balance-reserved	-	-	-	-	-	-	-	-	-	-
Fund Balance-unreserved and undesignated	-	-	-	-	-	-	-	-	-	6,820
Total Fund Balance	-	-	-	-	-	-	-	-	-	6,820
TOTAL LIABILITIES AND FUND BALANCE	\$ 3,080	\$ 4,800	\$ 200	\$ -	\$ 5,500	\$ 89,755	\$ 11,050	\$ 30,381	\$ 14,005	\$ 6,820

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF ACCOUNTS
 EDUCATION FUND
 JUNE 30, 2005

	DHS/Office of Rehabilitation Services Transition Grant	Adult Education Federal Basic/ English Literacy/ Civics	Even Start	SOS Family Literacy	SOS Literacy and Superintendents Engaged in Reading	Old Man River Project	Regional Safe Schools	National School Lunch	Jobs for Illinois Graduates
ASSETS									
Cash	\$ 9,468	\$ 80	\$ -	\$ 2,628	\$ 9,148	\$ -	\$ 710,008	\$ 6,735	\$ -
Accounts receivable	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	539	6	-
Due from other governments:									
Local	5,400	-	-	-	-	-	-	-	-
State	16,563	-	12,634	-	-	-	10,467	181	-
Federal	-	-	-	-	-	5,172	-	-	-
TOTAL ASSETS	\$ 31,431	\$ 80	\$ 12,634	\$ 2,628	\$ 9,148	\$ 5,172	\$ 721,014	\$ 6,922	\$ -
LIABILITIES									
Accounts payable	\$ 3,555	\$ 80	\$ 11,308	\$ 2,628	\$ 9,148	\$ 5,172	\$ 55,242	\$ -	\$ -
Due to other funds	-	-	1,326	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-
Due to other governments:									
Local	-	-	-	-	-	-	-	-	-
State	-	-	-	-	-	-	-	-	-
Total Liabilities	3,555	80	12,634	2,628	9,148	5,172	55,242	-	-
FUND BALANCES									
Fund Balance-reserved	-	-	-	-	-	-	-	-	-
Fund Balance-unreserved and undesignated	27,876	-	-	-	-	-	665,772	6,922	-
Total Fund Balance	27,876	-	-	-	-	-	665,772	6,922	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 31,431	\$ 80	\$ 12,634	\$ 2,628	\$ 9,148	\$ 5,172	\$ 721,014	\$ 6,922	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF ACCOUNTS
 EDUCATION FUND
 JUNE 30, 2005

	Federal Special Education Preschool Discretionary	Eliminations	Total
ASSETS			
Cash	\$ 483	\$ -	\$ 1,530,028
Accounts receivable	-	-	7,669
Due from other funds	-	(545)	-
Due from other governments:			
Local	-	-	26,018
State	53,357	-	193,500
Federal	-	-	5,172
TOTAL ASSETS	\$ 53,840	\$ (545)	\$ 1,762,387
LIABILITIES			
Accounts payable	\$ 43,152	\$ -	\$ 462,626
Due to other funds	10,688	(545)	37,174
Deferred revenue	-	-	383,667
Due to other governments:			
Local	-	-	168,023
State	-	-	3,507
Total Liabilities	53,840	(545)	1,054,997
FUND BALANCES			
Fund Balance-reserved	-	-	-
Fund Balance-unreserved and undesignated	-	-	707,390
Total Fund Balance	-	-	707,390
TOTAL LIABILITIES AND FUND BALANCE	\$ 53,840	\$ (545)	\$ 1,762,387

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 EDUCATION FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2005

	McKinney Education for Homeless Children	Title I School Improvement and Accountability	Title II Teacher Quality- Leadership Grant	Truants Alternative/ Education Program	Standards and Assessment Coordination Services	Title I - Reading First	Title V Innovative Programs	IDEA Part B- Positive Behavior Intervention Services
REVENUES								
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	548,240	236,665	-	-	-
Federal Sources	56,000	760,763	94,915	-	-	38,297	42,186	48,077
Interest	4	-	75	67	72	19	6	2
TOTAL REVENUES	56,004	760,763	94,990	548,307	236,737	38,316	42,192	48,079
EXPENDITURES								
Salaries and Benefits	42,124	207,188	25,034	502,116	55,386	2,249	-	34,367
Purchased Services	5,958	273,959	33,086	37,526	60,373	19,321	7,500	7,606
Supplies and Materials	7,919	118,130	5,020	8,613	16,739	16,727	8,155	4,021
Capital Outlay	-	3,682	-	-	-	-	26,537	-
Other Objects	-	157,804	31,775	-	104,180	-	-	2,083
TOTAL EXPENDITURES	56,001	760,763	94,915	548,255	236,678	38,297	42,192	48,077
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3	-	75	52	59	19	-	2
OTHER SOURCES (USES) OF FINANCIAL RESOURCES								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(5)	-	(75)	(52)	(59)	(19)	-	(2)
Net Other Sources (Uses) Of Financial Resources	(5)	-	(75)	(52)	(59)	(19)	-	(2)
FUND BALANCE, BEGINNING	2	-	-	-	-	-	-	-
FUND BALANCE, ENDING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 EDUCATION FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2005

	Title I - Reading First Technical Assistance	Adult Education Federal Basic	Adult Education State Basic	Adult Education State Performance	Adult Education State Public Assistance	Math Science Partnership ROE 41	Metro East Consortium for Child Advocacy	Title I Reading First Regional Support	Title I Reading First Academy St. Clair
REVENUES									
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ -	\$ -	\$ -
State Sources	-	-	159,228	28,091	57,755	-	185,072	-	-
Federal Sources	40,432	166,719	-	-	-	-	144,332	25,675	-
Interest	16	20	7	6	3	2	20	24	17
TOTAL REVENUES	40,448	166,739	159,235	28,097	57,758	5,002	185,092	144,356	25,692
EXPENDITURES									
Salaries and Benefits	3,928	122,879	110,422	8,634	37,011	5,000	106,323	114,111	2,540
Purchased Services	27,032	13,013	20,525	3,789	8,878	-	69,824	19,749	17,372
Supplies and Materials	9,452	27,320	20,445	15,670	11,867	-	5,304	6,820	5,763
Capital Outlay	-	3,519	7,837	-	-	-	3,624	3,652	-
Other Objects	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	40,432	166,731	159,229	28,093	57,756	5,000	185,075	144,332	25,675
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	16	8	6	4	2	2	17	24	17
OTHER SOURCES (USES) OF FINANCIAL RESOURCES									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	(16)	(8)	(6)	(4)	(2)	(2)	(17)	(24)	(17)
Net Other Sources (Uses) Of Financial Resources	(16)	(8)	(6)	(4)	(2)	(2)	(17)	(24)	(17)
FUND BALANCE, BEGINNING	-	-	-	-	-	-	-	-	-
FUND BALANCE, ENDING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 EDUCATION FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2005

