

**STATE OF ILLINOIS
CHAMPAIGN/FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**FINANCIAL AUDIT
FOR THE YEAR ENDED JUNE 30, 2015**

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

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9

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**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
OFFICIALS**

Regional Superintendent (Current and during the audit period)	Dr. Jane E. Quinlan
Assistant Regional Superintendent (December 1, 2015 to Present)	Ms. Donna Kaufman
Assistant Regional Superintendent (July 16, 2015 to November 30, 2015)	Ms. Barbara Daly
Assistant Regional Superintendent (July 1, 2015 to July 15, 2015)	Vacant
Assistant Regional Superintendent (April 1, 2015 to June 30, 2015)	Mr. Kevin Seymour
Assistant Regional Superintendent (November 16, 2014 to March 31, 2015)	Ms. Judy Pacey
Assistant Regional Superintendent (July 1, 2014 to November 15, 2014)	Ms. Barbara Daly

Office is located at:

200 South Fredrick Street
Rantoul, Illinois 61866-2433

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
FINANCIAL REPORT SUMMARY**

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

AUDITORS' REPORTS

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

SUMMARY OF AUDIT FINDINGS

Number of	This Audit	Prior Audit
Audit findings	-	-
Repeated audit findings	-	-
Prior recommendations implemented or not repeated	-	-

SCHEDULE OF FINDINGS AND RESPONSES

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (<i>GOVERNMENT AUDITING STANDARDS</i>)			
	10	None	
PRIOR FINDINGS NOT REPEATED (<i>GOVERNMENT AUDITING STANDARDS</i>)			
		None	

EXIT CONFERENCE

An exit conference was not held as there were not any findings to discuss.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of the Champaign/Ford Counties Regional Office of Education No. 9 was performed by E. C. Ortiz & Co., LLP.

Based on their audit, the auditors expressed an unmodified opinion on the Champaign/Ford Counties Regional Office of Education No. 9's basic financial statements.



INDEPENDENT AUDITORS' REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Financial Statements

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 Champaign/Ford Counties Regional Office of Education No. 9, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Champaign/Ford Counties Regional Office of Education No. 9's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Champaign/Ford Counties Regional Office of Education No. 9, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 12 to the financial statements, in Fiscal Year 2015, ROE No. 9 adopted new accounting guidance Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. The ROE No. 9's financial statements have been restated as of July 1, 2014 due to adoption of GASB Statement Nos. 68 and 71. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 11 through 17, Schedule of Employer's Proportionate Share of the Net Pension Liability - Teachers' Retirement System of the State of Illinois on page 62, Schedule of Employer Contributions - Teachers' Retirement System of the State of Illinois on page 62, Schedule of Changes in the Net Pension Liability and Related Ratios - Illinois Municipal Retirement Fund on page 63, Schedule of Employer Contributions - Illinois Municipal Retirement Fund on page 64, and Postemployment Benefits Other Than Pensions - Schedule of Funding Progress and Schedule of Employer Contributions on page 65, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Champaign/Ford Counties Regional Office of Education No. 9's basic financial statements. The combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, 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 schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and Schedule of Disbursements to School District Treasurers and Others, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and Schedule of Disbursements to School District Treasurers and Others, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 23, 2016 on our consideration of the Champaign/Ford Counties Regional Office of Education No. 9'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Champaign/Ford Counties Regional Office of Education No. 9's internal control over financial reporting and compliance.

E.C. Outley & Co., LLP

Chicago, Illinois
May 23, 2016



**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 Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Champaign/Ford Counties Regional Office of Education No. 9, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Champaign/Ford Counties Regional Office of Education No. 9's basic financial statements, and have issued our report thereon dated May 23, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Champaign/Ford Counties Regional Office of Education No. 9's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Champaign/Ford Counties Regional Office of Education No. 9's internal control. Accordingly, we do not express an opinion on the effectiveness of the Champaign/Ford Counties Regional Office of Education No. 9's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not

identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Champaign/Ford Counties Regional Office of Education No. 9's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Champaign/Ford Counties Regional Office of Education No. 9's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Champaign/Ford Counties Regional Office of Education No. 9's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

E. C. Ortiz & Co., LLP

Chicago, Illinois
May 23, 2016

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 SCHEDULE OF FINDINGS AND RESPONSES
 SECTION I - SUMMARY OF AUDITORS' RESULTS
 FOR THE YEAR ENDED JUNE 30, 2015**

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes ✓ No
- Significant deficiency(ies) identified? Yes ✓ None reported

Noncompliance material to financial statements noted? Yes ✓ No

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
SCHEDULE OF FINDINGS AND RESPONSES
SECTION II - FINANCIAL STATEMENT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2015**

Material Weaknesses:

None

Significant Deficiencies:

None reported

Instances of Noncompliance:

None

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

The Champaign/Ford Counties Regional Office of Education No. 9 (ROE No. 9) provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2015. We encourage readers to consider this information in conjunction with the ROE No. 9's financial statements, which follow.

2015 Financial Highlights

- Within the Governmental Funds, the General Fund revenues decreased by \$917,005 (29%) from \$3,203,086 in FY 2014 to \$2,286,081 in FY 2015. This is mainly due to the implementation of GASB Statement No. 68 in FY 2015 which only allows recognition of Teachers Retirement System (TRS) on-behalf payments in the Statement of Activities thus, on-behalf payments significantly declined in FY 2015. The decrease in General Fund revenues is also attributable to the decline in revenues from local sources under General Operations and Regional Education Alternative for Developing Youth programs during FY 2015. General Fund expenditures decreased by \$938,565 (28%) from \$3,376,455 in FY 2014 to \$2,437,890 in FY 2015, due to decrease in General Operations expenditures during FY 2015.
- Within the Governmental Funds, the Special Revenue Funds revenues decreased by \$213,355 (10%) from \$2,228,208 in FY 2014 to \$2,014,853 in FY 2015. This is attributable mainly to decline in funding on Math Curriculum Models Project, Math (ROE No. 51) and 21st Century programs. The decline in funding on these programs was offset by the new funding received by ROE No. 9 on Math and Science Resources program. Special Revenue Funds expenditures decreased by \$274,068 (13%) from \$2,169,349 in FY 2014 to \$1,895,281 in FY 2015. The decrease in spending during Fiscal Year 2015 directly relates to the decrease in total revenues received.
- Proprietary Funds revenues decreased by \$29,364 (18%) from \$159,647 in FY 2014 to \$130,283 in FY 2015, due to a decrease in local workshop revenues during Fiscal Year 2015. The Proprietary Funds expenditures decreased by \$219,617 (63%) from \$348,116 in FY 2014 to \$128,499 in FY 2015, due to decrease in purchased services and presenter fees for local workshops.
- The ROE No. 9 has long-term liabilities related to other post-employment retirement benefit obligations, capital lease obligations, obligations for compensated absences and Teachers Retirement System (TRS) net pension liabilities.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

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 No. 9's financial activities.
- The *Government-wide financial statements* consist of a Statement of Net Position and a Statement of Activities. These provide information about the activities of the ROE No. 9 as a whole and present an overall view of the Office's finances.
- *Fund financial statements* report the ROE No. 9's operations in more detail than the government-wide statements by providing information about the most significant funds.
- *Notes to the financial statements* provide additional information that is needed for a full understanding of the data provided in the basic financial statements.
- *Required supplementary information* further explains and supports the financial statements and other supplementary information provides detailed information about the major and non-major funds.

The Statement of Net Position and the Statement of Activities

The government-wide statements report information about the ROE No. 9 as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two government-wide statements report the ROE No. 9's net position and how it has changed. Net position - the difference between the assets and deferred outflows of resources and liabilities and deferred inflows of resources - is one way to measure the ROE No. 9's financial health or position.

Over time, increases or decreases in the net position can be an indicator of whether financial position is improving or deteriorating, respectively.

To assess the Regional Office's overall health, additional non-financial factors, such as new laws, rules, regulations, and actions by officials at the State level need to be considered.

In the government-wide financial statements, the ROE No. 9's activities are divided into two categories:

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

- Governmental activities - Most of the ROE No. 9's basic services are included here, such as local, State and federal grant-funded programs, support services, and administration.
- Business-type activities - The ROE No. 9 charges fees to help cover costs of certain services and workshops it provides.

Fund Financial Statements

The fund financial statements provide detailed information about the ROE No. 9's funds. Funds are accounting devices that allow the tracking of specific sources of funding and spending of particular programs. Some funds are required by State law. The ROE No. 9 establishes other funds to control and manage money for particular purposes.

The ROE No. 9 has three kinds of funds:

- 1) Governmental funds account for all of the ROE No. 9's services. These focus on how cash and other financial assets can be readily converted to cash flow in and out and the balance left at year-end that is 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 No. 9's programs. Because this information does not encompass the additional long-term focus of the government-wide financial statements, reconciliation between the governmental fund financial statements and the government-wide financial statements follows the related governmental fund financial statements. The ROE No. 9's governmental funds include the General Fund and the Special Revenue Funds. The governmental funds required financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances.
- 2) Proprietary funds account for resources from fees charged to entities, individuals or other funds that use its resources. Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by government-wide financial statements. The ROE No. 9's proprietary funds include the enterprise fund presented as business-type activities in the government-wide financial statements, and the internal service fund which is included in the governmental activities in the government-wide financial statements. The required proprietary financial statements include a Statement of Net Position, Statement of Revenues, Expenses, and Changes in Fund Net Position, and a Statement of Cash Flows.
- 3) Fiduciary funds are used to account for assets held by the ROE No. 9 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 Position.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

Government-wide Financial Analysis

As noted earlier, Net Position may serve, when examined over time, as one indicator of the financial position of the ROE No. 9. The total net position at the end of FY 2015 was \$2,168,962. The analysis that follows provides a summary of the ROE No. 9's net position at June 30, 2015 and June 30, 2014, for the governmental and business-type activities.

CONDENSED STATEMENT OF NET POSITION

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
ASSETS						
Current assets	\$ 3,109,498	\$ 2,475,115	\$ 330,655	\$ 330,597	\$ 3,440,153	\$ 2,805,712
Noncurrent assets	688,663	83,531	9,054	20,225	697,717	103,756
TOTAL ASSETS	3,798,161	2,558,646	339,709	350,822	4,137,870	2,909,468
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows - pension	212,597	—	1,198	—	213,795	—
LIABILITIES						
Current liabilities	1,016,612	354,566	625	2,013	1,017,237	356,579
Noncurrent liabilities	656,499	36,684	74,292	—	730,791	36,684
TOTAL LIABILITIES	1,673,111	391,250	74,917	2,013	1,748,028	393,263
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows - pension	392,872	—	41,803	—	434,675	—
NET POSITION						
Net investment in capital assets	76,284	78,034	9,054	20,225	85,338	98,259
Restricted	1,358,592	609,259	—	—	1,358,592	609,259
Unrestricted	509,899	1,480,103	215,133	328,584	725,032	1,808,687
TOTAL NET POSITION	\$ 1,944,775	\$ 2,167,396	\$ 224,187	\$ 348,809	\$ 2,168,962	\$ 2,516,205

The ROE No. 9's net position decreased by \$347,243 (14%) from FY 2014 due to an increase in revenues and minor decline in expenses during FY 2015. This resulted in an increase in net position by \$423,708. However, this increase was reduced by a prior period adjustment relating to pension due to the adoption of GASB No. 68 amounting to \$770,951. Net position invested in capital assets of \$85,338, representing 4% of total net position reflects the ROE No. 9's investment in equipment and office furniture, net of obligations under capital leases. ROE No. 9's net position of \$1,358,592 (63%) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for teacher professional development and recognition of net pension asset under Illinois Municipal Retirement Fund (IMRF). The remaining portion of the ROE No. 9's net position of \$725,032 (33%) reflects the unrestricted net position that may be used to meet the ROE No. 9's obligations to other entities, employees and creditors.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

