

**STATE OF ILLINOIS
LASALLE COUNTY
REGIONAL OFFICE OF EDUCATION NO. 35**

**FINANCIAL AUDIT
FOR THE YEAR ENDED JUNE 30, 2010**

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35

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**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
OFFICIALS**

Regional Superintendent
(current and during the audit period)

Mr. Richard A. Myers

Assistant Regional Superintendent
(current and during the audit period)

Mr. James E. Carlson

Office is located at:

119 West Madison Street, Room 102
Ottawa, Illinois 61350

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FINANCIAL REPORT SUMMARY**

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

AUDITORS' REPORTS

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

SUMMARY OF AUDIT FINDINGS

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

SUMMARY OF FINDINGS AND RESPONSES

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (<i>GOVERNMENT AUDITING STANDARDS</i>)			
9		None	N/A
FINDINGS AND RESPONSES (FEDERAL COMPLIANCE)			
9		None	N/A
PRIOR FINDINGS NOT REPEATED (<i>GOVERNMENT AUDITING STANDARDS</i>)			
10		None	N/A

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FINANCIAL REPORT SUMMARY - CONTINUED**

EXIT CONFERENCE

The LaSalle County Regional Office of Education No. 35 opted not to have an exit conference to discuss the results of the financial audit for the year ended June 30, 2010.

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of the LaSalle County Regional Office of Education No. 35 was performed by Borschnack, Pelletier & Co.

Based on their audit, the auditors expressed unqualified opinions on the LaSalle County Regional Office of Education No. 35's basic financial statements.



Certified Public Accountants & Consultants

200 East Court Street • Suite 608 • Kankakee, IL 60901
815.933.1771 • fax: 815.933.1163

INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the LaSalle County Regional Office of Education No. 35, as of and for the year ended June 30, 2010, which collectively comprise the LaSalle County Regional Office of Education No. 35's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the LaSalle County Regional Office of Education No. 35's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the LaSalle County Regional Office of Education No. 35, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 14, 2011 on our consideration of the LaSalle County Regional Office of Education No. 35'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, the Illinois Municipal Retirement Fund Schedule of Funding Progress and the Other Postemployment Benefits Schedule of Funding Progress on pages 11 through 16 and 51 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the LaSalle County Regional Office of Education No. 35's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and Schedule of Disbursements to School District Treasurers and Others are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the Schedule of Disbursements to School District Treasurers and Others 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.

Borschmann, Pelletier & Co

April 14, 2011



Certified Public Accountants & Consultants

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

Honorable William G. Holland
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the LaSalle County Regional Office of Education No. 35, as of and for the year ended June 30, 2010, which collectively comprise the LaSalle County Regional Office of Education No. 35's basic financial statements and have issued our report thereon dated April 14, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the LaSalle County Regional Office of Education No. 35'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 an opinion on the effectiveness of the LaSalle County Regional Office of Education No. 35's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the LaSalle County Regional Office of Education No. 35's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis.

A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the LaSalle County Regional Office of Education No. 35'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*.

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, the Illinois State Board of Education, and 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.



April 14, 2011

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2010**

Part I: Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes None reported
- Noncompliance material to financial statements Noted? Yes No

Part II: Findings Related to the Basic Financial Statements

There are no audit findings in the current year.

Part III: Federal Award Findings

Instance of Noncompliance:

None

Significant Deficiency:

None

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2010

There were no audit findings in the prior year.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

The LaSalle County Regional Office of Education No. 35 (ROE) provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the year ended June 30, 2010 with comparative information for the year ended June 30, 2009. Readers are encouraged to consider the information in conjunction with the ROE's financial statements that follow.

2010 Financial Highlights

- Within the Governmental Funds, the General Fund's revenues decreased by \$60,671 (10%) from \$594,105 in FY 2009 to \$533,434 in FY 2010. The General Fund's expenditures decreased by \$20,657 (3%) from \$650,388 in FY 2009 to \$629,731 in FY 2010.
- Within the Governmental Funds, the Special Revenue Funds' revenues increased by \$16,611 (1.5%) from \$1,096,242 in FY 2009 to \$1,112,853 in FY 2010. The Special Revenue Funds' expenditures increased by \$186,697 (18%) from \$1,025,042 in FY 2009 to \$1,211,739 in FY 2010.
- The Enterprise Funds' revenues decreased by \$4,423 (2.5%) from \$174,853 in FY 2009 to \$170,430 in FY 2010. The Enterprise Funds' expenditures increased by \$8,646 (6%) from \$150,496 in FY 2009 to \$159,142 in FY 2010.

Using This Report

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

- *Management's Discussion and Analysis* introduces financial statements and provides an analytical overview of the ROE'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 ROE as a whole and present an overall view of the ROE's finances.
- *Fund financial statements* report the ROE'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 and supplementary information* further explains and supports the financial statements and supplementary information provides detailed information about the non-major funds.

Reporting the ROE as a Whole

It is important to note, that many grants are a cooperative effort of the ROE and the Marshall/Putnam/Woodford Counties Regional Office of Education No. 43. Therefore, these figures may reflect grants that are intended to serve LaSalle County only, as well as grants that serve LaSalle, Marshall, Putnam and Woodford Counties.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

The Statement of Net Assets and the Statement of Activities

Government-wide Financial Statements

The Government-wide financial statements report information about the ROE as a whole. The Statement of Net Assets includes all of the assets and liabilities, with the difference reported as *net assets*. 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 Generally Accepted Accounting Principles.

The Government-wide financial statements report the ROE's net assets and how they have changed. Net assets - the difference between assets and liabilities - are one way to measure the ROE's financial condition.

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

Fund Financial Statements

The fund financial statements provide detailed information about the ROE's funds. Funds are accounting devices that allow the tracking of specific sources of funding and spending on particular programs. Some funds are required by State law. The ROE established other funds to control and manage money for particular purposes.

The ROE has three kinds of funds:

- (1) Governmental funds account for those funds through which most governmental functions of the ROE are financed. 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 the year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer resources that can be spent in the near future to finance the ROE's programs. The ROE'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.

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

- (2) Proprietary funds account for resources from fees charged directly to those entities or individuals that use its services. Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by government-wide financial statements but with more detail for major and non-major enterprise funds. The proprietary funds required financial statements include a Statement of Net Assets, Statement of Revenues, Expenses and Changes in Fund Net Assets and a Statement of Cash Flows.
- (3) Fiduciary funds are used to account for assets held by the ROE in a trust capacity or as an agent for individuals and private or governmental organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The fiduciary funds required financial statements include a Statement of Fiduciary Net Assets.

Government-Wide Financial Analysis

As noted earlier, net assets, when examined over time, may serve as an indicator of the financial health of the ROE. The net assets at the end of FY 2010 and 2009 totaled \$1,129,166 and \$1,139,292, respectively. The analysis that follows provides a summary of the ROE's net assets as of June 30.

CONDENSED STATEMENT OF NET ASSETS

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
ASSETS						
Current assets	\$ 835,480	\$ 835,345	\$ 384,830	\$ 364,370	\$ 1,220,310	\$ 1,199,715
Capital assets, net of depreciation	—	—	—	—	—	—
TOTAL ASSETS	835,480	835,345	384,830	364,370	1,220,310	1,199,715
Current liabilities	59,948	36,343	31,196	24,080	91,144	60,423
TOTAL LIABILITIES	59,948	36,343	31,196	24,080	91,144	60,423
NET ASSETS						
Invested in capital assets, net of related debt	—	—	—	—	—	—
Restricted for teacher professional development	65,746	55,424	—	—	65,746	55,424
Unrestricted	709,786	743,578	353,634	340,290	1,063,420	1,083,868
TOTAL NET ASSETS	\$ 775,532	\$ 799,002	\$ 353,634	\$ 340,290	\$ 1,129,166	\$ 1,139,292

The ROE's net assets decreased by \$10,126 (1%) during FY 2010 mainly due to the excess of expenditures over revenues of the General Fund of \$45,107 offset by increases in net assets of the Teacher Institute Fund (which is restricted by State statute for teacher professional development) and the Proprietary Funds.

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

CHANGES IN NET ASSETS

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

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 118,231	\$ 120,325	\$ 170,430	\$ 174,853	\$ 288,661	\$ 295,178
Operating grants and contributions	1,090,827	1,001,468	-	-	1,090,827	1,001,468
General revenues:						
Fees for services	8,340	10,297	-	-	8,340	10,297
Interest income	15,344	24,766	1,405	7,155	16,749	31,921
On-behalf payments	585,909	533,491	-	-	585,909	533,491
Total revenues	<u>1,818,651</u>	<u>1,690,347</u>	<u>171,835</u>	<u>182,008</u>	<u>1,990,486</u>	<u>1,872,355</u>
Expenses:						
Salaries	625,526	595,893	29,842	25,012	655,368	620,905
Benefits	136,587	128,018	4,968	3,813	141,555	131,831
Purchased services	332,108	266,464	107,999	96,321	440,107	362,785
Supplies and materials	59,223	37,048	11,486	19,700	70,709	56,748
Capital outlay	699	27,491	-	-	699	27,491
Depreciation	-	1,392	-	-	-	1,392
Payments to other governmental units	94,950	81,438	1,510	563	96,460	82,001
Miscellaneous	6,468	5,587	3,337	5,087	9,805	10,674
On-behalf payments	585,909	533,491	-	-	585,909	533,491
Total expenses	<u>1,841,470</u>	<u>1,676,822</u>	<u>159,142</u>	<u>150,496</u>	<u>2,000,612</u>	<u>1,827,318</u>
Income (loss) before operating transfers	(22,819)	13,525	12,693	31,512	(10,126)	45,037
Operating transfers	(651)	22,075	651	(22,075)	-	-
Change in net assets	(23,470)	35,600	13,344	9,437	(10,126)	45,037
Net assets, beginning	799,002	763,402	340,290	330,853	1,139,292	1,094,255
Net assets, ending	<u>\$ 775,532</u>	<u>799,002</u>	<u>\$ 353,634</u>	<u>\$ 340,290</u>	<u>\$ 1,129,166</u>	<u>\$ 1,139,292</u>

Governmental Activities

Revenues for governmental activities were \$1,818,651 and expenses were \$1,841,470. Some grants increased while others decreased in FY 2010. New programs totaling \$122,860 were funded in FY 2010. These new programs include Reading First Program, Gifted Programs and ARRA General State Aid. Expenses were proportionally increased or decreased to meet the funding level.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

Business-Type Activities

Revenues for business-type activities were \$171,835 and expenses were \$159,142. The decrease in revenue is attributed to less revenue in most of the non-major proprietary funds and expense increases are attributed to the increased purchased service cost in both the workshop and Discovery United Streaming Coop in FY 2010.

Financial Analysis of the ROE Funds

As previously noted, the ROE uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The ROE's Governmental Funds reported combined fund balances of \$603,168.

Governmental Fund Highlights

- School Services grant (ROE/ISC Operations) recognized a decrease of 48% (\$74,839) in dollars when compared to FY 2009. This is partially due to \$40,886 of revenue being deferred for not meeting the availability criteria. This funding did not pay for all school service activities, etc. Enterprise revenues help to offset these activities.
- LaSalle County's on-behalf support for the ROE increased.
- There was an increase in the State Aid foundation level to \$6,119 per student from \$5,959. This funding helped supplement the grant dollars provided for the Regional Safe Schools Program.

Proprietary Fund Highlights

Total proprietary funds net assets increased by \$13,344 (4%). This net increase is primarily due to the activities of the Workshop fund.

Fiduciary Fund Highlights

There was a increase of \$663,512 in the total fiduciary funds' assets as of June 30, 2010. Transactions during FY 2010 represent mainly transfers in and out of funds for the Distributive Fund. The increase is due to timing of the last receipts of the fiscal year.

Budgetary Highlights

The ROE annually prepares budgets for several funds which serve as a guideline for revenues and expenditures. The Regional Superintendent annually prepares an Office Operations Budget and submits it to the County Board for their approval. The Office Operations Budget covers a fiscal year which runs from December 1 to November 30. All grant budgets are prepared by the ROE and submitted to the granting agency for approval. Amendments must be submitted under guidelines established by the granting agency. Additionally, all ROE funds are reported to the Advisory Board.

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010**

Capital Assets

The ROE's capital assets include office equipment, computers, audio-visual equipment, and office furniture. The ROE maintains an inventory of capital assets which have been accumulated over time. For FY 2010 there were no acquisitions meeting the capitalization threshold. Depreciation expense for the FY 2010 was \$0. All of the ROE's capital assets were fully depreciated as of June 30, 2010.

Economic Factors and Next Years' Budget

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

- The interest rate on investments remains low and will impact interest earned.
- Most grants have decreased significantly. The School Services grant decreased by 9% (\$11,017). This funding does not even come close to supporting the required activities of the School Services grant program.
- County Board support for the ROE will remain level.