	Standards Aligned Classrooms	Servers Summer Reading	Southern IL University - Edwardsville Literacy	NCLB Title IV - Community Service Learning	GED Test Pilot	Math Science Partnership ISBE	School Services Grant	Bilingual Education- Downstate- T.F.I.	Addiction Prevention In Touch
REVENUES									
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 131,618	\$ -
State Sources	-	4,800	-	-	-	-	109,815	15,108	133,492
Federal Sources	21,000	-	200	16,954	5,500	10,565	-	-	34,513
Interest	9	-	-	4	-	17	24	35	15
TOTAL REVENUES	21,009	4,800	200	16,958	5,500	10,582	109,839	146,761	168,020
EXPENDITURES									
Salaries and Benefits	13,544	1,319	-	1,498	-	2,959	62,463	113,227	103,686
Purchased Services	1,353	2,680	-	2,526	-	3,549	25,091	28,432	26,285
Supplies and Materials	2,710	801	200	12,934	5,500	469	16,134	5,073	33,380
Capital Outlay	-	-	-	-	-	-	6,135	-	4,654
Other Objects	3,395	-	-	-	-	3,600	-	-	-
TOTAL EXPENDITURES	21,002	4,800	200	16,958	5,500	10,577	109,823	146,732	168,005
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	7	-	-	-	-	5	16	29	15
OTHER SOURCES (USES) OF FINANCIAL RESOURCES									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	(7)	-	-	-	-	(5)	(16)	(29)	(15)
Net Other Sources (Uses) Of Financial Resources	(7)	-	-	-	-	(5)	(16)	(29)	(15)
FUND BALANCE, BEGINNING	-	-	-	-	-	-	-	-	-
FUND BALANCE, ENDING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 EDUCATION FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2005

	Young Authors Conference	DHS/Office of Rehabilitation Services Transition Grant	Adult Education Federal Basic/English Literacy/Civics	Even Start	SOS Family Literacy	SOS Literacy and Superintendents Engaged in Reading	Old Man River Project	Regional Safe Schools
REVENUES								
Local Sources	\$ 4,059	\$ 10,800	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	10,800	-	-	35,000	60,000	-	455,228
Federal Sources	-	70,903	1,317	175,000	-	-	153,608	78,278
Interest	9	20	-	13	8	11	-	696
TOTAL REVENUES	4,068	92,523	1,317	175,013	35,008	60,011	153,608	534,202
EXPENDITURES								
Salaries and Benefits	1,042	84,905	1,226	132,938	24,906	58,180	91,590	348,149
Purchased Services	2,279	3,885	91	35,223	5,658	1,658	50,899	78,248
Supplies and Materials	1,881	50	-	5,413	4,438	164	11,119	17,210
Capital Outlay	-	-	-	1,429	-	-	-	18,041
Other Objects	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	5,202	88,840	1,317	175,003	35,002	60,002	153,608	461,648
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,134)	3,683	-	10	6	9	-	72,554
OTHER SOURCES (USES) OF FINANCIAL RESOURCES								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	(17)	-	(10)	(6)	(9)	-	(15)
Net Other Sources (Uses) Of Financial Resources	-	(17)	-	(10)	(6)	(9)	-	(15)
FUND BALANCE, BEGINNING	7,954	24,210	-	-	-	-	-	593,233
FUND BALANCE, ENDING	\$ 6,820	\$ 27,876	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 665,772

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 EDUCATION FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2005

		National School Lunch	Jobs for Illinois Graduates Cahokia	Federal Special Education Preschool Discretionary	Total
REVENUES					
Local Sources	\$ 1,350	\$ -	\$ -	\$ -	\$ 152,827
State Sources	288	21,287	-	-	2,060,869
Federal Sources	6,154	-	497,064	-	2,488,452
Interest	8	-	35	-	1,264
TOTAL REVENUES	7,800	21,287	497,099	497,099	4,703,412
EXPENDITURES					
Salaries and Benefits	-	15,826	313,014	-	2,749,784
Purchased Services	6,784	1,851	130,069	-	1,032,092
Supplies and Materials	-	-	30,263	-	435,704
Capital Outlay	-	3,610	13,035	-	95,755
Other Objects	-	-	10,687	-	313,524
TOTAL EXPENDITURES	6,784	21,287	497,068	497,068	4,626,859
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,016	-	31	31	76,553
OTHER SOURCES (USES) OF FINANCIAL RESOURCES					
Transfers in	-	-	-	-	-
Transfers out	-	-	(31)	-	(468)
Net Other Sources (Uses) Of Financial Resources	-	-	(31)	(31)	(468)
FUND BALANCE, BEGINNING	5,906	-	-	-	631,305
FUND BALANCE, ENDING	\$ 6,922	\$ -	\$ -	\$ -	\$ 707,390

