

STATE OF ILLINOIS
CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12

FINANCIAL AUDIT
FOR THE YEAR ENDED JUNE 30, 2023

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
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 REGIONAL OFFICE OF EDUCATION NO. 12
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CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
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CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12

OFFICIALS

For the Year Ended June 30, 2023

Interim Regional Superintendent (During the audit period)	Ms. Cathy Croy
Regional Superintendent (Current)	Mr. Jeremy Brush
Assistant Regional Superintendent (Current and during the audit period)	Mr. Corrie Ray

Offices are located at:

Clay County
111 East Chestnut Street
P.O. Box 97
Louisville, IL 62858

Crawford County
300 West Main Street
Lower Level
Robinson, IL 62454

Jasper County
204 West Washington Street
Suite 3
Newton, IL 62448

Lawrence County
1100 State Street
Lower Level
Lawrenceville, IL 62439

Richland County
407 South Whittle Ave
Olney, IL 62450

CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 FINANCIAL REPORT SUMMARY
 For the Year Ended June 30, 2023

FINANCIAL REPORT SUMMARY

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

AUDITOR'S REPORT

The auditor's 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	0	0
Repeated audit findings	0	0
Prior recommendations implemented or not repeated	0	1

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

SUMMARY OF FINDINGS AND RESPONSES

Item No.	Page	Description	Finding Type
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FINDINGS (*GOVERNMENT AUDITING STANDARDS*)

None

PRIOR FINDINGS NOT REPEATED (*GOVERNMENT AUDITING STANDARDS*)

None

EXIT CONFERENCE

The Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12 did not request an exit conference to discuss the audit for the year ended June 30, 2023.

CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
FINANCIAL STATEMENT REPORT SUMMARY

For the Year Ended June 30, 2023

The audit of the accompanying modified cash basis financial statements of the Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education was performed by GW & Associates PC.

Based on their audit, the auditors expressed an unmodified opinion on the Clay, Crawford, Jasper, Lawrence, and Richland Counties modified cash basis financial statements.



INDEPENDENT AUDITOR’S REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Audit of the Financial Statements

Opinions

As Special Assistant Auditors for the Auditor General, we have audited the modified cash basis financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12’s basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12, as of June 30, 2023, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter – Basis of Accounting

We draw your attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for purpose of expressing an opinion on the effectiveness of the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12's basic financial statements. The combining schedules of accounts, the budgetary comparison schedules, and the combining fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, and the combining fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the modified cash basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 8, 2024 on our consideration of the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12's 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 Clay, Crawford, Jasper, Lawrence and Richland Counties Regional Office of Education No. 12's internal control over financial reporting and compliance.

[FIRM SIGNATURE ON FILE]

Hillside, Illinois
March 8, 2024



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

Honorable 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 modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12 as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12's modified cash basis financial statements, and we have issued our report thereon dated March 8, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12's internal control over financial reporting (internal control) as a basis for designing 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 Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12's internal control. Accordingly, we do not express an opinion on the effectiveness of the Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12'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 or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12'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 financial statements. 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 Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12'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 Clay, Crawford, Jasper, Lawrence, and Richland Counties Regional Office of Education No. 12's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

[FIRM SIGNATURE ON FILE]

Hillside, Illinois
March 8, 2024

CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements in Accordance with the Modified Cash Basis

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness identified?	No
• Significant deficiency identified?	No
• Noncompliance material to financial statements noted?	No

CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2023

Section II - Financial Statement Findings

No findings were noted for the year ended June 30, 2023.

CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS

For the Year Ended June 30, 2023

Corrective Action Plan

No findings were noted for the year ended June 30, 2023

CLAY, CRAWFORD, JASPER, LAWRENCE, AND RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED

For the Year Ended June 30, 2023

Finding No. **Condition**

Current Status

No findings were noted for the year ended June 30, 2023

BASIC FINANCIAL STATEMENTS

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2023

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,493,873	\$ 55,258	\$ 2,549,131
Due from custodial funds	340	-	340
Total current assets	2,494,213	55,258	2,549,471
Noncurrent assets:			
Capital assets, net	133,125	7,912	141,037
TOTAL ASSETS	2,627,338	63,170	2,690,508
LIABILITIES			
Accrued expenses	14,227	2,077	16,304
TOTAL LIABILITIES	14,227	2,077	16,304
NET POSITION			
Invested in capital assets	133,125	7,912	141,037
Restricted for educational purposes	150,388	-	150,388
Unrestricted	2,329,598	53,181	2,382,779
TOTAL NET POSITION	\$ 2,613,111	\$ 61,093	\$ 2,674,204