Contacting the ROE's Financial Management

This financial report is designed to provide the ROE's citizens, taxpayers, clients, and other constituents with a general overview of its finances and to demonstrate the accountability for the money it receives. If the reader has questions concerning this report or needs additional financial information, please contact the Regional Superintendent of the ROE at 119 W. Madison St., Room No. 102, Ottawa, IL 61350.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
STATEMENT OF NET ASSETS
JUNE 30, 2010

EXHIBIT A

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 366,651	\$ 64,623	\$ 431,274
Investments	279,364	57,269	336,633
Accounts receivable	6,492	642	7,134
Prepaid expenses	6,104	2,600	8,704
Due from (to) other funds	(256,676)	256,676	-
Due from other governmental units	433,545	3,020	436,565
Total current assets	<u>835,480</u>	<u>384,830</u>	<u>1,220,310</u>
Noncurrent assets			
Capital assets, net	-	-	-
TOTAL ASSETS	<u>835,480</u>	<u>384,830</u>	<u>1,220,310</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	14,235	676	14,911
Due to other governmental units	2,067	-	2,067
Deferred revenues	43,646	30,520	74,166
TOTAL LIABILITIES	<u>59,948</u>	<u>31,196</u>	<u>91,144</u>
NET ASSETS			
Invested in capital assets, net of related debt	-	-	-
Restricted for teacher professional development	65,746	-	65,746
Unrestricted	709,786	353,634	1,063,420
TOTAL NET ASSETS	<u>\$ 775,532</u>	<u>\$ 353,634</u>	<u>\$ 1,129,166</u>

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2010

EXHIBIT B

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contribution	Governmental Activities	Primary Government Business-Type Activities	Total
Primary government						
Governmental activities:						
Instructional services						
Salaries	\$ 625,526	\$ 60,688	\$ 566,661	\$ 1,823	\$ -	\$ 1,823
Benefits	136,587	13,284	124,034	731	-	731
Purchased services	332,108	31,231	279,274	(21,603)	-	(21,603)
Supplies and materials	59,223	4,223	38,641	(16,359)	-	(16,359)
Capital expenditures	699	70	653	24	-	24
Depreciation	-	-	-	-	-	-
Miscellaneous	6,468	88	828	(5,552)	-	(5,552)
Payments to other governmental units	94,950	8,647	80,736	(5,567)	-	(5,567)
Administrative						
On-behalf payments	585,909	-	-	(585,909)	-	(585,909)
Total governmental activities	<u>1,841,470</u>	<u>118,231</u>	<u>1,090,827</u>	<u>(632,412)</u>	<u>-</u>	<u>(632,412)</u>
Business-type activities:						
Professional development	159,142	170,430	-	-	11,288	11,288
Total business-type activities	<u>159,142</u>	<u>170,430</u>	<u>-</u>	<u>-</u>	<u>11,288</u>	<u>11,288</u>
Total primary government	<u>\$ 2,000,612</u>	<u>\$ 288,661</u>	<u>\$ 1,090,827</u>	<u>(632,412)</u>	<u>11,288</u>	<u>(621,124)</u>
General revenues:						
Fees for services				8,340	-	8,340
Interest income				15,344	1,405	16,749
On-behalf payments				585,909	-	585,909
Transfers				(651)	651	-
Total general revenues and transfers				<u>608,942</u>	<u>2,056</u>	<u>610,998</u>
Change in net assets				(23,470)	13,344	(10,126)
Net assets - beginning				<u>799,002</u>	<u>340,290</u>	<u>1,139,292</u>
Net assets - ending				<u>\$ 775,532</u>	<u>\$ 353,634</u>	<u>\$ 1,129,166</u>

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2010**

EXHIBIT C

	<u>General Fund</u>	<u>Education Fund</u>	<u>Institute Fund</u>	<u>Nonmajor Special Revenue Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 100,562	\$ 235,007	\$ 23,314	\$ 7,768	\$ 366,651
Investments	210,680	-	40,087	28,597	279,364
Accounts receivable	3,139	3,000	345	8	6,492
Prepaid expenses	2,887	1,217	2,000	-	6,104
Due from other funds	-	170,594	-	-	170,594
Due from other governmental units	81,762	351,693	-	90	433,545
TOTAL ASSETS	<u>\$ 399,030</u>	<u>\$ 761,511</u>	<u>\$ 65,746</u>	<u>\$ 36,463</u>	<u>\$ 1,262,750</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable and accrued expenses	\$ 770	\$ 13,465	\$ -	\$ -	\$ 14,235
Due to other funds	81,762	345,508	-	-	427,270
Due to other governmental units	67	2,000	-	-	2,067
Deferred revenues	40,886	175,034	-	90	216,010
Total liabilities	<u>123,485</u>	<u>536,007</u>	<u>-</u>	<u>90</u>	<u>659,582</u>
FUND BALANCES					
Unreserved, reported in:					
General fund	275,545	-	-	-	275,545
Special revenue funds	-	225,504	65,746	36,373	327,623
Total fund balances	<u>275,545</u>	<u>225,504</u>	<u>65,746</u>	<u>36,373</u>	<u>603,168</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 399,030</u>	<u>\$ 761,511</u>	<u>\$ 65,746</u>	<u>\$ 36,463</u>	<u>\$ 1,262,750</u>

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2010**

EXHIBIT D

Total fund balances - governmental funds \$ 603,168

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

Because some revenues will not be collected for several months after the Regional Office fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds.

ROE/ISC Operations	40,886	
Regional Safe Schools	52,609	
Truancy	33,615	
Learning Technology Center	24,835	
Beginning Teachers Induction Pilot Program	19,450	
Free Lunch & Breakfast	115	
Breakfast Incentive	14	
Principal Mentoring	750	
GED	90	
	172,364	172,364

Net assets of governmental activities \$ 775,532

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010**

EXHIBIT E

	<u>General Fund</u>	<u>Education Fund</u>	<u>Institute Fund</u>	<u>Nonmajor Special Revenue Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Federal sources	\$ -	\$ 279,274	\$ -	\$ -	\$ 279,274
State sources	81,752	556,086	-	2,191	640,029
Local sources					
Fees for services	8,340	83,292	18,671	15,428	125,731
Interest	11,100	3,139	691	414	15,344
On-behalf payments	432,242	153,667	-	-	585,909
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	533,434	1,075,458	19,362	18,033	1,646,287
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES					
Instructional services:					
Salaries	89,728	533,114	-	2,684	625,526
Benefits	26,358	109,800	-	429	136,587
Purchased services	47,781	264,587	13,196	6,544	332,108
Supplies and materials	19,162	36,262	844	2,955	59,223
Miscellaneous	5,860	368	-	240	6,468
Payments to other governmental units	8,600	86,350	-	-	94,950
On-behalf payments	432,242	153,667	-	-	585,909
Capital expenditures	-	699	-	-	699
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	629,731	1,184,847	14,040	12,852	1,841,470
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(96,297)	(109,389)	5,322	5,181	(195,183)
OTHER FINANCING SOURCES (USES):					
Transfers in (out)	10,304	(10,955)	5,000	(5,000)	(651)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER EXPENDITURES	(85,993)	(120,344)	10,322	181	(195,834)
FUND BALANCES, BEGINNING OF YEAR	361,538	345,848	55,424	36,192	799,002
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES, END OF YEAR	<u>\$ 275,545</u>	<u>\$ 225,504</u>	<u>\$ 65,746</u>	<u>\$ 36,373</u>	<u>\$ 603,168</u>

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GOVERNMENTAL FUNDS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010**

EXHIBIT F

Net change in fund balances \$ (195,834)

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

Because some revenues will not be collected for several months after the Regional Office fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds.

ROE/ISC Operations	40,886
Regional Safe Schools	52,609
Truancy	33,615
Learning Technology Center	24,835
Beginning Teachers Induction Pilot Program	19,450
Free Lunch & Breakfast	115
Breakfast Incentive	14
Principal Mentoring	750
GED	90
	172,364

172,364

Change in net assets of governmental activities \$ (23,470)

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 JUNE 30, 2010**

EXHIBIT G

	Business Type Activities - Enterprise Funds				Total
	Workshop	LaSalle County Area Purchasing Coop.	Discovery United Streaming Coop.	Nonmajor Proprietary Funds	
ASSETS					
Current assets					
Cash and cash equivalents	\$ -	\$ 13,496	\$ 23,809	\$ 27,318	\$ 64,623
Investments	-	28,409	-	28,860	57,269
Accounts receivable	75	21	-	546	642
Prepaid expenses	2,600	-	-	-	2,600
Due from other funds	210,538	-	-	46,138	256,676
Due from other governmental units	1,200	-	-	1,820	3,020
TOTAL ASSETS	214,413	41,926	23,809	104,682	384,830
LIABILITIES					
Current liabilities					
Accounts payable and accrued expenses	402	-	-	274	676
Deferred revenues	2,284	11,331	16,905	-	30,520
TOTAL LIABILITIES	2,686	11,331	16,905	274	31,196
NET ASSETS					
Unrestricted	<u>\$ 211,727</u>	<u>\$ 30,595</u>	<u>\$ 6,904</u>	<u>\$ 104,408</u>	<u>\$ 353,634</u>

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2010**

EXHIBIT H

	Business Type Activities - Enterprise Funds				Total
	LaSalle County Area Purchasing Coop.	Discovery United Streaming Coop.	Nonmajor Proprietary Funds		
OPERATING REVENUES					
Local sources	\$ 54,011	\$ 30,770	\$ 41,660	\$ 43,989	\$ 170,430
OPERATING EXPENSES					
Salaries	731	21,630	1,438	6,043	29,842
Benefits	-	3,780	279	909	4,968
Purchased services	31,993	2,551	43,625	29,830	107,999
Supplies and materials	1,636	-	-	9,850	11,486
Miscellaneous	-	3,187	-	150	3,337
Payments to other governmental units	1,510	-	-	-	1,510
Total operating expenses	<u>35,870</u>	<u>31,148</u>	<u>45,342</u>	<u>46,782</u>	<u>159,142</u>
OPERATING INCOME (LOSS)	18,141	(378)	(3,682)	(2,793)	11,288
NONOPERATING REVENUES					
Interest	323	503	3	576	1,405
INCOME (LOSS) BEFORE OPERATING TRANSFERS	18,464	125	(3,679)	(2,217)	12,693
OPERATING TRANSFERS					
Transfers in (out)	(5,274)	-	5,925	-	651
CHANGE IN NET ASSETS	13,190	125	2,246	(2,217)	13,344
TOTAL NET ASSETS, BEGINNING OF YEAR	198,537	30,470	4,658	106,625	340,290
TOTAL NET ASSETS, END OF YEAR	<u>\$ 211,727</u>	<u>\$ 30,595</u>	<u>\$ 6,904</u>	<u>\$ 104,408</u>	<u>\$ 353,634</u>

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2010

EXHIBIT I

	Business Type Activities - Enterprise Funds				
	LaSalle County Area Purchasing Workshop Coop.	Discovery United Streaming Coop.	Nonmajor Proprietary Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts for workshops and services	\$ 57,089	\$ 30,330	\$ 46,120	\$ 41,753	\$ 175,292
Payments to employees	(731)	(21,630)	(1,438)	(6,043)	(29,842)
Payments to suppliers	(37,943)	(9,518)	(43,904)	(42,030)	(133,395)
Net cash provided by (used in) operating activities	18,415	(818)	778	(6,320)	12,055
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITY:					
Repayments of loans to other funds	-	-	1,363	-	1,363
Loans to other funds	(210,538)	-	-	(46,138)	(256,676)
Transfers in (out)	(5,274)	-	5,925	-	651
Net cash provided by (used in) non capital financing activity	(215,812)	-	7,288	(46,138)	(254,662)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from (Purchases of) Investments, net	170,539	(450)	-	1,540	171,629
Interest	323	503	3	576	1,405
Net cash provided by investment activities	170,862	53	3	2,116	173,034
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(26,535)	(765)	8,069	(50,342)	(69,573)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	26,535	14,261	15,740	77,660	134,196
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ -	\$ 13,496	\$ 23,809	\$ 27,318	\$ 64,623
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 18,141	\$ (378)	\$ (3,682)	\$ (2,793)	\$ 11,288
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Effects of changes in assets and liabilities:					
Accounts receivable	1,964	9	-	(116)	1,857
Due to other funds	-	-	-	(1,378)	(1,378)
Prepaid Expenses	(2,600)	-	-	-	(2,600)
Due from other governmental units	(1,045)	-	-	(1,820)	(2,865)
Accounts payable and accrued expenses	(204)	-	-	87	(117)
Due to other governmental units	-	-	-	-	-
Deferred revenues	2,159	(449)	4,460	(300)	5,870
Net cash provided by (used in) operating activities	\$ 18,415	\$ (818)	\$ 778	\$ (6,320)	\$ 12,055

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2010**

EXHIBIT J

ASSETS

Cash and cash equivalents	<u>\$ 665,712</u>
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LIABILITIES

Due to other governmental units	<u>\$ 665,712</u>
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The notes to the financial statements are an integral part of this statement.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The LaSalle County Regional Office of Education No. 35 (ROE) operates under the School Code (105 ILCS 5/3 and 5/3A). The ROE encompasses LaSalle County, Illinois. A Regional Superintendent of Schools serves as Chief Administrative Officer of the region and is elected to the position for a four year term pursuant to 105 ILCS 5/3 and 5/3A of the School Code. The Regional Superintendent is responsible for the supervision and control of the school districts. The principal financial duty of the Regional Superintendent is to receive and distribute monies due to school districts from general State aid, State categorical grants, and various other sources.

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art and teaching methods; implementing the State Board of Education's Policy Programs; encouraging camaraderie among teachers through the teachers' institute; making public notice of unfilled teaching positions within the region; and ensuring the safety, health and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses.

The ROE's accounting policies conform to generally accepted accounting principles which are appropriate for local governmental agencies of this type.