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 MCKINNEY EDUCATION FOR HOMELESS CHILDREN
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	56,000	56,000	-
Interest	-	4	4
TOTAL REVENUES	<u>56,000</u>	<u>56,004</u>	<u>4</u>
EXPENDITURES:			
Salaries and Benefits	42,864	42,124	(740)
Purchased Services	5,236	5,958	722
Supplies and Materials	7,900	7,919	19
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>56,000</u>	<u>56,001</u>	<u>1</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(5)	(5)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(5)</u>	<u>(5)</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>(2)</u>	<u>(2)</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>2</u>	<u>2</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE I SCHOOL IMPROVEMENT AND ACCOUNTABILITY
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	1,618,410	760,763	(857,647)
Interest	-	-	-
TOTAL REVENUES	<u>1,618,410</u>	<u>760,763</u>	<u>(857,647)</u>
EXPENDITURES:			
Salaries and Benefits	269,361	207,188	(62,173)
Purchased Services	822,404	273,959	(548,445)
Supplies and Materials	522,645	118,130	(404,515)
Capital Outlay	-	3,682	3,682
Other Objects	4,000	157,804	153,804
TOTAL EXPENDITURES	<u>1,618,410</u>	<u>760,763</u>	<u>(857,647)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE II - TEACHER QUALITY-LEADERSHIP GRANT
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	187,909	94,915	(92,994)
Interest	-	75	75
	<u>187,909</u>	<u>94,990</u>	<u>(92,919)</u>
TOTAL REVENUES			
EXPENDITURES:			
Salaries and Benefits	26,088	25,034	(1,054)
Purchased Services	36,785	33,086	(3,699)
Supplies and Materials	87,300	5,020	(82,280)
Capital Outlay	-	-	-
Other Objects	37,736	31,775	(5,961)
	<u>187,909</u>	<u>94,915</u>	<u>(92,994)</u>
TOTAL EXPENDITURES			
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(75)	(75)
	<u>-</u>	<u>(75)</u>	<u>(75)</u>
TOTAL OTHER FINANCING SOURCES AND USES			
	<u>-</u>	<u>(75)</u>	<u>(75)</u>
NET CHANGE IN FUND BALANCES			
	-	-	-
FUND BALANCE - BEGINNING			
	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING			
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 TRUANTS ALTERNATIVE/OPTIONAL EDUCATION PROGRAM
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	551,748	548,240	(3,508)
Federal	-	-	-
Interest	-	67	67
TOTAL REVENUES	<u>551,748</u>	<u>548,307</u>	<u>(3,441)</u>
EXPENDITURES:			
Salaries and Benefits	502,443	502,116	(327)
Purchased Services	35,905	37,526	1,621
Supplies and Materials	13,400	8,613	(4,787)
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>551,748</u>	<u>548,255</u>	<u>(3,493)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(52)	(52)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(52)</u>	<u>(52)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 STANDARDS AND ASSESSMENT COORDINATION SERVICES
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	305,000	236,665	(68,335)
Federal	-	-	-
Interest	-	72	72
TOTAL REVENUES	<u>305,000</u>	<u>236,737</u>	<u>(68,263)</u>
EXPENDITURES:			
Salaries and Benefits	48,559	55,386	6,827
Purchased Services	54,100	60,373	6,273
Supplies and Materials	8,081	16,739	8,658
Capital Outlay	194,260	-	(194,260)
Other Objects	-	104,180	104,180
TOTAL EXPENDITURES	<u>305,000</u>	<u>236,678</u>	<u>(68,322)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(59)	(59)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(59)</u>	<u>(59)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE I - READING FIRST
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	57,260	38,297	(18,963)
Interest	-	19	19
TOTAL REVENUES	57,260	38,316	(18,944)
EXPENDITURES:			
Salaries and Benefits	-	2,249	2,249
Purchased Services	31,744	19,321	(12,423)
Supplies and Materials	25,516	16,727	(8,789)
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	57,260	38,297	(18,963)
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(19)	(19)
TOTAL OTHER FINANCING SOURCES AND USES	-	(19)	(19)
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE V INNOVATIVE PROGRAMS
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	50,000	42,186	(7,814)
Interest	-	6	6
TOTAL REVENUES	<u>50,000</u>	<u>42,192</u>	<u>(7,808)</u>
EXPENDITURES:			
Salaries and Benefits	-	-	-
Purchased Services	11,000	7,500	(3,500)
Supplies and Materials	12,907	8,155	(4,752)
Capital Outlay	26,093	26,537	444
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>50,000</u>	<u>42,192</u>	<u>(7,808)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 IDEA PART B - POSITIVE BEHAVIOR INTERVENTION SERVICES
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	48,077	48,077	-
Interest	-	2	2
TOTAL REVENUES	<u>48,077</u>	<u>48,079</u>	<u>2</u>
EXPENDITURES:			
Salaries and Benefits	34,007	34,367	360
Purchased Services	8,970	7,606	(1,364)
Supplies and Materials	1,500	4,021	2,521
Capital Outlay	-	-	-
Other Objects	3,600	2,083	(1,517)
TOTAL EXPENDITURES	<u>48,077</u>	<u>48,077</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(2)	(2)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(2)</u>	<u>(2)</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE I - READING FIRST TECHNICAL ASSISTANCE
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	62,949	40,432	(22,517)
Interest	-	16	16
TOTAL REVENUES	62,949	40,448	(22,501)
EXPENDITURES:			
Salaries and Benefits	825	3,928	3,103
Purchased Services	32,087	27,052	(5,035)
Supplies and Materials	30,037	9,452	(20,585)
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	62,949	40,432	(22,517)
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(16)	(16)
TOTAL OTHER FINANCING SOURCES AND USES	-	(16)	(16)
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 ADULT EDUCATION FEDERAL BASIC
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	166,719	166,719	-
Interest	-	20	20
TOTAL REVENUES	166,719	166,739	20
EXPENDITURES:			
Instruction	77,710	85,190	7,480
Social Work Services	17,309	16,168	(1,141)
Guidance Services	20,510	18,269	(2,241)
Childcare Services	1,175	30	(1,145)
Improvement of Instructional Services	8,336	8,363	27
General Administration	41,679	38,711	(2,968)
TOTAL EXPENDITURES	166,719	166,731	12
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(8)	(8)
TOTAL OTHER FINANCING SOURCES AND USES	-	(8)	(8)
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 ADULT EDUCATION STATE BASIC
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	159,228	159,228	-
Federal	-	-	-
Interest	-	7	7
TOTAL REVENUES	<u>159,228</u>	<u>159,235</u>	<u>7</u>
EXPENDITURES:			
Instruction	71,845	76,474	4,629
Social Work Services	22,877	22,253	(624)
Guidance Services	15,960	19,816	3,856
Student Transportation Services	3,750	1,605	(2,145)
Literacy Services	10,322	10,154	(168)
Childcare Services	2,825	55	(2,770)
General Administration	14,330	12,713	(1,617)
Operation & Maintenance of Plant Services	11,853	10,778	(1,075)
Workforce Coordination	5,466	5,381	(85)
TOTAL EXPENDITURES	<u>159,228</u>	<u>159,229</u>	<u>1</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(6)	(6)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(6)</u>	<u>(6)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 ADULT EDUCATION STATE PERFORMANCE
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	28,091	28,091	-
Federal	-	-	-
Interest	-	6	6
TOTAL REVENUES	28,091	28,097	6
EXPENDITURES:			
Instruction	12,641	21,322	8,681
Social Work Services	8,067	2,066	(6,001)
Improvement of Instructional Services	2,454	558	(1,896)
General Administration	2,528	2,351	(177)
Operation & Maintenance of Plant Services	2,401	1,796	(605)
TOTAL EXPENDITURES	28,091	28,093	2
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(4)	(4)
TOTAL OTHER FINANCING SOURCES AND USES	-	(4)	(4)
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 ADULT EDUCATION STATE PUBLIC ASSISTANCE
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	57,755	57,755	-
Federal	-	-	-
Interest	-	3	3
TOTAL REVENUES	<u>57,755</u>	<u>57,758</u>	<u>3</u>
EXPENDITURES:			
Instruction	25,990	32,092	6,102
Social Work Services	4,253	4,102	(151)
Guidance Services	4,094	4,068	(26)
Student Transportation Services	750	275	(475)
Literacy Services	10,445	6,965	(3,480)
Childcare Services	1,000	-	(1,000)
General Administration	5,197	4,048	(1,149)
Operation & Maintenance of Plant Services	4,278	4,458	180
Workforce Coordination	1,748	1,748	-
TOTAL EXPENDITURES	<u>57,755</u>	<u>57,756</u>	<u>1</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(2)	(2)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(2)</u>	<u>(2)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 MATH SCIENCE PARTNERSHIP ROE 41
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ 5,000	\$ 5,000	\$ -
State	-	-	-
Federal	-	-	-
Interest	-	2	2
TOTAL REVENUES	<u>5,000</u>	<u>5,002</u>	<u>2</u>
EXPENDITURES:			
Salaries and Benefits	5,000	5,000	-
Purchased Services	-	-	-
Supplies and Materials	-	-	-
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>5,000</u>	<u>5,000</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(2)	(2)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(2)</u>	<u>(2)</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 METRO EAST CONSORTIUM FOR CHILD ADVOCACY
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	217,100	185,072	(32,028)
Federal	-	-	-
Interest	-	20	20
	<u>217,100</u>	<u>185,092</u>	<u>(32,008)</u>
TOTAL REVENUES			
EXPENDITURES:			
Salaries and Benefits	119,782	106,323	(13,459)
Purchased Services	71,668	69,824	(1,844)
Supplies and Materials	21,650	5,304	(16,346)
Capital Outlay	4,000	3,624	(376)
Other Objects	-	-	-
	<u>217,100</u>	<u>185,075</u>	<u>(32,025)</u>
TOTAL EXPENDITURES			
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(17)	(17)
	<u>-</u>	<u>(17)</u>	<u>(17)</u>