STATEMENT OF ACTIVITIES

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Operating grants and contributions	\$ 1,390,940	\$2,243,096	\$ -	\$ -	\$ 1,390,940	\$ 2,243,096
Charges for services	84,441	84,313	130,283	159,647	214,724	243,960
General revenues:						
State sources	585,821	559,222	-	-	585,821	559,222
Local sources	2,027,621	1,706,555	-	-	2,027,621	1,706,555
On-behalf payments	1,703,048	867,908	-	-	1,703,048	867,908
Loss on disposal of assets	(2,814)	(1,454)	(7,255)	-	(10,069)	(1,454)
Gain on termination of lease	1,925	-	-	-	1,925	-
Net interest income (expense)	1,713	(234)	282	371	1,995	137
Total revenues	<u>5,792,695</u>	<u>5,459,406</u>	<u>123,310</u>	<u>160,018</u>	<u>5,916,005</u>	<u>5,619,424</u>
Expenses:						
Salaries and benefits	2,254,665	2,485,182	19,892	123,534	2,274,557	2,608,716
Pension expense	(321,009)	-	(3,377)	-	(324,386)	-
Purchased services	1,479,096	1,627,436	98,651	182,566	1,577,747	1,810,002
Supplies and materials	125,558	121,497	3,898	9,673	129,456	131,170
Depreciation	44,478	57,451	7,984	8,519	52,462	65,970
Payments to other governments	24,096	78,835	1,388	-	25,484	78,835
Miscellaneous	53,866	332,923	63	23,824	53,929	356,747
On-behalf payments	1,703,048	867,908	-	-	1,703,048	867,908
Total expenses	<u>5,363,798</u>	<u>5,571,232</u>	<u>128,499</u>	<u>348,116</u>	<u>5,492,297</u>	<u>5,919,348</u>
Change in net position	<u>428,897</u>	<u>(111,826)</u>	<u>(5,189)</u>	<u>(188,098)</u>	<u>423,708</u>	<u>(299,924)</u>
Net position, beginning of year, as previously reported	2,167,396	2,279,222	348,809	536,907	2,516,205	2,816,129
Prior period adjustment	(651,518)	-	(119,433)	-	(770,951)	-
Net position, beginning of year, as restated	<u>1,515,878</u>	<u>2,279,222</u>	<u>229,376</u>	<u>536,907</u>	<u>1,745,254</u>	<u>2,816,129</u>
Net position, ending	<u>\$ 1,944,775</u>	<u>\$ 2,167,396</u>	<u>\$ 224,187</u>	<u>\$ 348,809</u>	<u>\$ 2,168,962</u>	<u>\$ 2,516,205</u>

During FY 2015, the governmental activities had excess of revenues over expenditures of \$428,897. The excess in revenues resulted primarily from the increase in revenues from local sources received during the fiscal year.

Total governmental revenues of \$5.8 million consisted primarily of State and federal grants totaling to about \$2.0 million, and local revenues from tuition, fees and flow-through money totaling to over \$2.0 million. Governmental revenues posted a net increase of \$333,289 (6%) from the previous year, primarily due to increase in revenues from local sources and on-behalf payments.

Total governmental expenses posted a net decrease of \$207,434 (4%) compared to the previous year. The decrease was due to overall decline in various expenses and recognition of pension expense and reduced by the corresponding increase in on-behalf payments during FY 2015.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

Financial Analysis of the ROE No. 9 Funds

As previously noted, the ROE No. 9 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Fund Highlights

The ROE No. 9 continues to offer technical assistance and professional development activities to teachers in all areas of curriculum. In FY 2015, at least 1,723 teachers have received direct professional development to improve their basic knowledge and/or their teaching pedagogy. The ROE No. 9 is responsible for professional development activities to maintain licensure by school administrators through the Administrator Academy. At least 189 administrators have received direct professional development in FY 2015. The ROE No. 9 also operates a middle school and high school through the Regional Safe School Program for students who have experienced serious difficulties in the public schools. This school served 181 students. The Truancy Program had 100 referrals and served 100 students to ameliorate their truancy problems. The McKinney Education-Homeless Children Program served 456 students and families. In FY 2015, the ROE No. 9 served 1,016 teachers through the Licensure Program that assists teachers in completing licensure requirements and obtaining a license. The ROE No. 9 also provided 8 bus driver trainings throughout the year issuing 94 initial bus driver licenses and 245 refresher bus driver licenses. There are a variety of other regulatory programs that are statute based including the annual inspection of school buildings for health and safety and regular compliance monitoring of districts. A General Education Development (GED) program is offered through the ROE No. 9's cooperative effort with Parkland College, which includes testing to meet high school equivalency. The ROE No. 9 administered 204 GED tests. The 21st Century grants served 205 students during the school year and during the summer and the Teen Reach After School Program served 85 students. In addition, the ROE No. 9 has a variety of smaller programs that would be classified as consultative services working directly with the schools.

The ROE No. 9 assists educators, parents and other patrons on a daily basis as they call for information and/or with questions or problems related to education. During FY 2015, the ROE No. 9 responded to 8,088 phone calls and walk-ins with questions concerning bus service, grade problems, special education needs and requirements, residency concerns, and home school issues. The ROE No. 9 also offers guidance to parents, as well as serves as a liaison between parents and the schools.

Proprietary Fund Highlights

The ROE No. 9 provided trainings and workshops to 16 public school districts and 24 non-public schools in the region. As part of its mission, the ROE No. 9 continued to provide workshop and training services to school districts even during economically challenging

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015**

times. Many workshops and services were offered free-of-charge and below cost recovery in order to meet organizational objectives.

Budgetary Highlights

The ROE No. 9 annually adopts budgets for several funds. However, the annual budgets are not required to be legally adopted. All grant budgets are prepared by the ROE No. 9 and submitted to the granting agency for approval. Amendments must be submitted under guidelines established by the granting agency. A schedule showing the comparison of the ROE No. 9's actual financial activity to the budget is included in the supplementary information section of this report.

Capital Assets

Capital assets of the ROE No. 9 include office equipment, computers, servers, audiovisual equipment, and office furniture. The ROE No. 9 maintains an inventory of capital assets that have been accumulated over time. In FY 2015, total additions amounted to \$53,014 and total retirements amounted to \$145,591. Depreciation expense for FY 2015 was \$52,462. For the detailed capital assets activities, see Note 4 of the Notes to the Financial Statements.

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, the ROE No. 9 was aware of several existing circumstances that could significantly impact its financial health in the future:

- The interest rate on investment remains low and will impact income.
- Grants have either been reduced or remained at previous levels.
- The State of Illinois is facing a financial crisis resulting in cuts to State programs and significant delays in payment.

The ROE No. 9 has tried to maintain the programs that have been previously offered to the school districts. In the future, these services may have to be reduced if the ROE No. 9 does not receive sufficient funding or if funding is not received in a timely manner. ROE No. 9's goal is to give the very best services to its schools and clients as possible.

Contacting the ROE No. 9's Financial Management

This report is designed to provide the Regional Office's citizens, taxpayers, customers, and creditors with a general overview of the Regional Office's finances and to demonstrate the ROE No. 9's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Regional Superintendent's office at the Champaign/Ford Counties Regional Office of Education No. 9, 200 S. Fredrick, Rantoul, IL 61866.

BASIC FINANCIAL STATEMENTS

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
STATEMENT OF NET POSITION
JUNE 30, 2015

EXHIBIT A

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 2,721,303	\$ 225,809	\$ 2,947,112
Due from (to) other funds	(91,280)	91,280	-
Due from other governmental agencies	479,475	13,566	493,041
Total current assets	<u>3,109,498</u>	<u>330,655</u>	<u>3,440,153</u>
Noncurrent assets			
Capital assets, net	85,185	9,054	94,239
Net pension asset	603,478	-	603,478
Total noncurrent assets	<u>688,663</u>	<u>9,054</u>	<u>697,717</u>
TOTAL ASSETS	<u>3,798,161</u>	<u>339,709</u>	<u>4,137,870</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>212,597</u>	<u>1,198</u>	<u>213,795</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	188,955	625	189,580
Unearned revenue	824,825	-	824,825
Lease payable	2,832	-	2,832
Total current liabilities	<u>1,016,612</u>	<u>625</u>	<u>1,017,237</u>
Noncurrent liabilities			
Lease payable	6,069	-	6,069
Compensated absences	19,076	-	19,076
Net OPEB obligation	8,070	-	8,070
Net pension liability	623,284	74,292	697,576
Total noncurrent liabilities	<u>656,499</u>	<u>74,292</u>	<u>730,791</u>
TOTAL LIABILITIES	<u>1,673,111</u>	<u>74,917</u>	<u>1,748,028</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>392,872</u>	<u>41,803</u>	<u>434,675</u>
NET POSITION			
Net investment in capital assets	76,284	9,054	85,338
Restricted	1,358,592	-	1,358,592
Unrestricted	509,899	215,133	725,032
TOTAL NET POSITION	<u>\$ 1,944,775</u>	<u>\$ 224,187</u>	<u>\$ 2,168,962</u>

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

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2015

EXHIBIT B

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contribution	Primary Government		
				Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS						
Primary government						
Governmental activities:						
Instructional services						
Salaries	\$ 1,830,468	\$ 35,681	\$ 413,526	\$ (1,381,261)	\$ -	\$ (1,381,261)
Benefits	424,197	6,189	81,092	(336,916)	-	(336,916)
Purchased services	1,479,096	41,313	826,357	(611,426)	-	(611,426)
Supplies and materials	125,558	608	41,866	(83,084)	-	(83,084)
Depreciation expense	44,478	-	-	(44,478)	-	(44,478)
Miscellaneous	53,866	650	1,393	(51,823)	-	(51,823)
Payments to other governments	24,096	-	16,274	(7,822)	-	(7,822)
Capital expenditures	-	-	10,432	10,432	-	10,432
Pension expense	(321,009)	-	-	321,009	-	321,009
Administrative						
On-behalf payments	1,703,048	-	-	(1,703,048)	-	(1,703,048)
Total governmental activities	5,363,798	84,441	1,390,940	(3,888,417)	-	(3,888,417)
Business-type activities:						
Charges for services	128,499	130,283	-	-	1,784	1,784
Total business-type activities	128,499	130,283	-	-	1,784	1,784
Total primary government	\$ 5,492,297	\$ 214,724	\$ 1,390,940	(3,888,417)	1,784	(3,886,633)
General revenues:						
State sources				585,821	-	585,821
Local sources				2,027,621	-	2,027,621
Net interest income				1,713	282	1,995
Loss on disposal of assets				(2,814)	(7,255)	(10,069)
Gain on termination of lease				1,925	-	1,925
On-behalf payments				1,703,048	-	1,703,048
Total general revenues				4,317,314	(6,973)	4,310,341
Change in net position				428,897	(5,189)	423,708
Net position - beginning, restated (see Note 12)				1,515,878	229,376	1,745,254
Net position - ending				\$ 1,944,775	\$ 224,187	\$ 2,168,962

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2015**

EXHIBIT C

	General Fund	Education Fund	Institute	Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 1,228,445	\$ 945,215	\$ 433,655	\$ 93,037	\$ -	\$ 2,700,352
Due from other funds	152,038	-	-	-	(152,038)	-
Due from other governmental agencies	94,542	384,504	-	429	-	479,475
TOTAL ASSETS	1,475,025	1,329,719	433,655	93,466	(152,038)	3,179,827
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable and accrued expenses	155,372	33,583	-	-	-	188,955
Due to other funds	-	243,318	-	-	(152,038)	91,280
Unearned revenue	-	824,753	-	72	-	824,825
Total liabilities	<u>155,372</u>	<u>1,101,654</u>	<u>-</u>	<u>72</u>	<u>(152,038)</u>	<u>1,105,060</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues - reimbursements	-	25,735	-	-	-	25,735
FUND BALANCES						
Restricted	-	228,065	433,655	93,394	-	755,114
Assigned	1,203,798	-	-	-	-	1,203,798
Unassigned	115,855	(25,735)	-	-	-	90,120
Total fund balances	<u>1,319,653</u>	<u>202,330</u>	<u>433,655</u>	<u>93,394</u>	<u>-</u>	<u>2,049,032</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,475,025	\$ 1,329,719	\$ 433,655	\$ 93,466	\$ (152,038)	\$ 3,179,827

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

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GOVERNMENTAL FUNDS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2015

EXHIBIT D

Total fund balances - governmental funds \$ 2,049,032

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

Capital assets used in the governmental activities are not financial resources and therefore, are not reported in the funds. 85,185

Lease payable reflects capital lease payments that the Regional Office of Education No. 9 will recognize as expense when paid in the governmental financial statements. (8,901)

The OPEB obligation resulting from annual required contributions in excess of actual contributions are not due and payable in the current period and therefore, are not reported in the funds. (8,070)

Revenues are not available to pay for current-period expenditures and therefore, are reported as unavailable revenue in the funds. 25,735

Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and therefore are not reported in the governmental funds as follows:

Deferred outflows of resources	186,792	
Deferred inflows of resources	(387,501)	(200,709)

Noncurrent assets related to pension benefits are collected but not payable in the current period and therefore, are not reported in the funds.

IMRF net pension asset		526,594
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.

Compensated absences	(19,076)	
TRS net pension liability	(623,284)	(642,360)

The Internal Service Fund is used by management to charge the costs of general accounting services of the Regional Office of Education No. 9 to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position.

