

State of Illinois  
BUREAU/HENRY/STARK COUNTIES  
REGIONAL OFFICE OF EDUCATION #28  
FINANCIAL AUDIT  
(In Accordance with the Single Audit Act & OMB Circular A-133)  
For the Year Ended June 30, 2008

Performed as Special Assistant Auditors  
for the Office of the Auditor General

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

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

OFFICIALS

Regional Superintendent                      Dr. Bruce Dennison (current and during the audit period)

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

Offices are located at:

107 South State Street  
Atkinson, Illinois 61235-9788

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

COMPLIANCE REPORT SUMMARY

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

**AUDITORS' REPORTS**

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

**SUMMARY OF AUDIT FINDINGS**

<u>Number of</u>	<u>This Audit</u>	<u>Prior Audit</u>
Audit findings	1	2
Repeated audit findings	1	0
Prior recommendations implemented or not repeated	1	1

Details of the 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>	<u>Finding Type</u>
FINDINGS ( <i>GOVERNMENT AUDITING STANDARDS</i> )			
08-1	15	Controls over financial statement preparation	Material Weakness

PRIOR AUDIT FINDINGS NOT REPEATED  
(*GOVERNMENT AUDITING STANDARDS*)

07-2	18	Capitalization policy
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**EXIT CONFERENCE**

Management waived having an exit conference per a letter dated January 28, 2009. Response to the recommendation was provided by Dr. Bruce Dennison, Regional Superintendent, on January 6, 2009.

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

FINANCIAL STATEMENT REPORT

SUMMARY

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

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



## 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, each major fund, and the aggregate remaining fund information of the Bureau/Henry/Stark Counties Regional Office of Education #28, as of and for the year ended June 30, 2008, which collectively comprise the Bureau/Henry/Stark Counties Regional Office of Education #28's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Bureau/Henry/Stark Counties Regional Office of Education #28's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. 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, each major fund, and the aggregate remaining fund information of the Bureau/Henry/Stark Counties Regional Office of Education #28, as of June 30, 2008, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 5, 2009 on our consideration of Bureau/Henry/Stark Counties Regional Office of Education #28's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 19 through 22 is not a required part of the basic financial statements but is 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 Bureau/Henry/Stark Counties Regional Office of Education #28's basic financial statements. The combining and individual nonmajor fund financial statements, the Schedule of Disbursements to School District Treasurers and Other Entities and budgetary comparison schedules 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, the Schedule of Disbursements to School District Treasurers and Other Entities, budgetary comparison schedules 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.

*GINOLI & COMPANY LTD*

GINOLI & COMPANY LTD  
Certified Public Accountants

Peoria, Illinois  
February 5, 2009





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

Honorable William G. Holland  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Bureau/Henry/Stark Counties Regional Office of Education #28, as of and for the year ended June 30, 2008, which collectively comprise Bureau/Henry/Stark Counties Regional Office of Education #28's basic financial statements and have issued our report thereon dated February 5, 2009. 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 Bureau/Henry/Stark Counties Regional Office of Education #28's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements and not for the purpose of expressing our opinion on the effectiveness of Bureau/Henry/Stark Counties Regional Office of Education #28's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Bureau/Henry/Stark Counties Regional Office of Education #28's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Bureau/Henry/Stark Counties Regional Office of Education #28's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Bureau/Henry/Stark Counties Regional Office of Education #28's financial statements that is more than inconsequential will not be prevented or detected by Bureau/Henry/Stark Counties Regional Office of Education #28's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over financial reporting, 08-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Bureau/Henry/Stark Counties Regional Office of Education #28's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies, and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiency described above, we consider item 08-1 to be a material weakness.

#### Compliance and Other Matters

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

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

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.



GINOLI & COMPANY LTD  
Certified Public Accountants

Peoria, Illinois  
February 5, 2009



**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH  
MAJOR PROGRAM AND 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 Bureau/Henry/Stark Counties Regional Office of Education #28 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, 2008. The Regional Office of Education #28's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Regional Office of Education #28's management. Our responsibility is to express an opinion on the Regional Office of Education #28's compliance based on our audit.

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

In our opinion, the Bureau/Henry/Stark Counties Regional Office of Education #28 complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control Over Compliance

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

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in a more than remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, agency management, others within the 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.



GINOLI & COMPANY LTD  
Certified Public Accountants

Peoria, Illinois  
February 5, 2009

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2008

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Section I -- Summary of Auditor's Results

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**Financial Statements**

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

Internal control over financial reporting:

- Material weakness(es) identified?   X   yes        no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?        yes   X   none reported
- Noncompliance material to financial statements noted?        yes   X   no

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified?        yes   X   no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?        yes   X   none reported

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

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2008  
(CONTINUED)

Identification of major programs:

<b>CFDA Number(s)</b>	<b>Name of Federal Program or Cluster</b>
84.287C	Title IV-21st Century Community Learning Centers

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

Auditee qualified as low-risk auditee        yes   X   no

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
SECTION II - FINANCIAL STATEMENT FINDINGS  
For The Year Ended June 30, 2008

**FINDING NO. 08-1 - Controls Over Financial Statement Preparation (Repeat from 07-1)**

**Criteria/Specific Requirement:**

The Bureau/Henry/Stark Counties Regional Office of Education #28 is required to maintain a system of controls over the preparation of financial statements in accordance with generally accepted accounting principles (GAAP). Regional Office internal controls over GAAP financial reporting should include adequately trained personnel with the knowledge and expertise to prepare and/or thoroughly review GAAP financial statements to ensure that they are free of material misstatements and include all disclosures as required by the Governmental Accounting Standards Board (GASB).

**Condition:**

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

- The Regional Office did not have adequate controls over the maintenance of complete records of accounts receivable and deferred revenues.
- Numerous adjustments were required to present financial statements in accordance with generally accepted accounting principles.

**Effect:**

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

**Cause:**

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

**Recommendation:**

As part of its internal control over the preparation of its financial statements, including disclosures, the Regional Office of Education #28 should implement a comprehensive preparation and /or review procedure to ensure that the financial statements, including note disclosures, are complete and accurate. Such procedures should be performed by a properly trained individual(s) possessing a thorough understanding of applicable generally accepted accounting principles, GASB pronouncements, and knowledge of the Regional Office of Education's activities and operations.

**Management's Response:**

The Regional Office of Education will continue to maintain its accounting records on the cash basis for receipts and the accrual basis for disbursements, as it historically has done. At the present time, the additional cost to the Regional Office of hiring and training additional staff or contracting the service outweighs the benefits. The Regional Superintendent and Assistant Regional Superintendent will review financial transactions and financial reports on a periodic basis. The Regional Office will review, approve, and accept responsibility for the financial statements and related items. If additional financial resources are made available through the State of Illinois, the Regional Office will consider seeking the services of an accountant to review the financial statements and related disclosures for completeness and accuracy.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
SECTION III - FEDERAL AWARD FINDINGS  
For The Year Ended June 30, 2008

There were no findings for the fiscal year ended June 30, 2008.



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
JUNE 30, 2008

Corrective Action Plan

**Finding No: 08-1**

**Condition:**

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

- The Regional Office did not have adequate controls over the maintenance of complete records of accounts receivable and deferred revenues.
- Numerous adjustments were required to present financial statements in accordance with generally accepted accounting principles.

**Corrective Action Plan:**

The Regional Office of Education will continue to maintain its accounting records on the cash basis for receipts and the accrual basis for disbursements, as it historically has done. At the present time, the additional cost to the Regional Office of hiring and training additional staff or contracting the service outweighs the benefits. The Regional Superintendent and Assistant Regional Superintendent will review financial transactions and financial reports on a periodic basis. The Regional Office will review, approve, and accept responsibility for the financial statements and related items. If additional financial resources are made available through the State of Illinois, the Regional Office will consider seeking the services of an accountant to review the financial statements and related disclosures for completeness and accuracy.

**Anticipated Completion Date:**

Not determined

**Contact Person:**

Dr. Bruce Dennison, Regional Superintendent

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
SUMMARY SCHEDULE OF PRIOR YEAR'S FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2008

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
07-1	Controls over financial statement preparation	Repeated
07-2	Capitalization policy	Not Repeated

MANAGEMENT'S DISCUSSION AND ANALYSIS

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2008

The Regional Office of Education #28 for the Counties of Bureau, Henry and Stark provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2008. Readers are encouraged to consider this information in conjunction with the Regional Office's financial statements which follow.

**2008 Financial Highlights**

- Within the Governmental Funds;
  - The General Fund revenue increased in fiscal year 2008 over fiscal year 2007 by \$403,508 to \$1,168,161, from \$764,653.
  - The General Fund expenditures increased in fiscal year 2008 over fiscal year 2007 by \$402,179 to \$1,154,462, from \$752,283.
  
- Within the Governmental Funds;
  - The Special Revenue Funds revenue increased in fiscal year 2008 over fiscal year 2007 by \$98,518 to \$1,517,208, from \$1,418,690.
  - The Special Revenue Funds expenditures increased fiscal 2008 over fiscal year 2007 by \$70,261 to \$1,505,650, from \$1,435,389.
  
- Within the Governmental Funds;
  - The General Fund balance increased in fiscal year 2008 over fiscal year 2007 by \$6,218 to \$189,439, from \$183,221.
  - The Special Revenue Funds fund balance increased in fiscal year 2008 over fiscal year 2007 by \$19,039 to \$26,186, from \$7,147.

**Using This Report**

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

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2008

**Reporting the Office as a Whole**

The Statement of Net Assets and the Statement of Activities

The Government-wide statements report information about the Regional Office of Education #28 as a whole. The Statement of Net Assets includes all of the assets and liabilities. All of the current year revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid, using accounting methods similar to those used by private-sector companies.

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

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

The Government-wide financial statements present all of the Office's activities as governmental activities. Local, state and federal aid finances most of these activities.

The fund financial statements provide detailed information about the Regional Office's funds, focusing on its most significant or "major" funds. Funds are accounting devices which allow the tracking of specific sources of funding and spending on particular programs. Some funds are required by state law. The Regional Office of Education #28 established other funds to control and manage money for particular purposes.

The Office has two types of funds:

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

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

- 2) Fiduciary funds are used to account for assets held by the Regional Office of Education #28 in a trust capacity or as an agent for individual and private or governmental organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

**Office-Wide Financial Analysis**

As noted earlier, net assets may serve when examined over time as one indicator of the financial position of the Regional Office. The Total Net Assets can be summarized as follows: FY07 - \$298,055, FY08 - \$321,610. The analysis that follows provides a comparison of the Office's net assets for the governmental funds:

**BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2008**

**CONDENSED STATEMENT OF NET ASSETS  
GOVERNMENTAL ACTIVITIES**

	<u>FY08</u>	<u>FY07</u>
Current Assets	\$ 1,437,718	\$ 1,197,594
Capital Assets, Net	<u>105,985</u>	<u>107,687</u>
<b>Total Assets</b>	<b>\$ 1,543,703</b>	<b>\$ 1,305,281</b>
Current Liabilities	<u>1,222,093</u>	<u>1,007,226</u>
Total Liabilities	<u>\$ 1,222,093</u>	<u>\$ 1,007,226</u>
<b>Net Assets</b>		
Invested in Capital Assets, net of related debt	\$ 105,985	\$ 107,687
Unrestricted	209,801	184,914
Restricted for teacher prof. development	<u>5,824</u>	<u>5,454</u>
<b>Total Net Assets</b>	<b><u>\$ 321,610</u></b>	<b><u>\$ 298,055</u></b>

The Regional Office of Education's net assets increased by \$3,120 in fiscal year 2007, and \$23,555 in fiscal year 2008. Net assets increased by \$3,120 in fiscal year 2007, and further increased in fiscal year 2008 to \$321,610.