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2023

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-Type Activities	
Governmental Activities:						
Instructional services:						
Salaries and benefits	\$ 1,437,179	\$ -	\$ 1,062,027	\$ (375,152)	\$ -	\$ (375,152)
Purchased services	353,838	-	281,068	(72,770)	-	(72,770)
Supplies and materials	123,532	-	105,052	(18,480)	-	(18,480)
Other objects	7,938	-	3,348	(4,590)	-	(4,590)
Depreciation	35,998	-	-	(35,998)	-	(35,998)
Capital outlay	-	-	84,405	84,405	-	84,405
Total governmental activities	<u>1,958,485</u>	<u>-</u>	<u>1,535,900</u>	<u>(422,585)</u>	<u>-</u>	<u>(422,585)</u>
Business-type activities:						
Operating	41,458	31,220	-	-	(10,238)	(10,238)
Total business-type activities	<u>41,458</u>	<u>31,220</u>	<u>-</u>	<u>-</u>	<u>(10,238)</u>	<u>(10,238)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 1,999,943</u>	<u>\$ 31,220</u>	<u>\$ 1,535,900</u>	<u>(422,585)</u>	<u>(10,238)</u>	<u>(432,823)</u>
GENERAL REVENUES						
Local sources				275,311	-	275,311
State sources				427,188	-	427,188
Loss on disposal of assets				(556)	-	(556)
Investment income				8,264	233	8,497
Total general revenues				<u>710,207</u>	<u>233</u>	<u>710,440</u>
CHANGE IN NET POSITION				287,622	(10,005)	277,617
NET POSITION - BEGINNING				<u>2,325,489</u>	<u>71,098</u>	<u>2,396,587</u>
NET POSITION - ENDING				<u>\$ 2,613,111</u>	<u>\$ 61,093</u>	<u>\$ 2,674,204</u>

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BALANCE SHEET - MODIFIED CASH BASIS -
GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Education Fund	Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 2,332,681	\$ 95,488	\$ 65,704	\$ -	\$ 2,493,873
Due from other funds	68,581	-	-	(68,581)	-
Due from custodial funds	340	-	-	-	340
TOTAL ASSETS	<u>\$ 2,401,602</u>	<u>\$ 95,488</u>	<u>\$ 65,704</u>	<u>\$ (68,581)</u>	<u>\$ 2,494,213</u>
LIABILITIES					
Accrued expenses	\$ 3,662	\$ 10,273	\$ 292	\$ -	\$ 14,227
Due to other funds	-	68,349	232	(68,581)	-
Total liabilities	<u>3,662</u>	<u>78,622</u>	<u>524</u>	<u>(68,581)</u>	<u>14,227</u>
FUND BALANCE (DEFICIT)					
Restricted	-	85,208	65,180	-	150,388
Assigned	2,088,502	-	-	-	2,088,502
Unassigned	309,438	(68,342)	-	-	241,096
Total fund balance (deficit)	<u>2,397,940</u>	<u>16,866</u>	<u>65,180</u>	<u>-</u>	<u>2,479,986</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 2,401,602</u>	<u>\$ 95,488</u>	<u>\$ 65,704</u>	<u>\$ (68,581)</u>	<u>\$ 2,494,213</u>