TOTAL OTHER FINANCING SOURCES AND USES			
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE I - READING FIRST REGIONAL SUPPORT
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	174,480	144,332	(30,148)
Interest	-	24	24
TOTAL REVENUES	<u>174,480</u>	<u>144,356</u>	<u>(30,124)</u>
EXPENDITURES:			
Salaries and Benefits	130,780	114,111	(16,669)
Purchased Services	32,485	19,749	(12,736)
Supplies and Materials	11,215	6,820	(4,395)
Capital Outlay	-	3,652	3,652
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>174,480</u>	<u>144,332</u>	<u>(30,148)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(24)	(24)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(24)</u>	<u>(24)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO AUGUST 31, 2005)
 EDUCATION FUND ACCOUNTS
 TITLE I - READING FIRST ACADEMY ST. CLAIR
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	60,014	25,675	(34,339)
Interest	-	17	17
	<u>60,014</u>	<u>25,692</u>	<u>(34,322)</u>
TOTAL REVENUES			
EXPENDITURES:			
Salaries and Benefits	-	2,540	2,540
Purchased Services	34,640	17,372	(17,268)
Supplies and Materials	25,374	5,763	(19,611)
Capital Outlay	-	-	-
Other Objects	-	-	-
	<u>60,014</u>	<u>25,675</u>	<u>(34,339)</u>
TOTAL EXPENDITURES			
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(17)	(17)
	<u>-</u>	<u>(17)</u>	<u>(17)</u>
TOTAL OTHER FINANCING SOURCES AND USES			
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 STANDARDS ALIGNED CLASSROOMS
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	21,000	21,000	-
Interest	-	9	9
TOTAL REVENUES	<u>21,000</u>	<u>21,009</u>	<u>9</u>
EXPENDITURES:			
Salaries and Benefits	13,500	13,544	44
Purchased Services	1,000	1,353	353
Supplies and Materials	1,500	2,710	1,210
Capital Outlay	-	-	-
Other Objects	5,000	3,395	(1,605)
TOTAL EXPENDITURES	<u>21,000</u>	<u>21,002</u>	<u>2</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(7)	(7)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(7)</u>	<u>(7)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF MAY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 SEVERNS SUMMER READING
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	4,800	4,800	-
Federal	-	-	-
Interest	-	-	-
TOTAL REVENUES	<u>4,800</u>	<u>4,800</u>	<u>-</u>
EXPENDITURES:			
Personnel	800	800	-
Fringe Benefits	542	519	(23)
Supplies	230	237	7
Library and Instructional Materials	548	564	16
Transportation	2,650	2,650	-
Other	30	30	-
TOTAL EXPENDITURES	<u>4,800</u>	<u>4,800</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 SOUTHERN ILLINOIS UNIVERSITY - EDWARDSVILLE LITERACY
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	200	200	-
Interest	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	200	200	-
	<hr/>	<hr/>	<hr/>
EXPENDITURES:			
Salaries and Benefits	-	-	-
Purchased Services	-	-	-
Supplies and Materials	200	200	-
Capital Outlay	-	-	-
Other Objects	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	200	200	-
	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL OTHER FINANCING SOURCES AND USES	-	-	-
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCES	-	-	-
	<hr/>	<hr/>	<hr/>
FUND BALANCE - BEGINNING	-	-	-
	<hr/>	<hr/>	<hr/>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 NCLB TITLE IV - COMMUNITY SERVICE LEARNING
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	43,033	16,954	(26,079)
Interest	-	4	4
	<u>43,033</u>	<u>16,958</u>	<u>(26,075)</u>
TOTAL REVENUES			
EXPENDITURES:			
Salaries and Benefits	4,933	1,498	(3,435)
Purchased Services	7,068	2,526	(4,542)
Supplies and Materials	31,032	12,934	(18,098)
Capital Outlay	-	-	-
Other Objects	-	-	-
	<u>43,033</u>	<u>16,958</u>	<u>(26,075)</u>
TOTAL EXPENDITURES			
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES AND USES			
	-	-	-
NET CHANGE IN FUND BALANCES			
	-	-	-
FUND BALANCE - BEGINNING			
	-	-	-
FUND BALANCE - ENDING			
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF SEPTEMBER 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 GED TEST PILOT
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	5,500	5,500	-
Interest	-	-	-
TOTAL REVENUES	<u>5,500</u>	<u>5,500</u>	<u>-</u>
EXPENDITURES:			
Salaries and Benefits	-	-	-
Purchased Services	-	-	-
Supplies and Materials	5,500	5,500	-
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>5,500</u>	<u>5,500</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 MATH SCIENCE PARTNERSHIP ISBE
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	175,350	10,565	(164,785)
Interest	-	17	17
TOTAL REVENUES	<u>175,350</u>	<u>10,582</u>	<u>(164,768)</u>
EXPENDITURES:			
Salaries and Benefits	19,684	2,959	(16,725)
Purchased Services	128,666	3,549	(125,117)
Supplies and Materials	27,000	469	(26,531)
Capital Outlay	-	-	-
Other Objects	-	3,600	3,600
TOTAL EXPENDITURES	<u>175,350</u>	<u>10,577</u>	<u>(164,773)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(5)	(5)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(5)</u>	<u>(5)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 SCHOOL SERVICES GRANT
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	109,815	109,815	-
Federal	-	-	-
Interest	-	24	24
TOTAL REVENUES	<u>109,815</u>	<u>109,839</u>	<u>24</u>
EXPENDITURES:			
Salaries and Benefits	62,545	62,463	(82)
Purchased Services	26,195	25,091	(1,104)
Supplies and Materials	14,455	16,134	1,679
Capital Outlay	6,620	6,135	(485)
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>109,815</u>	<u>109,823</u>	<u>8</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(16)	(16)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(16)</u>	<u>(16)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 BILINGUAL EDUCATION - DOWNSTATE - T.P.I.
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ 152,598	\$ 131,618	\$ (20,980)
State	22,552	15,108	(7,444)
Federal	-	-	-
Interest	-	35	35
TOTAL REVENUES	<u>175,150</u>	<u>146,761</u>	<u>(28,389)</u>
EXPENDITURES:			
Salaries and Benefits	121,553	113,227	(8,326)
Purchased Services	29,045	28,432	(613)
Supplies and Materials	5,500	5,073	(427)
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>156,098</u>	<u>146,732</u>	<u>(9,366)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(29)	(29)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(29)</u>	<u>(29)</u>
NET CHANGE IN FUND BALANCES	19,052	-	(19,052)
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 19,052</u>	<u>\$ -</u>	<u>\$ (19,052)</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 ADDICTION PREVENTION IN TOUCH
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	133,492	133,492	-
Federal	34,600	34,513	(87)
Interest	-	15	15
TOTAL REVENUES	<u>168,092</u>	<u>168,020</u>	<u>(72)</u>
EXPENDITURES:			
Salaries and Benefits	110,809	103,686	(7,123)
Purchased Services	31,168	26,285	(4,883)
Supplies and Materials	24,115	33,380	9,265
Capital Outlay	2,000	4,654	2,654
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>168,092</u>	<u>168,005</u>	<u>(87)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(15)	(15)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(15)</u>	<u>(15)</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 DHS/OFFICE OF REHABILITATION SERVICES TRANSITION GRANT
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ 10,800	\$ 10,800	\$ -
State	10,800	10,800	-
Federal	72,449	70,903	(1,546)
Interest	-	20	20
TOTAL REVENUES	<u>94,049</u>	<u>92,523</u>	<u>(1,526)</u>
EXPENDITURES:			
Personnel Services	83,783	81,980	(1,803)
Travel	3,600	3,885	285
Other Objects	3,000	2,975	(25)
TOTAL EXPENDITURES	<u>90,383</u>	<u>88,840</u>	<u>(1,543)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(17)	(17)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(17)</u>	<u>(17)</u>
NET CHANGE IN FUND BALANCES	3,666	3,666	-
FUND BALANCE - BEGINNING	<u>24,210</u>	<u>24,210</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 27,876</u>	<u>\$ 27,876</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 ADULT EDUCATION FEDERAL BASIC/ ENGLISH LITERACY/ CIVICS
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	1,317	1,317	-
Interest	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	<u>1,317</u>	<u>1,317</u>	<u>-</u>
EXPENDITURES:			
Instruction	606	604	(2)
Guidance Services	321	323	2
Improvement of Instructional Services	66	66	-
General Administration	324	324	-
	<u>324</u>	<u>324</u>	<u>-</u>
TOTAL EXPENDITURES	<u>1,317</u>	<u>1,317</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 EVEN START
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNTS	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	175,000	175,000	-
Interest	-	13	13
TOTAL REVENUES	175,000	175,013	13
EXPENDITURES:			
Salaries and Benefits	133,368	132,938	(430)
Purchased Services	35,706	35,223	(483)
Supplies and Materials	5,926	5,413	(513)
Capital Outlay	-	1,429	1,429
Other Objects	-	-	-
TOTAL EXPENDITURES	175,000	175,003	3
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(10)	(10)
TOTAL OTHER FINANCING SOURCES AND USES	-	(10)	(10)
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 SOS FAMILY LITERACY
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	35,000	35,000	-
Federal	-	-	-
Interest	-	8	8
TOTAL REVENUES	<u>35,000</u>	<u>35,008</u>	<u>8</u>
EXPENDITURES:			
Personnel Services	21,632	21,632	-
Fringe Benefits	3,774	3,734	(40)
Travel	2,115	1,980	(135)
Supplies	1,782	1,783	1
Contractual Services	2,380	2,371	(9)
Instructional Materials	2,470	2,655	185
Other	847	847	-
TOTAL EXPENDITURES	<u>35,000</u>	<u>35,002</u>	<u>2</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(6)	(6)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(6)</u>	<u>(6)</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 SOS LITERACY AND SUPERINTENDENTS ENGAGED IN READING
 FOR THE YEAR ENDED JUNE 30, 2005