The following analysis shows the changes in net assets for the year ended June 30, 2008:

**CHANGES IN NET ASSETS  
Governmental Activities**

	<u>FY08</u>	<u>FY07</u>
<b>Revenues:</b>		
Program Revenues:		
Operating grants and contributions	\$ 1,330,303	\$ 1,198,380
Capital grants and contributions	<u>1,256</u>	<u>1,260</u>
	<b>\$ 1,331,559</b>	<b>\$ 1,199,640</b>
General Revenues		
Local sources	262,258	118,645
State sources	129,137	194,212
Investment income	18,810	18,027
On-behalf payments- State/Local	<u>943,605</u>	<u>652,819</u>
Total Revenues	<u>\$ 2,685,369</u>	<u>\$ 2,183,343</u>
<b>Expenses:</b>		
Program Expenses:		
Purchased services	\$ 253,485	\$ 265,076
Supplies and Materials	107,387	65,368
Payments to other governments	1,333,987	1,172,837
Depreciation expense	23,350	24,123
Administrative Expenses:		
On-behalf payments-State/Local	<u>943,605</u>	<u>652,819</u>
Total Expenses	<u>\$ 2,661,814</u>	<u>\$ 2,180,223</u>
Increase (Decrease) in Net Assets	\$ 23,555	\$ 3,120
Net Assets beginning of year	<u>298,055</u>	<u>294,935</u>
Net Assets end of year	<b><u>\$ 321,610</u></b>	<b><u>\$ 298,055</u></b>

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2008

**Financial Analysis of the Regional Office of Education #28 Funds**

Revenues for governmental activities were \$2,685,369 and \$2,183,343 for fiscal years 2008 and 2007, respectively. Expenditures were \$2,661,814 and \$2,180,223 for fiscal years 2008 and 2007, respectively. As previously noted, the Regional Office of Education #28 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Office's Governmental Funds reported combined fund balances of \$215,625 and \$190,368 for fiscal years 2008 and 2007.

The fiscal year 2008 increase in revenues was due primarily to increased state sources, with a proportionate increase in expenditures.

**Budgetary Highlights:**

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

**Capital Assets**

Capital Assets of the Regional Office of Education #28 include office equipment, computers, audio-visual equipment and office furniture. The Regional Office of Education #28 maintains an inventory of capital assets. In addition, the Regional Office of Education #28 has adopted a depreciation schedule which reflects the level of Net Governmental Activities Capital Assets of \$105,985 for fiscal year 2008. More detailed information about capital assets is available in Notes to the Financial Statements.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

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

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

**Contacting the Regional Office's Financial Management**

This financial report is designed to provide the Regional Offices' citizens, taxpayers, clients, and other constituents with a general overview of its finances and to demonstrate the accountability for the money it receives. If the reader has questions concerning this report or needs additional information, please contact the Regional Superintendent of the Regional Office of Education #28 at 107 South State Street, Atkinson, IL 61235.

## BASIC FINANCIAL STATEMENTS



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION # 28  
STATEMENT OF NET ASSETS  
JUNE 30, 2008

<u>ASSETS</u>	<u>Primary Government Governmental Activities</u>
Current Assets:	
Cash	\$ 1,415,903
Investments	3,026
Due from other governments:	
State	18,789
Federal	-
	-
Total Current Assets	\$ 1,437,718
Noncurrent Assets:	
Capital assets, being depreciated, net	\$ 105,985
Total Assets	\$ 1,543,703
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts payable	\$ 70,489
Due to other governments:	
Local	39,265
State	-
Deferred revenue	1,112,339
Total Current Liabilities	\$ 1,222,093
<u>NET ASSETS</u>	
Investment in capital assets, net of related debt	\$ 105,985
Unrestricted	209,801
Restricted for teacher professional development	5,824
Total Net Assets	\$ 321,610

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION # 28  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2008

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
	<u>Expenses</u>	<u>Operating</u>	<u>Capital</u>	Primary Government	
		<u>Contributions</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Governmental</u>
Primary government:					
Governmental activities:					
Instructional services:					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -
Employee benefits	-	-	-	-	-
Purchased services	253,485	190,175	-	(63,310)	(63,310)
Supplies and materials	107,387	73,032	-	(34,355)	(34,355)
Capital outlay	-	-	1,256	1,256	1,256
Other objects	-	419	-	419	419
Payments to other governmental units	1,333,987	1,066,677	-	(267,310)	(267,310)
Depreciation expense	23,350	-	-	(23,350)	(23,350)
Administrative:					
On-behalf payments	943,605	-	-	(943,605)	(943,605)
 Total primary government	 \$2,661,814	 \$ 1,330,303	 \$ 1,256	 \$(1,330,255)	 \$(1,330,255)
General Revenues:					
Local sources				\$ 262,258	\$ 262,258
State sources				129,137	129,137
Investment income				18,810	18,810
On-behalf payments				943,605	943,605
Total general revenues				\$ 1,353,810	\$ 1,353,810
CHANGE IN NET ASSETS				\$ 23,555	\$ 23,555
NET ASSETS, BEGINNING OF YEAR				298,055	298,055
NET ASSETS, END OF YEAR				\$ 321,610	\$ 321,610

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
BALANCE SHEET-GOVERNMENTAL FUNDS  
JUNE 30, 2008

<u>ASSETS</u>	<u>General</u> <u>Fund</u>	<u>Education</u> <u>Fund</u>	<u>Nonmajor</u> <u>Funds</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
Cash	\$ 133,046	\$ 1,195,620	\$ 87,237	\$ 1,415,903
Investments	3,026	-	-	3,026
Due from other funds	69,082	-	440	69,522
Due from other governmental units	-	18,789	-	18,789
<hr/>				
Total Assets	<u>\$ 205,154</u>	<u>\$ 1,214,409</u>	<u>\$ 87,677</u>	<u>\$ 1,507,240</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 15,275	\$ 55,214	\$ -	\$ 70,489
Due to other funds	440	62,019	7,063	69,522
Due to other governmental units	-	39,265	-	39,265
Deferred revenue	-	1,083,973	28,366	1,112,339
<hr/>				
Total Liabilities	<u>\$ 15,715</u>	<u>\$ 1,240,471</u>	<u>\$ 35,429</u>	<u>\$ 1,291,615</u>
<u>FUND BALANCES</u>				
Unreserved, reported in:				
General fund	\$ 189,439	\$ -	\$ -	\$ 189,439
Special revenue funds (Deficit)	-	(26,062)	52,248	26,186
<hr/>				
Total Fund Balances (Deficit)	<u>\$ 189,439</u>	<u>\$ (26,062)</u>	<u>\$ 52,248</u>	<u>\$ 215,625</u>
Total Liabilities and Fund Balances	<u>\$ 205,154</u>	<u>\$ 1,214,409</u>	<u>\$ 87,677</u>	<u>\$ 1,507,240</u>

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION # 28  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO  
THE STATEMENT OF NET ASSETS  
JUNE 30, 2008

Total fund balances-governmental funds	\$	215,625
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Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore are not reported in the government funds.	105,985
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Net assets of governmental activities	\$	321,610
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The notes to the financial statements are an integral part of this statement.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2008

	General Fund	Education Fund	Nonmajor Funds	Total Governmental Funds
REVENUES:				
Local sources	\$ 142,766	\$ 115,572	\$ 22,730	\$ 281,068
State sources	81,790	587,269	3,600	672,659
Federal sources	-	788,037	-	788,037
On-behalf payments	943,605	-	-	943,605
Total Revenues	<u>\$ 1,168,161</u>	<u>\$ 1,490,878</u>	<u>\$ 26,330</u>	<u>\$ 2,685,369</u>
EXPENDITURES:				
Instructional Services:				
Salaries	\$ -	\$ -	\$ -	\$ -
Employee benefits	-	-	-	-
Purchased services	55,383	178,892	19,210	253,485
Supplies and materials	9,173	92,534	5,680	107,387
Payments to other governmental units	143,622	1,188,668	1,697	1,333,987
On-behalf payments	943,605	-	-	943,605
Capital outlay	2,679	18,969	-	21,648
Total Expenditures	<u>\$ 1,154,462</u>	<u>\$ 1,479,063</u>	<u>\$ 26,587</u>	<u>\$ 2,660,112</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 13,699	\$ 11,815	\$ (257)	\$ 25,257
OTHER FINANCING SOURCES (USES):				
Transfers in	\$ -	\$ 7,481	\$ -	\$ 7,481
Transfers out	(7,481)	-	-	(7,481)
	<u>\$ (7,481)</u>	<u>7,481</u>	<u>\$ -</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCE	\$ 6,218	\$ 19,296	\$ (257)	\$ 25,257
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	<u>183,221</u>	<u>(45,358)</u>	<u>52,505</u>	<u>190,368</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 189,439</u>	<u>\$ (26,062)</u>	<u>\$ 52,248</u>	<u>\$ 215,625</u>

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION # 28  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2008

Net change in fund balances \$ 25,257

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

Governmental funds report capital outlays as expenditures  
while governmental activities report depreciation expense to  
allocate those expenditures over the life of the assets:

Capital asset purchases capitalized	21,648
Depreciation expense	(23,350)

Change in net assets of governmental activities \$ 23,555

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

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2008

	Agency <u>Funds</u>
<u>ASSETS</u>	
Cash	\$ 16,591
Investments	-
Due from other governments	658,776
 TOTAL ASSETS	 <u>\$ 675,367</u>
 <u>LIABILITIES</u>	
Due to other governments	<u>\$ 675,367</u>
 TOTAL LIABILITIES	 <u>\$ 675,367</u>

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

The Film Library Fund is a joint agreement that has been determined to be a blended component unit. A blended component is an entity that is legally separate from the ROE, but whose operations are so intertwined with the ROE that it is, in substance, the same as the ROE. The ROE is the administrative agent for the Fund, and the Fund operates exclusively for the benefit of the ROE. The Fund is blended into the Special Revenue funds.



NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the ROE gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. On an accrual basis, revenue from grants, entitlements, and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e. general government) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include grants and contributions that are restricted to meeting the operation or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues.

**Fund Financial Statements:** The fund financial statements provide information about the ROE's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining funds are aggregated and reported in a single column.

Governmental Funds -- The Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Accounting records and reports made by ROE officials are maintained on the cash basis of accounting. Under this method, revenue is recorded when collected and expenditures are recorded when disbursements are made. For purposes of these financial statements, the accounting for all the funds has been converted to the modified accrual basis, as required by generally accepted accounting principles. Under modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

Governmental Funds - continued

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

Expenditures are recognized under the modified accrual basis of accounting when the related fund liability is incurred.

Major Funds - Generally accepted accounting principles require that the general fund be reported as a major fund and that all other governmental funds whose assets, liabilities, revenues, or expenditures exceed 10% of the total for all governmental funds also be reported as major funds. Accordingly, the ROE administers the following major governmental funds:

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

Local Fund - to account for transition monies provided by the closing of the Educational Service Region.

Interest Office Expense Fund - to account for the interest income retained by the ROE from the Distributive Fund.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

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

Educational Funds - to account for grant funds administered by the Regional Office of Education. Revenue is provided by federal and State of Illinois grant funds. A description of the ROE's Educational funds follows:

Title II Professional Development – A federal-funded program designed to bring about more effective professional development programs for teachers of core subjects.

Networking for Information – Technology conference held twice a year.

Administrators Academy – A State grant to support professional development of administrators.

Scientific Literacy – A State grant to support workshops for science and math teachers.

Special Populations – Professional development opportunities are provided for teachers and other school personnel who address educational requirements of students with special needs including special education students, high potential students, and students with physical and emotional disabilities.

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

Paraprofessional - To provide training for teacher aides.

Learning Standards – A State-funded program designed to promote the understanding and effective use of the Illinois Learning Standards.

ROE Internal Review – Money to assist schools in developing their required internal review plans.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

Career Awareness and Development – Money to support professional development to teachers in career areas.

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

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

Standard Aligned Classrooms (SAC) Special – A grant to support teacher teams working on alignment of a curriculum with standards.

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

Project Success – An organization providing services which join together community service agencies in order to benefit children.

School to Work – Mission to improve the quality and relevance of education for every student and prepare them for a personally and professionally rewarding life in the 21<sup>st</sup> century.

Bare Bones – A software program created by the Regional Office of Education for use by districts to aid schools in managing school improvement data, goals, and activities.

Learning Tech - Learning Technology Center with a main function to help districts use technology to improve students learning.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

Right Track – Program to assist at-risk youth, especially youth no longer attending school, with additional education, training, and employment opportunities.

Technology Grant – Funds to pay for technology workshops and purchase items for the office.

Language Arts – Funds to pay for Language Arts workshops.

Early Childhood -- Small contracts for professional development of early childhood teachers.

Title IV 21<sup>st</sup> Century Community Learning Centers (Projects 07, 04 and 08) – Provide academic enrichment opportunities during the extended school day and extended school year. Through academic enrichment, students will receive support in developing and mastering their reading, writing, and math skills via additional learning opportunities, tutoring, and homework support.

Early Childhood Math – Contracts for professional development of early childhood teachers.

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

Math Performance – Money for a special one time professional development summer program for math teachers.