Net Position - Internal Service Fund	\$ 121,261	
Less capital assets of internal service fund included in total above	(2,992)	118,269

Net position of governmental activities \$ 1,944,775

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015**

EXHIBIT E

	General Fund	Education Fund	Institute	Nonmajor Special Revenue Funds	Governmental Funds	Total
REVENUES						
Federal sources	\$ 136,772	\$ 318,652	-	-	-	\$ 455,424
State sources	700,826	819,551	-	960	-	1,521,337
Local sources	1,187,525	791,258	77,464	6,968	-	2,063,215
On-behalf payments	260,958	-	-	-	-	260,958
	<u>2,286,081</u>	<u>1,929,461</u>	<u>77,464</u>	<u>7,928</u>	<u>4,300,934</u>	
Total revenues						4,300,934
EXPENDITURES						
Instructional services:						
Salaries	1,293,206	525,671	4,783	15,032	-	1,838,692
Benefits	326,803	93,958	1,281	2,155	-	424,197
Pension expense	49,148	27,445	514	655	-	77,762
Purchased services	348,746	1,107,408	16,171	6,771	-	1,479,096
Supplies and materials	72,318	52,904	-	336	-	125,558
Miscellaneous	53,300	203	253	110	-	53,866
Payments to other governments	-	24,096	-	-	-	24,096
On-behalf payments	260,958	-	-	-	-	260,958
Capital expenditures	33,411	15,535	-	-	-	48,946
	<u>2,437,890</u>	<u>1,847,220</u>	<u>23,002</u>	<u>25,059</u>	<u>4,333,171</u>	
Total expenditures						4,333,171
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(151,809)	82,241	54,462	(17,131)	(32,237)	
OTHER FINANCING SOURCES (USES)						
Transfer in (out)	-	-	-	-	-	-
Repayment of long-term lease payable	(3,748)	-	-	-	-	(3,748)
Proceeds from long-term lease payable	9,077	-	-	-	-	9,077
Net interest income	1,165	99	358	91	-	1,713
Total other financing sources (uses)	<u>6,494</u>	<u>99</u>	<u>358</u>	<u>91</u>	<u>7,042</u>	
NET CHANGE IN FUND BALANCES	(145,315)	82,340	54,820	(17,040)	(25,195)	
FUND BALANCES, BEGINNING OF YEAR	1,464,968	119,990	378,835	110,434	2,074,227	
FUND BALANCES, END OF YEAR	<u>\$ 1,319,653</u>	<u>\$ 202,330</u>	<u>\$ 433,655</u>	<u>\$ 93,394</u>	<u>\$ 2,049,032</u>	

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
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, 2015**

EXHIBIT F

Net change in fund balances \$ (25,195)

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

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

Capital expenditures, net of transfers	\$ 48,946	
Depreciation expense	<u>(44,478)</u>	4,468

Governmental funds report capital outlays as expenditures at the time of purchase, therefore, when an asset is disposed of in a noncash transaction, it is not reflected in the governmental activities financial statements at the time of disposal. However, in the Statement of Activities, the difference between the asset's original cost and its related accumulated depreciation is reported as a loss on the disposal of capital assets.

(2,814)

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

Lease proceeds	(9,077)	
Repayment of capital lease payable	<u>3,748</u>	(5,329)

The gain recognized on the termination of a capital lease is a noncash transaction, it is not reflected in the governmental activities at the time of lease termination. However, in the Statement of Activities, the remaining portion of the liability is reported as a gain.

1,925

Some revenues will not be collected for several months after the Regional Office fiscal year ends; they are considered "unavailable" revenues and are deferred inflows of resources in the governmental funds.

Current year unavailable revenue	25,735	
Prior year unavailable revenue	<u>(25,400)</u>	335

Accrued payroll and benefits costs which reflect the amount of vacation pay that has been earned by the Regional Office of Education No. 9's employees in prior years and was paid in the current year, but is not reported in the governmental funds.

8,224

Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

Pension contributions	77,762	
Cost of benefits earned, net	<u>321,009</u>	398,771

The net revenue of the internal service fund is reported under governmental activities, excluding the depreciation expense of \$3,245 which is included in total depreciation above.

48,512

Change in net position of governmental activities \$ 428,897

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

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2015

EXHIBIT G

	Business-Type Activities - Enterprise Funds			Governmental
	Local Workshops	Nonmajor Enterprise Fund	Total	Internal Service Fund
ASSETS				
Current assets				
Cash and cash equivalents	\$ 210,489	\$ 15,320	\$ 225,809	\$ 20,951
Due from other funds	91,280	-	91,280	-
Due from other governmental agencies	13,566	-	13,566	-
Total current assets	<u>315,335</u>	<u>15,320</u>	<u>330,655</u>	<u>20,951</u>
Noncurrent assets				
Capital assets, net	9,054	-	9,054	2,992
Net pension asset	-	-	-	76,884
Total noncurrent assets	<u>9,054</u>	<u>-</u>	<u>9,054</u>	<u>79,876</u>
TOTAL ASSETS	<u>324,389</u>	<u>15,320</u>	<u>339,709</u>	<u>100,827</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	<u>1,198</u>	<u>-</u>	<u>1,198</u>	<u>25,805</u>
LIABILITIES				
Current liabilities				
Accounts payable and accrued expenses	<u>625</u>	<u>-</u>	<u>625</u>	<u>-</u>
Noncurrent liabilities				
Net pension liability	<u>74,292</u>	<u>-</u>	<u>74,292</u>	<u>-</u>
TOTAL LIABILITIES	<u>74,917</u>	<u>-</u>	<u>74,917</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	<u>41,803</u>	<u>-</u>	<u>41,803</u>	<u>5,371</u>
NET POSITION				
Net investment in capital assets	9,054	-	9,054	2,992
Restricted	-	-	-	76,884
Unrestricted	<u>199,813</u>	<u>15,320</u>	<u>215,133</u>	<u>41,385</u>
TOTAL NET POSITION	<u>\$ 208,867</u>	<u>\$ 15,320</u>	<u>\$ 224,187</u>	<u>\$ 121,261</u>

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2015**

EXHIBIT H

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Local Workshops	Nonmajor Enterprise Fund	Total	Internal Service Fund
OPERATING REVENUES				
Charges for services	\$ 117,413	\$ 12,870	\$ 130,283	\$ 91,269
OPERATING EXPENSES				
Salaries	17,530	-	17,530	60,819
Benefits	2,362	-	2,362	9,220
Pension expense	(3,377)	-	(3,377)	(42,733)
Purchased services	82,729	15,922	98,651	12,487
Supplies and materials	3,815	83	3,898	3,247
Payments to other governments	1,388	-	1,388	-
Miscellaneous	63	-	63	51
Depreciation	7,984	-	7,984	3,245
Total operating expenses	112,494	16,005	128,499	46,336
OPERATING INCOME (LOSSES)	4,919	(3,135)	1,784	44,933
NONOPERATING REVENUE (EXPENSES)				
Interest income	270	12	282	334
Loss on disposal of asset	(7,255)	-	(7,255)	-
Total nonoperating revenue (expenses)	(6,985)	12	(6,973)	334
CHANGE IN NET POSITION	(2,066)	(3,123)	(5,189)	45,267
NET POSITION, BEGINNING OF YEAR, RESTATED (SEE NOTE 12)	210,933	18,443	229,376	75,994
NET POSITION, END OF YEAR	\$ 208,867	\$ 15,320	\$ 224,187	\$ 121,261

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2015**

EXHIBIT I

	Business-Type Activities - Enterprise Funds			Governmental
	Local Workshops	Nonmajor Enterprise Fund	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts for workshops and services	\$ 120,484	\$ 12,870	\$ 133,354	\$ 96,374
Payments to suppliers	(89,058)	(16,005)	(105,063)	(15,785)
Payments to employees	(21,051)	-	(21,051)	(79,972)
Net cash provided by (used in) operating activities	10,375	(3,135)	7,240	617
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:				
Purchase of capital assets	(4,068)	-	(4,068)	-
Net cash used in capital financing activities	(4,068)	-	(4,068)	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Decrease in interfund borrowing, net	2,495	-	2,495	-
Net cash provided by noncapital financing activities	2,495	-	2,495	-
CASH FLOWS FROM INVESTING ACTIVITY:				
Interest	270	12	282	334
Net cash provided by investing activity	270	12	282	334
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	9,072	(3,123)	5,949	951
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	201,417	18,443	219,860	20,000
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 210,489	\$ 15,320	\$ 225,809	\$ 20,951
Reconciliation of operating income (losses) to net cash provided by (used in) operating activities:				
Operating income (losses)	\$ 4,919	\$ (3,135)	\$ 1,784	\$ 44,933
Adjustments to reconcile operating income (losses) to net cash provided by (used in) operating activities:				
Depreciation	7,984	-	7,984	3,245
Pension expense	(4,536)	-	(4,536)	(52,666)
Effects of changes in assets and liabilities:				
Due from other governmental agencies	3,396	-	3,396	5,105
Accounts payable and accrued expenses	(1,063)	-	(1,063)	-
Unearned revenue	(325)	-	(325)	-
Net cash provided by (used in) operating activities	\$ 10,375	\$ (3,135)	\$ 7,240	\$ 617

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2015**

EXHIBIT J

ASSETS

Cash and cash equivalents	\$ 160,025
Due from other governmental agencies	<u>202,625</u>
TOTAL ASSETS	<u><u>362,650</u></u>

LIABILITIES

Accounts payable and accrued expenses	<u><u>\$ 362,650</u></u>
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The notes to the financial statements are an integral part of this statement.

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The Champaign/Ford Counties Regional Office of Education No. 9 (ROE No. 9) operates under the School Code (Articles 3 and 3A of Illinois Compiled Statutes, Chapter 105). The ROE No. 9 encompasses Champaign/Ford Counties, Illinois. A Regional Superintendent of Schools serves as chief administrative officer of ROE No. 9, and is elected to the position for a four-year term pursuant to Article 3 of Illinois Compiled Statutes, Chapter 105.

The Regional Superintendent is charged with responsibility for township fund lands; registration of the names of applicants for scholarships to State controlled universities; examinations and related duties; visitation of public schools; direction of teachers and school officers; to serve as the official advisor and assistant of school officers and teachers; to conduct teachers' institutes as well as to aid and encourage the formation of other teachers' meetings and assist in their management; to evaluate the schools in the region; to examine evidence of indebtedness; to file and keep the returns of elections required to be returned to the Regional Superintendent's office; and to file and keep the reports and statements returned by school treasurers and trustees.

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintenance of a map and numbering of the ROE No. 9's districts; providing township treasurers with a list of district treasurers; to inspect and approve building plans which comply with State law; to perform and report on annual building inspections; to investigate bus drivers for valid bus driver permits and take related action as may be required; to maintain a list of unfilled teaching positions and to carry out other related duties required or permitted by law.

The Regional Superintendent is responsible for inspection and approval or rejection of school treasurers' bonds. The Regional Superintendent is also required to provide the Illinois State Board of Education (ISBE) with an affidavit showing that the treasurers of school districts within her region are properly bonded.

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

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For the period ended June 30, 2015, the ROE No. 9 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in ROE No. 9.

These are the only activities considered to be part of (controlled by or dependent on) the ROE No. 9, as determined by the application of the criteria set forth in Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus – An Amendment of GASB Statements No. 14 and No. 34*. The criteria for inclusion of an entity include, but are not limited to, legal standing, fiscal dependency, imposition of will, and potential for financial benefit or burden.

The ROE No. 9 has determined that no other outside agency meets any of the above criteria and, therefore, no other agency has been included as a component unit in the financial statements. Furthermore, the ROE No. 9 does not consider itself to be a component unit of any other entity.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary 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 No. 9 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 amounts assessed or received from local sources for the ROE No. 9 programs.

The Statement of Net Position presents the ROE No. 9's non-fiduciary assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Net position of the ROE No. 9 are classified as follows:

Net investment in capital assets - consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of debt or capital lease obligations that are attributable to the acquisition or improvement of those assets.

Restricted - consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted - the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

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When both restricted and unrestricted resources are available for use, it is the ROE No. 9's policy to use restricted resources first, then unrestricted resources as they are needed. For unrestricted fund balance, committed funds are used first, then assigned funds, then unassigned, if any.

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 users 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. Items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

The financial statements of the ROE No. 9 are prepared in accordance with generally accepted accounting principles (GAAP). The government-wide financial statements and the proprietary 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 revenues are recognized as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds 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 No. 9 considers revenues as available if they are collected within 60 days after year end. Revenues received more than 60 days after the end of the current period are reported as deferred inflows of resources in the governmental fund financial statements but are recognized as current revenues in the government-wide financial statements.