	BUDGET	ACTUAL AMOUNT	VARIANCE WITH BUDGET
REVENUES:			
Local	\$ -	\$ -	\$ -
State	60,000	60,000	-
Federal	-	-	-
Interest	-	11	11
TOTAL REVENUES	60,000	60,011	11
EXPENDITURES:			
Personnel Services	47,151	47,206	55
Fringe Benefits	11,554	11,498	(56)
Travel	300	300	-
Supplies	372	370	(2)
Instructional Materials	100	105	5
Vocational Training & Support	100	100	-
Other	423	423	-
TOTAL EXPENDITURES	60,000	60,002	2
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(9)	(9)
TOTAL OTHER FINANCING SOURCES AND USES	-	(9)	(9)
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ -

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 OLD MAN RIVER PROJECT
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	244,056	153,608	(90,448)
Interest	-	-	-
TOTAL REVENUES	<u>244,056</u>	<u>153,608</u>	<u>(90,448)</u>
EXPENDITURES:			
Salaries and Benefits	151,136	91,590	(59,546)
Purchased Services	74,880	50,899	(23,981)
Supplies and Materials	18,040	11,119	(6,921)
Capital Outlay	-	-	-
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>244,056</u>	<u>153,608</u>	<u>(90,448)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 REGIONAL SAFE SCHOOLS
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	498,744	455,228	(43,516)
Federal	-	78,278	78,278
Interest	-	696	696
TOTAL REVENUES	<u>498,744</u>	<u>534,202</u>	<u>35,458</u>
EXPENDITURES:			
Salaries and Benefits	377,815	348,149	(29,666)
Purchased Services	81,079	78,248	(2,831)
Supplies and Materials	22,850	17,210	(5,640)
Capital Outlay	17,000	18,041	1,041
Other Objects	-	-	-
TOTAL EXPENDITURES	<u>498,744</u>	<u>461,648</u>	<u>(37,096)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(15)	(15)
TOTAL OTHER FINANCING SOURCES AND USES	<u>-</u>	<u>(15)</u>	<u>(15)</u>
NET CHANGE IN FUND BALANCES	-	72,539	72,539
FUND BALANCE - BEGINNING	<u>593,233</u>	<u>593,233</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 593,233</u>	<u>\$ 665,772</u>	<u>\$ 72,539</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 JOBS FOR ILLINOIS GRADUATES CAHOKIA
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	21,287	21,287	-
Federal	-	-	-
Interest	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	21,287	21,287	-
EXPENDITURES:			
Salaries and Benefits	19,436	15,826	(3,610)
Purchased Services	1,851	1,851	-
Supplies and Materials	-	-	-
Capital Outlay	-	3,610	3,610
Other Objects	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	21,287	21,287	-
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL OTHER FINANCING SOURCES AND USES	-	-	-
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	<hr/>	<hr/>	<hr/>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 BUDGETARY COMPARISON SCHEDULE
 (FOR THE PERIOD OF JULY 1, 2004 TO JUNE 30, 2005)
 EDUCATION FUND ACCOUNTS
 FEDERAL SPECIAL EDUCATION PRESCHOOL DISCRETIONARY
 FOR THE YEAR ENDED JUNE 30, 2005