Title IV Community Service – Grant funds to support school-based learning programs specifically for at-risk populations of suspended or expelled students housed in the Regional Safe School Program. In conjunction with the city of Geneseo and the Friends of the Hennepin Canal, students at the Rock River Cooperative Alternative School will assist in the beautification and maintenance of the ground around the canal near the school.

Title I - Reading First Part B SEA Funds (Project 02 and 00) – Funding to support all Bureau/Henry/Stark districts and grades in reading initiatives and in public workshops.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

Illinois Reading First – Funding to support DePue District #103 as it implements Reading First.

Even Start – A program to enhance family’s literacy involvement with support for children’s learning. The program is also used to break the cycle of poverty and illiteracy by improving educational opportunities for low income families.

Summer Bridges – A State legislative allocation usually not released until mid-May or June to support Kewanee, Irvine and Leepertown and other schools identified for low reading scores on the 3<sup>rd</sup> and 5<sup>th</sup> grade ISAT tests.

Scientific Literacy Mini-grant – Small grants to support professional development for science and math teachers at the building level.

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

Fine Arts - To provide instruction on cultural issues.

School Improvement - To provide state mandated services.

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

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

Bureau County Right Track Program - To fulfill the increasing need for services to Bureau County youth identified as not being successful in the educational process.

Rural Educational Achievement Program – To provide support to students in developing their reading, math and writing skills.

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

Regional Educational Support Providers - To account for reimbursements from school districts for consultant's expense.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

Kindergarten Standards - To train kindergarten teachers for the new kindergarten level learning standards established by the State of Illinois.

Migrant Education - To identify school age migrant children and link them to educational service providers.

Early Childhood Block Grant Social Emotional Learning - To train pre-K staff on the pre-K social emotional learning standards established by the State of Illinois.

System of Support - To account for reimbursements from school districts for consultant's expense.

English Language Learners - to provide professional development to teachers and administrators to better serve english language learners.

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

Science - to provide support for science teachers.

The Goals 2000 Program, Title II Leadership Program, Sci-Lit Real Math, Department of Commerce & Economic Opportunity, Tech Matters, Regular Education Initiative, and X-Type Continuing Professional Development Unit programs were all closed in fiscal 2008, and their program descriptions were excluded from the above listing.

Nonmajor Funds – All nonmajor funds are aggregated and reported in a single column. The ROE administers the following nonmajor governmental funds:

Film Library Fund - to account for the maintenance of a cooperative video co-op for the benefit of the ROE's various school districts.

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

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

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

Hearing Fund - to account for fees collected for expenditures incurred in publishing and filing petition requests.

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

All governmental funds are special revenue funds except for the General Fund. Special revenue funds are used to account for revenues from specific sources that are legally restricted to disbursements for specified purposes.

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

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

Governmental and Expendable Trust Funds – Measurement Focus

The financial statements of all governmental funds and expendable trust funds focus on the measurement of spending or “financial flow” and the determination of changes in financial position, rather than upon net income determination.



NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation and Basis of Accounting- continued

Governmental and Expendable Trust Funds - Measurement Focus - continued

This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of “available spendable resources.” Governmental fund operating statements present increases (cash receipts and other financing sources) and decreases (cash disbursements and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

C. Budget and Budgetary Accounting

The ROE does not adopt, and is not legally required to adopt, a formal budget for all revenues and expenditures of the governmental funds. Certain programs administered by the ROE are subject to budget approval by the State of Illinois. These include the General Operations Fund, Truants Alternative and Optional Education, Regional Safe Schools, Title IV - 21<sup>st</sup> Century Community Learning Centers- Projects 04, 07, and 08, Title I - Reading First Part B SEA Funds – Project 02, Even Start, Early Childhood Block Grants Pre-K and Parental Training, Early Childhood Block Grant Prevention Initiative and Parental Training, Migrant Education, Teacher Mentoring and Mentoring Pilot Program, English Language Learners, and the Film Library Fund.

D. Assets, Liabilities and Net Assets

Deposits and investments

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

Receivables and payables

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

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

D. Assets, Liabilities and Net Assets – continued

**Receivables and payables - continued**

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

**Prepaid expenses**

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

**Capital assets**

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

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

**Deferred revenue**

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

**Net assets**

In the government-wide financial statements, equity is displayed in three components as follows:

Investment in capital assets-net of depreciation – This category groups all capital assets into one component of net assets. Accumulated depreciation on these assets reduces this category.

Unrestricted net assets – This category represents the net assets of the ROE that are not restricted for any project or other purpose.

Restricted for teacher professional development - Teacher registration fees are to be used to defray expenses connected with improving the technology necessary for the efficient processing of certificates as well as any expenses incidental to teacher institutes, workshops, or meetings of a professional nature that are designed to promote the professional growth of teachers. All funds generated remain restricted until expended only on the aforementioned activities.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

E. Use of Estimates

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

NOTE 2: DEPOSITS AND INVESTMENTS

A. Deposits

The investment and deposit of ROE monies is governed by the provisions of the Illinois Revised Statutes. The ROE has policies regarding custodial credit risk for deposits.

At June 30, 2008, the carrying amount of the ROE's deposits was \$1,415,903 and the bank balances were \$3,418,291. Of these balances, \$100,000 was covered by federal depository insurance and \$3,318,291 was collateralized with securities held by the ROE's financial institution in the ROE's name.

B. Investments

The ROE 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, 2008, the ROE had investments with carrying and fair values of \$3,026.

Credit Risk

At June 30, 2008, 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 provisions of the Illinois Public Funds Investment Act 30 ILCS 235. All investments are fully collateralized.

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 states that, unless authorized specifically by the Treasurer, a minimum of 75% of its investments shall have less than one-year maturity and no investment shall exceed two years maturity.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: COMMON BANK ACCOUNT

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

NOTE 4: DUE FROM OTHER GOVERNMENTAL UNITS

Due from other governmental units consists of the following at June 30, 2008:

Due from Illinois State Board of Education for unpaid portion of various programs:	
Scientific Literacy	\$ 3,115
Title IV - 21 <sup>st</sup> Century Community Learning Centers	5,922
Title I - Reading First Part B SEA Funds	<u>9,752</u>
 Total	 <u>\$ 18,789</u>

Due from Illinois State Board of Education for unpaid portion of various programs due to Local Agencies:	
Distributive Fund --	
Transition Assistance	\$ 11,139
Special Education-Extraordinary	26,384
Special Education – Orphanage	84,027
Bilingual Education	31,399
State Free Lunch & Breakfast	4,393
School Breakfast Incentive	3,441
National Board Certification	9,000
Early Childhood	134,606
Teacher Mentoring and Mentoring Pilot Program	18,120
Children's Mental Health Partnership	69,360
Title V Innovative Programs	270
National School Lunch	15,188
School Breakfast Program	8,353
Title I - Low Income	148,547
Title I - Reading First Part B SEA	9,752
Title IV - Drug Free	3,187
21 <sup>st</sup> Century Community	11,936
Special Education - Room & Board	24,511
Title II - Teacher Quality	43,636
Technology Enhancing Education	<u>1,527</u>
 Total	 <u>\$658,776</u>
 Total due from other governments	 <u>\$677,565</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5: DUE FROM/TO OTHER FUNDS

As of June 30, 2008, the interfund account balances were as follows:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Local Fund	Hearing	\$ 440
Bus Driver Fund	Interest Office Expense	405
General Educational Development Fund	Interest Office Expense	6,658
ROE Internal Review Fund	Local	1,805
Scientific Literacy Fund	Local	5,224
Right Track Fund	Local	10,507
Summer Bridges	Local	13,082
Networking for Information	Local	5,648
Even Start	Local	2,794
SAC Special	Local	302
Project Success	Local	96
Math Performance	Local	7,497
School to Work	Local	1,322
Title IV Community Service	Local	429
Bureau County Right Track	Local	1,571
21 <sup>st</sup> Century Community Learning Centers	Local	5,922
Reading First	Local	6
Title I - Reading First Part B SEA Funds 00	Local	1,966
Early Childhood	Local	<u>3,848</u>
Total		<u>\$69,522</u>

NOTE 6: CAPITAL ASSETS

Capital asset activity during the 2008 fiscal year was as follows:

	<u>Balance</u> <u>07-01-07</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>06-30-08</u>
Equipment	\$ 290,666	\$ 21,648	-	\$ 312,314
Videos	78,523	-	-	78,523
Less accumulated depreciation	<u>(261,502)</u>	<u>(23,350)</u>	<u>-</u>	<u>(284,852)</u>
Total	<u>\$ 107,687</u>	<u>\$ ( 1,702)</u>	<u>-</u>	<u>\$ 105,985</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7: DUE TO OTHER GOVERNMENTAL UNITS

Due to other governmental units consists of the following at June 30, 2008:

<u>Due To</u>	<u>Due From</u>	<u>Amount</u>
Various school districts and agencies	Distributive	\$675,367
Bureau County	Salary	39,265

NOTE 8: DEFICIT FUND BALANCES

The following funds have deficit fund balances at June 30, 2008:

<u>Fund</u>	<u>Balance</u>
Networking for Information	\$ (5,623)
SAC Special	(302)
Project Success	(96)
School to Work	(1,321)
Right Track	(14,285)
Title I - Reading First Part B SEA Funds Project 00	(6)
Early Childhood	(4,031)
Title IV – Community Service	(429)
Even Start	(3,027)
Summer Bridges	(13,921)
Bureau County Right Track	(1,571)
General Educational Development	(5,002)

NOTE 9: EMPLOYEE BENEFIT PLAN

The ROE's employees are covered under the Illinois Municipal Retirement Fund. Contributions to the Fund are made by Bureau/Henry/Stark Counties on behalf of the Bureau/Henry/Stark Counties Regional Office of Education #28 employees.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 9: EMPLOYEE BENEFIT PLAN - continued

Bureau/Henry/Stark Counties is a participating member of the Illinois Municipal Retirement Fund whose coverage includes all ROE employees who:

- a. Occupy a job normally requiring 1,000 hours or more per year;
- b. Are paid on a regular payroll from County or ROE funds;
- c. Were under age sixty when first entering employment; and
- d. Are not covered by another state created retirement system for the same service.

Employees not qualifying above are considered as “nonparticipating employees” and are covered under Social Security.

The Superintendent and the Assistant Regional Superintendent of Bureau/Henry/Stark Counties Regional Office of Education #28 are paid by the State of Illinois. The other employees of the ROE’s office are employed and paid by Henry County. Bureau/Henry/Stark Counties Regional Office of Education #28 has no separate employee retirement plan.

NOTE 10: ON-BEHALF PAYMENTS

The following 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:

Regional Superintendent salary	\$101,218
Regional Superintendent benefits (includes state paid insurance)	20,454
Assistant Regional Superintendent salary	90,963
Assistant Regional Superintendent benefits (includes state paid insurance)	<u>22,325</u>
 Total	 <u>\$234,960</u>

The following salary and benefit data for other employees of the ROE was calculated based on data provided by Bureau, Henry, and Stark Counties:

Salaries	\$568,832
Benefits	<u>139,813</u>
 Total	 <u>\$708,645</u>

The total of on-behalf payments shown above of \$943,605 are reported as revenues and expenditures in the General Fund.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 11: RISK MANAGEMENT

The Regional Office of Education #28 is exposed to various risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Regional Office has purchased various insurance policies to safeguard its assets from risk of loss. Insurance coverage appears to be consistent with prior years. During the year ended June 30, 2008 and the two previous fiscal years, no settlement exceeded insurance coverage.

NOTE 12: NEW ACCOUNTING PRONOUNCEMENTS

Effective June 30, 2008, the ROE adopted Governmental Accounting Standards Board Statement No. 48, Sale and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues. There was no impact on the ROE's financial statements as a result of adopting this statement.

Effective June 30, 2008, the ROE adopted Governmental Accounting Standards Board Statement No. 50, Pension Disclosures-an amendment of GASB Statements No. 25 and 27. There was no impact on the ROE's financial statements as a result of adopting this statement.

NOTE 13: USE OF FUNDING SOURCES

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

NOTE 14: TRANSFERS

The Goals 2000 Program, Title II Leadership Program, Sci-Lit Real Math, Department of Commerce & Economic Opportunity, Tech Matters, Regular Education Initiative, and X-Type Continuing Professional Development Unit programs were all closed in fiscal 2008. The Due To Other Funds account balance for each fund was closed out by a transfer to the Local Fund.