There are, however, essentially two types of these revenues: (1) monies must be expended on the specific purpose or project before any amounts will be paid; therefore, revenues are recognized based upon the expenditures recorded, and (2) monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for

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failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met. In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance.

Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for compensated absences and other long-term obligations, which are recognized when paid.

Agency funds financial statements are reported using the accrual basis of accounting, but due to their custodial nature (assets equal liabilities) do not present results of operations or have a measurement focus.

The proprietary fund financial statements include local workshops fund and internal service fund. The proprietary fund distinguishes *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

As a general rule, the effect of interfund activities has been eliminated in the government-wide financial statements. In the Statement of Activities, interfund transactions between internal service fund and governmental funds have been eliminated. Internal service balances, except those representing balances between governmental funds and internal service fund, have been combined with the governmental activities in the Statement of Net Position.

D. Fund Accounting

The accounts of the ROE No. 9 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, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenue, and expenditures. The ROE No. 9 maintains individual funds as required by the State of Illinois. The 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:

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Government Fund Types

Governmental funds are those through which most governmental functions are financed. The acquisition, use and balances of the expendable financial resources and the related current liabilities are accounted for through governmental funds. The governmental funds include the following:

General Fund - Accounts for all financial resources except those required to be accounted for and reported in another fund. It accounts for monies received for, and payment of, expenditures in connection with general administrative activities.

General Operations - Accounts for monies received for, and payment of, expenditures for the general administration of the ROE No. 9 operations.

GED Scoring - Accounts for local receipts and expenses in administering and scoring of General Education Development (GED) essays for the school districts.

School Family Liaison Local - Accounts for monies received for, and payment of, expenditures for a program that assists with the treatment of child abuse victims and helps prevent child abuse situations.

Regional Education Alternative for Developing Youth (READY) - Accounts for grant monies and local fees received for, and payment of, expenditures to administer an alternative school program for at-risk students in grades 6-12. The READY fund also includes the School Breakfast Program, National School Lunch Program and Workforce Investment Act (WIA) Youth program. In addition, the READY program is funded by the General State Aid.

Novice Teacher Support - Accounts for monies received for, and payment of, expenditures for a program that provides beginning teachers with practical strategies for dealing with early career challenges, resources, and a network of colleagues who are also entering the teaching profession.

Summer Freedom School - Accounts for monies received for, and payment of, expenditures for summer literacy program designed by the Children's Defense Fund to promote cultural and social pride, and to motivate youth to read. Youth read and engage in literacy activities on a daily basis and participate in afternoon rotation activities and field trips both in and out of the community and State.

IL Learning Technology Purchase Program - Accounts for monies received for, and payment of, expenditures for a fund created as a consortium of Learning Technology Centers, Regional Offices of Educations and school districts to

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purchase software, hardware and peripherals at competitive pricing from accredited suppliers.

Special Revenue Funds - Accounts for the proceeds of specific revenue sources (other than those accounted for in the Fiduciary Funds) that are restricted to expenditures for specified purposes. The special revenue funds include the following:

Education Fund - Accounts for various grants supporting education enhancement programs. The Education Fund includes:

Math Curriculum Models Project - This project involves the development of curriculum and assessments that may be used by educators across Illinois that will aid school districts and teachers in implementing Common Core Mathematics State Standards for all students and address the assessment model that will be used in the Partnership for Assessment of Readiness for College and Careers assessments and will develop materials that will assist schools and districts with the implementation of the Integrated Math Model.

Title II Teacher Quality - Leadership - This program accounts for the proceeds of a grant from the ISBE to improve teacher effectiveness in the classroom.

McKinney-Vento Homeless Children & Youth Program - Accounts for grant monies received for, and payment of, expenditures for federal Statewide grant under McKinney-Vento Homeless Children and Youth Program. This program provides assistance to schools who work with the homeless youth.

Race to the Top - This project provides professional development to the 35 Race to the Top districts and non-Race to the Top districts across the State of Illinois. The contract is facilitated by one entity to ensure consistency across professional development meeting sites.

Truants' Alternative & Optional Education Program - This program provides truancy prevention programs and services for monitoring truants.

Foundational Services - This program is a collaborative, statewide initiative between the ISBE and the Illinois Association of Regional Superintendent of Schools. The purpose is for each Regional Office of Education to provide consistent information and regional trainings to district participants in the following five areas: Continuous Improvement Planning, Balanced Assessment, Teacher Evaluation, New Illinois Learning Standards (Common Core) English Language Arts, and New Illinois Learning Standards (Common Core) Mathematics. The Regional Offices send each designated regional

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trainer to an area-wide training, and then a regional training is scheduled for the districts to attend. Each of the five areas has at least 3 modules of training with some areas having as many as 7. Foundational Services has been developed as a “Training of Trainers” model with the desired outcome being sustainability of initiatives at the district level.

Math (ROE No. 51) - This program provides professional development to participants in the area of curriculum writing and current standards for mathematics and science. The participants utilize knowledge and skills from the professional development sessions to then write a model curriculum for grades K-12 in both mathematics and science. The curriculum development consists of onsite meetings (trainings, collaborative development, peer review, editing) as well as individual off-site work for continued development of curriculum units. Due to the nature of this Statewide initiative, the budget includes funds for travel, materials, consultant services, and editors.

Teen Reach - Accounts for grant monies received for, and payment of, expenditures for a program that expands the range of choices and opportunities that enable, empowers and encourages youth to achieve positive growth and development, improves expectations and capacities for future success, and avoids and/or reduces risk-taking behavior.

Math & Science Resources - The use of these funds for state resource development is determined by the ISBE. The work completed in FY 2015 included unit, assessment, and resource development fully aligned to the new Illinois learning standards. It funded collaborative team meetings and editing services and all costs associated with such meetings.

Juvenile Detention Center - Accounts for monies received from the Urbana School District No. 116 to provide an educational program for the students serving time at the Juvenile Detention Center.

21st Century - Accounts for grant monies received for, and payment of, expenditures for program that provides academic enrichment opportunities during non-school hours for high school students who attend high-poverty and low-performing schools. This program helps students meet State and local student standards in core academic subjects; offers students a broad array of enrichment activities that can complement their regular academic programs; and offers literacy and other educational services to the families of participating children.

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Schoolworks Operations - Accounts for a grant that provides professional development and training for teachers and administrators in Champaign, Ford and Vermilion Counties in the areas of gifted education, school improvement, staff development, and technology through workshops, study groups, on-site training, phone assistance, and consultation.

Area IV Learning Technology Hub - Accounts for the grant monies received for, and payment of, expenditures for programs that provide assistance to local districts and schools for the implementation and support of a comprehensive system that effectively uses technology in schools to improve student academic achievement.

RtI Network - The Illinois RtI Network provides standardized professional development, technical assistance, and coaching to educators and parents throughout the State. These services focus on improving student performance in grades K-12 through the implementation of a multi-tiered system of instruction, intervention, and assessment, including RtI, with an emphasis on administrative leadership; scientific, research-based reading and math curricula and instruction at grades K-12; data-based decision making; universal screening and progress monitoring; and parent involvement. A standardized curriculum and a systematic professional development, technical assistance, and coaching structure are used to improve the consistency of project services.

Illinois Math and Science Partnership (IMSP) - MAP - These funds support the Math Area Partnership for Area 4 in Illinois. Fifty-three teachers from two districts participate in professional development in order to build each individual's mathematics knowledge and skill level. The desired outcome is that student achievement will increase as a result of teachers having increased confidence in their own ability which improves their ability to teach and differentiate. This is a 3-year federal grant with FY 2015 being year one.

IMSP - Admin - These funds are to provide training to Area Teacher Leaders (ATL) in the areas of math and science. The ATL'S will then support and facilitate the math and science area partnerships across the State.

UW - STEM - This grant provides support for the Freedom School as well as the after-school enrichment program. Students are from Champaign-Urbana School District that are at-risk students in their community, schools, or home.

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Institute Fund - Accounts for teacher license registrations, issuance and evaluation fees for processing licenses, and expenses for meetings of a professional nature. All funds generated remain restricted until expended only on the aforementioned activities.

Nonmajor Special Revenue Funds - Nonmajor special revenue funds include the following:

General Education Development (GED) - Accounts for the receipts and expenses pertaining to the GED/High School Equivalency program for high school dropouts.

School Bus Driver Training - Accounts for State and local receipts and expenses as a result of training school district bus drivers.

Proprietary Fund Types

Proprietary funds are those in which revenues and expenses related to services provided to other entities, as well as to other funds within the ROE No. 9 are reported. The ROE No. 9 reports the following enterprise funds:

Local Workshops - Accounts for monies received from registration fees for trainings and workshops conducted by the ROE No. 9 for the school district administrators and professionals. This fund also includes LTC Workshop.

Nonmajor Enterprise Fund - Nonmajor enterprise fund consists of:

HR Solutions (Tomlinson) - Accounts for monies received from participating school districts which are used to provide technical assistance and training on human resources issues.

The ROE No. 9 reports the following internal service fund:

Internal Service Fund - Accounts for the general accounting services and other expenses provided to other operating areas and programs of the ROE No. 9 on a cost-reimbursement basis.

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Fiduciary Fund Types

Fiduciary funds are used to account for assets held in a trustee capacity or as an agent for individuals or private or governmental organizations. The fiduciary funds include the following:

Distributive Fund - Accounts for State and federal funds appropriated to the Rural Champaign Co. Special Education Center and to entities which are paid through the ROE No. 9. Funds are received and disbursed to these entities and accounted for in a trustee capacity.

Payroll Clearing - This fund receives money from other funds to pay for the payroll expenses of the ROE No. 9 and the Rural Champaign Co. Special Education Coop.

Regional Board of Trustees - This fund accounts for the monies received from, and disbursed for the activities of the Regional Board of Trustees.

County School Facility Sales Tax - This fund accounts for monies received from the Champaign County representing 1% of the county's sales tax revenues. In accordance with the School Code 105 ILCS 5/3-14.31, proceeds from the sales tax revenues are distributed to the school districts in Champaign County based on student enrollment.

E. 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 No. 9 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 No. 9 must provide local resources to be used for specific purpose, and expenditure requirements, in which the resources are provided to the ROE No. 9 on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

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F. Cash and Cash Equivalents

Cash and cash equivalents consist of cash on deposit. Investments with an original maturity of three months or less at the time they are purchased by the ROE No. 9 are considered to be cash equivalents, while investments with original maturities of more than three months are reported as investments.

G. Capital Assets

Capital assets purchased or acquired with an original cost of \$500 or more and estimated useful lives of greater than two years are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Capital assets are depreciated using the straight-line method over the estimated useful lives (3 to 20 years) of the respective assets.

H. Deferred Outflows of Resources and Deferred Inflows of Resources

Deferred Outflows of Resources - Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and contributions from the employer after the measurement date but before the end of the employer's reporting period.

Deferred Inflows of Resources - Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources are reported in the governmental fund financial statements as unavailable revenue and represent the amount of assets that have been recognized but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources consist of grant receivables not collected within sixty days after year end.

Deferred inflows of resources in the Statement of Net Position consist of the unamortized portion of components of the net pension liability that will reduce pension expense in future years.

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I. Management Estimates

The preparation of financial statements in conformity with GAAP 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.

J. Revenues from Federal and State Grants

Revenues from federal and State grant awards are recorded net of the amount due to the federal or State agency for the unused portion of the grant or the amount carried over to the following fiscal year project. Amounts due to the federal or State agency are carried over to the following project year and are recorded as liabilities.

K. Budgetary Data

The ROE No. 9 did not formally adopt a budget for the year ended June 30, 2015 and is not legally required to do so. The ISBE and other granting agencies require budgets for certain State and federal programs. These budgets were used to prepare Budgetary Comparison Schedules for the following programs:

General Fund:

- Regional Education Alternative for Developing Youth

Special Revenue Funds:

- Education Fund:
 - Title II Teacher Quality - Leadership
 - Truants' Alternative & Optional Education Program
 - 21st Century
 - Schoolworks Operations
 - Area IV Learning Technology Hub
 - RtI Network
 - IMSP - MAP

L. Interest Revenue

Interest earned on the Distributive Fund (a fiduciary fund) by ROE No. 9 on ISBE receipts is allocated and distributed semi-annually to recipients.

M. Compensated Absences

Non-certified and certified employees who work 12 calendar months earn up to 20 vacation days for a full year of service. The accumulated total of vacation days may never exceed 30 days. In the event that a program terminates, no vacation days will be honored past the ending date of the program. Certified employees who work less than 12

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calendar months per year do not earn vacation days. Any accruals as of June 30th are reported as a liability for compensated absences in the basic financial statements. During the fiscal year, the amount in this account decreased by \$8,224. At June 30, 2015, the balance in this account was \$19,076.