	<u>BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH BUDGET</u>
REVENUES:			
Local	\$ -	\$ -	\$ -
State	-	-	-
Federal	501,681	497,064	(4,617)
Interest	-	35	35
	<u>501,681</u>	<u>497,099</u>	<u>(4,582)</u>
TOTAL REVENUES			
EXPENDITURES:			
Salaries and Benefits	313,361	313,014	(347)
Purchased Services	134,952	130,069	(4,883)
Supplies and Materials	29,127	30,263	1,136
Capital Outlay	13,212	13,035	(177)
Other Objects	11,029	10,687	(342)
	<u>501,681</u>	<u>497,068</u>	<u>(4,613)</u>
TOTAL EXPENDITURES			
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	(31)	(31)
	<u>-</u>	<u>(31)</u>	<u>(31)</u>
TOTAL OTHER FINANCING SOURCES AND USES			
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2005

	General Education Development Fund	Bus Driver Training Fund	Supervisory Expense Fund	Total Nonmajor Special Revenue Funds
ASSETS				
Cash	\$ 48,729	\$ 7,739	\$ -	\$ 56,468
Due from other funds	2,750	-	-	2,750
Due from other governments:				
State	-	115	-	115
Total assets	<u>\$ 51,479</u>	<u>\$ 7,854</u>	<u>\$ -</u>	<u>\$ 59,333</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,848	\$ 99	\$ -	\$ 1,947
Total Liabilities	<u>1,848</u>	<u>99</u>	<u>-</u>	<u>1,947</u>
Fund balances:				
Unreserved	<u>49,631</u>	<u>7,755</u>	<u>-</u>	<u>57,386</u>
Total fund balances:	<u>49,631</u>	<u>7,755</u>	<u>-</u>	<u>57,386</u>
Total liabilities and fund balances	<u>\$ 51,479</u>	<u>\$ 7,854</u>	<u>\$ -</u>	<u>\$ 59,333</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2005