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS  
 GENERAL FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	<u>General Operations</u>	<u>Local</u>	<u>Interest Office Expense</u>	<u>Total</u>
Cash	\$ 73,674	\$ 17,734	\$41,638	\$133,046
Investments	-	-	3,026	3,026
Due from other funds	-	62,019	7,063	69,082
Due from other governments	-	-	-	-
	<hr/>			
Total Assets	\$ 73,674	\$ 79,753	\$51,727	\$205,154
	<hr/> <hr/>			
 <u>LIABILITIES AND FUND BALANCES</u>				
 LIABILITIES:				
Accounts payable	\$ 15,275	\$ -	\$ -	\$ 15,275
Due to other funds	-	440	-	440
	<hr/>			
Total Liabilities	\$ 15,275	\$ 440	\$ -	\$ 15,715
	<hr/>			
 FUND BALANCES:				
Fund balances:				
Unreserved	\$ 58,399	\$ 79,313	\$51,727	\$189,439
Reserved	-	-	-	-
	<hr/>			
Total Fund Balances	\$ 58,399	\$ 79,313	\$51,727	\$189,439
	<hr/>			
Total Liabilities and Fund Balances	\$ 73,674	\$ 79,753	\$51,727	\$205,154
	<hr/> <hr/>			

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 GENERAL FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	<u>General Operations</u>	<u>Local</u>	<u>Interest Office Expense</u>	<u>Total</u>
REVENUES:				
Local sources	\$ 120,686	\$ 1,615	\$ 20,465	\$ 142,766
State sources	81,790	-	-	81,790
On-behalf payments	943,605	-	-	943,605
<hr/>				
Total Revenues	\$ 1,146,081	\$ 1,615	\$ 20,465	\$ 1,168,161
<hr/>				
EXPENDITURES:				
Purchased services	\$ 29,053	\$ 11,195	\$ 15,135	\$ 55,383
Supplies and materials	9,173	-	-	9,173
Payments to other governmental units	143,622	-	-	143,622
Capital outlay	2,679	-	-	2,679
On-behalf payments	943,605	-	-	943,605
<hr/>				
Total Expenditures	\$ 1,128,132	\$ 11,195	\$ 15,135	\$ 1,154,462
<hr/>				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 17,949	\$ (9,580)	\$ 5,330	\$ 13,699
<hr/>				
OTHER FINANCING SOURCES (USES):				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	(7,481)	-	(7,481)
	<u>\$ -</u>	<u>\$ (7,481)</u>	<u>\$ -</u>	<u>\$ (7,481)</u>
<hr/>				
NET CHANGE IN FUND BALANCE	\$ 17,949	\$ (17,061)	\$ 5,330	\$ 6,218
FUND BALANCES, BEGINNING OF YEAR	40,450	96,374	46,397	183,221
FUND BALANCES, END OF YEAR	<u>\$ 58,399</u>	<u>\$ 79,313</u>	<u>\$ 51,727</u>	<u>\$ 189,439</u>

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULE  
 GENERAL FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	<u>General Operations Fund</u>			Variance Positive (Negative)
	<u>Budgeted Amounts</u>		Actual Amounts	
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Local sources	\$ -	\$ -	\$ 120,686	\$ 120,686
State sources	81,790	81,790	81,790	-
Federal sources	-	-	-	-
On-behalf payments	943,605	943,605	943,605	-
				-
Total Revenues	<u>\$ 1,025,395</u>	<u>\$ 1,025,395</u>	<u>\$ 1,146,081</u>	<u>\$ 120,686</u>
EXPENDITURES:				
Purchased services	\$ 11,000	\$ 11,000	\$ 29,053	\$ (18,053)
Supplies and materials	7,500	7,500	9,173	(1,673)
Capital outlay	1,500	1,500	2,679	(1,179)
Other objects	500	500	-	500
Payments to other governmental units	61,290	61,290	143,622	(82,332)
On-behalf payments	943,605	943,605	943,605	-
Total Expenditures	<u>\$ 1,025,395</u>	<u>\$ 1,025,395</u>	<u>\$ 1,128,132</u>	<u>\$ (102,737)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,949</u>	<u>\$ 17,949</u>
FUND BALANCES , BEGINNING OF YEAR			<u>40,450</u>	
FUND BALANCES , END OF YEAR			<u>\$ 58,399</u>	

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	<u>Goals 2000</u>	<u>Title II Professional Development</u>	<u>Networking For Information</u>	<u>Administrators Academy</u>	<u>Scientific Literacy</u>	<u>Special Populations</u>	<u>Truant Alternative/ Optional Ed. Program</u>
Cash	\$ -	\$ 4,467	\$ 7,198	\$ 82,467	\$ 8,757	\$ 20,421	\$ 11,752
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	3,115	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 4,467</b>	<b>\$ 7,198</b>	<b>\$ 82,467</b>	<b>\$ 11,872</b>	<b>\$ 20,421</b>	<b>\$ 11,752</b>
 <u>LIABILITIES</u>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,735
Due to other funds	-	-	5,648	-	5,224	-	-
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenue	-	4,467	7,173	82,467	6,648	20,421	993
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ 4,467</b>	<b>\$ 12,821</b>	<b>\$ 82,467</b>	<b>\$ 11,872</b>	<b>\$ 20,421</b>	<b>\$ 11,728</b>
 <u>FUND BALANCES</u>							
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)							
Designated	-	-	(5,623)	-	-	-	24
Undesignated	-	-	-	-	-	-	-
<b>Total Fund Balances(Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (5,623)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 24</b>
 <b>Total Liabilities and Fund Balances</b>	 <b>\$ -</b>	 <b>\$ 4,467</b>	 <b>\$ 7,198</b>	 <b>\$ 82,467</b>	 <b>\$ 11,872</b>	 <b>\$ 20,421</b>	 <b>\$ 11,752</b>

(Continued - 1.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	<u>Para- Professional</u>	<u>Title II Leadership</u>	<u>Learning Standards</u>	<u>ROE Internal Review</u>	<u>Career Awareness and Development</u>	<u>Regional Safe Schools</u>	<u>Sci-Lit Real Math</u>	<u>Salary</u>
Cash	\$ 4,416	\$ -	\$ 1,860	\$ 2,246	\$ 1,701	\$ 221,913	\$ -	\$ 39,265
Due from other funds	-	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 4,416</b>	<b>\$ -</b>	<b>\$ 1,860</b>	<b>\$ 2,246</b>	<b>\$ 1,701</b>	<b>\$ 221,913</b>	<b>\$ -</b>	<b>\$ 39,265</b>
 <u>LIABILITIES</u>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,763	\$ -	\$ -
Due to other funds	-	-	-	1,805	-	-	-	-
Due to other governmental units	-	-	-	-	-	-	-	39,265
Deferred revenue	4,416	-	1,849	441	1,701	193,080	-	-
<b>Total Liabilities</b>	<b>\$ 4,416</b>	<b>\$ -</b>	<b>\$ 1,849</b>	<b>\$ 2,246</b>	<b>\$ 1,701</b>	<b>\$ 216,843</b>	<b>\$ -</b>	<b>\$ 39,265</b>
 <u>FUND BALANCES</u>								
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)								
Designated	-	-	11	-	-	5,070	-	-
Undesignated	-	-	-	-	-	-	-	-
<b>Total Fund Balances(Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,070</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 4,416</b>	<b>\$ -</b>	<b>\$ 1,860</b>	<b>\$ 2,246</b>	<b>\$ 1,701</b>	<b>\$ 221,913</b>	<b>\$ -</b>	<b>\$ 39,265</b>

(Continued - 2.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	Standard Aligned Classrooms Special	McKinney Education for Homeless Children	Project Success	School To Work	Bare Bones	Learning Tech	Right Track
Cash	\$ 20,602	\$ 6,800	\$ -	\$ 1,322	\$ 481	\$ 11,617	\$ 4,197
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	-
Total Assets	<u>\$ 20,602</u>	<u>\$ 6,800</u>	<u>\$ -</u>	<u>\$ 1,322</u>	<u>\$ 481</u>	<u>\$ 11,617</u>	<u>\$ 4,197</u>
 <u>LIABILITIES</u>							
Accounts payable	\$ -	\$ 6,734	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	302	-	96	1,322	-	-	10,507
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenue	20,602	64	-	1,321	481	11,617	7,975
Total Liabilities	<u>\$ 20,904</u>	<u>\$ 6,798</u>	<u>\$ 96</u>	<u>\$ 2,643</u>	<u>\$ 481</u>	<u>\$ 11,617</u>	<u>\$ 18,482</u>
 <u>FUND BALANCES</u>							
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)							
Designated	(302)	2	(96)	(1,321)	-	-	(14,285)
Undesignated	-	-	-	-	-	-	-
Total Fund Balances(Deficit)	<u>\$ (302)</u>	<u>\$ 2</u>	<u>\$ (96)</u>	<u>\$ (1,321)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,285)</u>
Total Liabilities and Fund Balances	<u>\$ 20,602</u>	<u>\$ 6,800</u>	<u>\$ -</u>	<u>\$ 1,322</u>	<u>\$ 481</u>	<u>\$ 11,617</u>	<u>\$ 4,197</u>

(Continued - 3.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	Technology Grant	Language Arts	Dept of Commerce & Economic Oppty	Early Childhood	Title IV 21st Century Community Learning Centers Project 04	Title IV 21st Century Community Learning Centers Project 07
Cash	\$ 9,339	\$ 45,600	\$ -	\$ -	\$ 156,941	\$ -
Due from other funds	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	5,922
<b>Total Assets</b>	<b>\$ 9,339</b>	<b>\$ 45,600</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 156,941</b>	<b>\$ 5,922</b>
 <u>LIABILITIES</u>						
Accounts payable	\$ -	\$ 390	\$ -	\$ -	\$ 1,488	\$ -
Due to other funds	-	-	-	3,848	-	5,922
Due to other governmental units	-	-	-	-	-	-
Deferred revenue	9,339	45,210	-	183	155,453	-
<b>Total Liabilities</b>	<b>\$ 9,339</b>	<b>\$ 45,600</b>	<b>\$ -</b>	<b>\$ 4,031</b>	<b>\$ 156,941</b>	<b>\$ 5,922</b>
 <u>FUND BALANCES</u>						
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)						
Designated	-	-	-	(4,031)	-	-
Undesignated	-	-	-	-	-	-
<b>Total Fund Balances(Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (4,031)</b>	<b>\$ -</b>	<b>\$ -</b>
 Total Liabilities and Fund Balances	 <b>\$ 9,339</b>	 <b>\$ 45,600</b>	 <b>\$ -</b>	 <b>\$ -</b>	 <b>\$ 156,941</b>	 <b>\$ 5,922</b>

(Continued - 4.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	Title IV 21st Century Community Learning Centers <u>Project 08</u>	Early Childhood Math <u>Math</u>	Math <u>Math</u>	Math Performance <u>Performance</u>	Tech Matters <u>Matters</u>	Title IV Community Service <u>Service</u>	Title I Reading First Part B SEA Funds Project 02
Cash	\$ 60,229	\$ 4,024	\$ 27,149	\$ 7,497	\$ -	\$ 3	\$ -
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	9,752
<b>Total Assets</b>	<b>\$ 60,229</b>	<b>\$ 4,024</b>	<b>\$ 27,149</b>	<b>\$ 7,497</b>	<b>\$ -</b>	<b>\$ 3</b>	<b>\$ 9,752</b>
 <u>LIABILITIES</u>							
Accounts payable	\$ 3,711	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	7,497	-	429	1,966
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenue	56,518	4,024	27,149	-	-	3	-
<b>Total Liabilities</b>	<b>\$ 60,229</b>	<b>\$ 4,024</b>	<b>\$ 27,149</b>	<b>\$ 7,497</b>	<b>\$ -</b>	<b>\$ 432</b>	<b>\$ 1,966</b>
 <u>FUND BALANCES</u>							
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)							
Designated	-	-	-	-	-	(429)	7,786
Undesignated	-	-	-	-	-	-	-
<b>Total Fund Balances(Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (429)</b>	<b>\$ 7,786</b>
 Total Liabilities and Fund Balances	 <b>\$ 60,229</b>	 <b>\$ 4,024</b>	 <b>\$ 27,149</b>	 <b>\$ 7,497</b>	 <b>\$ -</b>	 <b>\$ 3</b>	 <b>\$ 9,752</b>

(Continued - 5.)

See accompanying Independent Auditors' Report.