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2023

Total fund balance - governmental funds	\$ 2,479,986
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>133,125</u>
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Net position of governmental activities	<u><u>\$ 2,613,111</u></u>
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The notes to the financial statements are an integral part of this statement.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	General Fund	Education Fund	Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
REVENUES					
Local sources	\$ 243,719	\$ -	\$ 31,592	\$ -	\$ 275,311
State sources	350,040	1,386,440	1,359	-	1,737,839
Federal sources	-	225,249	-	-	225,249
Interest	7,830	180	254	-	8,264
Total revenues	<u>601,589</u>	<u>1,611,869</u>	<u>33,205</u>	<u>-</u>	<u>2,246,663</u>
EXPENDITURES					
Instructional services:					
Salaries and benefits	347,738	1,062,027	27,414	-	1,437,179
Purchased services	65,742	281,068	7,028	-	353,838
Supplies and materials	17,324	105,052	1,156	-	123,532
Other objects	4,590	3,348	-	-	7,938
Capital outlay	12,137	72,268	-	-	84,405
Total expenditures	<u>447,531</u>	<u>1,523,763</u>	<u>35,598</u>	<u>-</u>	<u>2,006,892</u>
NET CHANGE IN FUND BALANCE	154,058	88,106	(2,393)	-	239,771
FUND BALANCE (DEFICIT) - BEGINNING	<u>2,243,882</u>	<u>(71,240)</u>	<u>67,573</u>	<u>-</u>	<u>2,240,215</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ 2,397,940</u>	<u>\$ 16,866</u>	<u>\$ 65,180</u>	<u>\$ -</u>	<u>\$ 2,479,986</u>

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES -
 MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

Net change in fund balance \$ 239,771

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

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

Capital outlay	\$ 84,405	
Depreciation expense	<u>(35,998)</u>	48,407

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
 funds financial statements at the time of disposal. However,
 in the Statement of Activities gains and losses arising from
 noncash transactions are reported as a gain or loss on the
 disposition of those assets.

Net book value of capital asset deletions	<u>(556)</u>
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<u>\$ 287,622</u>

Change in net position of governmental activities

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 STATEMENT OF NET POSITION - MODIFIED CASH BASIS
 PROPRIETARY FUND
 JUNE 30, 2023

	Business - Type Activities - Enterprise Funds
	Local
ASSETS	
Current assets	
Cash and cash equivalents	\$ 55,258
Noncurrent assets	
Capital assets, net	7,912
TOTAL ASSETS	63,170
LIABILITIES	
Accrued expenses	2,077
TOTAL LIABILITIES	2,077
NET POSITION	
Invested in capital assets	7,912
Unrestricted	53,181
TOTAL NET POSITION	\$ 61,093

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION -
MODIFIED CASH BASIS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Business - Type Activities - Enterprise Funds</u>
	<u>Local</u>
OPERATING REVENUES	
Charges for services	\$ 31,220
Total operating revenues	<u>31,220</u>
OPERATING EXPENSES	
Salaries and benefits	14,624
Purchased services	16,259
Supplies and materials	8,875
Other objects	148
Depreciation	1,552
Total operating expenses	<u>41,458</u>
OPERATING LOSS	<u>(10,238)</u>
NONOPERATING REVENUES	
Interest	233
Total nonoperating revenues	<u>233</u>
CHANGE IN NET POSITION	(10,005)
TOTAL NET POSITION - BEGINNING	<u>71,098</u>
TOTAL NET POSITION - ENDING	<u><u>\$ 61,093</u></u>

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Business - Type Activities - Enterprise Funds</u>
	<u>Local</u>
Cash flows from operating activities:	
Receipts from customers	\$ 31,220
Payments to suppliers and providers of goods and services	(25,282)
Payments to employees	(12,856)
Net cash provided by (used for) operating activities	(6,918)
Cash flows from investing activities:	
Acquisition of capital assets	(6,096)
Interest	233
Net cash provided by (used for) investing activities	(5,863)
Net increase (decrease) in cash and cash equivalents	(12,781)
Cash and cash equivalents - beginning	68,039
Cash and cash equivalents- ending	\$ 55,258
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:	
Operating income (loss)	\$ (10,238)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:	
Depreciation expense	1,552
Change in assets and liabilities:	
Increase in accrued expenses	1,768
Net cash provided by (used for) operating activities	\$ (6,918)

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2023

	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	\$ 5,896
Total Assets	<u>5,896</u>
 LIABILITIES	
Due to General Fund	<u>340</u>
Total Liabilities	<u>340</u>
 NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	<u>5,556</u>
Total Net Position	<u><u>\$ 5,556</u></u>

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - MODIFIED
CASH BASIS
FIDUCIARY FUND
FOR THE YEAR ENDED JUNE 30, 2023