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Compensated absences	\$ 27,300	\$ -	\$ (8,224)	\$ 19,076

Employees receive up to 12 sick days annually and the unused portion is accumulated up to 180 days and carried forward. Employee sick leave is recorded when paid. Upon termination, employees do not receive any accumulated sick leave pay, and therefore, no liability is accrued.

N. New Accounting Pronouncements

In FY 2015, ROE No. 9 implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB No. 27*; GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*; and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. The implementation of GASB Statement No. 68 established new financial reporting requirements for state and local governments which provide their employees with pension benefits, including additional note disclosures and required supplementary information. In addition, the Statement of Net Position was expected to include a significant liability for the government's proportionate share of employee pension plan. The implementation of GASB Statement No. 69 establishes accounting and financial reporting standards related to government combinations and disposals of government operations. The implementation of GASB Statement No. 71 resolves an issue related to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

The implementation of GASB Statement Nos. 68 and 71 resulted in prior period adjustment to net position in order to reflect the deferred outflows, inflows, and net pension liability related. The implementation of GASB Statement No. 69 had no impact on the ROE No. 9's financial statements.

O. Governmental Fund Balances

Fund balance is the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in a governmental fund. The following types

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of fund balances may be presented in the Governmental Funds Balance Sheet and Governmental Funds Combining Schedule of Accounts:

Nonspendable - This consists of amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact. There were no nonspendable fund balances as of June 30, 2015.

Restricted - This consists of amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation. The following funds comprise restricted fund balances as of June 30, 2015: McKinney-Vento Homeless Children & Youth Program, Juvenile Detention Center, GED, School Bus Driver Training, and Institute Fund.

Committed - This consists of amounts with self-imposed constraints or limitations that have been placed at the highest level of decision making. There were no committed fund balances as of June 30, 2015.

Assigned - This consists of net amounts that are constrained by the ROE No. 9's intent to be used for specific purposes, but that are neither restricted nor committed. The following funds comprise assigned fund balances as of June 30, 2015 and are specified for a particular purpose by the Regional Superintendent: Regional Education Alternative for Developing Youth, Novice Teacher Support, Summer Freedom School, and IL Learning Technology Purchase Program.

Unassigned - This consists of amounts that are available financial resources and are not designated for a specific purpose. The following funds comprise unassigned fund balances as of June 30, 2015: General Operations, School Family Liaison Local, and Foundational Services.

NOTE 2 - CASH AND CASH EQUIVALENTS

Deposits

The ROE No. 9 maintains different bank accounts for its various activities. At June 30, 2015, the total carrying amount of such accounts is \$3,107,137, and the total bank balance is \$3,615,204. The difference between the above amounts primarily represents checks that have been issued but have not yet cleared the bank as of June 30, 2015. The total bank balance of \$3,615,204 as of June 30, 2015 was secured by federal depository insurance and collateral held by banks in the name of ROE No. 9.

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NOTE 3 - DUE FROM OTHER GOVERNMENTAL AGENCIES

The ROE No. 9's General Fund, Special Revenue Funds, Proprietary Funds and Fiduciary Funds have funds due from the following governmental agencies:

Illinois State Board of Education	\$	171,577
Illinois Department of Human Services		32,028
Vermilion Regional Office of Education No. 54		31,593
Iroquois/Kankakee Regional Office of Education No. 32		34,388
Local school districts		426,080
		426,080
Total	\$	695,666

NOTE 4 - CAPITAL ASSETS

Capital assets activities for the year ended June 30, 2015 are as follows:

	Balance June 30, 2014	Additions	Retirements	Balance June 30, 2015
GOVERNMENTAL FUNDS				
Equipment and office furniture	\$ 587,459	\$ 48,946	\$ (120,424)	\$ 515,981
Less: accumulated depreciation	(503,928)	(44,478)	(117,610)	(430,796)
Capital assets, net	83,531	4,468	(2,814)	85,185
PROPRIETARY FUNDS				
Equipment and office furniture	133,530	4,068	(25,167)	112,431
Less: accumulated depreciation	(113,305)	(7,984)	(17,912)	(103,377)
Capital assets, net	20,225	(3,916)	(7,255)	9,054
Total capital assets, net	\$ 103,756	\$ 552	\$ (10,069)	\$ 94,239

Depreciation expense for the year ended June 30, 2015 of \$44,478 was charged to the governmental activities under the instructional services function. For the business-type activities, depreciation of \$7,984 was charged to the Enterprise Funds - Local Workshops.

As of June 30, 2015, the capital assets balance of equipment recorded as capital lease totaled \$26,573. Total accumulated depreciation under capital lease totaled \$17,944 as of June 30, 2015.

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NOTE 5 - LEASES

(a) Capital Lease

The ROE No. 9 has entered into lease agreements as lessee for financing the acquisition of office copiers amounting to \$26,573. These lease agreements qualify as a capital lease for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date in the capital assets account.

The future minimum capital lease obligations and the net present value of these lease payments as of June 30, 2015, are as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2016	\$ 3,381
2017	2,184
2018	2,184
2019	2,184
2020	364
Total minimum lease payment	<u>10,297</u>
Less: amount representing interest	<u>1,396</u>
Present value of minimum lease payments	<u>\$ 8,901</u>
Current Portion	<u>\$ 2,832</u>

(b) Operating Lease

The ROE No. 9 is committed under lease agreements for various classroom and office spaces for its Regional Education Alternative for Developing Youth and School Family Liaison Local programs. Rent expense for FY 2015 totaled \$152,333.

Future minimum lease rentals are as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2016	\$ 154,618
2017	156,937
2018	159,292
2019	161,681
2020	54,160
Total	<u>\$ 686,688</u>

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NOTE 6 - ON BEHALF PAYMENTS

The salaries of the Superintendent and Assistant Superintendent of ROE No. 9 and Teachers Retirement System contributions are paid by the State of Illinois, in accordance with applicable State of Illinois law. The breakdown of the on-behalf payments is as follows:

Regional Superintendent's salary	\$ 111,108
Regional Superintendent's fringe benefits (includes State paid insurance)	32,080
Assistant Regional Superintendent's salary	99,996
Assistant Regional Superintendent's fringe benefits (includes State paid insurance)	1,450
THIS OPEB contributions	16,324
Total	\$ 260,958

Salary and benefit data for the Regional Superintendent and Assistant Regional Superintendent were calculated based on data provided by ISBE. These amounts have been recorded in the accompanying governmental fund financial statements as State revenue and expenditures.

ROE No. 9 also recorded \$1,442,090 in revenue and expenses as on-behalf payments from ISBE for the Regional Office's share of the State's Teachers' Retirement System (TRS) pension expense in the Statement of Activities. In addition, the ROE No. 9 has not included any on-behalf payments related to the State's TRS pension expense for the Regional Superintendent or Assistant Regional Superintendent.

State of Illinois on-behalf payments	\$ 260,958
ROE No. 9's share of TRS pension expense	1,442,090
Total	\$ 1,703,048

NOTE 7 - EMPLOYEE RETIREMENT SYSTEM AND PENSION PLANS

Teachers' Retirement System of the State of Illinois

Plan Description

The ROE No. 9 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is

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required. 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 TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <http://trs.illinois.gov/pubs/cafr>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 877-0890, option 2.

Benefits provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal systems service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service. Disability and death benefits are also provided.

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I.

Essentially all Tier I retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirements, whichever is later. Tier II annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Contributions

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

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Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2015, was 9.4 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the ROE No. 9.

On behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the ROE No. 9. For the year ended June 30, 2015, State of Illinois contributions recognized by the ROE No. 9 were based on the State's proportionate share of the collective net pension liability associated with the ROE No. 9, and the ROE No. 9 recognized revenue and expenditures of \$1,442,090 in pension contributions from the State of Illinois.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2015 were \$6,910, and are deferred because they were paid after the June 30, 2014 measurement date.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the ROE No. 9, there is a statutory requirement for the ROE No. 9 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since 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. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2015, the employer pension contribution was 33.00 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2015, salaries totaling \$12,052 were paid from federal and special trust funds that required employer contributions of \$3,977. These contributions are deferred because they were paid after the June 30, 2014 measurement date.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. ROE No. 9 is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2015, ROE No. 9 made no payments to TRS for employer ERO contributions.

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ROE No. 9 is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree’s final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2015, ROE No. 9 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent and for sick leave days granted in excess of the normal allotment.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2015, ROE No. 9 reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for State pension support provided to the employer. The State’s support and total are for disclosure purposes only. The amount recognized by the ROE No. 9 as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the ROE No. 9 were as follows:

Employer’s proportionate share of the net pension liability	\$	697,576
State’s proportionate share of the net pension liability associated with the employer		17,911,792
Total	\$	18,609,368

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013, and rolled forward to June 30, 2014. The ROE No. 9’s proportion of the net pension liability was based on the ROE No. 9’s share of contributions to TRS for the measurement year ended June 30, 2014, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2014, the ROE No. 9’s proportion was .0013960221 percent.

The net pension liability as of the beginning of this first measurement period under GASB Statement No. 68 was measured as of June 30, 2013, and the total pension liability was based on the June 30, 2013, actuarial valuation without any roll-up. The ROE No. 9’s proportion of the net pension liability as of June 30, 2013, was based on ROE No. 9’s share of contributions to TRS for the measurement year ended June 30, 2013, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2013, the ROE No. 9’s proportion was .0022596057 percent.

For the year ended June 30, 2015, the ROE No. 9 recognized pension expense of \$1,442,090 and revenue of \$1,442,090 for support provided by the State. For the year ended June 30, 2015, ROE No. 9 recognized pension expense of (\$31,702). At June 30, 2015, the

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ROE No. 9 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 369	\$ -
Net difference between projected and actual earnings on pension plan investments	-	35,059
Change of assumptions	-	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	357,459
Employer contributions subsequent to the measurement date	10,887	-
Total	\$ 11,256	\$ 392,518

\$10,887 reported as deferred outflows of resources related to pensions resulting from the ROE No. 9 contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:	
2016	\$ (95,437)
2017	(95,437)
2018	(95,437)
2019	(95,437)
2020	(10,401)
	\$ (392,149)

Actuarial assumptions

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00 percent
Salary increases	5.75 percent, average, including inflation
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

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Mortality rates were based on the RP-2000 White Collar Table with projections using scale AA that vary by member group.

For GASB disclosure purposes, the actuarial assumptions for the years ended June 30, 2014 and 2013 were assumed to be the same. However, for funding purposes, the actuarial valuations for those two years were different. The actuarial assumptions used in the June 30, 2014 valuation were based on updates to economic assumptions adopted in 2014 which lowered the investment return assumption from 8.0 percent to 7.5 percent. The salary increase and inflation assumptions were also lowered. The actuarial assumptions used in the June 30, 2013 valuation were based on the 2012 actuarial experience analysis and first adopted in the June 30, 2012 valuation. The investment return assumption was lowered from 8.5 percent to 8.0 percent and the salary increase and inflation assumptions were also lowered. Mortality assumptions were adjusted to anticipate continued improvement in mortality.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. large cap	18%	8.23%
Global equity excluding U.S.	18%	8.58%
Aggregate bonds	16%	2.27%
U.S. TIPS	2%	3.52%
NCREIF	11%	5.81%
Opportunistic real estate	4%	9.79%
ARS	8%	3.27%
Risk parity	8%	5.57%
Diversified inflation strategy	1%	3.96%
Private equity	14%	13.03%
Total	100%	

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Discount rate

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I’s liability is partially-funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Therefore, the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the ROE No. 9’s proportionate share of the net pension liability to changes in the discount rate

The following presents the ROE No. 9’s proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the ROE No. 9’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate.

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employer’s proportionate share of the net pension liability	\$ 861,473	\$ 697,576	\$ 561,852

TRS fiduciary net position

Detailed information about the TRS’s fiduciary net position as of June 30, 2014 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

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Illinois Municipal Retirement Fund

IMRF Plan Description

The ROE No. 9'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 No. 9's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

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- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2014, the following employees were covered by the benefit terms:

	IMRF
Retirees and beneficiaries currently receiving benefits	46
Inactive plan members entitled to but not yet receiving benefits	172
Active plan members	22
Total	240

Contributions

As set by statute, ROE No. 9's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The ROE No. 9's annual contribution rate for year ended 2014 was 11.6%. For the calendar year ended 2014 ROE No. 9 contributed \$137,789 to the plan. ROE No. 9 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

ROE No. 9's net pension liability was measured as of December 31, 2014. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2014:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 3.5%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.50%.