A. Reporting Entity

The ROE's reporting entity includes all related organizations for which the ROE exercises oversight responsibility. The ROE has developed criteria to determine whether outside agencies with activities which benefit the citizens of the ROE, including joint agreements which serve pupils from numerous school districts, should be included within its financial reporting 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.

Blended Component Units

A component unit is an entity which is legally separate from the ROE, but is so intertwined with the ROE that it is, in substance, the same as the ROE. It is reported as part of the ROE and blended into the appropriate funds.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

On July 1, 1998, the ROE entered into an Intergovernmental Agreement executed pursuant to the provisions of the Intergovernmental Cooperation Clause of the Illinois Constitution as well as the provisions of the Intergovernmental Cooperation Act of 1973 and the Illinois Admin. Code 525.110 to form an educational service delivery system. The name of the educational service delivery system formed is known as the LaSalle, Marshall, Putnam, and Woodford Counties Service Delivery System. The Service Delivery System is responsible for the administration and performance of accounting procedures that conform to all applicable rules and regulations of the Illinois State Board of Education. ROE was designated as Administrative Agent and Director.

The following grants to ROE and Marshall-Putnam-Woodford Counties Regional Office of Education No. 43 were assigned to the LaSalle, Marshall, Putnam, and Woodford Counties Service Delivery System: ROE/ISC Operations, Truants Alternative Program, Learning Technology Center, Beginning Teachers Induction Pilot Program, RESPRO – System of Support, Limited English Proficient, Gifted and Reading First. These grants are reported as General Funds and Special Revenue Funds.

The ROE is not aware of any entity which would exercise such oversight as to result in the Regional Office being considered a component unit of the entity.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. The statements distinguish between those activities of the ROE that are governmental in nature and those that are considered business-type activities. *Governmental activities* normally are supported by operating grants and contributions, charges for services and intergovernmental revenues. *Business-type activities* normally are supported by operating revenues which include amounts assessed or received from local sources for the ROE programs.

The Statement of Net Assets presents the ROE's nonfiduciary assets and liabilities with the differences reported as net assets. Net assets of the ROE are classified as follows:

Invested in Capital Assets - represent the ROE's total investment in capital assets less related depreciation. There is no outstanding debt related to these assets at this time.

Restricted Net Assets - represent net resources in which the ROE is legally obligated to spend in accordance with restrictions imposed by (1) external groups such as grantors or contributors; or (2) laws through constitutional provisions or enabling legislation.

Unrestricted Net Assets - represent remaining net resources not classified as *Restricted Net Assets* or *Invested in Capital Assets* and are used for transactions relating to the general operations of the ROE at the discretion of management.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Major individual funds are reported as separate columns in the fund financial statements.

C. New Accounting Pronouncement

Effective July 1, 2009, the ROE adopted the following accounting pronouncements:

- GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, which establishes financial reporting requirements for postemployment benefits other than pensions.
- GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, which established standards for reporting intangible assets.
- GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*, which established accounting and reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code.
- GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, which establishes standards for measuring derivative instruments.

The adoption of GASB Statement No. 45 required the ROE to disclose additional information regarding its postemployment benefits. Those disclosures can be found at Note 7 and the Required Supplementary Information. The remaining standards had no significant impact on the ROE's financial statements as a result of adoption.

On July 1, 2010, the ROE will adopt the following pronouncements:

- GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*
- GASB Statement No. 59, *Financial Instruments Omnibus*

The impact of these adoptions has not yet been evaluated.

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

The financial statements of the ROE are prepared in accordance with generally accepted accounting principles (GAAP). The ROE applies all applicable GASB pronouncements as

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

well as the following former pronouncements issued on or before November 30, 1989, unless these pronouncements conflicted with or contradicted GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee on Accounting Procedure. These former pronouncements have all been superseded by the FASB Accounting Standards Codification.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The ROE considers revenues as available if they are collected within 60 days after year-end. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. 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 essentially two types of these revenues. In one, monies must be expended before any amounts will be reimbursed; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time that all eligibility requirements imposed by the provider have been met unless the resources are not measurable or available as described above.

When both restricted and unrestricted resources are available for use, it is the ROE's policy to use restricted resources first, then unrestricted resources as they are needed.

The ROE records on-behalf payments made by the State and LaSalle County for salary, benefits and contributions to the Teachers' Retirement System or the Illinois Municipal Retirement Fund as revenues and expenditures.

E. Fund Accounting

The accounts of the ROE are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenue, and expenditures. The ROE maintains individual funds as required by the State of Illinois. The

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the basic financial statements. The following summarizes the fund types used:

Governmental Fund Types

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

General Fund - The General Funds are used to account for all financial resources except those required to be accounted for in another fund. The general fund is reported as a major governmental fund in the financial statements. The following are the general funds:

General - to account for the general operating fund. It has been used to record expenditures in connection with general administration activities.

ROE/ISC Operations - to account for grant monies received for, and payment of, assisting schools in all areas of school improvement.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The ROE reported the following special revenue funds as major governmental funds.

Education - to account for State and Federal grant monies received for, and payment of, administering numerous grant awards which include:

McKinney Education for Homeless Children - to account for grant monies received for, and payment of, expenditures associated with a Federal program designed to provide counseling and educational support to homeless children and their families. The programs are funded by a Federal Stewart B. McKinney Education for Homeless Children and Youth Grant administered through the Illinois State Board of Education.

Homeless / Streator - to account for monies received from Streator High School for payment of supplies expenses for homeless children in Streator.

Regional Safe Schools - this fund is an alternative schooling program for disruptive youth, creating alternative placement for those students who are suspended and/or are deemed ineligible.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Truants Alternative Programs - to account for grant monies received for, and payment of, providing truancy prevention programming and monitoring truants.

General State Aid - to account for grant monies received for, and payment of, expenditures for regional learning academy supplements.

Title II - Teacher Quality (from schools) - to account for the administration of monies from various local schools to be used for the Title II - Teacher Quality programs.

Learning Technology Center - to account for monies from the State of Illinois for expenditures incurred to establish a statewide support system for learning technology.

Beginning Teachers Induction Pilot Program – to account for monies provided by the State for support services efforts to mentor, professionally develop and assess teaching practice for beginning teachers.

Reading First – to account for monies provided from the Federal Government through a national initiative to improve reading in Kindergarten through grade three. Reading First establishes a nation-wide commitment to support states and local school districts in their efforts to improve the quality and effectiveness of reading instructions for all students.

Gifted ROE #35 and Gifted ROE #43 – to account for monies provided by the State of Illinois to serve the children and youth who give evidence of high performance capability in areas such as intellectual, creative, artistic, or leadership capability, or in specific academic fields, and who require services or activities not ordinarily provided by the school in order to fully develop such capabilities.

ARRA State Aid – to account for monies provided by the Federal Government to save and create jobs as well as improve education through education reform.

ARRA General State Aid – to account for monies provided by the Federal Government for the intended purpose of all the ARRA funds to save and create jobs, as well as to improve education through four key education reform areas:

Making progress toward rigorous college- and career-ready standards and high quality assessments that are valid and reliable for all students, including English Language learners and students with disabilities;

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Establishing Pre-K to college and career data systems that track progress and foster continuous improvement;

Making improvements in teacher effectiveness and the equitable distribution of qualified teachers for all students, particularly students who are most in need; and

Providing intense support and effective interventions for the lowest-performing schools.

System of Support - (Title II - Teacher Quality Leadership Grant) - to account for grant monies received for, and payment of, expenditures to help schools meet the No Child Left Behind initiative.

RSSP Student - to account for monies received for assistance in funding shortfalls for student activities.

Hazard Safety Reimbursement - to account for monies from the State of Illinois for expenditures incurred in the Hazard Safety program.

National School Breakfast Program – to account for funds received for, and payment of, expenditures of the program for the school breakfast fund.

National School Lunch Program – to account for the grant monies received for, and payment of, expenditures for the National School Lunch fund.

State Free Lunch & Breakfast Program – to account for the proceeds received and expended in the operations of the free lunch and breakfast program.

Breakfast Incentive – to account for monies provided by the State for the goal of increasing participation in school breakfast programs.

Teacher Quality – to account for monies provided by the State for preparation, certification, licensure, compensation and effectiveness of teachers across the elementary, secondary and special education spectra.

Safe & Drug Free Schools – to account for monies provided by the State for a variety of activities designed to prevent school violence and youth drug use. Also, to help schools and communities create safe, disciplined and drug-free environments that support academic achievement.

Limited English Proficiency (LEP) – to account for grant monies received for, and payment of, expenditures in connection with the English Language Acquisitions Grants, to ensure that limited English proficient (LEP) children and youth attain English proficiency.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Principal Mentoring - to account for monies from the Illinois Principals Association for expenditures incurred to ensure that every new principal in the region receives high-quality mentoring experience from trained mentors.

Institute - to account for the stewardship of the assets held in trust for the benefit of teachers. Fees are collected from registration of teachers' certificates of qualification. Monies are expended to conduct teachers' institutes, conferences, and workshops. All funds generated remain restricted until expended only on the aforementioned activities.

Nonmajor Special Revenue Funds - The ROE reported the following special revenue funds as nonmajor governmental funds:

General Educational Development (GED) - to account for the administration of the GED Testing Program. Revenues are received from testing and diploma fees.

School Bus Driver Training - to account for the stewardship of the assets held in trust in connection with the Bus Driver Training Program.

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

Annexation and Sales Petition - to account for fees collected for expenditures incurred in publishing and filing petition requests.

Proprietary Fund Types

Proprietary funds are used to account for a government's ongoing organizations and activities that are similar to those often found in the private sector. All assets, liabilities, net assets, revenues, expenses, and transfers, relating to the government's business activities in which changes in net assets or cost recovery are measured, are accounted for through proprietary funds (enterprise and internal service funds). Generally accepted accounting principles for proprietary funds are similar to those applicable to businesses in the private sector; the measurement focus is on determining operating income, financial position, and cash flows.

Enterprise Funds - to account for resources from fees charged directly to those entities or individuals that use its services. The ROE reported the following enterprise funds as major proprietary funds.

Workshop - to account for local revenues and disbursements related to various workshops conducted by the ROE which are not accounted for in a separate fund.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

LaSalle County Area Purchasing Coop - to account for maintenance of cooperative purchasing program for the benefit of the ROE's various school districts and other surrounding counties' school districts.

Discovery United Streaming Coop. - to account for local revenues received for the digital video-on-demand service by Discovery Education and Learn 360.

Nonmajor Proprietary Funds - The ROE reported the following enterprise funds as nonmajor proprietary funds:

Regional Safe School Meals - to account for local revenues and disbursements for the children whose parents can afford to pay either a full or reduced cost of meals.

American College Testing Student Fees - to account for the fees and local revenues received and related disbursements for the ACT program which is designed to assess high school students' general educational development and their ability to complete college-level work.

Excellence in Education - to account for the fees and local revenues received and related disbursements while performing activities related to the Excellence in Education program.

Technology Local Fees - to account for revenues and expenses of Technology funds.

Administrator's Academy - to account for the fees and local revenues and related expenses while performing activities for the Administrator's Academy.

ParaPro - to account for the fees and local revenues received and related disbursements for testing the proficiency of prospective teacher aids.

Criminal Background Investigation - to account for the assessments received from the school districts to pay for the processing of background checks of substitute teachers and expenditures incurred providing this service to the school districts.

Fiduciary Fund Types

Fiduciary Funds are used to account for assets held by the ROE in a trustee capacity or as an agent for individuals, private organizations, and/or other governments.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Agency Funds are custodial in nature and do not involve measurement of results of operations. The amounts due to school districts and due to other governments are equal to the assets. Agency Funds include Distributive and Payroll.

Distributive - to account for funds received and disbursed as a result of the Regional Superintendent's responsibility to receive and distribute to treasurers of school districts and other agencies, monies due to them from general State aid, State categorical grants, and various other sources.

Payroll - to account for all payroll that is incurred. Any fund that has payroll remits the money to the Payroll Fund, the Fund then pays the employee. This is an administrating agent for the ROE's payroll.

F. Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available.

Non-exchange transactions, in which the ROE receives value without directly giving value in return, include grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the ROE must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the ROE on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

G. Cash and Cash Equivalents

For presentation in the financial statements, investments with an original maturity of three months or less at the time they are purchased by the ROE are considered to be cash equivalents. Investments with original maturities of more than three months are reported as investments.

H. Investments

The ROE's established investment policy follows the State of Illinois Public Funds Investment Act which authorizes the ROE to purchase certain obligations of the U.S. Treasury, Federal agencies and instrumentalities; certificates of deposit and time deposits covered by Federal depository insurance; commercial paper of U.S. corporations with assets

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

exceeding \$500,000,000, if such paper is rated at the highest classification established by at least two standard rating services; money market funds and the Illinois Funds.

I. Capital Assets

General capital assets results from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Assets but are not reported in the fund financial statements.

Capital assets are recorded at cost at time of acquisition or fair value at the date of donation. The ROE capitalizes equipment items costing \$5,000 or more and intangible assets costing \$25,000 or more. Depreciation is calculated on a straight-line basis over the estimated useful lives (five to twenty years) of the respective assets.

J. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

K. Budgets and Budgetary Accounting

The ROE did not formally adopt a budget for the year ended June 30, 2010 and is not legally required to do so. The Illinois State Board of Education requires budgets for certain State and Federal programs. These budgets were used to prepare Budgetary Comparison Schedules for the following programs:

General Fund:

- ROE/ISC Operations

Special Revenue Funds:

- Education Fund:
 - McKinney Education for Homeless Children
 - Regional Safe Schools
 - Truants Alternative Programs
 - Learning Technology Center
 - Beginning Teachers Induction Pilot Program
 - Reading First
 - Gifted #35 and Gifted #43
 - Teacher Quality
 - Safe & Drug Free Schools
 - Limited English Proficiency (LEP)

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 2 - DEPOSITS AND INVESTMENTS

In the accompanying financial statements, certificates of deposit are reported as investments because the original maturities of the certificates exceed 90 days. For risk disclosure purposes, those certificates are deposits. The money market accounts described below are reported as cash equivalents in the accompanying financial statements. For risk disclosure purposes, the money market accounts are investments.

Deposits

The ROE utilizes several different bank accounts for its various activities. The book balance of such accounts is \$758,376 at June 30, 2010, while the bank balance was \$837,136. The difference between the above amounts primarily represents checks that have been issued but have not yet cleared the bank as of June 30, 2010. Of the total bank balance as of June 30, 2010, \$658,315 was insured by Federal depository insurance and \$178,821 was collateralized by securities pledged by the ROE's financial institution that were held by the financial institution's agent but not in the name of the ROE.

Investments

As of June 30, 2010, the ROE had investments with carrying and fair values as follows:

Investment Type	Carrying Amount	Fair Value
Illinois Funds Money Market	\$ 10,521	\$ 10,521
Illinois Funds Money Market	664,722	664,722
	\$ 675,243	\$ 675,243

Credit Risk

At June 30, 2010, 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 Investments Act, 30 ILCS 235.

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 guaranteed investments and while maintaining 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.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 3 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2010 is as follows:

	Balance July 1, 2009	Additions	Retirements	Balance June 30, 2010
Equipment	\$ 20,966	\$ -	\$ -	\$ 20,966
Less: accumulated depreciation	20,966	-	-	20,966
Capital assets, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 4 - DUE FROM (TO) OTHER GOVERNMENTAL UNITS

The ROE's Governmental, Proprietary, and Fiduciary Funds have funds due from/to the following government agencies:

DUE FROM OTHER GOVERNMENTAL UNITS

Boone/Winnebago Counties Regional Office of Education No. 4	\$ 9,500
Lee-Ogle Regional Office of Education No. 47	7,925
Illinois State Board of Education	414,830
Local school districts	4,220
State of Illinois	90
Total	<u>\$ 436,565</u>

DUE TO OTHER GOVERNMENTAL UNITS

Local school districts	\$ 2,000
Local school districts (Fiduciary funds)	665,712
Central Management Services	67
Total	<u>\$ 667,779</u>

NOTE 5 - INTERFUND TRANSACTIONS

(a) Transfers From/To Other Funds

The composition of interfund transfers for the year ended June 30, 2010 is as follows:

Fund	Transfers-in	Transfers-out
General Fund	\$ 10,304	\$ -
Education Fund - Title II Teacher Quality (from Schools)	-	10,955
Proprietary Funds – Workshop	5,030	10,304
Proprietary Funds - Discovery United Streaming Coop.	5,925	-
Institute	5,000	-
General Education Development	-	5,000
Total	<u>\$ 26,259</u>	<u>\$ 26,259</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 5 - INTERFUND TRANSACTIONS

(b) Due From/To Other Funds

The following is a summary of amounts due from/to other funds as of June 30, 2010:

Fund	Due From	Due To
ROE/ISC Operations	\$ -	\$ 81,762
McKinney Education for Homeless Children	-	7,925
Regional Safe Schools	-	157,825
Truants Alternative Programs	-	100,823
General State Aid	170,594	-
Learning Technology Center	-	54,641
Beginning Teachers Induction Pilot Program	-	19,450
System of Support	-	4,529
State Free Lunch & Breakfast Program	-	115
Teacher Quality	-	200
Proprietary Funds – Workshop	210,538	-
Proprietary Funds – Administrators’ Academy	46,138	-
Total	\$ 427,270	\$ 427,270

These interfund loans were necessitated by the State not timely paying its obligations to the ROE (or other entities which in turn paid the ROE). Each of these interfund loans were repaid by the end of December 2010.

NOTE 6 - RETIREMENT PLANS

The ROE’s employees are covered under the Illinois Municipal Retirement Fund. Contributions to the Fund are made by the ROE through grant monies on behalf of the ROE staff employees and grant coordinators. Employees paid by LaSalle County also participate in the Illinois Municipal Retirement Fund and those contributions are paid by LaSalle County. Participation is required for all ROE employees who:

- a. Occupy a job normally requiring 1,000 hours or more per year or 600 hours or more per year for employees who worked for any IMRF employer prior to January 1, 1982;
- 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 Regional Superintendent and Assistant Regional Superintendent of the ROE are paid by the State of Illinois and participate in the Teachers Retirement System.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 6 - RETIREMENT PLANS (continued)

Illinois Municipal Retirement Fund

Plan Description

The ROE's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The ROE's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

Funding Policy

As set by statute, the ROE's Regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2009 was 7.9% of annual covered payroll. The ROE also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

For fiscal year ending December 31, 2009, the ROE's annual pension cost of \$27,896 for the Regular plan was equal to the ROE's required and actual contributions.

THREE - YEAR TREND INFORMATION

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 27,896	100%	\$ -
12/31/08	27,054	100%	-
12/31/07	41,120	100%	-

The required contribution for 2009 was determined as part of the December 31, 2007 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007 included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the ROE's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. The ROE's

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 6 - RETIREMENT PLANS (continued)

Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, valuation was 5 years.

Funded Status and Funding Progress

As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 84.57 percent funded. The actuarial accrued liability for benefits was \$711,466 and the actuarial value of assets was \$601,661, resulting in an underfunded actuarial accrued liability (UAAL) of \$109,805. The covered payroll (annual payroll of active employees covered by the plan) was \$353,119 and the ratio of the UAAL to the covered payroll was 31 percent. In conjunction with the December 2009 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short – term volatility in the market value of investments over a five - year period with a 20% corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 10 year basis.

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

Teachers' Retirement System of the State of Illinois

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

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

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

The State of Illinois makes contributions directly to TRS on behalf of the ROE's TRS-covered employees.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 6 - RETIREMENT PLANS (continued)

- **On-behalf Contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the ROE. For the year ended June 30, 2010, the State of Illinois contributions were based on 23.38 percent of creditable earnings not paid from federal funds, and the ROE recognized revenue and expenditures of \$59,524 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2009 and June 30, 2008, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 17.08 percent (\$38,154) and 13.11 percent (\$27,205) respectively.
- The ROE makes other types of employer contributions directly to TRS.
- **2.2 Formula Contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2010 were \$1,500. Contributions for the years ended June 30, 2009 and June 30, 2008 were \$1,296 and \$1,204, respectively.
- **Federal and Special Trust Fund Contributions.** When TRS members are paid from federal and special trust funds administered by the ROE, there is a statutory requirement for the ROE to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective in the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS.

For the year ended June 30, 2010, the employer pension contribution was 23.38 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2009 and 2008, the employer contribution was 17.08 and 13.11 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2010, salaries totaling \$4,071 were paid from federal and special trust funds that required employer contributions of \$952. For the years ended June 30, 2009 and June 30, 2008, required ROE contributions were \$1,549 and \$225, respectively.

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

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

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 6 - RETIREMENT PLANS (continued)

For the year ended June 30, 2010, the ROE paid \$0 to TRS for employer contributions under the ERO programs. For the years ended June 30, 2009 and 2008, the ROE paid \$0 in employer ERO contributions.

- **Salary Increases Over 6 Percent and Excess Sick Leave.**

Public Act 94-0004 added two new employer contributions to TRS.

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

For the year ended June 30, 2010, the ROE No. 35 paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2009 and June 30, 2008, ROE No. 35 did not have any payments to TRS for employer contributions due on salary increases in excess of 6 percent.

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

For the year ended June 30, 2010, the ROE No. 35 paid \$0 to TRS for sick leave days granted in excess of the normal annual allotment. For the years ended June 30, 2009 and June 30, 2008, the ROE No. 35 did not have any payments to TRS for sick leave days granted in excess of the normal annual allotment.

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

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

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS

- **Plan Description**

In addition to providing the pension benefits described, the ROE provides postemployment health care benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the ROE and can be amended by the ROE through its personnel manual, except for the implicit subsidy which is governed by the State Legislature and Illinois Compiled Statutes. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the ROE governmental funds.

- **Benefits Provided**

The ROE provides continued health insurance coverage at the blended employer rate to all eligible retirees in accordance with the Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the ROE retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan, but can purchase a Medicare supplement plan from the ROE's insurance provider.

- **Membership**

At July 1, 2009 membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	-
Terminated Employees Entitled to Benefits but not yet Receiving Them	-
Active Employees	2
TOTAL	2
Participating Employers	1

- **Funding Policy**

The ROE is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement. Retirees are responsible for paying their own premiums.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

- **Annual OPEB Costs and Net OPEB Obligation**

The ROE first had an actuarial valuation performed for the plan as of July 1, 2009 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended June 30, 2010. The ROE's annual OPEB cost (expense) of \$1,008 was equal to the ARC for the fiscal year, as the transition liability was set at zero as of July 1, 2009. The ROE's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for fiscal year 2010 were as follows (information for the two preceding years is not available as an actuarial valuation was performed for the first time as of July 1, 2009):

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2010	\$ 1,008	\$ 24	2%	\$ 984

The net OPEB obligation as of July 1, 2009, was calculated as follows:

Annual Required Contribution	\$ 1,008
Interest on Net OPEB Obligation	-
Adjustment to Annual Required Contribution	-
	-
Annual OPEB Cost	1,008
Contributions Made	24
	24
Increase in Net OPEB Obligation	984
Net OPEB Obligation Beginning of Year	-
	-
Net OPEB Obligation at End of Year	\$ 984
	984

- **Funded Status and Funding Progress.**

The funded status of the plan as of July 1, 2009 was as follows:

Actuarial Accrued Liability (AAL)	\$ 6,985
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	6,985
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.0%
Covered Payroll (Active Plan Members)	\$ 96,426
UAAL as a Percentage of Covered Payroll	7.2%

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2009, actuarial valuation, the unit credit cost method was used. The actuarial assumptions included a discount rate of 4.00% and an initial healthcare cost trend rate of 11.00% with a ultimate healthcare inflation rate of 5.00% increase for 2019 and later years. Both rates include a 3.00% inflation assumption. The actuarial value of assets was not determined as the ROE has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized using a closed, level dollar method. The remaining amortization period at July 1, 2009 was 30 years.

Teacher Health Insurance Security Fund

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

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan with the cooperation of TRS. The director of the HFS determines the rates and premiums for annuitants

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (continued)

and dependent beneficiaries and establishes the cost-sharing parameters. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the State make a contribution to THIS.

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

- **On behalf contributions to THIS Fund**

The state of Illinois makes employer retiree health insurance contributions on behalf of the ROE. State contributions are intended to match contributions to THIS Fund from active members which were 0.84 percent of pay during the year ended June 30, 2010. State of Illinois contributions were \$2,173, and the ROE recognized revenue and expenditures of this amount during the year.

Had the ROE recognized revenues and expenditures for State contributions intended to match active member contributions during the years ended June 30, 2009 and June 30, 2008, under the current standards, the contribution match would have been .84 percent of pay or \$1,876 and \$1,743 respectively.

- **Employer contributions to THIS Fund**

The ROE also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the years ended June 30, 2010, June 30, 2009 and June 30, 2008. For the year ended June 30, 2010, the ROE paid \$1,630 to the THIS Fund. For the years ended June 30, 2009 and June 30, 2008, the ROE paid \$1,407 and \$1,307 to the THIS Fund, respectively, which was 100 percent of the required contributions.

Further information on THIS Fund

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

NOTE 8 - COMMON BANK ACCOUNT

The ROE maintains several bank accounts. The various funds of the ROE are comingled in these accounts but accounted for in separate funds.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 9 - INTEREST ON DISTRIBUTIVE FUND

Interest earned on distributive fund receipts is transferred after the end of each fiscal year to the General Fund by the written consent of all affected school boards and other entities. The funds are utilized by the Regional Superintendent to purchase computer equipment, develop in-service activities and other innovative programs, as well as assist with the necessary operating expenses of the ROE office.

NOTE 10 – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS

The salaries and benefits of the Superintendent and Assistant Superintendent of the ROE are paid for by the State of Illinois. Teachers Retirement System (TRS) contributions for the Superintendent, Assistant Superintendent, and qualifying employees of the ROE are paid by the State of Illinois, in accordance with applicable State of Illinois Law.

The breakdown of the State of Illinois on-behalf payments is as follows:

Regional Superintendent salary	\$ 100,762
Regional Superintendent benefits (includes State paid insurance)	19,981
Assistant Regional Superintendent salary	90,686
Assistant Regional Superintendent benefits (includes State paid insurance)	5,270
TRS & THIS contributions	<u>108,066</u>
Total on-behalf payments	<u>\$ 324,765</u>

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

One coordinator and nine teachers' salaries and benefits were paid by the ROE. The State made contributions of \$59,524 to TRS on-behalf of those employees. The State also made contributions of \$2,173 to THIS on-behalf of those employees. These amounts have been included above as "TRS & THIS contributions".