	Custodial Funds
ADDITIONS:	
Local Sources:	
Program fees	\$ 7,570
Payments from Illinois State Board of Education:	
State	3,688,372
Total Additions	3,695,942
DEDUCTIONS:	
Program expenses	5,282
Payments to local school districts	3,688,372
Total Deductions	3,693,654
Net Increase (Decrease) in Fiduciary Net Position	2,288
Net Position, beginning of the year	3,268
Net Position, end of the year	\$ 5,556

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and presentation of the basic financial statements of the Regional Office of Education No. 12 have been prepared in conformity with the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles, as applicable to governments. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The Regional Office of Education No. 12 was created by Illinois Public Act 76-735, as amended, effective August 8, 1995. The Region encompasses Clay, Crawford, Jasper, Lawrence, and Richland counties.

The Regional Superintendent of Schools is the chief administrative officer of the region and is elected to the position for a four-year term. The Regional Superintendent is responsible for the supervision and control of the school districts.

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art and teaching methods; implementing the State Board of Education's Policy Programs; encouraging camaraderie among teachers through the teachers' institute; making public notice of unfilled teaching positions within the region; and ensuring the safety, health and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driving licenses and are properly trained to operate the school buses. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region, or seeing 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 Office of Education No. 12 derives its oversight power and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education No. 12 exercises no oversight responsibility on financial interdependency, selection of governing authority, designation of management or the ability to significantly influence the operations of any other outside agencies. Control or dependency is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing order. Therefore, no other agency has been included as a component unit in the Regional Office of Education No. 12's financial statements. In addition, the Regional Office of Education No. 12 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education No. 12 being considered a component unit of the entity

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. Governmental activities, which normally are supported by intergovernmental revenues, are reported separately from the business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Net Position includes all of the Regional Office of Education No. 12's assets, including capital assets and liabilities in accordance with the modified cash basis of accounting. 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 applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Certain eliminations have been made as prescribed by governmental accounting standards in regard to interfund activities, such as payables, receivables and transfers. Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due from on the governmental fund Balance Sheet – Modified Cash Basis and the proprietary fund Statement of Net Position – Modified Cash Basis, and as other resources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances – Modified Cash Basis and on the proprietary fund Statement of Revenues, Expenses and Changes in Fund Net Position – Modified Cash Basis. All interfund transactions between governmental funds are eliminated on the government-wide financial statements. All internal balances in the Statement of Net Position – Modified Cash Basis have been eliminated.

Governmental fund financial statements include a Balance Sheet – Modified Cash Basis and a Statement of Revenues, Expenditures, and Changes in Fund Balances – Modified Cash Basis for all major governmental funds and nonmajor funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the government-wide financial statements.

Proprietary fund financial statements include a Statement of Net Position – Modified Cash Basis, a Statement of Revenues, Expenses, and Changes in Fund Net Position – Modified Cash Basis, and a Statement of Cash Flows – Modified Cash Basis for the nonmajor proprietary fund.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide statements report using the economic resources measurement focus, while the governmental fund financial statements report using the current financial resources measurement focus. Since the governmental fund financial statements are presented on a different measurement focus than the government-wide statements (due mainly to inclusion of capital assets and long-term debt activity in the government-wide presentation) a reconciliation is presented, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Basis of accounting refers to when revenues received and expenses or expenditures disbursed are recognized in the accounts and how they are reported on the financial statements. The Regional Office of Education No. 12 maintains its accounting records for all funds on the modified cash basis of accounting. Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. Their revenues are recognized when they are received, and expenses or expenditures are recognized when paid. Generally accepted accounting principles require the recognition of revenue when it becomes “measurable” and “available” as net current assets and, generally, expenses or expenditures when the related fund liability is incurred.

Proprietary funds distinguish operating revenues and expenses from non-operating 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. The principal operating revenue of the Regional Office of Education No. 12's enterprise fund is charges to customers for workshop fees. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

It is the Regional Office of Education No. 12's policy to first apply restricted resources when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned, if any.

1. Governmental Funds

The Regional Office of Education No. 12 reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Regional Office of Education No. 12 and is used to account for all financial resources except those required to be accounted for and reported in another fund. This fund is available to pay general and administrative expenditures of the Regional Office of Education No. 12. Included in this fund are:

General State Aid - Truant Alternative/Optional Education – To account for General State Aid received from the Illinois State Board of Education based on the average daily attendance at the Truant Alternative School.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Governmental Funds (Continued)

General State Aid - Regional Safe Schools – To account for General State Aid received from the Illinois State Board of Education based on the average daily attendance at the Regional Safe School.