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- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Percentage	Long-term Expected Real Rate of Return
Domestic equity	38%	7.60%
International equity	17%	7.80%
Fixed income	27%	3.00%
Real estate	8%	6.15%
Alternative investments	9%	5.25-8.50%
Cash equivalents	1%	2.25%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.56%, and the resulting single discount rate is 7.50%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Pension (B)	Net Pension Liability/ (Asset) (A) – (B)
Balance at December 31, 2013	\$ 6,309,670	\$ 6,565,374	\$ (255,704)
Changes for the year:			
Service cost	181,159	–	181,159
Interest on the total pension liability	473,165	–	473,165
Changes of benefit terms	–	–	–
Differences between expected and actual experience of the total pension liability	(705,009)	–	(705,009)
Changes of assumptions	180,935	–	180,935
Contributions - Employer	–	137,789	(137,789)
Contributions - Employee	–	56,341	(56,341)
Net investment income	–	287,693	(287,693)
Benefit payments, including refunds of employee contributions	(187,792)	(187,792)	–
Other (net transfer)	–	(3,799)	3,799
Net Changes	<u>(57,542)</u>	<u>290,232</u>	<u>(347,774)</u>
Balance at December 31, 2014	<u>\$ 6,252,128</u>	<u>\$ 6,855,606</u>	<u>\$ (603,478)</u>

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Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower 6.5%	Current Discount Rate 7.5%	1% Higher 8.5%
Net pension liability	\$ 276,645	\$ (603,478)	\$ (1,285,629)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2015, the ROE No. 9 recognized pension income of \$335,416. At June 30, 2015, the ROE No. 9 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ —	\$ 42,157
Changes of assumptions	10,819	—
Net difference between projected and actual earnings on pension plan investments	156,768	—
Total deferred amounts to be recognized in pension expense in future periods	167,587	42,157
<i>Pension contributions made subsequent to the measurement date</i>	34,952	—
Total deferred amounts related to pensions	\$ 202,539	\$ 42,157

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\$34,952 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31:	Net Deferred Outflows of Resources
2015	\$ 7,854
2016	39,192
2017	39,192
2018	39,192
2019	-
Thereafter	-
Total	<u>\$ 125,430</u>

NOTE 8 - OTHER POSTEMPLOYMENT BENEFITS

Defined Benefit Plan - Health Alliance

Plan Description

The ROE No. 9 provides postemployment health care for eligible retired employees and their dependents through a multiple-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the ROE No. 9, and can be amended through its personnel manual and employee contracts. An irrevocable trust has not been established to account for the plan and accordingly, the plan is not accounted for as a trust fund. The plan does not issue a separate report.

Benefits Provided

Employees who terminate after meeting the age and service requirements for retirement are eligible to continue their health care plan coverage by paying the monthly premium rate. The benefit levels are the same as those afforded to active employees. The benefits include general outpatient and inpatient medical services and prescriptions. Because the actuarial cost of health benefits for the retirees exceeds the average amount paid by retirees, the additional cost is paid by the ROE No. 9 and is the basis for other postemployment benefits (OPEB) obligation accounted for under GASB Statement No. 45.

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Membership

At June 30, 2013, membership consisted of:

Retirees and beneficiaries receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	–
Active vested plan members	24
Active nonvested plan members	48
Total	<u>73</u>
Number of participating employers	<u>1</u>

Funding Policy

The Regional Superintendent of the ROE No. 9 negotiates the contribution percentages between the ROE No. 9 and her employees through the employee contracts and the personnel policy. All retirees contribute 100% of the blended premium to the plan and the ROE No. 9 contributes the remainder to cover the cost of providing the benefits to the retirees via the insured plan (pay-as-you-go). GASB Statement No. 45 requires recognition of the current expense of OPEB based on each governing body’s annual required contribution, but does not require funding of the related liability. As of June 30, 2014, the ROE No. 9 has chosen not to fund the liability.

Annual OPEB Cost and Net OPEB Obligation

The ROE No. 9’s annual OPEB cost is calculated based on the annual required contribution (ARC). The ARC represents the normal cost each year and an amount to amortize the unfunded actuarial liability over a period of thirty years.

Trend Data

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 multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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Components of Net OPEB Obligation and Expense

Item	Amount as of June 30, 2013
Annual required contribution	\$ 6,570
Interest on Net OPEB obligation	163
Adjustment to annual required contribution	(136)
Annual OPEB cost	6,597
Contributions made	(2,609)
Increase in net OPEB obligation	3,988
Net OPEB obligation - beginning of year	4,082
Net OPEB obligation - end of year	\$ 8,070

Schedule of Contributions, OPEB Costs and Net Obligations

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
06/30/13	\$ 6,597	39.5%	\$ 8,070

Funded Status and Funding Progress

As of June 30, 2013, the actuarial accrued liability for benefits was \$71,745. The covered payroll was approximately \$1,942,425, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 3.7%.

Actuarial Method and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members.

In the actuarial valuation for the fiscal year ended June 30, 2013, the entry age normal cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 8% initially, reduced to an ultimate rate of 6% after five years. Rates include a 3% general inflation assumption. The Unfunded Accrued Liability is being amortized as a level dollar amount on a closed basis over 30 years. A discount (interest) rate of 4% was used, as well as a salary progression rate of 4% per year.

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Teacher Health Insurance Security Fund

The ROE No. 9 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 retired Illinois public school teachers employed outside the City of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the TRS. Annuitants not enrolled in Medicare may participate in the State-administered participating provider option plan or choose from several managed care options. Annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage Plan.

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. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the State to make a contribution to the THIS Fund.

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On behalf contributions to the THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the ROE No. 9. State contributions are intended to match contributions to the THIS Fund from active members which were 1.02 percent of pay during the year ended June 30, 2015. State of Illinois contributions were \$16,324, and the ROE No. 9 recognized revenue and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2014 and 2013 were 0.97 and 0.92 percent of pay, respectively. State contributions on behalf of Roe No. 9 employees were \$16,400 and \$15,442, respectively.

Employer contributions to THIS Fund. The ROE No. 9 also makes contributions to the THIS Fund. The ROE No. 9 THIS Fund contribution was 0.76 percent during the year ended June 30, 2015 and 0.72 and 0.69 percent during the years ended June 30, 2014 and June 30, 2013. For the year ended June 30, 2015, the ROE No. 9 paid \$12,163 to the THIS Fund. For the years ended June 30, 2014 and June 30, 2013, the ROE No. 9 paid \$25,460 and \$26,882 to the THIS Fund, respectively, which was 100 percent of the required contribution.

Further information on THIS Fund. The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor general: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

listed under “Central Management Services.” Prior reports are available under “Healthcare and Family Services.”

NOTE 9 - RISK MANAGEMENT

The ROE No. 9 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Regional Office has purchased commercial insurance to cover these risks. No losses have been incurred in excess of the amounts covered by insurance over the past three years.

NOTE 10 - DEFICIT FUND BALANCE

Generally accepted accounting principles require disclosure of certain information concerning individual funds which are presented only in combination on the financial statements. Funds having deficit fund balances/net position and funds which overexpend appropriations during the year are required to be disclosed. Foundational Services program under Education Fund had fund deficit amounting to \$25,735 as of June 30, 2015. This deficit fund balance is expected to be reversed in the next fiscal year through receipts from federal sources.

NOTE 11 - INTERFUND TRANSFERS

Due From (To) Other Funds

As of June 30, 2015, amounts due from (to) other funds consist of the following:

Fund	Due From Other Funds	Due To Other Funds
General Fund:		
Regional Education Alternative for Developing Youth	\$ 152,038	\$ -
Education Fund:		
Title II Teacher Quality - Leadership	-	3,700
McKinney-Vento Homeless Children & Youth Program	-	2,038
Foundational Services	-	31,350
Teen Reach	-	25,436
Schoolworks Operations	-	17,533
RtI Network	-	7,788
IMSP - MAP	-	5,473
IMSP - Admin	-	150,000
Enterprise Funds - Local Workshops	91,280	-
Total	<u>\$ 243,318</u>	<u>\$ 243,318</u>

The amounts due from (to) other funds resulted from interfund borrowing to cover short-term cash deficit.

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 12 - RESTATEMENT

The ROE No. 9 implemented GASB Statement Nos. 68 and 71 and consequently recognized deferred outflows of resources, deferred inflows of resources, and net pension liability in the current year. The net opening balance of deferred outflows of resources, deferred inflows of resources, and net pension liability in the governmental activities was \$651,518. Because these pension-related opening balances reflect pension expenses not previously recognized, the opening net position of the governmental activities on the government-wide Statement of Activities has been restated as follows:

Governmental Activities Net Position:

Net position - July 1, 2014	\$ 2,167,396
Deferred outflows, inflows, and net pension liability	(651,518)
Net position, restated - July 1, 2014	\$ 1,515,878

The Proprietary Fund's financial statements also implemented GASB Statement Nos. 68 and 71 and recognized deferred outflows of resources, deferred inflows of resources, and net pension liability in the current year. The net opening balance of deferred outflows of resources, deferred inflows of resources, and net pension liability/asset in the Local Workshops and Internal Service Fund was \$119,433 and \$44,652, respectively.

Business-Type Activities - Enterprise Funds Net Position:

<u>Local Workshops (A)</u>	
Net position - July 1, 2014	\$ 330,366
Deferred outflows, inflows, and net pension liability	(119,433)
Net position, restated - July 1, 2014	\$ 210,933

<u>Nonmajor Enterprise Fund (B)</u>	
Net position - July 1, 2014	\$ 18,443
Deferred outflows, inflows, and net pension liability	-
Net position, restated - July 1, 2014	\$ 18,443

<u>Total Business-Type Activities (A + B)</u>	
Net position - July 1, 2014	\$ 348,809
Deferred outflows, inflows, and net pension liability	(119,433)
Net position, restated - July 1, 2014	\$ 229,376

Internal Service Fund Net Position

Net position - July 1, 2014	\$ 31,342
Deferred outflows, inflows, and net pension asset	44,652
Net position, restated - July 1, 2014	\$ 75,994

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

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
JUNE 30, 2015**

**Schedule of the Employer's Proportionate Share of the Net Pension Liability
Teachers' Retirement System of the State of Illinois
For the Year Ended June 30, 2015***

Employer's proportion of the net pension liability	0.0013960221%
Employer's proportionate share of the net pension liability	\$ 697,576
State's proportionate share of the net pension liability associated with the employer	17,911,792
Total	<u><u>\$ 18,609,368</u></u>
Employer's covered-employee payroll	1,327,657
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	52.5%
Plan fiduciary net position as a percentage of the total pension liability	43.0%

**The amounts presented were determined as of the prior fiscal-year end.*

**Schedule of Employer Contributions
Teachers' Retirement System of the State of Illinois
For the Year Ended June 30, 2015 ****

<u>Fiscal Year Ended June 30,</u>	<u>Contractually- Required Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered- Employee Payroll</u>	<u>Contribution as a Percentage of Covered- Employee Payroll</u>
2015	\$ 10,887	\$ 10,887	\$ -	\$ 1,203,166	0.9%
2014	36,834	36,834	-	1,327,657	2.8%

*** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.*

Notes to This Required Supplementary Information

Changes of assumptions - amounts reported in 2014 reflect an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and a salary increase assumption of 5.75 percent. In 2013, assumptions used were an investment rate of return of 4.75 percent, and salary increases of 6.00 percent. However, the total pension liability at the beginning and end of the year was calculated using the same assumptions, so the difference due to actuarial assumptions was not calculated or allocated.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
JUNE 30, 2015**

**Schedule of Changes in the Net Pension Liability and Related Ratios
Illinois Municipal Retirement Fund
Calendar Year 2014**

Calendar Year Ended December 31	<u>2014</u>
Total Pension Liability	
Service cost	\$ 181,159
Interest on the total pension liability	473,165
Changes of benefit terms	-
Differences between expected and actual experience of the total pension liability	(705,009)
Changes of assumptions	180,935
Benefit payments, including refunds of employee contributions	<u>(187,792)</u>
Net change in total pension liability	(57,542)
Total pension liability - beginning	<u>6,309,670</u>
Total pension liability - ending (A)	<u><u>\$ 6,252,128</u></u>
Plan Fiduciary Net Position	
Contributions - employer	\$ 137,789
Contributions - employees	56,341
Net investment income	287,693
Benefit payments, including refunds of employee contributions	(187,792)
Other (Net transfer)	<u>(3,799)</u>
Net change in plan fiduciary net position	290,232
Plan fiduciary net position - beginning	<u>6,565,374</u>
Plan fiduciary net position - ending (B)	<u><u>\$ 6,855,606</u></u>
Net pension liability - ending (A) - (B)	<u><u>\$ (603,478)</u></u>
Plan fiduciary net position as a percentage of the total pension liability	109.7%
Covered valuation payroll	\$ 1,183,755
Net pension liability as a percentage of covered valuation payroll	(51.0%)

Notes to This Required Supplementary Information

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
JUNE 30, 2015**

**Schedule of Employer Contributions
Illinois Municipal Retirement Fund
Calendar Year 2014**

<u>Calendar Year Ended December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a Percentage of Covered Valuation Payroll</u>
2014	\$ 130,450	\$ 137,789	\$ (7,339)	\$ 1,183,755	11.6%

Notes to This Required Supplementary Information

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2014 Contribution Rate*

Valuation Date:

Notes

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2014 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age = normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	29-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	4%
<i>Price Inflation:</i>	3%, approximate; No explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	4.40% to 16%, including inflation
<i>Investment Rate of Return:</i>	7.50%

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
JUNE 30, 2015**

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2011 valuation pursuant to an experience study of the period 2008 to 2010.