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	Title I Reading First Part B SEA Funds Project 00	Illinois Reading First	Even Start	Summer Bridges	Scientific Literacy Mini-grant	Lab Tech	Regular Education Initiative
Cash	\$ -	\$ 10,239	\$ 1,033	\$ 13,072	\$ 4,600	\$ 41,626	\$ -
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 10,239</b>	<b>\$ 1,033</b>	<b>\$ 13,072</b>	<b>\$ 4,600</b>	<b>\$ 41,626</b>	<b>\$ -</b>
 <u>LIABILITIES</u>							
Accounts payable	\$ -	\$ -	\$ 1,266	\$ -	\$ -	\$ -	\$ -
Due to other funds	6	-	2,794	13,082	-	-	-
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenue	-	10,239	-	13,911	4,600	41,626	-
<b>Total Liabilities</b>	<b>\$ 6</b>	<b>\$ 10,239</b>	<b>\$ 4,060</b>	<b>\$ 26,993</b>	<b>\$ 4,600</b>	<b>\$ 41,626</b>	<b>\$ -</b>
 <u>FUND BALANCES</u>							
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)							
Designated	(6)	-	(3,027)	(13,921)	-	-	-
Undesignated	-	-	-	-	-	-	-
<b>Total Fund Balances(Deficit)</b>	<b>\$ (6)</b>	<b>\$ -</b>	<b>\$ (3,027)</b>	<b>\$ (13,921)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
 <b>Total Liabilities and Fund Balances</b>	 <b>\$ -</b>	 <b>\$ 10,239</b>	 <b>\$ 1,033</b>	 <b>\$ 13,072</b>	 <b>\$ 4,600</b>	 <b>\$ 41,626</b>	 <b>\$ -</b>

(Continued - 6.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	X Type Cont Prof Dev Units	Fine Arts	School Improvement	Early Childhood Block Grant Pre-K and Parental Training	Early Childhood Block Grant Prevention Initiative Parental Training	Bureau County Right Track
Cash	\$ -	\$ 19,629	\$ 23,235	\$ 22,375	\$ 10,325	\$ 1,571
Due from other funds	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 19,629</u>	<u>\$ 23,235</u>	<u>\$ 22,375</u>	<u>\$ 10,325</u>	<u>\$ 1,571</u>
<u>LIABILITIES</u>						
Accounts payable	\$ -	\$ -	\$ -	\$ 2,757	\$ -	\$ -
Due to other funds	-	-	-	-	-	1,571
Due to other governmental units	-	-	-	-	-	-
Deferred revenue	-	19,629	23,235	19,618	10,319	1,571
Total Liabilities	<u>\$ -</u>	<u>\$ 19,629</u>	<u>\$ 23,235</u>	<u>\$ 22,375</u>	<u>\$ 10,319</u>	<u>\$ 3,142</u>
<u>FUND BALANCES</u>						
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)						
Designated	-	-	-	-	6	(1,571)
Undesignated	-	-	-	-	-	-
Total Fund Balances(Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ (1,571)</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 19,629</u>	<u>\$ 23,235</u>	<u>\$ 22,375</u>	<u>\$ 10,325</u>	<u>\$ 1,571</u>

(Continued - 7.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	Rural Education Achievement Program	District Services	Regional Educational Support Providers	Kindergarten Standards	Migrant Education
Cash	\$ -	\$ 108,731	\$ 18,482	\$ 934	\$ 10,502
Due from other funds	-	-	-	-	-
Due from other governmental units	-	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 108,731</u>	<u>\$ 18,482</u>	<u>\$ 934</u>	<u>\$ 10,502</u>
<u>LIABILITIES</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 451
Due to other funds	-	-	-	-	-
Due to other governmental units	-	-	-	-	-
Deferred revenue	-	103,080	18,482	934	10,051
Total Liabilities	<u>\$ -</u>	<u>\$ 103,080</u>	<u>\$ 18,482</u>	<u>\$ 934</u>	<u>\$ 10,502</u>
<u>FUND BALANCES</u>					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)					
Designated	-	5,651	-	-	-
Undesignated	-	-	-	-	-
Total Fund Balances(Deficit)	<u>\$ -</u>	<u>\$ 5,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 108,731</u>	<u>\$ 18,482</u>	<u>\$ 934</u>	<u>\$ 10,502</u>

(Continued - 8.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF ACCOUNTS - EDUCATION FUND ACCOUNTS  
JUNE 30, 2008

<u>ASSETS</u>	Early Childhood Block Grant Social Emotional <u>Learning</u>	System of Support	English Language Learners	Teacher Mentoring and Mentoring Pilot Program	Science	<u>Total</u>
Cash	\$ 18,328	\$ 425	\$ 480	\$ 124,594	\$ 3,175	\$ 1,195,620
Due from other funds	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	18,789
Total Assets	\$ 18,328	\$ 425	\$ 480	\$ 124,594	\$ 3,175	\$ 1,214,409
<u>LIABILITIES</u>						
Accounts payable	\$ -	\$ -	\$ 480	\$ 3,439	\$ -	\$ 55,214
Due to other funds	-	-	-	-	-	62,019
Due to other governmental units	-	-	-	-	-	39,265
Deferred revenue	18,328	425	-	121,155	3,175	1,083,973
Total Liabilities	\$ 18,328	\$ 425	\$ 480	\$ 124,594	\$ 3,175	\$ 1,240,471
<u>FUND BALANCES</u>						
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)						
Designated	-	-	-	-	-	(26,062)
Undesignated	-	-	-	-	-	-
Total Fund Balances(Deficit)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (26,062)
Total Liabilities and Fund Balances	\$ 18,328	\$ 425	\$ 480	\$ 124,594	\$ 3,175	\$ 1,214,409

(Concluded -9.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Goals 2000	Title II Professional Development	Networking For Information	Administrators Academy	Scientific Literacy	Special Populations
REVENUES:						
Local sources	\$ -	\$ -	\$ -	\$ 6,941	\$ -	\$ 3,505
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,941</b>	<b>\$ -</b>	<b>\$ 3,505</b>
EXPENDITURES:						
Purchased services	\$ -	\$ -	\$ -	\$ 6,494	\$ -	\$ 3,401
Supplies and materials	-	-	-	327	-	104
Capital outlay	-	-	-	-	-	-
Payments to other governmental units	-	-	-	120	-	-
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,941</b>	<b>\$ -</b>	<b>\$ 3,505</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES):						
Transfers in	\$ 1,032	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-
	<b>\$ 1,032</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
NET CHANGE IN FUND BALANCE	\$ 1,032	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(1,032)	-	(5,623)	-	-	-
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ -	\$ (5,623)	\$ -	\$ -	\$ -

(Continued - 1.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Truant Alternative/ Optional Ed. Program	Para- Professional	Title II Leadership	Learning Standards	ROE Internal Review	Career Awareness and Development
REVENUES:						
Local sources	\$ 24	\$ 3,050	\$ -	\$ 1,719	\$ -	\$ -
State sources	117,685	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Total Revenues	\$ 117,709	\$ 3,050	\$ -	\$ 1,719	\$ -	\$ -
EXPENDITURES:						
Purchased services	\$ 13,165	\$ -	\$ -	\$ 627	\$ -	\$ -
Supplies and materials	1,311	3,050	-	92	-	-
Capital outlay	-	-	-	-	-	-
Payments to other governmental units	103,209	-	-	1,000	-	-
Total Expenditures	\$ 117,685	\$ 3,050	\$ -	\$ 1,719	\$ -	\$ -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 24	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES):						
Transfers in	\$ -	\$ -	\$ 490	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-
	\$ -	\$ -	\$ 490	\$ -	\$ -	\$ -
NET CHANGE IN FUND BALANCE	\$ 24	\$ -	\$ 490	\$ -	\$ -	\$ -
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	-	-	(490)	11	-	-
FUND BALANCES (DEFICIT), END OF YEAR	\$ 24	\$ -	\$ -	\$ 11	\$ -	\$ -

(Continued - 2.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Regional Safe Schools	Sci-Lit Real Math	Salary	Standards Aligned Classrooms Special	McKinney Education for Homeless Children	Project Success
REVENUES:						
Local sources	\$ 5,070	\$ -	\$ -	\$ -	\$ 2	\$ -
State sources	284,454	-	-	-	-	-
Federal sources	-	-	-	-	28,200	-
	<hr/>					
Total Revenues	\$ 289,524	\$ -	\$ -	\$ -	\$ 28,202	\$ -
	<hr/>					
EXPENDITURES:						
Purchased services	\$ 25,433	\$ -	\$ -	\$ -	\$ 1,802	\$ -
Supplies and materials	-	-	-	-	19,488	-
Capital outlay	-	-	-	-	-	-
Payments to other governmental units	259,021	-	-	-	6,910	-
	<hr/>					
Total Expenditures	\$ 284,454	\$ -	\$ -	\$ -	\$ 28,200	\$ -
	<hr/>					
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 5,070	\$ -	\$ -	\$ -	\$ 2	\$ -
	<hr/>					
OTHER FINANCING SOURCES (USES):						
Transfers in	\$ -	\$ 4,884	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-
	<hr/>					
	\$ -	\$ 4,884	\$ -	\$ -	\$ -	\$ -
	<hr/>					
NET CHANGE IN FUND BALANCE	\$ 5,070	\$ 4,884	\$ -	\$ -	\$ 2	\$ -
	<hr/>					
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	-	(4,884)	-	(302)	-	(96)
	<hr/>					
FUND BALANCES (DEFICIT), END OF YEAR	\$ 5,070	\$ -	\$ -	\$ (302)	\$ 2	\$ (96)
	<hr/>					

(Continued - 3.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	School to Work	Bare Bones	Learning Tech	Right Track	Technology Grant	Language Arts	Dept of Commerce & Economic Oppty
REVENUES:							
Local sources	\$ -	\$-	\$ -	\$ -	\$ -	\$ 15,279	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
	<hr/>						
Total Revenues	\$ -	\$-	\$ -	\$ -	\$ -	\$ 15,279	\$ -
	<hr/>						
EXPENDITURES:							
Purchased services	\$ -	\$-	\$ -	\$ -	\$ -	\$ 13,034	\$ -
Supplies and materials	-	-	-	-	-	2,160	-
Capital outlay	-	-	-	-	-	-	-
Payments to other governmental units	-	-	-	15	-	85	-
	<hr/>						
Total Expenditures	\$ -	\$-	\$ -	\$ 15	\$ -	\$ 15,279	\$ -
	<hr/>						
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$-	\$ -	\$ (15)	\$ -	\$ -	\$ -
	<hr/>						
OTHER FINANCING SOURCES (USES):							
Transfers in	\$ -	\$-	\$ -	\$ -	\$ -	\$ -	\$ 5
Transfers out	-	-	-	-	-	-	-
	<hr/>						
NET CHANGE IN FUND BALANCE	\$ -	\$-	\$ -	\$ (15)	\$ -	\$ -	\$ 5
	<hr/>						
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(1,321)	-	-	(14,270)	-	-	(5)
	<hr/>						
FUND BALANCES (DEFICIT), END OF YEAR	\$ (1,321)	\$-	\$ -	\$ (14,285)	\$ -	\$ -	\$ -

(Continued - 4.)

See accompanying Independent Auditors' Report.