	General Education Development Fund	Bus Driver Training Fund	Supervisory Expense Fund	Total Nonmajor Special Revenue Funds
REVENUES				
Local Sources	\$ 29,346	\$ 3,784	\$ -	\$ 33,130
State Sources	-	1,555	1,000	2,555
Interest	78	10	-	88
TOTAL REVENUES	29,424	5,349	1,000	35,773
EXPENDITURES				
Salaries and Benefits	43,153	2,454	-	45,607
Purchased Services	6,701	3,739	1,000	11,440
Supplies and Materials	6,568	112	-	6,680
TOTAL EXPENDITURES	56,422	6,305	1,000	63,727
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(26,998)	(956)	-	(27,954)
FUND BALANCES, BEGINNING	76,629	8,711	-	85,340
FUND BALANCES, ENDING	\$ 49,631	\$ 7,755	\$ -	\$ 57,386

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 AGENCY FUNDS
 JUNE 30, 2005

	Distributive Fund	Employee Activity Fund	Payroll Clearing Fund	Worker's Compensation Escrow Fund	TOTALS
ASSETS					
Cash	\$ -	\$ 926	\$ 15,213	\$ 16,818	\$ 32,957
Due from ISBE	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 926</u>	<u>\$ 15,213</u>	<u>\$ 16,818</u>	<u>\$ 32,957</u>
LIABILITIES					
Accounts Payable	\$ -	\$ 926	\$ 4,710	\$ 16,818	\$ 22,454
Due to other governmental units	-	-	10,503	-	10,503
Total Liabilities	-	926	15,213	16,818	32,957
FUND BALANCES					
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 926</u>	<u>\$ 15,213</u>	<u>\$ 16,818</u>	<u>\$ 32,957</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2005

	Balance 7/1/04	Additions	Deductions	Balance 6/30/05
<u>DISTRIBUTIVE FUND</u>				
ASSETS				
Cash	\$ -	\$ 4,328,051	\$ 4,328,051	\$ -
Total Assets	\$ -	\$ 4,328,051	\$ 4,328,051	\$ -
LIABILITIES				
Due to other funds	\$ -	\$ 4,328,051	\$ 4,328,051	\$ -
Due to other governments	-	-	-	\$ -
Total Liabilities	\$ -	\$ 4,328,051	\$ 4,328,051	\$ -
 <u>EMPLOYEE ACTIVITY FUND</u>				
ASSETS				
Cash	\$ 807	\$ 623	\$ 504	\$ 926
Accounts Receivable	-	-	-	-
Total Assets	\$ 807	\$ 623	\$ 504	\$ 926
LIABILITIES				
Accounts payable	\$ 807	\$ 926	\$ 807	\$ 926
Total Liabilities	\$ 807	\$ 926	\$ 807	\$ 926
 <u>PAYROLL CLEARING FUND</u>				
ASSETS				
Cash	\$ 5,039	\$ 3,035,465	\$ 3,025,291	\$ 15,213
Accounts receivable	69	-	69	-
Total Assets	\$ 5,108	\$ 3,035,465	\$ 3,025,360	\$ 15,213
LIABILITIES				
Accounts payable	\$ 4,423	\$ 4,710	\$ 4,423	\$ 4,710
Due to other governments	685	10,503	685	10,503
Total Liabilities	\$ 5,108	\$ 15,213	\$ 5,108	\$ 15,213

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2005 (continued)

	Balance 7/1/04	Additions	Deductions	Balance 6/30/05
<u>WORKERS' COMPENSATION</u>				
<u>ESCROW FUND</u>				
ASSETS				
Cash	\$ 24,313	\$ 26,879	\$ 34,374	\$ 16,818
Total Assets	<u>\$ 24,313</u>	<u>\$ 26,879</u>	<u>\$ 34,374</u>	<u>\$ 16,818</u>
LIABILITIES				
Accounts payable	\$ 23,484	\$ 16,818	\$ 23,484	\$ 16,818
Due to other governments	829	-	829	-
Total Liabilities	<u>\$ 24,313</u>	<u>\$ 16,818</u>	<u>\$ 24,313</u>	<u>\$ 16,818</u>
 <u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash	\$ 30,159	\$ 7,391,018	\$ 7,388,220	\$ 32,957
Accounts receivable	69	-	69	-
Total Assets	<u>\$ 30,228</u>	<u>\$ 7,391,018</u>	<u>\$ 7,388,289</u>	<u>\$ 32,957</u>
LIABILITIES				
Accounts payable	\$ 28,714	\$ 22,454	\$ 28,714	\$ 22,454
Due to other funds	-	4,328,051	4,328,051	-
Due to other governments	1,514	10,503	1,514	10,503
Total Liabilities	<u>\$ 30,228</u>	<u>\$ 4,361,008</u>	<u>\$ 4,358,279</u>	<u>\$ 32,957</u>

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS
AND OTHER ENTITIES
DISTRIBUTIVE FUND
FOR THE YEAR ENDED JUNE 30, 2005

	REGIONAL OFFICE OF EDUCATION #50
GENERAL STATE AID	\$ 163,713
BUS DRIVER PERMITS	1,440
SPECIAL EDUCATION STATE GRANTS	10,800
TITLE I SCHOOL IMPROVEMENT	204,836
TITLE I RESPRO	332,437
TITLE II LEADERSHIP	104,030
TITLE I EVEN START	179,866
TITLE I READING FIRST	289,285
TITLE V	50,000
SPECIAL EDUCATION FEDERAL GRANTS	491,286
BILINGUAL EDUCATION	16,225
ADULT EDUCATION STATE GRANTS	245,074
ADULT EDUCATION FEDERAL GRANTS	168,036
ALTERNATIVE EDUCATION FOR TRUANTS	561,748
MECCA	231,678
SUPERVISORY EXPENSE	1,000
SIP OPERATIONS	99,000
SAFE SCHOOLS	395,441
HOMELESS DIRECTIVE	4,486
STATE LIBRARY GRANTS	104,500
DEPT OF REHABILITATION SERVICES	70,994
INTOUCH PROGRAM	172,836
RESPRO STATE	327,090
STATE BREAKFAST/LUNCH	262
FEDERAL LUNCH	6,017
MATH & SCIENCE PARTNERSHIP	95,971
	95,971
TOTALS	\$ 4,328,051