Salaries and benefits of five ROE employees are paid for by LaSalle County. There are two Truant Officers and three clerical personnel.

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 10 – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS (continued)

The breakdown of the LaSalle County on-behalf payments is as follows:

Truant Officer salaries	\$ 73,386
Truant Officer benefits	35,225
Clerical salaries	102,533
Clerical benefits	<u>50,000</u>
Total on-behalf payments	<u>\$ 261,144</u>

Salary and benefit data for the Truant Officers and the clerical staff were calculated based on data provided by LaSalle County Board.

NOTE 11 – NEGATIVE FUND BALANCES

The negative fund balances in State Free Lunch & Breakfast, Truants Alternative Programs, Regional Safe Schools, Learning Technology Center, Beginning Teachers Induction Pilot Program, and the ROE/ISC Operations programs will be resolved when the State of Illinois pays their contracted amounts to the ROE. Each of these deficits were the result of revenue that was deferred due to failure to meet the availability criteria.

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

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2010**

**ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	\$ 601,661	\$711,466	\$109,805	84.57%	\$353,119	31.10%
12/31/08	\$ 536,889	\$626,432	\$ 89,543	85.71%	\$348,191	25.72%
12/31/07	\$ 646,554	\$635,951	\$ (10,603)	101.67%	\$343,235	0.00%

**OTHER POSTEMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/09	\$ -	\$ 6,985	\$ 6,985	0.00%	96,426	7.24%

SUPPLEMENTARY INFORMATION

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GENERAL FUND
COMBINING SCHEDULE OF ACCOUNTS
JUNE 30, 2010**

SCHEDULE 1

	<u>General</u>	<u>ROE/ISC Operations</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents (overdrafts)	\$ 100,562	\$ -	\$ 100,562
Investments	210,680	-	210,680
Accounts receivable	3,139	-	3,139
Prepaid expenses	2,887	-	2,887
Due from other governmental units	-	81,762	81,762
TOTAL ASSETS	<u>\$ 317,268</u>	<u>\$ 81,762</u>	<u>\$ 399,030</u>
 LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	\$ 770	\$ -	\$ 770
Due to other funds	-	81,762	81,762
Due to other governmental units	67	-	67
Deferred revenues	-	40,886	40,886
Total liabilities	<u>837</u>	<u>122,648</u>	<u>123,485</u>
 FUND BALANCES (DEFICIT)			
Unreserved	<u>316,431</u>	<u>(40,886)</u>	<u>275,545</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 317,268</u>	<u>\$ 81,762</u>	<u>\$ 399,030</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GENERAL FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010**

SCHEDULE 2

	General	ROE/ISC Operations	Total
REVENUES			
State sources	\$ -	\$ 81,752	\$ 81,752
Local sources			
Fees for services	8,340	-	8,340
Interest	11,100	-	11,100
On-behalf payments	432,242	-	432,242
Total revenues	<u>451,682</u>	<u>81,752</u>	<u>533,434</u>
EXPENDITURES			
Salaries	19,467	70,261	89,728
Benefits	3,930	22,428	26,358
Purchased services	20,221	27,560	47,781
Supplies and materials	17,051	2,111	19,162
Miscellaneous	5,582	278	5,860
Payments to other governmental units	8,600	-	8,600
On-behalf payments	432,242	-	432,242
Total expenditures	<u>507,093</u>	<u>122,638</u>	<u>629,731</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(55,411)	(40,886)	(96,297)
OTHER FINANCING SOURCES			
Transfers in	<u>10,304</u>	<u>-</u>	<u>10,304</u>
DEFICIENCY OF REVENUES AND OTHER FINANCING SOURCES UNDER EXPENDITURES	(45,107)	(40,886)	(85,993)
FUND BALANCES, BEGINNING OF YEAR	<u>361,538</u>	<u>-</u>	<u>361,538</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 316,431</u>	<u>\$ (40,886)</u>	<u>\$ 275,545</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
GENERAL FUND ACCOUNTS
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010**

SCHEDULE 3

	ROE/ISC Operations		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
State sources	\$ 122,638	\$ 81,752	\$ (40,886)
Total revenues	<u>122,638</u>	<u>81,752</u>	<u>(40,886)</u>
EXPENDITURES			
Salaries	71,258	70,261	997
Benefits	23,978	22,428	1,550
Purchased services	22,365	27,560	(5,195)
Supplies and materials	3,800	2,111	1,689
Capital expenditures	1,000	-	1,000
Miscellaneous	237	278	(41)
Total expenditures	<u>122,638</u>	<u>122,638</u>	<u>-</u>
DEFICIENCY OF REVENUE UNDER EXPENDITURES	<u>\$ -</u>	<u>(40,886)</u>	<u>\$ (40,886)</u>
FUND BALANCE, BEGINNING OF YEAR		<u>-</u>	
FUND BALANCE (DEFICIT), END OF YEAR		<u>\$ (40,886)</u>	

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2010

SCHEDULE 4

	McKinney Education for Homeless Children	Homeless / Streator	Regional Safe Schools	Truants Alternative Programs	General State Aid	Title II - Teacher Quality (from Schools)	Learning Technology Center
ASSETS							
Cash and cash equivalents (overdrafts)	\$ -	\$ -	\$ -	\$ -	\$ 164,341	\$ 20,695	\$ -
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	867	-	-
Due from other funds	-	-	-	-	170,594	-	-
Due from other governmental units	7,925	-	157,825	100,823	-	-	54,641
TOTAL ASSETS	<u>\$ 7,925</u>	<u>\$ -</u>	<u>\$ 157,825</u>	<u>\$ 100,823</u>	<u>\$ 335,802</u>	<u>\$ 20,695</u>	<u>\$ 54,641</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ 13,174	\$ -	\$ -
Due to other funds	7,925	-	157,825	100,823	-	-	54,641
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenues	-	-	52,609	33,615	-	-	24,835
Total liabilities	<u>7,925</u>	<u>-</u>	<u>210,434</u>	<u>134,438</u>	<u>13,174</u>	<u>-</u>	<u>79,476</u>
FUND BALANCES (DEFICIT)							
Unreserved	-	-	(52,609)	(33,615)	322,628	20,695	(24,835)
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 7,925</u>	<u>\$ -</u>	<u>\$ 157,825</u>	<u>\$ 100,823</u>	<u>\$ 335,802</u>	<u>\$ 20,695</u>	<u>\$ 54,641</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2010

SCHEDULE 4
 (CONTINUED)

	Beginning Teachers Induction Pilot Program	Reading First	Gifted ROE #35	Gifted ROE #43	ARRA State Aid	ARRA General State Aid	System of Support
ASSETS							
Cash and cash equivalents (overdrafts)	\$ -	\$ 2,243	\$ 22,583	\$ 18,570	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	350	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	19,450	-	-	-	-	-	9,500
TOTAL ASSETS	\$ 19,450	\$ 2,243	\$ 22,933	\$ 18,570	\$ -	\$ -	\$ 9,500
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued expenses	\$ -	\$ -	\$ 50	\$ 50	\$ -	\$ -	\$ 50
Due to other funds	19,450	-	-	-	-	-	4,529
Due to other governmental units	-	-	-	-	-	-	2,000
Deferred revenues	19,450	2,243	22,883	18,520	-	-	-
Total liabilities	38,900	2,243	22,933	18,570	-	-	6,579
FUND BALANCES (DEFICIT)							
Unreserved	(19,450)	-	-	-	-	-	2,921
TOTAL LIABILITIES AND FUND BALANCES	\$ 19,450	\$ 2,243	\$ 22,933	\$ 18,570	\$ -	\$ -	\$ 9,500

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2010

SCHEDULE 4
 (CONTINUED)

	RSSP Student	Hazard Safety Reimbursement	National School Breakfast Program	National School Lunch Program	State Free Lunch & Breakfast Program	Breakfast Incentive	Teacher Quality
ASSETS							
Cash and cash equivalents (overdrafts)	\$ -	\$ 1,460	\$ 1,139	\$ 1,751	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	1,200	-	-	-	115	14	200
TOTAL ASSETS	\$ 1,200	\$ 1,460	\$ 1,139	\$ 1,751	\$ 115	\$ 14	\$ 200
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 141	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	115	-	200
Due to other governmental units	-	-	-	-	-	-	-
Deferred revenues	-	-	-	-	115	14	-
Total liabilities	-	-	-	141	230	14	200
FUND BALANCES (DEFICIT)							
Unreserved	1,200	1,460	1,139	1,610	(115)	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,200	\$ 1,460	\$ 1,139	\$ 1,751	\$ 115	\$ 14	\$ 200

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2010

SCHEDULE 4
 (CONTINUED)

	Safe & Drug Free Schools	LEP	Principal Mentoring	Total
ASSETS				
Cash and cash equivalents (overdrafts)	\$ -	\$ -	\$ 2,225	\$ 235,007
Accounts receivable	-	-	3,000	3,000
Prepaid expenses	-	-	-	1,217
Due from other funds	-	-	-	170,594
Due from other governmental units	-	-	-	351,693
TOTAL ASSETS	\$ -	\$ -	\$ 5,225	\$ 761,511
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 13,465
Due to other funds	-	-	-	345,508
Due to other governmental units	-	-	-	2,000
Deferred revenues	-	-	750	175,034
Total liabilities	-	-	750	536,007
FUND BALANCES (DEFICIT)				
Unreserved	-	-	4,475	225,504
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ 5,225	\$ 761,511

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
EDUCATION FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 5

	McKinney Education for Homeless Children	Homeless / Streator	Regional Safe Schools	Truants Alternative Programs	General State Aid	Title II - Teacher Quality (from Schools)	Learning Technology Center
REVENUES							
Federal sources	\$ 32,898	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	105,216	67,208	225,341	-	29,806
Local sources							
Fees for services	-	-	-	-	-	31,010	-
Interest	3	-	-	1	2,958	42	-
On-behalf payments	-	-	45,056	108,611	-	-	-
Total revenues	<u>32,901</u>	<u>-</u>	<u>150,272</u>	<u>175,820</u>	<u>228,299</u>	<u>31,052</u>	<u>29,806</u>
EXPENDITURES							
Salaries	6,463	-	112,165	74,898	142,887	4,000	23,377
Benefits	1,120	-	25,064	20,455	32,441	776	4,170
Purchased services	23,107	-	17,352	5,560	43,281	1,014	26,580
Supplies and materials	2,208	83	3,244	736	5,773	-	514
Capital expenditures	-	-	-	-	699	-	-
Miscellaneous	3	-	-	-	55	-	-
Payments to other governmental units	-	-	-	-	-	6,373	-
On-behalf payments	-	-	45,056	108,611	-	-	-
Total expenditures	<u>32,901</u>	<u>83</u>	<u>202,881</u>	<u>210,260</u>	<u>225,136</u>	<u>12,163</u>	<u>54,641</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(83)	(52,609)	(34,440)	3,163	18,889	(24,835)
OTHER FINANCING USES							
Transfers out	-	-	-	-	-	(10,955)	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	-	(83)	(52,609)	(34,440)	3,163	7,934	(24,835)
FUND BALANCES, BEGINNING OF YEAR	-	83	-	825	319,465	12,761	-
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (52,609)</u>	<u>\$ (33,615)</u>	<u>\$ 322,628</u>	<u>\$ 20,695</u>	<u>\$ (24,835)</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
EDUCATION FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010**

**SCHEDULE 5
(CONTINUED)**

	Beginning Teachers Induction Pilot Program	Reading First	Gifted ROE #35	Gifted ROE #43	ARRA State Aid	ARRA General State Aid	System of Support
REVENUES							
Federal sources	\$ -	\$ 13,524	\$ -	\$ -	\$ 37,557	\$ 12,519	\$ 156,357
State sources	30,702	-	55,278	41,539	-	-	-
Local sources							
Fees for services	-	-	-	-	-	-	-
Interest	2	1	65	47	-	-	2
On-behalf payments	-	-	-	-	-	-	-
Total revenues	<u>30,704</u>	<u>13,525</u>	<u>55,343</u>	<u>41,586</u>	<u>37,557</u>	<u>12,519</u>	<u>156,359</u>
EXPENDITURES							
Salaries	12,798	3,291	16,537	16,100	30,570	9,899	40,916
Benefits	2,078	1,189	1,036	451	6,987	2,620	2,943
Purchased services	30,434	9,045	28,074	17,073	-	-	34,240
Supplies and materials	4,844	-	9,696	7,962	-	-	-
Capital expenditures	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Payments to other governmental units	-	-	-	-	-	-	79,977
On-behalf payments	-	-	-	-	-	-	-
Total expenditures	<u>50,154</u>	<u>13,525</u>	<u>55,343</u>	<u>41,586</u>	<u>37,557</u>	<u>12,519</u>	<u>158,076</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(19,450)	-	-	-	-	-	(1,717)
OTHER FINANCING USES							
Transfers out	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	(19,450)	-	-	-	-	-	(1,717)
FUND BALANCES, BEGINNING OF YEAR	-	-	-	-	-	-	4,638
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ (19,450)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,921</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
EDUCATION FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010**