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Early Childhood	Title IV 21st Century Community Learning Centers Project 04	Title IV 21st Century Community Learning Centers Project 07	Title IV 21st Century Community Learning Centers Project 08	Early Childhood Math	Math	Math Performance
REVENUES:							
Local sources	\$ -	\$ 2,054	\$ -	\$ -	\$ -	\$ 2,178	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	269,453	170,004	193,482	-	-	-
<b>Total Revenues</b>	<b>\$ -</b>	<b>\$ 271,507</b>	<b>\$ 170,004</b>	<b>\$ 193,482</b>	<b>\$ -</b>	<b>\$ 2,178</b>	<b>\$ -</b>
EXPENDITURES:							
Purchased services	\$ -	\$ 26,923	\$ 5,436	\$ 17,847	\$ -	\$ 1,028	\$ -
Supplies and materials	-	24,068	7,085	11,544	-	1,150	-
Capital outlay	-	-	-	-	-	-	-
Payments to other governmental units	-	221,341	157,483	164,091	-	-	-
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ 272,332</b>	<b>\$ 170,004</b>	<b>\$ 193,482</b>	<b>\$ -</b>	<b>\$ 2,178</b>	<b>\$ -</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ (825)	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES):							
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ (825)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(4,031)	825	-	-	-	-	-
FUND BALANCES (DEFICIT), END OF YEAR	\$ (4,031)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued - 5.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Tech Matters	Title IV Community Service	Title I Reading First Part B SEA Funds Project 02	Title I Reading First Part B SEA Funds Project 00	Illinois Reading First	Even Start	Summer Bridges
REVENUES:							
Local sources	\$ -	\$ -	\$ 10,544	\$ -	\$ -	\$ 2	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	20,986	-	-	75,000	-
Total Revenues	\$ -	\$ -	\$ 31,530	\$ -	\$ -	\$ 75,002	\$ -
EXPENDITURES:							
Purchased services	\$ -	\$ -	\$ 5,859	\$ -	\$ -	\$ 9,725	\$ -
Supplies and materials	-	-	2,735	-	-	124	-
Capital outlay	-	-	-	-	-	-	-
Payments to other governmental units	-	-	15,150	-	-	65,386	-
Total Expenditures	\$ -	\$ -	\$ 23,744	\$ -	\$ -	\$ 75,235	\$ -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ 7,786	\$ -	\$ -	\$ (233)	\$ -
OTHER FINANCING SOURCES (USES):							
Transfers in	\$ 952	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ 952	\$ -	\$ 7,786	\$ -	\$ -	\$ (233)	\$ -
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(952)	(429)	-	(6)	-	(2,794)	(13,921)
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ (429)	\$ 7,786	\$ (6)	\$ -	\$ (3,027)	\$ (13,921)

(Continued - 6.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	Scientific Literacy Mini-grant	Lab Tech	Regular Education Initiative	X Type Cont Prof Dev Units	Fine Arts	School Improvement	Early Childhood Block Grant Pre-K and Parental Training
REVENUES:							
Local sources	\$ -	\$ 6,208	\$ -	\$ -	\$ -	\$ 552	\$ -
State sources	-	-	-	-	-	-	127,695
Federal sources	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ -</b>	<b>\$ 6,208</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 552</b>	<b>\$ 127,695</b>
EXPENDITURES:							
Purchased services	\$ -	\$ 6,145	\$ -	\$ -	\$ -	\$ 312	\$ 8,546
Supplies and materials	-	13	-	-	-	240	3,606
Capital outlay	-	-	-	-	-	-	-
Payments to other governmental units	-	50	-	-	-	-	115,543
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ 6,208</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 552</b>	<b>\$ 127,695</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES):							
Transfers in	\$ -	\$ -	\$ 117	\$ 1	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-	-
	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 117</b>	<b>\$ 1</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ 117	\$ 1	\$ -	\$ -	\$ -
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	-	-	(117)	(1)	-	-	-
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued - 7.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Early Childhood Block Grant Prevention Initiative <u>Parental Training</u>	Bureau County Right Track	Rural Education Achievement Program	District Services	Regional Educational Support Providers	Kindergarten Standards
REVENUES:						
Local sources	\$ 6	\$ -	\$ -	\$ 52,199	\$ -	\$ -
State sources	48,681	-	-	-	-	-
Federal sources	-	-	13,048	-	-	-
	<hr/>					
Total Revenues	\$ 48,687	\$ -	\$ 13,048	\$ 52,199	\$ -	\$ -
	<hr/>					
EXPENDITURES:						
Purchased services	\$ 5,518	\$ -	\$ 180	\$ 14,610	\$ -	\$ -
Supplies and materials	1,107	-	-	6,823	-	-
Capital outlay	-	-	12,868	6,101	-	-
Payments to other governmental units	42,056	-	-	24,665	-	-
	<hr/>					
Total Expenditures	\$ 48,681	\$ -	\$ 13,048	\$ 52,199	\$ -	\$ -
	<hr/>					
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 6	\$ -	\$ -	\$ -	\$ -	\$ -
	<hr/>					
OTHER FINANCING SOURCES (USES):						
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	-	-
	<hr/>					
NET CHANGE IN FUND BALANCE	\$ 6	\$ -	\$ -	\$ -	\$ -	\$ -
	<hr/>					
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	-	(1,571)	-	5,651	-	-
	<hr/>					
FUND BALANCES (DEFICIT), END OF YEAR	\$ 6	\$(1,571)	\$ -	\$ 5,651	\$ -	\$ -
	<hr/>					

(Continued - 8.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Migrant Education	Early Childhood Block Grant Social Emotional Learning	System of Support	English Language Learners	Teacher Mentoring and Mentoring Pilot Program	Science	Total
<b>REVENUES:</b>							
Local sources	\$ -	\$ 3,326	\$ -	\$ -	\$ -	\$ 2,913	\$ 115,572
State sources	-	-	-	-	8,754	-	587,269
Federal sources	12,864	-	-	5,000	-	-	788,037
<b>Total Revenues</b>	<b>\$ 12,864</b>	<b>\$ 3,326</b>	<b>\$ -</b>	<b>\$ 5,000</b>	<b>\$ 8,754</b>	<b>\$ 2,913</b>	<b>\$ 1,490,878</b>
<b>EXPENDITURES:</b>							
Purchased services	\$ 2,450	\$ 1,118	\$ -	\$ 3,067	\$ 4,397	\$ 1,775	\$ 178,892
Supplies and materials	1,353	2,208	-	53	3,439	454	92,534
Capital outlay	-	-	-	-	-	-	18,969
Payments to other governmental units	9,061	-	-	1,880	918	684	1,188,668
<b>Total Expenditures</b>	<b>\$ 12,864</b>	<b>\$ 3,326</b>	<b>\$ -</b>	<b>\$ 5,000</b>	<b>\$ 8,754</b>	<b>\$ 2,913</b>	<b>\$ 1,479,063</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11,815</b>
<b>OTHER FINANCING SOURCES (USES):</b>							
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,481
Transfers out	-	-	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,481
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 19,296</b>
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(45,358)</b>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (26,062)</b>

(Concluded - 9.)

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Truants Alternative and Optional Education Program</u>				<u>Regional Safe Schools Fund</u>			
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>			<u>Original</u>	<u>Final</u>		
REVENUES:								
Local sources	\$ -	\$ -	\$ 24	\$ 24	\$ -	\$ -	\$ 5,070	\$ 5,070
State sources	117,685	117,685	117,685	-	158,917	158,917	284,454	125,537
Federal sources	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ 117,685</b>	<b>\$ 117,685</b>	<b>\$ 117,709</b>	<b>\$ 24</b>	<b>\$ 158,917</b>	<b>\$ 158,917</b>	<b>\$ 289,524</b>	<b>\$ 130,607</b>
EXPENDITURES:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased services	18,755	18,755	13,165	5,590	25,300	25,300	25,433	(133)
Supplies and materials	1,000	1,000	1,311	(311)	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Payments to other governmental units	97,930	97,930	103,209	(5,279)	133,617	133,617	259,021	(125,404)
<b>Total Expenditures</b>	<b>\$ 117,685</b>	<b>\$ 117,685</b>	<b>\$ 117,685</b>	<b>\$ -</b>	<b>\$ 158,917</b>	<b>\$ 158,917</b>	<b>\$ 284,454</b>	<b>\$ (125,537)</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24</u>	<u>\$ (24)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,070</u>	<u>\$ 5,070</u>
FUND BALANCES (DEFICIT), BEGINNING OF YEAR			<u>-</u>				<u>-</u>	
FUND BALANCES (DEFICIT), END OF YEAR			<u>\$ 24</u>				<u>\$ 5,070</u>	

See accompanying Independent Auditors' Report.

(Continued - 1.)

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Title IV 21st Century Community Learning Centers-04				Title IV 21st Century Community Learning Centers-07			
	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final			Original	Final		
REVENUES:								
Local sources	\$ -	\$ -	\$ 2,054	\$ 2,054	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-	-
Federal sources	375,900	375,900	269,453	106,447	131,300	131,300	170,004	38,704
Total Revenues	\$ 375,900	\$ 375,900	\$ 271,507	\$ (104,393)	\$ 131,300	\$ 131,300	\$ 170,004	\$ 38,704
EXPENDITURES:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased services	33,000	33,000	26,923	6,077	6,500	6,500	5,436	1,064
Supplies and materials	13,624	13,624	24,068	(10,444)	8,307	8,307	7,085	1,222
Capital outlay	-	-	-	-	-	-	-	-
Payments to other governmental units	329,276	329,276	221,341	107,935	116,493	116,493	157,483	(40,990)
Total Expenditures	\$ 375,900	\$ 375,900	\$ 272,332	\$ 103,568	\$ 131,300	\$ 131,300	\$ 170,004	\$ (38,704)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ (825)	\$ (825)	\$ -	\$ -	\$ -	\$ -
FUND BALANCES (DEFICIT), BEGINNING OF YEAR			825				-	
FUND BALANCES (DEFICIT), END OF YEAR			\$ -				\$ -	

See accompanying Independent Auditors' Report.

(Continued - 2.)

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Title IV 21st Century Community Learning Centers-08				Title I Reading First Part B SEA Funds-02			
	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final			Original	Final		
REVENUES:								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,544	\$ 10,544
State sources	-	-	-	-	-	-	-	-
Federal sources	250,000	250,000	193,482	(56,518)	25,600	29,154	20,986	(8,168)
Total Revenues	\$ 250,000	\$ 250,000	\$ 193,482	\$ (56,518)	\$ 25,600	\$ 29,154	\$ 31,530	\$ 2,376
EXPENDITURES:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased services	14,750	14,750	17,847	(3,097)	2,794	3,294	5,859	(2,565)
Supplies and materials	9,133	9,133	11,544	(2,411)	3,000	3,354	2,735	619
Capital outlay	-	-	-	-	-	-	-	-
Payments to other governmental units	226,117	226,117	164,091	62,026	19,806	22,506	15,150	7,356
Total Expenditures	\$ 250,000	\$ 250,000	\$ 193,482	\$ 56,518	\$ 25,600	\$ 29,154	\$ 23,744	\$ 5,410
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,786	\$ 7,786
FUND BALANCES (DEFICIT), BEGINNING OF YEAR				-				-
FUND BALANCES (DEFICIT), END OF YEAR				\$ -			\$ 7,786	

See accompanying Independent Auditors' Report.

(Continued - 3.)



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Even Start</u>				<u>Early Childhood Block Grant Pre-K and Parental Training</u>			
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>			<u>Original</u>	<u>Final</u>		
REVENUES:								
Local sources	\$ -	\$ -	\$ 2	\$ 2	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	143,016	147,306	127,695	(19,611)
Federal sources	75,000	75,000	75,000	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ 75,000</b>	<b>\$ 75,000</b>	<b>\$ 75,002</b>	<b>\$ 2</b>	<b>\$ 143,016</b>	<b>\$ 147,306</b>	<b>\$ 127,695</b>	<b>\$ (19,611)</b>
EXPENDITURES:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased services	11,000	11,350	9,725	1,625	22,900	22,900	8,546	14,354
Supplies and materials	1,000	850	124	726	10,810	10,810	3,606	7,204
Capital outlay	-	-	-	-	-	-	-	-
Payments to other governmental units	63,000	62,800	65,386	(2,586)	109,306	113,596	115,543	(1,947)
<b>Total Expenditures</b>	<b>\$ 75,000</b>	<b>\$ 75,000</b>	<b>\$ 75,235</b>	<b>\$ (235)</b>	<b>\$ 143,016</b>	<b>\$ 147,306</b>	<b>\$ 127,695</b>	<b>\$ 19,611</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (233)</u>	<u>\$ (233)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES (DEFICIT), BEGINNING OF YEAR			<u>(2,794)</u>				<u>-</u>	
FUND BALANCES (DEFICIT), END OF YEAR			<u>\$ (3,027)</u>				<u>\$ -</u>	

See accompanying Independent Auditors' Report.

(Continued - 4.)

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Early Childhood Block Grant</u>				<u>Migrant Education</u>			
	<u>Prevention Initiative and Parental Training</u>							
	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
Original	Final	Original			Final			
REVENUES:								
Local sources	\$ -	\$ -	\$ 6	\$ 6	\$ -	\$ -	\$ -	\$ -
State sources	58,997	58,997	48,681	(10,316)	-	-	-	-
Federal sources	-	-	-	-	15,000	15,000	12,864	(2,136)
Total Revenues	<u>\$ 58,997</u>	<u>\$ 58,997</u>	<u>\$ 48,687</u>	<u>\$ (10,310)</u>	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 12,864</u>	<u>\$ (2,136)</u>
EXPENDITURES:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased services	7,320	7,320	5,518	1,802	3,642	3,642	2,450	1,192
Supplies and materials	4,792	4,792	1,107	3,685	500	500	1,353	(853)
Capital outlay	-	-	-	-	-	-	-	-
Payments to other governmental units	46,885	46,885	42,056	4,829	10,858	10,858	9,061	1,797
Total Expenditures	<u>\$ 58,997</u>	<u>\$ 58,997</u>	<u>\$ 48,681</u>	<u>\$ 10,316</u>	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 12,864</u>	<u>\$ 2,136</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES (DEFICIT), BEGINNING OF YEAR			<u>-</u>				<u>-</u>	
FUND BALANCES (DEFICIT), END OF YEAR			<u>\$ 6</u>				<u>\$ -</u>	

See accompanying Independent Auditors' Report.