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Pass-through Grantor/ Program Title	CFDA Number	Project # or Contract #	Expenditures 7/1/04-6/30/05
US Department of Education			
Fund for Improvement of Education			
Old Man River Project	84.215K	R215K020113	\$ <u>153,608</u> 153,608
US Department of Education passed through			
Illinois State Board of Education			
Title II - Teacher Quality-Leadership Grant	84.367A	04-4935-SS	21,235
Title II - Teacher Quality-Leadership Grant	84.367A	05-4935-SS	<u>73,680</u>
			94,915
Even Start	84.213C	05-4335-00	175,000
National School Lunch Program	10.555	05-4210-00	6,154
Federal Special Education Preschool Discretionary	84.173A	05-4605-00	497,064 (M)
Title I - Reading First Part B SEA Funds	84.357A	04-4337-00	10,218
Title I - Reading First Part B SEA Funds	84.357A	05-4337-00	28,079
Title I - Reading First Part B SEA Funds	84.357A	04-4337-01	22,408
Title I - Reading First Part B SEA Funds	84.357A	05-4337-01	121,924
Title I - Reading First Part B SEA Funds	84.357A	04-4337-02	3,604
Title I - Reading First Part B SEA Funds	84.357A	05-4337-02	22,071
Title I - Reading First Part B SEA Funds	84.357A	04-4337-04	3,906
Title I - Reading First Part B SEA Funds	84.357A	05-4337-04	<u>36,526</u>
			248,736
Title I - School Improvement & Accountability	84.010A	04-4331-SS	35,854
Title I - School Improvement & Accountability	84.010A	05-4331-SS	<u>724,909</u>
			760,763 (M)
Title IV - Community Service	84.184C	04-4420-00	16,954
Title V - Innovative Programs - SEA Projects	84.298A	05-4105-SS	42,186
Mathematics and Science Partnership	84.366B	05-4936-00	<u>10,565</u>
			1,852,337
U.S. Department of Education passed through			
Illinois Community College Board			
Adult Education Federal Basic	84.002A	522AB	166,719
Adult Education and Family Literacy/English Literacy/Civics	84.002A	522AB	<u>1,317</u>
			168,036
U.S. Department of Education passed through			
Southern Illinois University-Edwardsville			
Adult Education Federal Basic - SIUE Literacy	84.002A	6-23313	<u>200</u>
			200
			168,236
U.S. Department of Education passed through			
Regional Office of Education # 2			
IDEA Part B - Positive Behavior Intervention Services	84.027	05-4630-00	<u>48,077</u>
			48,077
U.S. Department of Education passed through			
Illinois Department of Human Services			
DHS/Office of Rehabilitation Services Transition Grant	84.126	10C5001214	<u>70,903</u>
			70,903
U.S. Department of Education passed through			
Bond/Fayette/Effingham ROE # 3			
Standards Aligned Classroom	84.289A	05-4999-00	21,000
McKinney Education for Homeless Children	84.196A	05-4920-00	<u>56,000 (M)</u>
			77,000
U.S. Department of Health & Human Services passed			
through Illinois Department of Human Services			
Substance Abuse Prevention & Treatment Block Grant	93.959	10C5001214561	<u>34,513</u>
			34,513

The accompanying notes are an integral part of this schedule.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2005

Federal Grantor/Pass-through Grantor/ Program Title	CFDA Number	Project # or Contract #	Expenditures 7/1/04-6/30/05
U.S. Department of Health & Human Services passed through Illinois State Board of Education			
Regional Safe Schools Program (TANF)	93.558	05-3696-00	50,993
Regional Safe Schools Program General State Aid (TANF)	93.558	05-3001-93	<u>27,285</u>
			78,278
 U.S. Department of Labor passed through Illinois Literacy Resource Development Center			
Workforce Investment Act - GED Test Pilot	17.258/259/260		<u>5,500</u>
			5,500
Total Expenditures of Federal Awards			<u>\$ 2,488,452</u>

(M) Program was audited as a major program.

The accompanying notes are an integral part of this schedule.

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2005

Note 1. Reporting Entity Basis of Presentation and Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of ROE #50 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 on this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Subrecipients

Of the federal expenditures presented in this schedule, ROE #50 provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA #</u>	<u>Amount Provided to Subrecipients</u>
Title I School Improvement and Accountability	84.010A	\$157,804
Title II Teacher Quality Leadership Grant	84.367A	31,775
Math Science Partnership	84.366B	3,600
Standards Aligned Classroom	84.289A	3,195
IDEA Part B (P.B.I.S)	84.027	2,083
		<u>\$198,457</u>

Note 3. Description of Major Federal Programs

The Title I – School Improvement & Accountability Program provides support services to Title I schools that failed to make adequate yearly progress on Illinois Standards Achievement Test scores. This program was created under the No Child Left Behind Act (NCLB). The goal of NCLB is for every child to meet state academic achievement standards. Title I, Part A provides the programs and resources for disadvantaged students to meet this goal.

The McKinney Education for Homeless Children Program assists students in school enrollment by contacting homeless students in the local shelters and reaching out to the community. After students are enrolled, their attendance is monitored and assistance provided in maintaining at least a 75% average daily attendance. In addition, tutoring assistance is provided to improve school achievement. The program also enhances interagency collaboration and cooperation in dealing with the clients and their families through quarterly networking meetings.

The Federal Special Education Preschool Discretionary Program is funded through federal funds that are passed through the ISBE (IL State Board of Education) and administered by St. Clair County Regional Office of Education. Region IV serves 38 southern counties. This program provides training, consultation and resources to the early childhood community (birth – 8 years old). However, their focus is age 3-5

ST. CLAIR COUNTY REGIONAL OFFICE OF EDUCATION #50
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

children who have special needs. Services and resources are provided to both professionals and parents of young children with special needs. This is done through the lending library, workshops, and technical assistance given to school districts. The overall mission of the program is to create awareness and understanding of children with special needs. Therefore, the workshops and lending library can be utilized by anyone, not just a parent or child care provider.

Note 4. Non-Cash Assistance

Not applicable to the St. Clair County Regional Office of Education #50.

Note 5. Amount of Insurance

Not applicable to the St. Clair County Regional Office of Education #50.

Note 6. Loans or Loan Guarantees Outstanding

Not applicable to the St. Clair County Regional Office of Education #50.