Mortality: RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92 percent of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Other Information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2012, actuarial valuation; note two year lag between valuation and rate setting.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**Postemployment Benefits Other Than Pensions
Schedule of Funding Progress
June 30, 2015**

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)
06/30/13	\$0	\$71,745	\$71,745	0%	\$1,942,425	3.7%

**Postemployment Benefits Other Than Pensions
Schedule of Employer Contributions
June 30, 2015**

Fiscal Year Ended	Employer Contributions	Annual Required Contributions (ARC)	Percentage Contributed
06/30/13	\$2,609	\$6,570	39.5%

OTHER SUPPLEMENTARY INFORMATION

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GENERAL FUND
COMBINING SCHEDULE OF ACCOUNTS
JUNE 30, 2015**

SCHEDULE 1

	General Operations	GED Scoring	School Family Liaison Local	Regional Education Alternative for Developing Youth
ASSETS				
Cash and cash equivalents	\$ 112,828	\$ -	\$ 153	\$ 748,112
Due from other funds	-	-	-	152,038
Due from other governmental agencies	3,173	-	-	76,959
TOTAL ASSETS	116,001	-	153	977,109
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	299	-	-	155,073
FUND BALANCES				
Assigned	-	-	-	822,036
Unassigned	115,702	-	153	-
Total fund balances	115,702	-	153	822,036
TOTAL LIABILITIES AND FUND BALANCES	\$ 116,001	\$ -	\$ 153	\$ 977,109

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 GENERAL FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2015

SCHEDULE 1
 (CONTINUED)

	Novice Teacher Support	Summer Freedom School	IL Learning Technology Purchase Program	Total
ASSETS				
Cash and cash equivalents	\$ 1,217	\$ 4,180	\$ 361,955	\$ 1,228,445
Due from other funds	-	-	-	152,038
Due from other governmental agencies	-	3,000	11,410	94,542
TOTAL ASSETS	1,217	7,180	373,365	1,475,025
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	-	-	-	155,372
FUND BALANCES				
Assigned	1,217	7,180	373,365	1,203,798
Unassigned	-	-	-	115,855
Total fund balances	1,217	7,180	373,365	1,319,653
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,217	\$ 7,180	\$ 373,365	\$ 1,475,025

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GENERAL FUND**

SCHEDULE 2

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015**

	General Operations	GED Scoring	School Family Liaison Local	Regional Education Alternative for Developing Youth
REVENUES				
Federal sources	\$ -	\$ -	\$ -	\$ 136,772
State sources	-	-	-	700,826
Local sources	228,371	-	138	867,833
On-behalf payments	260,958	-	-	-
Total revenues	489,329	-	138	1,705,431
EXPENDITURES				
Salaries	114,216	-	-	1,137,778
Benefits	31,847	-	-	285,576
Pension expense	10,514	-	-	33,972
Purchased services	22,788	-	-	279,418
Supplies and materials	7,226	-	-	64,282
Miscellaneous	42,653	-	-	8,238
On-behalf payments	260,958	-	-	-
Capital expenditures	9,985	-	-	22,065
Total expenditures	500,187	-	-	1,831,329
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(10,858)	-	138	(125,898)
OTHER FINANCING SOURCES (USES)				
Transfer in (out)	11,943	(11,943)	-	-
Repayment of long-term lease payable	(2,257)	-	-	(1,491)
Proceeds from long-term lease payable	-	-	-	9,077
Net interest income (expense)	(61)	-	-	873
Total other financing sources (uses)	9,625	(11,943)	-	8,459
NET CHANGE IN FUND BALANCES	(1,233)	(11,943)	138	(117,439)
FUND BALANCES, BEGINNING OF YEAR	116,935	11,943	15	939,475
FUND BALANCES, END OF YEAR	\$ 115,702	\$ -	\$ 153	\$ 822,036

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GENERAL FUND**

**SCHEDULE 2
(CONTINUED)**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015**

	Novice Teacher Support	Summer Freedom School	IL Learning Technology Purchase Program	Total
REVENUES				
Federal sources	\$ -	\$ -	\$ -	\$ 136,772
State sources	-	-	-	700,826
Local sources	-	15,600	75,583	1,187,525
On-behalf payments	-	-	-	260,958
Total revenues	-	15,600	75,583	2,286,081
EXPENDITURES				
Salaries	-	-	41,212	1,293,206
Benefits	-	-	9,380	326,803
Pension expense	-	-	4,662	49,148
Purchased services	-	9,946	36,594	348,746
Supplies and materials	-	632	178	72,318
Miscellaneous	-	95	2,314	53,300
On-behalf payments	-	-	-	260,958
Capital expenditures	-	-	1,361	33,411
Total expenditures	-	10,673	95,701	2,437,890
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	4,927	(20,118)	(151,809)
OTHER FINANCING SOURCES (USES)				
Transfer in (out)	-	-	-	-
Repayment of long-term lease payable	-	-	-	(3,748)
Proceeds from long-term lease payable	-	-	-	9,077
Net interest income (expense)	1	1	351	1,165
Total other financing sources (uses)	1	1	351	6,494
NET CHANGE IN FUND BALANCES	1	4,928	(19,767)	(145,315)
FUND BALANCES, BEGINNING OF YEAR	1,216	2,252	393,132	1,464,968
FUND BALANCES, END OF YEAR	\$ 1,217	\$ 7,180	\$ 373,365	\$ 1,319,653

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2015**

SCHEDULE 3

	Regional Education Alternative for Developing Youth		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Federal sources	\$ -	\$ 136,772	\$ 136,772
State sources	89,270	700,826	611,556
Local sources	-	867,833	867,833
Total revenues	<u>89,270</u>	<u>1,705,431</u>	<u>1,616,161</u>
EXPENDITURES			
Salaries	-	1,137,778	(1,137,778)
Benefits	-	285,576	(285,576)
Pension expense	-	33,972	(33,972)
Purchased services	89,270	279,418	(190,148)
Supplies and materials	-	64,282	(64,282)
Miscellaneous	-	8,238	(8,238)
Capital expenditures	-	22,065	(22,065)
Total expenditures	<u>89,270</u>	<u>1,831,329</u>	<u>(1,742,059)</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>(125,898)</u>	<u>\$ (125,898)</u>
OTHER FINANCING SOURCES (USES)			
Repayment of long-term lease payable		(1,491)	
Proceeds from long-term lease payable		9,077	
Net interest income		873	
Total other financing uses		<u>8,459</u>	
NET CHANGE IN FUND BALANCE		(117,439)	
FUND BALANCE, BEGINNING OF YEAR		<u>939,475</u>	
FUND BALANCE, END OF YEAR		<u>\$ 822,036</u>	

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 EDUCATION FUND
 COMBINING SCHEDULE OF ACCOUNTS
 JUNE 30, 2015

SCHEDULE 4

	Math Curriculum Models Project	Title II Teacher Quality - Leadership	McKinney-Vento Homeless Children & Youth Program	Race to the Top	Truants' Alternative & Optional Education Program	Foundational Services (ROE No. 51)	Math	Teen Reach	Math & Science Resources
Cash and cash equivalents	\$ 360,869	\$ -	\$ 2,650	\$ 54,042	\$ -	\$ -	\$ 4,112	\$ -	\$ 411,671
Due from other governmental agencies	-	3,700	2,038	-	-	32,350	-	32,028	-
TOTAL ASSETS	360,869	3,700	4,688	54,042	-	32,350	4,112	32,028	411,671

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES

LIABILITIES

Accounts payable and accrued expenses	-	-	-	5,941	-	1,000	-	6,592	-
Due to other funds	-	3,700	2,038	-	-	31,350	-	25,436	-
Unearned revenue	360,869	-	-	48,101	-	-	4,112	-	411,671
Total liabilities	360,869	3,700	2,038	54,042	-	32,350	4,112	32,028	411,671

DEFERRED INFLOWS OF RESOURCES

Unavailable revenues	-	-	-	-	-	25,735	-	-	-
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FUND BALANCES

Restricted	-	-	2,650	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(25,735)	-	-	-
Total fund balances	-	-	2,650	-	-	(25,735)	-	-	-

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES

	\$ 360,869	\$ 3,700	\$ 4,688	\$ 54,042	\$ -	\$ 32,350	\$ 4,112	\$ 32,028	\$ 411,671
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CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
EDUCATION FUND
COMBINING SCHEDULE OF ACCOUNTS
JUNE 30, 2015

	Juvenile Detention Center	21st Century	Schoolworks Operations	Area IV Learning Technology Hub	Rd Network	IMSP - MAP	IMSP Admin	UW-STEM	Total
Cash and cash equivalents	\$ 111,871	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 945,215
Due from other governmental agencies	125,095	-	17,533	-	14,060	7,700	150,000	-	384,504
TOTAL ASSETS	236,966	-	17,533	-	14,060	7,700	150,000	-	1,329,719

**LIABILITIES, DEFERRED INFLOWS
OF RESOURCES AND FUND BALANCES**

LIABILITIES									
Accounts payable and accrued expenses	11,551	-	-	-	6,272	2,227	-	-	33,583
Due to other funds	-	-	17,533	-	7,788	5,473	150,000	-	243,318
Unearned revenue	-	-	-	-	-	-	-	-	824,753
Total liabilities	11,551	-	17,533	-	14,060	7,700	150,000	-	1,101,654

DEFERRED INFLOWS OF RESOURCES

Unavailable revenues	-	-	-	-	-	-	-	-	25,735
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FUND BALANCES

Restricted	225,415	-	-	-	-	-	-	-	228,065
Unassigned	-	-	-	-	-	-	-	-	(25,735)
Total fund balances	225,415	-	-	-	-	-	-	-	202,330

**TOTAL LIABILITIES, DEFERRED INFLOWS
OF RESOURCES AND FUND BALANCES**

	\$ 236,966	\$ -	\$ 17,533	\$ -	\$ 14,060	\$ 7,700	\$ 150,000	\$ -	\$ 1,329,719
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CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 EDUCATION FUND
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2015

	Math Curriculum Models Project	Title II Teacher Quality - Leadership	McKinney-Vento Homeless Children & Youth Program	Race to the Top	Truants' Alternative & Optional Education Program	Foundational Services	Math (ROE No. 51)	Teen Reach	Math & Science Resources
REVENUES									
Federal sources	\$ -	\$ 4,578	\$ 32,573	\$ -	\$ -	\$ 14,805	\$ -	\$ 109,509	\$ -
State sources	-	-	-	-	62,920	-	213,117	-	-
Local sources	131,585	-	-	146,344	-	-	-	-	338,329
Total revenues	131,585	4,578	32,573	146,344	62,920	14,805	213,117	109,509	338,329
EXPENDITURES									
Salaries	3,270	-	20,623	10,319	41,320	4,314	1,150	55,433	3,309
Benefits	870	-	4,412	2,887	8,997	770	314	6,930	870
Pension expense	780	-	2,328	1,151	4,681	837	95	3,767	821
Purchased services	123,510	4,578	4,110	117,131	7,656	31,220	205,966	39,967	328,023
Supplies and materials	365	-	1,100	7,322	266	2,889	307	3,412	500
Payments to other governments	2,790	-	-	7,534	-	510	5,285	-	4,806
Miscellaneous	-	-	-	-	-	-	-	-	-
Capital expenditures	-	-	-	-	-	-	-	-	-
Total expenditures	131,585	4,578	32,573	146,344	62,920	40,540	213,117	109,509	338,329
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-	-	(25,735)	-	-	-
OTHER FINANCING SOURCE									
Net interest income	-	-	2	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	-	-	2	-	-	(25,735)	-	-	-
FUND BALANCES, BEGINNING OF YEAR	-	-	2,648	-	-	-	-	-	-
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ -	\$ 2,650	\$ -	\$ -	\$ (25,735)	\$ -	\$ -	\$ -