**SCHEDULE 5
(CONTINUED)**

	RSSP Student	Hazard Safety Reimbursement	National School Breakfast Program	National School Lunch Program	State Free Lunch & Breakfast Program	Breakfast Incentive	Teacher Quality
REVENUES							
Federal sources	\$ -	\$ -	\$ 8,239	\$ 12,818	\$ -	\$ -	\$ 1,178
State sources	-	-	-	-	996	-	-
Local sources							
Fees for services	48,282	-	-	-	-	-	-
Interest	4	3	1	3	1	-	-
On-behalf payments	-	-	-	-	-	-	-
Total revenues	<u>48,286</u>	<u>3</u>	<u>8,240</u>	<u>12,821</u>	<u>997</u>	<u>-</u>	<u>1,178</u>
EXPENDITURES							
Salaries	34,812	-	-	-	-	-	-
Benefits	7,773	-	-	-	-	-	-
Purchased services	3,049	-	7,652	12,949	1,372	44	1,178
Supplies and materials	1,142	-	-	-	-	-	-
Capital expenditures	-	-	-	-	-	-	-
Miscellaneous	310	-	-	-	-	-	-
Payments to other governmental units	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-
Total expenditures	<u>47,086</u>	<u>-</u>	<u>7,652</u>	<u>12,949</u>	<u>1,372</u>	<u>44</u>	<u>1,178</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,200	3	588	(128)	(375)	(44)	-
OTHER FINANCING USES							
Transfers out	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	1,200	3	588	(128)	(375)	(44)	-
FUND BALANCES, BEGINNING OF YEAR	-	1,457	551	1,738	260	44	-
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 1,200</u>	<u>\$ 1,460</u>	<u>\$ 1,139</u>	<u>\$ 1,610</u>	<u>\$ (115)</u>	<u>\$ -</u>	<u>\$ -</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
EDUCATION FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010**

**SCHEDULE 5
(CONTINUED)**

	Safe & Drug Free Schools	LEP	Principal Mentoring	Total
REVENUES				
Federal sources	\$ 184	\$ 4,000	\$ -	\$ 279,274
State sources	-	-	-	556,086
Local sources				
Fees for services	-	-	4,000	83,292
Interest	-	1	5	3,139
On-behalf payments	-	-	-	153,667
Total revenues	<u>184</u>	<u>4,001</u>	<u>4,005</u>	<u>1,075,458</u>
EXPENDITURES				
Salaries	-	1,306	3,095	533,114
Benefits	-	305	392	109,800
Purchased services	184	2,390	9	264,587
Supplies and materials	-	-	60	36,262
Capital expenditures	-	-	-	699
Miscellaneous	-	-	-	368
Payments to other governmental units	-	-	-	86,350
On-behalf payments	-	-	-	153,667
Total expenditures	<u>184</u>	<u>4,001</u>	<u>3,556</u>	<u>1,184,847</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	449	(109,389)
OTHER FINANCING USES				
Transfers out	-	-	-	(10,955)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	-	-	449	(120,344)
FUND BALANCES, BEGINNING OF YEAR	-	-	4,026	345,848
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,475</u>	<u>\$ 225,504</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 6

	McKinney Education for Homeless Children			Regional Safe Schools			Truants Alternative Programs		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE									
Federal sources	\$ 32,898	\$ 32,898	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	157,825	105,216	(52,609)	100,823	67,208	(33,615)
Local sources									
Interest	-	3	3	-	-	-	-	1	1
On-behalf payments	-	-	-	-	45,056	45,056	-	108,611	108,611
Total revenue	<u>32,898</u>	<u>32,901</u>	<u>3</u>	<u>157,825</u>	<u>150,272</u>	<u>(7,553)</u>	<u>100,823</u>	<u>175,820</u>	<u>74,997</u>
EXPENDITURES									
Salaries	5,500	6,463	(963)	112,521	112,165	356	72,545	74,898	(2,353)
Benefits	109	1,120	(1,011)	23,799	25,064	(1,265)	18,925	20,455	(1,530)
Purchased services	25,789	23,107	2,682	19,740	17,352	2,388	8,853	5,560	3,293
Supplies and materials	1,500	2,208	(708)	1,765	3,244	(1,479)	500	736	(236)
Miscellaneous	-	3	(3)	-	-	-	-	-	-
On-behalf payments	-	-	-	-	45,056	(45,056)	-	108,611	(108,611)
Total expenditures	<u>32,898</u>	<u>32,901</u>	<u>(3)</u>	<u>157,825</u>	<u>202,881</u>	<u>(45,056)</u>	<u>100,823</u>	<u>210,260</u>	<u>(109,437)</u>
DEFICIENCY OF REVENUE UNDER EXPENDITURES	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(52,609)</u>	<u>\$ (52,609)</u>	<u>\$ -</u>	<u>(34,440)</u>	<u>\$ (34,440)</u>
FUND BALANCES, BEGINNING OF YEAR		<u>-</u>			<u>-</u>			<u>825</u>	
FUND DEFICIT, END OF YEAR		<u>\$ -</u>			<u>\$ (52,609)</u>			<u>\$ (33,615)</u>	

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 6
 (CONTINUED)

	Learning Technology Center			Beginning Teachers Induction Pilot Program FY 2009			Beginning Teachers Induction Pilot Program FY 2010		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE									
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	54,641	29,806	(24,835)	40,805	30,702	(10,103)	58,721	-	(58,721)
Local sources									
Interest	-	-	-	-	2	2	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total revenue	54,641	29,806	(24,835)	40,805	30,704	(10,101)	58,721	-	(58,721)
EXPENDITURES									
Salaries	20,555	23,377	(2,822)	7,053	6,890	163	13,969	5,908	8,061
Benefits	3,594	4,170	(576)	1,017	967	50	2,881	1,111	1,770
Purchased services	30,300	26,580	3,720	25,885	18,007	7,878	39,650	12,427	27,223
Supplies and materials	192	514	(322)	6,850	4,840	2,010	2,221	4	2,217
Miscellaneous	-	-	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total expenditures	54,641	54,641	-	40,805	30,704	10,101	58,721	19,450	39,271
DEFICIENCY OF REVENUE UNDER EXPENDITURES	\$ -	(24,835)	\$ (24,835)	\$ -	-	\$ -	\$ -	(19,450)	\$ (19,450)
FUND BALANCES, BEGINNING OF YEAR		-			-			-	
FUND DEFICIT, END OF YEAR		\$ (24,835)			\$ -			\$ (19,450)	

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 6
 (CONTINUED)

	Reading First			Gifted ROE #35			Gifted ROE #43		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE									
Federal sources	\$ 14,735	\$ 13,524	\$ (1,211)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	78,161	55,278	(22,883)	60,059	41,539	(18,520)
Local sources									
Interest	-	1	1	-	65	65	-	47	47
On-behalf payments	-	-	-	-	-	-	-	-	-
Total revenue	14,735	13,525	(1,210)	78,161	55,343	(22,818)	60,059	41,586	(18,473)
EXPENDITURES									
Salaries	2,073	3,291	(1,218)	23,394	16,537	6,857	16,106	16,100	6
Benefits	662	1,189	(527)	1,514	1,036	478	894	451	443
Purchased services	11,150	9,045	2,105	42,201	28,074	14,127	34,111	17,073	17,038
Supplies and materials	850	-	850	11,052	9,696	1,356	8,948	7,962	986
Miscellaneous	-	-	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total expenditures	14,735	13,525	1,210	78,161	55,343	22,818	60,059	41,586	18,473
DEFICIENCY OF REVENUE UNDER EXPENDITURES	\$ -	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -
FUND BALANCES, BEGINNING OF YEAR		-			-			-	
FUND DEFICIT, END OF YEAR		\$ -			\$ -			\$ -	

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 6
 (CONTINUED)

	Teacher Quality			Safe & Drug Free Schools			LEP		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE									
Federal sources	\$ 1,178	\$ 1,178	\$ -	\$ 184	\$ 184	\$ -	\$ 4,000	\$ 4,000	\$ -
State sources	-	-	-	-	-	-	-	-	-
Local sources									
Interest	-	-	-	-	-	-	-	1	1
On-behalf payments	-	-	-	-	-	-	-	-	-
Total revenue	<u>1,178</u>	<u>1,178</u>	<u>-</u>	<u>184</u>	<u>184</u>	<u>-</u>	<u>4,000</u>	<u>4,001</u>	<u>1</u>
EXPENDITURES									
Salaries	-	-	-	-	-	-	960	1,306	(346)
Benefits	-	-	-	-	-	-	220	305	(85)
Purchased services	1,178	1,178	-	184	184	-	2,820	2,390	430
Supplies and materials	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
On-behalf payments	-	-	-	-	-	-	-	-	-
Total expenditures	<u>1,178</u>	<u>1,178</u>	<u>-</u>	<u>184</u>	<u>184</u>	<u>-</u>	<u>4,000</u>	<u>4,001</u>	<u>(1)</u>
DEFICIENCY OF REVENUE UNDER EXPENDITURES	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCES, BEGINNING OF YEAR		<u>-</u>			<u>-</u>			<u>-</u>	
FUND DEFICIT, END OF YEAR		<u>\$ -</u>			<u>\$ -</u>			<u>\$ -</u>	

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
 EDUCATION FUND ACCOUNTS
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2010**

**SCHEDULE 6
 (CONTINUED)**

	<u>Total</u>		<u>Variance</u>
	<u>Budget</u>	<u>Actual</u>	<u>Favorable</u>
			<u>(Unfavorable)</u>
REVENUE			
Federal sources	\$ 52,995	\$ 51,784	\$ (1,211)
State sources	551,035	329,749	(221,286)
Local sources			
Interest	-	120	120
On-behalf payments	-	153,667	153,667
Total revenue	<u>604,030</u>	<u>535,320</u>	<u>(68,710)</u>
EXPENDITURES			
Salaries	274,676	266,935	7,741
Benefits	53,615	55,868	(2,253)
Purchased services	241,861	160,977	80,884
Supplies and materials	33,878	29,204	4,674
Miscellaneous	-	3	(3)
On-behalf payments	-	153,667	(153,667)
Total expenditures	<u>604,030</u>	<u>666,654</u>	<u>(62,624)</u>
DEFICIENCY OF REVENUE UNDER			
EXPENDITURES	<u>\$ -</u>	<u>(131,334)</u>	<u>\$ (131,334)</u>
FUND BALANCES, BEGINNING OF YEAR		<u>825</u>	
FUND DEFICIT, END OF YEAR		<u>\$ (130,509)</u>	

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010**

SCHEDULE 7

	General Educational Development	School Bus Driver Training	Supervisory	Annexation and Sales Petition	Total
ASSETS					
Cash and cash equivalents	\$ 2,772	\$ 2,829	\$ -	\$ 2,167	\$ 7,768
Investments	17,573	11,024	-	-	28,597
Accounts receivable	5	3	-	-	8
Due from other governmental units	90	-	-	-	90
TOTAL ASSETS	\$ 20,440	\$ 13,856	\$ -	\$ 2,167	\$ 36,463
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Deferred Revenue	\$ 90	\$ -	\$ -	\$ -	\$ 90
Total liabilities	90	-	-	-	90
FUND BALANCES					
Unreserved	20,350	13,856	-	2,167	36,373
TOTAL LIABILITIES AND FUND BALANCES	\$ 20,440	\$ 13,856	\$ -	\$ 2,167	\$ 36,463

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010**

SCHEDULE 8

	General Educational Development	School Bus Driver Training	Supervisory	Annexation and Sales Petition	Total
REVENUES					
State sources	\$ -	\$ 1,191	\$ 1,000	\$ -	\$ 2,191
Local sources					
Fees for services	12,556	2,872	-	-	15,428
Interest	240	167	1	6	414
Total revenues	<u>12,796</u>	<u>4,230</u>	<u>1,001</u>	<u>6</u>	<u>18,033</u>
EXPENDITURES					
Salaries	2,202	482	-	-	2,684
Benefits	342	87	-	-	429
Purchased services	3,158	2,385	1,001	-	6,544
Supplies and materials	2,955	-	-	-	2,955
Miscellaneous	175	65	-	-	240
Total expenditures	<u>8,832</u>	<u>3,019</u>	<u>1,001</u>	<u>-</u>	<u>12,852</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,964	1,211	-	6	5,181
OTHER FINANCING USES					
Transfers out	<u>(5,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,000)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING USES OVER EXPENDITURES	(1,036)	1,211	-	6	181
FUND BALANCES, BEGINNING OF YEAR	<u>21,386</u>	<u>12,645</u>	<u>-</u>	<u>2,161</u>	<u>36,192</u>
FUND BALANCES, END OF YEAR	<u>\$ 20,350</u>	<u>\$ 13,856</u>	<u>\$ -</u>	<u>\$ 2,167</u>	<u>\$ 36,373</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2010