(Continued - 5.)

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Teacher Mentoring and Mentoring Pilot Program</u>				<u>English Language Learners</u>			
	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	Original	Final			Original	Final		
REVENUES:								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	129,910	148,030	8,754	(139,276)	-	-	-	-
Federal sources	-	-	-	-	5,000	5,000	5,000	-
<b>Total Revenues</b>	<b>\$ 129,910</b>	<b>\$ 148,030</b>	<b>\$ 8,754</b>	<b>\$ (139,276)</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ -</b>
EXPENDITURES:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased services	63,130	66,880	4,397	62,483	2,970	2,970	3,067	(97)
Supplies and materials	27,165	27,165	3,439	23,726	555	555	53	502
Capital outlay	-	-	-	-	-	-	-	-
Payments to other governmental units	39,615	53,985	918	53,067	1,475	1,475	1,880	(405)
<b>Total Expenditures</b>	<b>\$ 129,910</b>	<b>\$ 148,030</b>	<b>\$ 8,754</b>	<b>\$ 139,276</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ 5,000</b>	<b>\$ -</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
FUND BALANCES (DEFICIT), BEGINNING OF YEAR			-				-	
FUND BALANCES (DEFICIT), END OF YEAR			\$ -				\$ -	

See accompanying Independent Auditors' Report.

(Concluded - 6.)

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2008

<u>ASSETS</u>	Film Library <u>Fund</u>	Institute <u>Fund</u>	General Educational Development <u>Fund</u>	Bus Driver <u>Fund</u>	Hearing <u>Fund</u>	Supervisory <u>Fund</u>	<u>Total</u>
Cash	\$ 44,147	\$ 34,214	\$ 1,656	\$ 5,900	\$ 1,109	\$ 211	\$ 87,237
Due from other funds	-	-	-	-	440	-	440
Due from other governmental units	-	-	-	-	-	-	-
	<hr/>						
Total Assets	\$ 44,147	\$ 34,214	\$ 1,656	\$ 5,900	\$ 1,549	\$ 211	\$ 87,677
	<hr/> <hr/>						
<u>LIABILITIES</u>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	6,658	405	-	-	7,063
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenue	-	28,140	-	-	226	-	28,366
	<hr/>						
Total Liabilities	\$ -	\$ 28,140	\$ 6,658	\$ 405	\$ 226	\$ -	\$ 35,429
	<hr/> <hr/>						
<u>FUND BALANCES</u>							
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (Deficit)	44,147	6,074	(5,002)	5,495	1,323	211	52,248
	<hr/>						
Total Fund Balances (Deficit)	\$ 44,147	\$ 6,074	\$ (5,002)	\$ 5,495	\$ 1,323	\$ 211	\$ 52,248
	<hr/> <hr/>						
Total Liabilities and Fund Balances	\$ 44,147	\$ 34,214	\$ 1,656	\$ 5,900	\$ 1,549	\$ 211	\$ 87,677
	<hr/> <hr/>						

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2008

	Film Library <u>Fund</u>	Institute <u>Fund</u>	General Educational Development <u>Fund</u>	Bus Driver <u>Fund</u>	Hearing <u>Fund</u>	Supervisory <u>Fund</u>	<u>Total</u>
REVENUES:							
Local sources	\$ 4,831	\$ 12,017	\$ 4,418	\$ 1,464	\$ -	\$ -	\$ 22,730
State sources	-	-	-	600	-	3,000	3,600
Federal sources	-	-	-	-	-	-	-
Total Revenues	<u>\$ 4,831</u>	<u>\$ 12,017</u>	<u>\$ 4,418</u>	<u>\$ 2,064</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 26,330</u>
EXPENDITURES:							
Purchased services	\$ 538	\$ 10,797	\$ 3,550	\$ 1,558	\$ -	\$ 2,767	\$ 19,210
Supplies and materials	5,492	-	148	-	-	40	5,680
Capital outlay	-	-	-	-	-	-	-
Payments to other governmental units	1,097	600	-	-	-	-	1,697
Total Expenditures	<u>\$ 7,127</u>	<u>\$ 11,397</u>	<u>\$ 3,698</u>	<u>\$ 1,558</u>	<u>\$ -</u>	<u>\$ 2,807</u>	<u>\$ 26,587</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (2,296)	\$ 620	\$ 720	\$ 506	\$ -	\$ 193	\$ (257)
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	<u>46,443</u>	<u>5,454</u>	<u>(5,722)</u>	<u>4,989</u>	<u>1,323</u>	<u>18</u>	<u>52,505</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 44,147</u>	<u>\$ 6,074</u>	<u>\$ (5,002)</u>	<u>\$ 5,495</u>	<u>\$ 1,323</u>	<u>\$ 211</u>	<u>\$ 52,248</u>

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Film Library Fund</u>			Variance
	<u>Budgeted Amounts</u>		Actual	Positive
	<u>Original</u>	<u>Final</u>	Amounts	(Negative)
REVENUES:				
Local sources	\$ 500	\$ 500	\$ 4,831	\$ 4,331
State sources	-	-	-	-
Federal sources	-	-	-	-
Total Revenues	\$ 500	\$ 500	\$ 4,831	\$ 4,331
EXPENDITURES:				
Purchased services	\$ 16,000	\$ 16,000	\$ 538	\$ 15,462
Supplies and materials	6,000	6,000	5,492	508
Capital outlay	3,000	3,000	-	3,000
Other objects	1,000	1,000	-	1,000
Payments to other governmental units	20,000	20,000	1,097	18,903
Total Expenditures	\$ 46,000	\$ 46,000	\$ 7,127	\$ 38,873
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (45,500)</u>	<u>\$ (45,500)</u>	<u>\$ (2,296)</u>	<u>\$ 43,204</u>
FUND BALANCES , BEGINNING OF YEAR			<u>46,443</u>	
FUND BALANCES , END OF YEAR			<u>\$ 44,147</u>	

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2008

**DISTRIBUTIVE FUND**

<u>ASSETS</u>	Balance July 1, <u>2007</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2008</u>
Cash	\$ 16,591	\$ 60,240,084	\$ 60,240,084	\$ 16,591
Investments	-	-	-	-
Due from other governmental units	815,112	658,776	815,112	658,776
Total Assets	<u>\$ 831,703</u>	<u>\$ 60,898,860</u>	<u>\$ 61,055,196</u>	<u>\$ 675,367</u>
 <u>LIABILITIES</u>				
Due to other governmental units	<u>\$ 831,703</u>	<u>\$ 60,898,860</u>	<u>\$ 61,055,196</u>	<u>\$ 675,367</u>
Total Liabilities	<u>\$ 831,703</u>	<u>\$ 60,898,860</u>	<u>\$ 61,055,196</u>	<u>\$ 675,367</u>

See accompanying Independent Auditors' Report.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Reorganization				
	General State Aid 3001	Hold Harmless 3002	Incentive Feasibility Study 3021	Fast Growth Grants 3030	Education Fac. Tuition 3100
BRADFORD CUSD #1	\$ 850,728	\$ -	\$ -	\$ 16,040	\$ -
MALDEN G.D. SD # 84	166,279	18,145			
CHERRY G.S. SD # 92	238,243				
LADD G.S. SD # 94	723,059				12,085
STARK COUNTY CUSD #100	2,233,318				5,600
DEPUE UNIT SD # 103	2,108,622				7,813
PRINCETON ELEM SD # 115	1,600,352	266,848			36,219
LEPERTOWN G.S. DIST. # 175	208,580	26,824			
COLONA ELEM SD # 190	2,271,278				
ORION CUSD # 223	2,576,010				33,715
GALVA CUSD # 224	2,245,068				1,735
ALWOOD CUSD # 225	1,244,122				
ANNAWAN CUSD # 226	1,042,513				13,234
CAMBRIDGE CUSD # 227	1,743,041				
GENESEO CUSD # 228	6,924,298				24,919
KEWANEE CUSD # 229	8,397,047				20,029
WETHERSFIELD CUSD # 230	2,333,279				
NEPONSET C.C. SD # 307	344,819	31,258			
BRUCE DENNISON, REG SUPT #28	150,403		9,000		
BUREAU VALLEY CUSD # 340	3,625,446				
PRINCETON H.S. SD # 500	1,025,994	322,488			6,188
<b>TOTAL</b>	<b>\$ 42,052,499</b>	<b>\$ 665,563</b>	<b>\$ 9,000</b>	<b>\$ 16,040</b>	<b>\$ 161,537</b>

See accompanying Independent Auditors' Report



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Education Extraordinary 3105	Education Personnel 3110	Orphanage Group 3120	Education Summer School 3145	Bilingual Education 3305	Illinois Free Lunch 3360
BRADFORD CUSD #1	\$ 33,239	\$ 24,419	\$ 7,606	\$ -	\$ -	\$ 1,521
MALDEN G.D. SD # 84	8,403	30,918				344
CHERRY G.S. SD # 92	7,575	25,229				117
LADD G.S. SD # 94	21,542	11,508				494
STARK COUNTY CUSD #100	85,782	58,298				5,022
DEPUE UNIT SD # 103	46,107	43,647	3,346	1,436	26,684	4,202
PRINCETON ELEM SD # 115	122,596	204,136	66,668			5,947
LEPERTOWN G.S. DIST. # 175	4,370	15,788				1,201
COLONA ELEM SD # 190	51,657	52,567	3,816			3,489
ORION CUSD # 223	100,516	67,584	25,345	2,334	11	1,245
GALVA CUSD # 224	65,827	54,197	2,707			2,740
ALWOOD CUSD # 225	48,355	42,438	4,893	290		2,247
ANNAWAN CUSD # 226	37,756	27,417				775
CAMBRIDGE CUSD # 227	48,960	32,144	5,792			2,584
GENESEO CUSD # 228	260,882	148,708	6,622			6,616
KEWANEE CUSD # 229	204,266	53,055	2,141		58,335	20,934
WETHERSFIELD CUSD # 230	65,500	23,189	229			2,884
NEPONSET C.C. SD # 307	12,734	3,381				707
BRUCE DENNISON, REG SUPT #28						
BUREAU VALLEY CUSD # 340	123,514	237,400	30,257			7,958
PRINCETON H.S. SD # 500	61,433	79,504	28,517			1,670
TOTAL	\$ 1,411,014	\$ 1,235,527	\$ 187,939	\$ 4,060	\$ 85,030	\$ 72,697

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Breakfast Incentive 3365	Driver Education 3370	Transportation Regular 3500	Transportation Special Education 3510	School Bus Driver Training 3520	Board Certificate 3651
BRADFORD CUSD #1	\$ 85	\$ -	\$ 115,539	\$ 11,631	\$ -	\$ -
MALDEN G.D. SD # 84			13,080	1,932		
CHERRY G.S. SD # 92			7,800	22,496		
LADD G.S. SD # 94			28,986	47,468		
STARK COUNTY CUSD #100	771	9,843	169,595	78,013		3,104
DEPUE UNIT SD # 103	215	4,612	48,491	48,547		
PRINCETON ELEM SD # 115	363		319,861	107,697		
LEPERTOWN G.S. DIST. # 175	22		22,279			
COLONA ELEM SD # 190				11,484		
ORION CUSD # 223		13,554	245,538	39,320		
GALVA CUSD # 224	99	6,158	101,792	119,106		6,000
ALWOOD CUSD # 225	243	6,650	123,046	27,091		
ANNAWAN CUSD # 226		3,093	136,032	8,873		3,000
CAMBRIDGE CUSD # 227	318	3,494	76,137	42,061		
GENESEO CUSD # 228	972	33,911	843,026	80,451		
KEWANEE CUSD # 229	532	19,770	280,869	76,805		
WETHERSFIELD CUSD # 230	307	5,736	40,554	24,600		104
NEPONSET C.C. SD # 307	33		47,030	3,266		
BRUCE DENNISON, REG SUPT #28					600	
BUREAU VALLEY CUSD # 340	1,420	19,150	431,962	180,746		
PRINCETON H.S. SD # 500	175	27,136	38,829	21,587		
TOTAL	\$ 5,555	\$ 153,107	\$ 3,090,446	\$ 953,174	\$ 600	\$ 12,208