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
EDUCATION FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015**

	Juvenile Detention Center	21st Century	Schoolworks Operations	Area IV				UW-STEM	Total
				Learning Technology Hub	Rd Network	IMSP - MAP	IMSP - Admin		
REVENUES									
Federal sources	\$ -	\$ 61,649	\$ -	\$ -	\$ 87,838	\$ 7,700	\$ -	\$ -	\$ 318,652
State sources	231,946	-	140,214	171,354	-	-	-	-	819,551
Local sources	-	-	-	-	-	-	-	25,000	791,258
Total revenues	231,946	61,649	140,214	171,354	87,838	7,700	150,000	25,000	1,929,461
EXPENDITURES									
Salaries	91,228	40,028	66,757	96,286	65,005	2,047	5,453	19,129	525,671
Benefits	20,109	4,257	13,970	23,197	2,698	157	2,056	1,464	93,958
Pension expense	584	2,861	1,844	4,829	2,631	-	-	236	27,445
Purchased services	11,533	13,000	34,868	21,774	12,847	5,496	142,491	3,238	1,107,408
Supplies and materials	516	1,503	14,436	14,698	4,657	-	-	933	52,904
Payments to other governments	-	-	-	3,171	-	-	-	-	24,096
Miscellaneous	-	-	203	-	-	-	-	-	203
Capital expenditures	-	-	8,136	7,399	-	-	-	-	15,535
Total expenditures	123,970	61,649	140,214	171,354	87,838	7,700	150,000	25,000	1,847,220
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	107,976	-	-	-	-	-	-	-	82,241
OTHER FINANCING SOURCE	97	-	-	-	-	-	-	-	99
Net interest income									
NET CHANGE IN FUND BALANCES	108,073	-	-	-	-	-	-	-	82,340
FUND BALANCES, BEGINNING OF YEAR	117,342	-	-	-	-	-	-	-	119,990
FUND BALANCES (DEFICIT), END OF YEAR	\$ 225,415	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 202,330

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 EDUCATION FUND
 BUDGETARY COMPARISON SCHEDULES
 FOR THE YEAR ENDED JUNE 30, 2015

SCHEDULE 6

	Title II Teacher Quality - Leadership			Truants' Alternative & Optional Education Program			21st Century		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
REVENUES									
Federal sources	\$ 7,554	\$ 4,578	\$ (2,976)	\$ -	\$ -	\$ -	\$ 61,649	\$ 61,649	\$ -
State sources	-	-	-	62,920	62,920	-	-	-	-
Total revenues	<u>7,554</u>	<u>4,578</u>	<u>(2,976)</u>	<u>62,920</u>	<u>62,920</u>	<u>-</u>	<u>61,649</u>	<u>61,649</u>	<u>-</u>
EXPENDITURES									
Salaries	-	-	-	40,608	41,320	(712)	34,508	40,028	(5,520)
Benefits	-	-	-	13,467	8,997	4,470	4,617	4,257	360
Pension expense	-	-	-	-	4,681	(4,681)	-	2,861	(2,861)
Purchased services	7,554	4,578	2,976	7,745	7,656	89	18,366	13,000	5,366
Supplies and materials	-	-	-	1,100	266	834	4,158	1,503	2,655
Payments to governments	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Capital expenditures	-	-	-	-	-	-	-	-	-
Total expenditures	<u>7,554</u>	<u>4,578</u>	<u>2,976</u>	<u>62,920</u>	<u>62,920</u>	<u>-</u>	<u>61,649</u>	<u>61,649</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCES, BEGINNING OF YEAR	-	-	-	-	-	-	-	-	-
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 EDUCATION FUND
 BUDGETARY COMPARISON SCHEDULES
 FOR THE YEAR ENDED JUNE 30, 2015

SCHEDULE 6
 (CONTINUED)

	Schoolworks Operations		Area IV Learning Technology Hub		Rtl Network		
	Budget	Actual	Budget	Actual	Budget	Actual	
			Variance Favorable (Unfavorable)	Variance Favorable (Unfavorable)	Variance Favorable (Unfavorable)	Variance Favorable (Unfavorable)	
REVENUES							
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ 126,830	\$ 87,838	\$ (38,992)
State sources	140,214	140,214	-	171,354	-	-	-
Total revenues	140,214	140,214	-	171,354	126,830	87,838	(38,992)
EXPENDITURES							
Salaries	65,466	66,757	(1,291)	96,286	95,186	65,005	30,181
Benefits	16,208	13,970	2,238	28,035	6,361	2,698	3,663
Pension expense	-	1,844	(1,844)	-	4,829	2,631	(2,631)
Purchased services	36,819	34,868	1,951	21,945	19,786	12,847	6,939
Supplies and materials	7,998	14,436	(6,438)	15,068	5,497	4,657	840
Payments to governments	-	-	-	2,500	-	-	-
Miscellaneous	902	203	699	-	-	-	-
Capital expenditures	12,821	8,136	4,685	7,520	-	-	-
Total expenditures	140,214	140,214	-	171,354	126,830	87,838	38,992
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES, BEGINNING OF YEAR	-	-	-	-	-	-	-
FUND BALANCES, END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
 EDUCATION FUND
 BUDGETARY COMPARISON SCHEDULES
 FOR THE YEAR ENDED JUNE 30, 2015

SCHEDULE 6
 (CONTINUED)

	IMSP - MAP			Total		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Federal sources	\$ 250,000	\$ 7,700	\$ (242,300)	\$ 446,033	\$ 161,765	\$ (284,268)
State sources	-	-	-	374,488	374,488	-
Total revenues	<u>250,000</u>	<u>7,700</u>	<u>(242,300)</u>	<u>820,521</u>	<u>536,253</u>	<u>(284,268)</u>
EXPENDITURES						
Salaries	8,250	2,047	6,203	340,304	311,443	28,861
Benefits	1,065	157	908	69,753	53,276	16,477
Pension expense	-	-	-	-	16,846	(16,846)
Purchased services	212,185	5,496	206,689	324,400	100,219	224,181
Supplies and materials	28,500	-	28,500	62,321	35,560	26,761
Payments to governments	-	-	-	2,500	3,171	(671)
Miscellaneous	-	-	-	902	203	699
Capital expenditures	-	-	-	20,341	15,535	4,806
Total expenditures	<u>250,000</u>	<u>7,700</u>	<u>242,300</u>	<u>820,521</u>	<u>536,253</u>	<u>284,268</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCES, BEGINNING OF YEAR						
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015**

SCHEDULE 7

	<u>GED</u>	<u>School Bus Driver Training</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 67,375	\$ 25,662	\$ 93,037
Due from other governmental agencies	<u>69</u>	<u>360</u>	<u>429</u>
TOTAL ASSETS	<u><u>67,444</u></u>	<u><u>26,022</u></u>	<u><u>93,466</u></u>
 LIABILITIES AND FUND BALANCES			
LIABILITIES			
Unearned revenue	<u>-</u>	<u>72</u>	<u>72</u>
 FUND BALANCES			
Restricted	<u>67,444</u>	<u>25,950</u>	<u>93,394</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 67,444</u></u>	<u><u>\$ 26,022</u></u>	<u><u>\$ 93,466</u></u>

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015**

SCHEDULE 8

	GED	School Bus Driver Training	Total
REVENUES			
State sources	\$ -	\$ 960	\$ 960
Local sources	4,264	2,704	6,968
Total revenues	<u>4,264</u>	<u>3,664</u>	<u>7,928</u>
EXPENDITURES			
Salaries	15,032	-	15,032
Benefits	2,155	-	2,155
Pension expense	655	-	655
Purchased services	5,064	1,707	6,771
Supplies and materials	336	-	336
Miscellaneous	110	-	110
Total expenditures	<u>23,352</u>	<u>1,707</u>	<u>25,059</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(19,088)	1,957	(17,131)
OTHER FINANCING SOURCE			
Net interest income	<u>69</u>	<u>22</u>	<u>91</u>
NET CHANGE IN FUND BALANCES	(19,019)	1,979	(17,040)
FUND BALANCES, BEGINNING OF YEAR	<u>86,463</u>	<u>23,971</u>	<u>110,434</u>
FUND BALANCES, END OF YEAR	<u>\$ 67,444</u>	<u>\$ 25,950</u>	<u>\$ 93,394</u>

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9

SCHEDULE 9

FIDUCIARY FUNDS

COMBINING STATEMENT OF FIDUCIARY NET POSITION

JUNE 30, 2015

	Distributive	Payroll Clearing	Regional Board of Trustees	County School Facility Sales Tax	Total
ASSETS					
Cash and cash equivalents	\$ -	\$ 159,863	\$ 162	\$ -	\$ 160,025
Due from other governmental agencies	-	202,625	-	-	202,625
TOTAL ASSETS	-	362,488	162	-	362,650
LIABILITIES					
Accounts payable and accrued expenses	\$ -	\$ 362,488	\$ 162	\$ -	\$ 362,650

CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9

SCHEDULE 10

FIDUCIARY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS

FOR THE YEAR ENDED JUNE 30, 2015

	Balance June 30, 2014	Additions	Deductions	Balance June 30, 2015
<u>DISTRIBUTIVE</u>				
ASSETS				
Cash and cash equivalents	\$ -	\$ 1,232,164	\$ 1,232,164	\$ -
LIABILITIES				
Due to other governmental agencies	\$ -	\$ 1,232,164	\$ 1,232,164	\$ -
<u>PAYROLL CLEARING</u>				
ASSETS				
Cash and cash equivalents	\$ 132,300	\$ 3,161,802	\$ 3,134,239	\$ 159,863
Due from other governmental agencies	230,198	202,625	230,198	202,625
	<u>\$ 362,498</u>	<u>\$ 3,364,427</u>	<u>\$ 3,364,437</u>	<u>\$ 362,488</u>
LIABILITIES				
Accounts payable and accrued expenses	\$ 362,498	\$ 3,134,239	\$ 3,134,249	\$ 362,488
<u>REGIONAL BOARD OF TRUSTEES</u>				
ASSETS				
Cash and cash equivalents	\$ 162	\$ 1,716	\$ 1,716	\$ 162
LIABILITIES				
Accounts payable and accrued expenses	\$ 162	\$ 1,716	\$ 1,716	\$ 162
<u>COUNTY SCHOOL FACILITY SALES TAX</u>				
ASSETS				
Cash and cash equivalents	\$ -	\$ 18,499,986	\$ 18,499,986	\$ -
LIABILITIES				
Due to other governmental agencies	\$ -	\$ 18,499,986	\$ 18,499,986	\$ -
<u>TOTAL ALL AGENCY FUNDS</u>				
ASSETS				
Cash and cash equivalents	\$ 132,462	\$ 22,895,668	\$ 22,868,105	\$ 160,025
Due from other governmental agencies	230,198	202,625	230,198	202,625
Total assets	<u>362,660</u>	<u>23,098,293</u>	<u>23,098,303</u>	<u>362,650</u>
LIABILITIES				
Accounts payable and accrued expenses	\$ 362,660	\$ 3,135,955	\$ 3,135,965	\$ 362,650
Due to other governmental agencies	-	19,732,150	19,732,150	-
Total liabilities	<u>\$ 362,660</u>	<u>\$ 22,868,105</u>	<u>\$ 22,868,115</u>	<u>\$ 362,650</u>

**CHAMPAIGN/FORD COUNTIES REGIONAL OFFICE OF EDUCATION NO. 9
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT
TREASURERS AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2015**

SCHEDULE 11

	Regional Office of Education No. 9	Rural Champaign Co. Special Education Center	Champaign County School Districts	Total
Distributive interest	\$ 7	\$ -	\$ -	\$ 7
Public Aid	-	66,935	-	66,935
County School Facility Sales Tax	-	-	18,499,986	18,499,986
General State Aid	541,027	-	-	541,027
Special Ed. - Personnel	29,950	56,923	-	86,873
State Free Lunch & Breakfast	475	-	-	475
ROE School Bus Training	960	-	-	960
Truants' Alternative / Optional Education	74,622	-	-	74,622
Regional Safe Schools	89,270	-	-	89,270
ROE/ISC Operations	78,629	-	-	78,629
Technology - Learning Technology Center	185,498	-	-	185,498
National School Lunch Program	27,135	-	-	27,135
School Breakfast Program	7,755	-	-	7,755
Title IV - 21st Century Community Learning Centers-(CHS)	30,954	-	-	30,954
Title IV - 21st Century Community Learning Centers-(Stratton)	34,146	-	-	34,146
Title II - Teacher Quality	7,878	-	-	7,878
	<u>\$ 1,108,306</u>	<u>\$ 123,858</u>	<u>\$ 18,499,986</u>	<u>\$ 19,732,150</u>