SCHEDULE 9

	<u>Regional Safe School Meals</u>	<u>American College Testing Student Fees</u>	<u>Excellence in Education</u>	<u>Technology Local Fees</u>	<u>Administrator's Academy</u>	<u>ParaPro</u>	<u>Criminal Background Investigation</u>	<u>Total</u>
ASSETS								
Cash and cash equivalents	\$ 56	\$ 58	\$ 502	\$ 20,871	\$ 1,185	\$ 1,591	\$ 3,055	\$ 27,318
Investments	-	-	28,860	-	-	-	-	28,860
Accounts receivable	4	-	9	-	-	-	533	546
Due from other funds	-	-	-	-	46,138	-	-	46,138
Due from other governmental units	-	-	-	-	1,380	-	440	1,820
TOTAL ASSETS	<u>60</u>	<u>58</u>	<u>29,371</u>	<u>20,871</u>	<u>48,703</u>	<u>1,591</u>	<u>4,028</u>	<u>104,682</u>
LIABILITIES								
Accounts payable and accrued expenses	-	-	-	-	-	225	49	274
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>225</u>	<u>49</u>	<u>274</u>
NET ASSETS								
Unrestricted	<u>\$ 60</u>	<u>\$ 58</u>	<u>\$ 29,371</u>	<u>\$ 20,871</u>	<u>\$ 48,703</u>	<u>\$ 1,366</u>	<u>\$ 3,979</u>	<u>\$ 104,408</u>

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES,
AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 10

	Regional Safe School Meals	American College Testing Student Fees	Excellence in Education	Technology Local Fees	Administrator's Academy	ParaPro	Criminal Background Investigation	Total
OPERATING REVENUE								
Fees for services	\$ 476	\$ 5,500	\$ 12,312	\$ -	\$ 12,845	\$ 2,800	\$ 10,056	\$ 43,989
OPERATING EXPENSES								
Salaries	-	1,266	1,266	-	-	-	3,511	6,043
Benefits	-	246	245	-	-	-	418	909
Purchased services	416	3,440	9,194	-	8,673	-	8,107	29,830
Supplies and materials	-	2,429	5,776	-	70	1,575	-	9,850
Miscellaneous	-	-	150	-	-	-	-	150
Total operating expenses	416	7,381	16,631	-	8,743	1,575	12,036	46,782
OPERATING INCOME (LOSS)	60	(1,881)	(4,319)	-	4,102	1,225	(1,980)	(2,793)
NONOPERATING REVENUE								
Interest	-	13	474	25	57	1	6	576
CHANGE IN NET ASSETS	60	(1,868)	(3,845)	25	4,159	1,226	(1,974)	(2,217)
NET ASSETS, BEGINNING OF YEAR	-	1,926	33,216	20,846	44,544	140	5,953	106,625
NET ASSETS, END OF YEAR	\$ 60	\$ 58	\$ 29,371	\$ 20,871	\$ 48,703	\$ 1,366	\$ 3,979	\$ 104,408

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 11

	Regional Safe School Meals	American College Testing Student Fees	Excellence in Education	Technology Local Fees	Administrators' Academy	ParaPro	Criminal Background Investigation	Total
CASH FLOWS FROM OPERATING ACTIVITIES:								
Receipts for workshops and services	\$ 472	\$ 5,500	\$ 12,315	\$ -	\$ 11,165	\$ 2,800	\$ 9,501	\$ 41,753
Payments to employees	-	(1,266)	(1,266)	-	-	-	(3,511)	(6,043)
Payments to suppliers	(416)	(7,493)	(15,365)	-	(8,743)	(1,350)	(8,663)	(42,030)
Net cash provided by (used in) operating activities	56	(3,259)	(4,316)	-	2,422	1,450	(2,673)	(6,320)
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES:								
Loans to other funds	-	-	-	-	(46,138)	-	-	(46,138)
Net cash used in non capital financing activities	-	-	-	-	(46,138)	-	-	(46,138)
CASH FLOWS FROM INVESTING ACTIVITIES:								
Proceeds from (Purchases of) Investments	-	-	1,540	-	-	-	-	1,540
Interest	-	13	474	25	57	1	6	576
Net cash provided by investing activities	-	13	2,014	25	57	1	6	2,116
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	56	(3,246)	(2,302)	25	(43,659)	1,451	(2,667)	(50,342)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	-	3,304	2,804	20,846	44,844	140	5,722	77,660
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 56	\$ 58	\$ 502	\$ 20,871	\$ 1,185	\$ 1,591	\$ 3,055	\$ 27,318
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:								
Operating income (loss)	\$ 60	\$ (1,881)	\$ (4,319)	\$ -	\$ 4,102	\$ 1,225	\$ (1,980)	\$ (2,793)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:								
Effects of changes in assets and liabilities:								
Accounts receivable	(4)	-	3	-	-	-	(115)	(116)
Due to other funds	-	(1,378)	-	-	-	-	-	(1,378)
Due from other governmental units	-	-	-	-	(1,380)	-	(440)	(1,820)
Accounts payable and accrued expenses	-	-	-	-	-	225	(138)	87
Deferred revenues	-	-	-	-	(300)	-	-	(300)
Net cash provided by (used in) operating activities	\$ 56	\$ (3,259)	\$ (4,316)	\$ -	\$ 2,422	\$ 1,450	\$ (2,673)	\$ (6,320)

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2010

SCHEDULE 12

	<u>Distributive</u>	<u>Payroll</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	<u>\$ 665,696</u>	<u>\$ 16</u>	<u>\$ 665,712</u>
LIABILITIES			
Due to other governmental units	<u>\$ 665,696</u>	<u>\$ 16</u>	<u>\$ 665,712</u>

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
FIDUCIARY FUNDS**

SCHEDULE 13

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
DISTRIBUTIVE				
ASSETS				
Cash and cash equivalents	<u>\$ 2,172</u>	<u>\$ 68,374,853</u>	<u>\$ 67,711,329</u>	<u>\$ 665,696</u>
LIABILITIES				
Due to other governmental units	<u>\$ 2,172</u>	<u>\$ 68,374,853</u>	<u>\$ 67,711,329</u>	<u>\$ 665,696</u>
PAYROLL				
ASSETS				
Cash and cash equivalents	<u>28</u>	<u>792,298</u>	<u>792,310</u>	<u>16</u>
LIABILITIES				
Due to other governmental units	<u>28</u>	<u>792,298</u>	<u>792,310</u>	<u>16</u>
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	<u>\$ 2,200</u>	<u>\$ 69,167,151</u>	<u>\$ 68,503,639</u>	<u>\$ 665,712</u>
LIABILITIES				
Due to other governmental units	<u>\$ 2,200</u>	<u>\$ 69,167,151</u>	<u>\$ 68,503,639</u>	<u>\$ 665,712</u>

DISTRIBUTIVE FUND

SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

Program	Code	Allen Otter Creek			Earlville
		CC #65	Deer Park CC #82	Dimmick CC #175	Community #9
General State Aid	3001	\$ 93,963	\$ 90,008	\$ 24,368	\$ 852,176
General State Aid - Hold Harmless/Supplemental	3002	57,691	43,686	-	-
Transition Assistance	3099	-	6,213	14,191	-
Special Ed. - Private Facility Tuition	3100	21,338	-	-	13,806
Special Ed. - Extraordinary	3105	11,309	7,643	12,261	50,115
Special Ed. - Personnel	3110	19,319	15,329	13,050	98,772
Special Ed. - Orphanage - Individual	3120	2,495	-	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	559	142	194	3,391
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	-	-	-	2,948
Transportation - Regular and Vocational	3500	25,856	23,033	34,417	42,487
Transportation - Special Education	3510	32,563	2,267	535	103,570
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	-	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	460	521	510	-
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	15,136	5,396	4,820	71,237
Special Milk Program	4215	-	-	-	-
School Breakfast Program	4220	-	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	-	-	-	60,849
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	264	97	180	831
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	-	-	-	9,793
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	15,788	15,280	4,077	142,405
ARRA-Title I - Low Income	4851	-	-	-	26,656
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	5,202	5,093	1,359	47,327
Title III-Lang Inst Prog	4909	-	-	-	-
Title II - Teacher Quality	4932	-	8,857	3,725	28,718
Technology Enhancing Education - Formula	4971	-	-	-	517
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 301,943	\$ 223,565	\$ 113,687	\$ 1,555,598

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010**

**SCHEDULE 14
(CONTINUED)**

Program	Code	Grand Ridge CC		Holy Family School	LaSalle County ROE
		#95	Holy Cross School		
General State Aid	3001	\$ 541,758	\$ -	\$ -	\$ 225,341
General State Aid - Hold Harmless/Supplemental	3002	-	-	-	-
Transition Assistance	3099	16,386	-	-	-
Special Ed. - Private Facility Tuition	3100	-	-	-	-
Special Ed. - Extraordinary	3105	35,095	-	-	-
Special Ed. - Personnel	3110	60,570	-	-	-
Special Ed. - Orphanage - Individual	3120	15,521	-	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
Gifted Education	3350	-	-	-	78,161
State Free Lunch & Breakfast	3360	2,408	38	-	1,291
School Breakfast Incentive	3365	78	-	-	27
Driver Education	3370	-	-	-	-
Transportation - Regular and Vocational	3500	134,589	-	-	-
Transportation - Special Education	3510	5,825	-	-	-
ROE School Bus Driver Training	3520	-	-	-	1,191
Truants Alternative/Optional Ed.	3695	-	-	-	37,345
Regional Safe Schools	3696	-	-	-	72,626
Early Childhood - Block Grant	3705	-	-	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	106,124
Supervisory Expense	3745	-	-	-	1,000
ADA Safety and Educational Block Grant	3775	1,483	-	585	-
Technology - Learning Technology Centers	3780	-	-	-	32,793
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	40,805
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	41,014	6,761	-	14,331
Special Milk Program	4215	-	-	3,329	1,118
School Breakfast Program	4220	9,167	-	-	8,070
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	30,959	-	-	-
Title I - Reading First Part B SEA Funds	4337	-	-	-	14,735
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	848	-	-	184
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	-	-	-	-
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	90,377	-	-	37,557
ARRA-Title I - Low Income	4851	7,000	-	-	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	30,081	-	-	12,519
Title III-Lang Inst Prog	4909	-	-	-	-
Title II - Teacher Quality	4932	13,290	-	-	1,070
Technology Enhancing Education - Formula	4971	-	-	-	-
Other Federal Programs	4999	-	-	-	6,000
Interest Income	8801	-	-	-	2,525
TOTAL		\$ 1,036,449	\$ 6,799	\$ 3,914	\$ 694,813

**LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010**

**SCHEDULE 14
(CONTINUED)**

Program	Code	LaSalle County Treasurer	LaSalle Elementary #122	LaSalle Peru Twp. H.S. #120	LEASE
General State Aid	3001	\$ -	\$ 2,858,089	\$ 800,594	\$ -
General State Aid - Hold Harmless/Supplemental	3002	-	-	319,068	-
Transition Assistance	3099	-	-	66,228	-
Special Ed. - Private Facility Tuition	3100	-	86,372	62,936	-
Special Ed. - Extraordinary	3105	-	110,565	129,673	-
Special Ed. - Personnel	3110	-	192,722	219,143	419,698
Special Ed. - Orphanage - Individual	3120	-	9,056	10,988	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	2,633	2,003	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	-	4,142	4,157	1,002
School Breakfast Incentive	3365	-	416	298	-
Driver Education	3370	-	-	36,104	-
Transportation - Regular and Vocational	3500	-	30,323	194,938	-
Transportation - Special Education	3510	-	124,636	81,063	-
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	37,093	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	104,930	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	-	-	-	-
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	123,208	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	26,855	-	-
National School Lunch Program	4210	-	242,889	93,634	10,730
Special Milk Program	4215	-	-	-	-
School Breakfast Program	4220	-	69,212	14,690	7,338
Fresh Fruits and Vegetables	4240	-	-	-	1,753
Title I - Low Income	4300	-	380,899	205,221	-
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	102,035	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	-	3,344	4,012	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	139,234
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	4,090,090
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	-	-	-	-
Title IIA-State Leadership	4720	-	-	10,573	-
Federal Stimulus ARRA	4850	-	480,130	134,702	-
ARRA-Title I - Low Income	4851	-	160,643	58,166	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	95,000
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	3,204,191
ARRA-Technology - Enhancing Education	4861	-	-	259,115	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	-	157,351	43,677	-
Title III-Lang Inst Prog	4909	-	-	-	-
Title II - Teacher Quality	4932	-	77,776	61,588	-
Technology Enhancing Education - Formula	4971	-	542	2,102	-
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 123,208	\$ 5,123,525	\$ 2,953,801	\$ 7,969,036

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 14
(CONTINUED)

Program	Code	Leland Comm. #1	Lostant CUSD #425	L-P Area Voc. Center	Marseilles Elementary #150
General State Aid	3001	\$ 384,564	\$ 129,522	\$ -	\$ 1,564,414
General State Aid - Hold Harmless/Supplemental	3002	28,966	-	-	-
Transition Assistance	3099	-	-	-	-
Special Ed. - Private Facility Tuition	3100	23,179	13,242	-	6,649
Special Ed. - Extraordinary	3105	21,667	13,741	-	63,408
Special Ed. - Personnel	3110	56,806	12,744	-	143,221
Special Ed. - Orphanage - Individual	3120	-	-	-	4,708
Special Ed. - Summer School	3145	-	389	-	1,093
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	1,246	619	-	5,499
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	2,558	-	-	-
Transportation - Regular and Vocational	3500	48,386	48,837	12,431	62,599
Transportation - Special Education	3510	77,108	35,823	-	26,592
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	-	-	93,748
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	12,091	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	1,446	574	-	-
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	38,468	16,623	-	125,388
Special Milk Program	4215	-	-	-	-
School Breakfast Program	4220	-	-	-	43,124
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	24,122	10,903	-	72,540
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	997	295	-	1,493
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	44,339	-	-	-
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	64,201	21,653	-	261,425
ARRA-Title I - Low Income	4851	9,321	4,938	-	34,232
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	21,316	7,171	-	86,890
Title III-Lang Inst Prog	4909	-	-	-	-
Title II - Teacher Quality	4932	9,740	4,616	-	22,203
Technology Enhancing Education - Formula	4971	-	-	-	-
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 870,521	\$ 321,690	\$ 12,431	\$ 2,619,226