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Truants Alternative Education 3695	Regional Safe Schools 3696	Early Childhood Block Grant 3705	Reading Improvement 3715	ROE/ISC Operations 3730
BRADFORD CUSD #1	\$ -	\$ -	\$ 98,829	\$ 10,041	\$ -
MALDEN G.D. SD # 84			85,895	2,966	
CHERRY G.S. SD # 92				2,895	
LADD G.S. SD # 94				7,525	
STARK COUNTY CUSD #100			120,129	26,931	
DEPUE UNIT SD # 103			139,218	17,457	
PRINCETON ELEM SD # 115			688,384	52,050	
LEPERTOWN G.S. DIST. # 175			63,086	2,187	
COLONA ELEM SD # 190			118,315	27,445	
ORION CUSD # 223			105,262	25,082	
GALVA CUSD # 224			104,107	19,702	
ALWOOD CUSD # 225			104,047	13,711	
ANNAWAN CUSD # 226			107,417	11,389	
CAMBRIDGE CUSD # 227			132,440	15,006	
GENESEO CUSD # 228			246,389	68,248	
KEWANEE CUSD # 229			146,529	72,479	
WETHERSFIELD CUSD # 230			115,187	18,639	
NEPONSET C.C. SD # 307			58,750	5,038	
BRUCE DENNISON, REG SUPT #28	117,685	158,917	206,303		81,790
BUREAU VALLEY CUSD # 340			246,697	38,598	
PRINCETON H.S. SD # 500					
TOTAL	\$ 117,685	\$ 158,917	\$ 2,886,984	\$ 437,389	\$ 81,790

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Supervisory Expense 3745	ADA Safety Ed Block Grant 3775	Summer Bridges 3825	Arts and Foreign Assistance 3962	Mentoring 3982
BRADFORD CUSD #1	\$ -	\$ 10,685	\$ -	\$ -	\$ -
MALDEN G.D. SD # 84		2,731			
CHERRY G.S. SD # 92		2,559			
LADD G.S. SD # 94		7,470			
STARK COUNTY CUSD #100		27,712			
DEPUE UNIT SD # 103		14,523			
PRINCETON ELEM SD # 115		40,269			
LEPERTOWN G.S. DIST. # 175		1,197	21,000		
COLONA ELEM SD # 190		16,491			
ORION CUSD # 223		36,777			
GALVA CUSD # 224		22,061			
ALWOOD CUSD # 225		16,752			
ANNAWAN CUSD # 226		13,322			
CAMBRIDGE CUSD # 227		16,519			
GENESEO CUSD # 228		93,688			45,900
KEWANEE CUSD # 229		59,644		96,586	
WETHERSFIELD CUSD # 230		22,204			
NEPONSET C.C. SD # 307		4,041			
BRUCE DENNISON, REG SUPT #28	3,000				129,910
BUREAU VALLEY CUSD # 340		39,904			
PRINCETON H.S. SD # 500		21,038			
TOTAL	\$ 3,000	\$ 469,587	\$ 21,000	\$ 96,586	\$ 175,810

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Title V 4100	Lunch, Brkfst and Milk 4210	Lunch Special Milk Program 4215	Breakfast Program 4220	Title I 4300
BRADFORD CUSD #1	\$ 559	\$ 32,099	\$ -	\$ 7,553	\$ 35,277
MALDEN G.D. SD # 84	86	10,909	175		
CHERRY G.S. SD # 92	172	3,259			1,354
LADD G.S. SD # 94	236	17,562			
STARK COUNTY CUSD #100	1,051	100,533		33,402	98,024
DEPUE UNIT SD # 103	760	93,378		21,405	94,986
PRINCETON ELEM SD # 115	1,880	144,988		32,740	162,095
LEPERTOWN G.S. DIST. # 175	39	19,590		8,345	
COLONA ELEM SD # 190	833	74,225		21,049	118,396
ORION CUSD # 223	1,274	65,448			25,102
GALVA CUSD # 224	945	72,021		6,351	85,026
ALWOOD CUSD # 225	684	54,591		9,030	51,796
ANNAWAN CUSD # 226	516	35,784			34,187
CAMBRIDGE CUSD # 227	17,768	58,544	782	19,112	113,653
GENESEO CUSD # 228	3,533	210,410		46,566	142,237
KEWANEE CUSD # 229	3,328	397,360		113,038	659,521
WETHERSFIELD CUSD # 230	843	73,827		9,398	62,268
NEPONSET C.C. SD # 307	4,979	10,901		6,365	42,015
BRUCE DENNISON, REG SUPT #28	1,097				
BUREAU VALLEY CUSD # 340	8,679	159,873		51,719	182,559
PRINCETON H.S. SD # 500		46,986		6,080	48,846
TOTAL	\$ 49,262	\$ 1,682,288	\$ 957	\$ 392,153	\$ 1,957,342

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Comprehensive School Reform 4332	Even Start 4335	Reading First 4337	Migrant Education 4340	Drug Free Schools 4400
BRADFORD CUSD #1	\$ -	\$ -	\$ -	\$ -	\$ 1,307
MALDEN G.D. SD # 84					141
CHERRY G.S. SD # 92					302
LADD G.S. SD # 94					388
STARK COUNTY CUSD #100					3,077
DEPUE UNIT SD # 103					3,906
PRINCETON ELEM SD # 115					7,991
LEPERTOWN G.S. DIST. # 175					99
COLONA ELEM SD # 190					3,288
ORION CUSD # 223					2,298
GALVA CUSD # 224					2,072
ALWOOD CUSD # 225					1,469
ANNAWAN CUSD # 226					1,084
CAMBRIDGE CUSD # 227					2,038
GENESEO CUSD # 228					6,413
KEWANEE CUSD # 229	3,706				12,284
WETHERSFIELD CUSD # 230					2,207
NEPONSET C.C. SD # 307					708
BRUCE DENNISON, REG SUPT #28		75,000	7,680	15,000	
BUREAU VALLEY CUSD # 340					2,073
PRINCETON H.S. SD # 500					
TOTAL	\$ 3,706	\$ 75,000	\$ 7,680	\$ 15,000	\$ 53,145

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	21st Century Community Learning 4421	Education Room & Board 4625	Immigrant Education Programs 4905	Title III Language 4909	Learn & Serve America 4910
BRADFORD CUSD #1	\$ -	\$ -	\$ -	\$ -	\$ -
MALDEN G.D. SD # 84					
CHERRY G.S. SD # 92					
LADD G.S. SD # 94		1,796			
STARK COUNTY CUSD #100					
DEPUE UNIT SD # 103		3,536		28,920	
PRINCETON ELEM SD # 115		3,545			
LEPERTOWN G.S. DIST. # 175					
COLONA ELEM SD # 190		3,276			
ORION CUSD # 223		2,638			
GALVA CUSD # 224					
ALWOOD CUSD # 225					
ANNAWAN CUSD # 226					
CAMBRIDGE CUSD # 227					4,000
GENESE0 CUSD # 228		48,296			
KEWANEE CUSD # 229		93,593	18,360	36,323	
WETHERSFIELD CUSD # 230					
NEPONSET C.C. SD # 307					
BRUCE DENNISON, REG SUPT #28	582,830				
BUREAU VALLEY CUSD # 340		2,790			
PRINCETON H.S. SD # 500					
<b>TOTAL</b>	<b>\$ 582,830</b>	<b>\$ 159,470</b>	<b>\$ 18,360</b>	<b>\$ 65,243</b>	<b>\$ 4,000</b>

See accompanying Independent Auditors' Report

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
 SCHEDULE OF DISBURSEMENTS TO DISTRICT TREASURERS AND OTHER ENTITIES  
 FOR THE YEAR ENDED JUNE 30, 2008

DISTRICT	Renovation IDEA & Tech 4932	Literacy Challenge 4971	Other Federal Programs 4999	TOTAL
BRADFORD CUSD #1	\$ 17,932	\$ -	\$ -	\$ 1,275,090
MALDEN G.D. SD # 84	2,176			344,180
CHERRY G.S. SD # 92				312,001
LADD G.S. SD # 94	7,223			887,342
STARK COUNTY CUSD #100	36,575	1,237		3,098,017
DEPUE UNIT SD # 103	28,080	796		2,790,687
PRINCETON ELEM SD # 115	45,751	1,712		3,912,092
LEPERTOWN G.S. DIST. # 175	4,885			399,492
COLONA ELEM SD # 190	40,448	245		2,818,302
ORION CUSD # 223	24,873			3,393,926
GALVA CUSD # 224	28,245			2,945,959
ALWOOD CUSD # 225	16,211			1,767,666
ANNAWAN CUSD # 226	20,989	726		1,498,107
CAMBRIDGE CUSD # 227	15,670	1,050		2,351,113
GENESEO CUSD # 228	67,423	1,556		9,311,064
KEWANEE CUSD # 229	116,317	6,615		10,969,466
WETHERSFIELD CUSD # 230	36,779	661		2,838,395
NEPONSET C.C. SD # 307	8,486			584,511
BRUCE DENNISON, REG SUPT #28			5,000	1,544,215
BUREAU VALLEY CUSD # 340	47,877	1,937		5,440,559
PRINCETON H.S. SD # 500	20,431	998		1,757,900
TOTAL	\$ 586,371	\$ 17,533	\$ 5,000	\$ 60,240,084

See accompanying Independent Auditors' Report



BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2008

Federal Grantor/Pass Through Grantor/ Program Title	CFDA Number	Project #	Expenditures 7/1/07-6/30/08	Obligations/ Encumbrances	Expenditures 7/1/07-6/30/08
U.S. Dept. of Education passed through Illinois State Board of Education:					
Title I - Reading First Part B SEA Funds	84.357A	2007-4337-00	\$ 20,986	\$ -	\$ 20,986
Even Start	84.213C	2008-4335-00	\$ 73,734	\$ 1,266	\$ 75,000
(M)Title IV - 21st Century Community Learning Centers	84.287C	2007-4421-07	\$ 44,719	\$ -	\$ 44,719
(M)Title IV - 21st Century Community Learning Centers	84.287C	2008-4421-07	125,285	-	125,285
(M)Title IV - 21st Century Community Learning Centers	84.287C	2007-4421-04	51,885	-	51,885
(M)Title IV - 21st Century Community Learning Centers	84.287C	2008-4421-04	218,959	1,488	220,447
(M)Title IV - 21st Century Community Learning Centers	84.287C	2008-4421-08	189,771	3,711	193,482
Total Title IV -21st Century Community Learning Centers			\$ 630,619	\$ 5,199	\$ 635,818
Title I - Migrant Education	84.011A	2007-4340-01	\$ 7,915	\$ -	7,915
Title I - Migrant Education	84.011A	2008-4340-00	4,498	451	4,949
			\$ 12,413	\$ 451	\$ 12,864
English Language Learners	84.365A	2008-4999-PD	\$ 4,520	\$ 480	\$ 5,000
Total U.S. Dept. of Education passed through Illinois State Board of Education			\$ 742,272	\$ 7,396	\$ 749,668
U.S. Department of Education passed through Illinois State Board of Education and Regional Office of Education #47:					
McKinney Education for Homeless Children	84.196	2008-4920-00	\$ 21,466	\$ 6,734	\$ 28,200
U.S. Dept. of Education, direct award					
Rural Education Achievement Program	84.358A	S358A065329	\$ 13,048	\$ -	\$ 13,048
Total Expenditures of Federal Awards			\$ 776,786	\$ 14,130	\$ 790,916

(M)Program was audited as a major program.

The accompanying notes are an integral part of this schedule.

BUREAU/HENRY/STARK COUNTIES REGIONAL OFFICE OF EDUCATION #28  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2008

NOTE 1: BASIS OF PRESENTATION

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

NOTE 2: DESCRIPTION OF MAJOR FEDERAL PROGRAM

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

NOTE 3: SUB-RECIPIENTS

None

NOTE 4: NON-CASH ASSISTANCE

None

NOTE 5: AMOUNT OF INSURANCE

None

NOTE 6: LOANS OR LOAN GUARANTEES OUTSTANDING

None