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 14
(CONTINUED)

Program	Code	Mendota Twp.		Miller Twp. CC	Oglesby
		Mendota CC #289	H.S. #280	#210	Elementary #125
General State Aid	3001	\$ 2,635,653	\$ 1,162,925	\$ 220,404	\$ 1,103,196
General State Aid - Hold Harmless/Supplemental	3002	-	-	-	-
Transition Assistance	3099	62,371	-	21,914	-
Special Ed. - Private Facility Tuition	3100	66,929	39,749	-	534
Special Ed. - Extraordinary	3105	142,141	65,194	24,621	48,349
Special Ed. - Personnel	3110	239,572	83,528	35,703	92,952
Special Ed. - Orphanage - Individual	3120	-	-	-	-
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	37,309	4,566	-	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	5,311	2,823	595	3,949
School Breakfast Incentive	3365	361	214	-	-
Driver Education	3370	-	17,914	-	-
Transportation - Regular and Vocational	3500	103,051	140,211	89,203	79,050
Transportation - Special Education	3510	168,281	67,217	17,869	87,544
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	93,218	-	-	293,828
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	-	-	1,098	-
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	295,321	66,794	17,755	87,733
Special Milk Program	4215	2,323	-	-	1,132
School Breakfast Program	4220	58,942	10,531	-	22,682
Fresh Fruits and Vegetables	4240	12,990	-	-	-
Title I - Low Income	4300	183,110	84,283	5,623	63,998
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	400	-	-	-
Safe & Drug Free Sch. - Formula	4400	4,290	973	560	1,324
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	6,519	-	-	5,280
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	440,780	194,278	36,784	184,223
ARRA-Title I - Low Income	4851	67,415	-	6,971	15,295
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	146,333	64,286	12,237	61,159
Title III-Lang Inst Prog	4909	45,778	-	-	-
Title II - Teacher Quality	4932	70,095	23,196	11,402	23,889
Technology Enhancing Education - Formula	4971	1,628	1,447	-	-
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 4,890,121	\$ 2,030,129	\$ 502,739	\$ 2,176,117

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 14
(CONTINUED)

Program	Code	Ottawa Elem. #141	Ottawa Twp. H.S. #140	Peru Elementary #124	Rutland CC #230
General State Aid	3001	\$ 3,228,215	\$ 1,807,944	\$ 1,061,960	\$ 30,547
General State Aid - Hold Harmless/Supplemental	3002	-	-	-	210
Transition Assistance	3099	52,112	115,707	64,930	-
Special Ed. - Private Facility Tuition	3100	146,516	120,908	31,819	13,519
Special Ed. - Extraordinary	3105	228,862	166,908	103,192	9,006
Special Ed. - Personnel	3110	552,710	228,098	202,605	41,617
Special Ed. - Orphanage - Individual	3120	3,523	-	-	-
Special Ed. - Summer School	3145	-	-	823	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	1,513	-	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	5,996	2,257	3,870	353
School Breakfast Incentive	3365	-	-	-	-
Driver Education	3370	-	27,513	-	-
Transportation - Regular and Vocational	3500	115,648	41,190	20,939	43,999
Transportation - Special Education	3510	158,064	220,733	104,996	29,680
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	277,620	-	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	-	-	-	387
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	341,847	-	138,755	8,096
Special Milk Program	4215	-	8,742	-	-
School Breakfast Program	4220	33,131	-	25,117	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	482,615	218,395	231,099	19,641
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	8,685	4,597	4,053	334
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	35,810	178,445	-	-
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	540,666	302,587	177,659	5,121
ARRA-Title I - Low Income	4851	159,509	94,139	72,159	7,273
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	178,882	99,559	58,802	1,701
Title III-Lang Inst Prog	4909	-	-	-	-
Title II - Teacher Quality	4932	114,669	47,064	39,287	5,308
Technology Enhancing Education - Formula	4971	4,332	1,678	1,457	167
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 6,669,412	\$ 3,687,977	\$ 2,343,522	\$ 216,959

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 14
(CONTINUED)

Program	Code	Seneca CC #170	Seneca Twp. H.S. #160	Serena Community #2	St. Anthony School
General State Aid	3001	\$ 139,256	\$ 152,495	\$ 361,074	\$ -
General State Aid - Hold Harmless/Supplemental	3002	-	-	226,421	-
Transition Assistance	3099	-	-	-	-
Special Ed. - Private Facility Tuition	3100	10,439	1,815	111,837	-
Special Ed. - Extraordinary	3105	57,162	51,717	90,526	-
Special Ed. - Personnel	3110	139,306	62,804	143,330	-
Special Ed. - Orphanage - Individual	3120	-	-	18,946	-
Special Ed. - Summer School	3145	-	125	1,054	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	-	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	3,115	901	3,366	238
School Breakfast Incentive	3365	6,989	-	-	-
Driver Education	3370	-	15,905	7,248	-
Transportation - Regular and Vocational	3500	2,696	15,237	167,484	-
Transportation - Special Education	3510	53,509	95,979	253,512	-
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	25,150	-	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	-	-
ROE/ISC Operations	3730	-	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	-	-	-	748
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	68,333	28,846	88,709	10,621
Special Milk Program	4215	975	-	-	-
School Breakfast Program	4220	10,316	-	-	-
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	47,749	44,041	87,893	-
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	1,338	1,109	2,034	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	-	-	-	-
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	23,365	25,490	60,478	-
ARRA-Title I - Low Income	4851	22,654	15,102	33,921	-
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	-	-	-
ARRA General State Aid - Government SFSF	4870	7,788	8,497	20,131	-
Title III-Lang Inst Prog	4909	-	-	-	-
Title II - Teacher Quality	4932	22,286	10,240	32,383	-
Technology Enhancing Education - Formula	4971	429	-	747	-
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 642,855	\$ 530,303	\$ 1,711,094	\$ 11,607

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 14
(CONTINUED)

Program	Code	St. Patrick School	Streator Elementary #44	Streator Twp. H.S. #40	Tonica Comm. Cons. #79
General State Aid	3001	\$ -	\$ 6,372,866	\$ 3,074,112	\$ 360,831
General State Aid - Hold Harmless/Supplemental	3002	-	-	-	-
Transition Assistance	3099	-	-	-	-
Special Ed. - Private Facility Tuition	3100	-	197,769	153,603	-
Special Ed. - Extraordinary	3105	-	225,101	113,712	18,895
Special Ed. - Personnel	3110	-	410,406	157,876	57,545
Special Ed. - Orphanage - Individual	3120	-	32,602	16,934	28,433
Special Ed. - Summer School	3145	-	-	-	-
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	36,800	2,191	-
Gifted Education	3350	-	-	-	-
State Free Lunch & Breakfast	3360	177	13,940	3,060	1,267
School Breakfast Incentive	3365	-	328	-	81
Driver Education	3370	-	-	30,344	-
Transportation - Regular and Vocational	3500	-	305,809	95,769	55,933
Transportation - Special Education	3510	-	450,590	214,151	16,929
ROE School Bus Driver Training	3520	-	-	-	-
Truants Alternative/Optional Ed.	3695	-	-	-	-
Regional Safe Schools	3696	-	-	-	-
Early Childhood - Block Grant	3705	-	215,567	-	-
Reading & Improvement Block Grant- Prof. Develop	3720	-	40,000	-	-
ROE/ISC Operations	3730	-	-	-	-
Supervisory Expense	3745	-	-	-	-
ADA Safety and Educational Block Grant	3775	573	-	-	817
Technology - Learning Technology Centers	3780	-	-	-	-
Orphanage Tuition 18-3	3950	-	-	-	-
Teacher & Administrators Mentoring Program	3982	-	-	-	-
Title VI - Rural Education Initiative	4107	-	-	-	-
National School Lunch Program	4210	10,851	468,476	89,892	26,560
Special Milk Program	4215	-	-	-	263
School Breakfast Program	4220	-	134,603	8,274	5,960
Fresh Fruits and Vegetables	4240	-	-	-	-
Title I - Low Income	4300	-	495,345	181,107	20,281
Title I - Reading First Part B SEA Funds	4337	-	-	-	-
School Improvement Grant (Section 1003g)	4339	-	-	-	-
Title I - Migrant Education	4340	-	-	-	-
Safe & Drug Free Sch. - Formula	4400	-	6,897	3,477	452
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	-	-
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	-	277,359	23,891	-
Title IIA-State Leadership	4720	-	-	-	-
Federal Stimulus ARRA	4850	-	1,065,822	513,371	60,257
ARRA-Title I - Low Income	4851	-	172,000	84,806	3,487
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	-	-
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	-	-
ARRA-Technology - Enhancing Education	4861	-	-	-	-
ARRA-NSLP Equipment Assistance Grant	4863	-	14,906	-	-
ARRA General State Aid - Government SFSF	4870	-	354,712	170,630	20,047
Title III-Lang Inst Prog	4909	-	18,600	-	-
Title II - Teacher Quality	4932	-	139,223	48,121	9,235
Technology Enhancing Education - Formula	4971	-	5,513	-	86
Other Federal Programs	4999	-	-	-	-
Interest Income	8801	-	-	-	-
TOTAL		\$ 11,601	\$ 11,455,234	\$ 4,985,321	\$ 687,359

LASALLE COUNTY REGIONAL OFFICE OF EDUCATION NO. 35
DISTRIBUTIVE FUND
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2010

SCHEDULE 14
(CONTINUED)

Program	Code	Waltham CC		Grand Total
		Wallace CC #195	#185	
General State Aid	3001	\$ 127,330	\$ 368,622	\$ 29,772,227
General State Aid - Hold Harmless/Supplemental	3002	-	-	676,042
Transition Assistance	3099	-	54,325	474,377
Special Ed. - Private Facility Tuition	3100	12,657	8,321	1,143,937
Special Ed. - Extraordinary	3105	34,260	24,582	1,859,705
Special Ed. - Personnel	3110	44,923	27,429	3,771,778
Special Ed. - Orphanage - Individual	3120	9,255	-	152,461
Special Ed. - Summer School	3145	379	516	4,379
Bilingual Ed. - Downstate - T.P.I. & T.B.E.	3305	-	-	87,015
Gifted Education	3350	-	-	78,161
State Free Lunch & Breakfast	3360	1,490	138	77,534
School Breakfast Incentive	3365	-	-	8,792
Driver Education	3370	-	-	140,534
Transportation - Regular and Vocational	3500	127,712	78,546	2,140,373
Transportation - Special Education	3510	23,872	18,484	2,471,392
ROE School Bus Driver Training	3520	-	-	1,191
Truants Alternative/Optional Ed.	3695	-	-	74,438
Regional Safe Schools	3696	-	-	72,626
Early Childhood - Block Grant	3705	-	-	1,104,061
Reading & Improvement Block Grant- Prof. Develop	3720	-	-	40,000
ROE/ISC Operations	3730	-	-	118,215
Supervisory Expense	3745	-	-	1,000
ADA Safety and Educational Block Grant	3775	1,443	991	11,636
Technology - Learning Technology Centers	3780	-	-	32,793
Orphanage Tuition 18-3	3950	-	-	123,208
Teacher & Administrators Mentoring Program	3982	-	-	40,805
Title VI - Rural Education Initiative	4107	-	-	26,855
National School Lunch Program	4210	37,548	-	2,472,564
Special Milk Program	4215	-	4,772	22,654
School Breakfast Program	4220	-	-	461,157
Fresh Fruits and Vegetables	4240	-	-	14,743
Title I - Low Income	4300	31,873	32,030	3,014,576
Title I - Reading First Part B SEA Funds	4337	-	-	14,735
School Improvement Grant (Section 1003g)	4339	-	-	102,035
Title I - Migrant Education	4340	-	-	400
Safe & Drug Free Sch. - Formula	4400	1,014	689	54,371
Fed. - Sp. Ed. - Pre-School Flow Through	4600	-	-	139,234
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4620	-	-	4,090,090
Fed. - Sp. Ed. - I.D.E.A. - Room & Board	4625	-	-	581,436
Title IIA-State Leadership	4720	-	-	10,573
Federal Stimulus ARRA	4850	21,295	61,541	4,981,312
ARRA-Title I - Low Income	4851	9,312	10,361	1,075,360
ARRA-Fed. - Sp. Ed. - Pre-School Flow Through	4856	-	-	95,000
ARRA-Fed. - Sp. Ed. - I.D.E.A. - Flow Through	4857	-	-	3,204,191
ARRA-Technology - Enhancing Education	4861	-	-	259,115
ARRA-NSLP Equipment Assistance Grant	4863	-	-	14,906
ARRA General State Aid - Government SFSF	4870	7,098	20,416	1,650,264
Title III-Lang Inst Prog	4909	-	-	64,378
Title II - Teacher Quality	4932	14,368	10,638	852,987
Technology Enhancing Education - Formula	4971	271	272	21,188
Other Federal Programs	4999	-	-	6,000
Interest Income	8801	-	-	2,525
TOTAL		\$ 506,100	\$ 722,673	\$ 67,711,329