Special Projects – To account for monies used to provide numerous services to the administrators, staff, and students within the Regional Office of Education No. 12.

Office – To account for the expenditures and payroll for the five Regional Office of Education No. 12 offices.

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

American Rescue Plan – Homeless Children and Youth – COVID-19 relief funds to be used to identify homeless children and youth and provide them with comprehensive, wrap-around services that address needs arising from the COVID-19 pandemic and allow them to attend school and participate fully in all school activities.

Digital Equity Grant – To provide students with technology tools and home internet access necessary for technology-rich remote learning experiences.

Early Childhood - Preschool for All – To provide funds for early childhood and family education programs and services that will help young children enter school ready to learn. This program 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.

Elementary and Secondary School Emergency Relief – COVID-19 relief funds to be used to help safely reopen and sustain the safe operation of schools and address the impact of the coronavirus pandemic on the Region's students.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Governmental Funds (Continued)

Education Fund (Concluded)

McKinney Education for Homeless Children – To account for monies received and expended assisting school districts in identifying and providing assistance to at-risk students. This program offers services to homeless children and youth primarily who are of school age. Pre-school aged children also receive services to ensure access to early childhood and pre-school programs.

Regional Safe Schools – To work with students in grades 6-12 who have been suspended multiple times or expelled from school, allowing them to continue their education. It accounts for aid provided by the State based on students that attend the Regional Educational Alternative for Developing Youth and Alternative School programs.

ROE/ISC Operations – To account for the funding of the Regional Office of Education No. 12 pursuant to the Illinois Administrative Code which mandates the Regional Office to provide professional development activities in the fundamental learning areas, gifted education, administrators' academy, school improvement, technology, and other activities based upon the needs of local school districts and State and federal mandates.

Rural Education Achievement Program (REAP) – To account for funding from the U.S. Department of Education that is designed to assist rural school districts in using federal resources more effectively to improve the quality of instruction and student academic achievement.

Social Emotional Learning and Trauma Response – COVID-19 relief funds to be used to recover learning loss through activities and interventions responding to students' academic, social, and emotional needs.

State and Federal Lunch and Breakfast – To account for monies used to provide breakfast and lunch to students enrolled in the Regional Office of Education No. 12's Truant Alternative/Optional Education and Regional Safe Schools Program.

Supply Chain Assistance – To account for supply chain assistance funding from the State to assist school districts experiencing supply chain disruptions.

Truants Alternative/Optional Education – To account for prevention and intervention services, which include case management, home visits, school visits, student advocacy, wraparound, referrals to community agencies, and technical assistance to individual school districts and the community.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Governmental Funds (Concluded)

Nonmajor Special Revenue Funds – Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects. Included among these funds are:

General Education Development (GED) – To account for the receipts and expenditures pertaining to the GED/High School Equivalency program for high school dropouts.

School Bus Driver Transportation – To account for the stewardship of the assets held in connection with the Bus Driver Training Program.

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

2. Proprietary Fund

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprise where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis should be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control accountability, or other purposes.

The Regional Office of Education No. 12 reports the following nonmajor proprietary fund:

Local Fund - To account for the workshop fees of the Regional Office of Education No. 12.

3. Fiduciary Funds

Fiduciary funds are used to account for assets held by the Regional Office of Education No. 12 in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

3. Fiduciary Funds (Concluded)

Custodial Funds – Custodial funds are used to report fiduciary activities that are not required to be reported as another fiduciary fund type. Custodial funds include the following:

Regional Board of Trustees - To account for monies received from individuals filing petitions requesting change of boundary hearings with the Regional Board of School Trustees. Monies are expended to cover hearing expenses.

School Facility Occupation Tax - To account for assets held by the Regional Office of Education No. 12 to be distributed to local school districts. Monies are received from the State Comptroller for the School Facility Occupation Tax and are forwarded directly to the school districts.

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

The Regional Office of Education No. 12 considers cash on hand, checking accounts, savings accounts, and investments held with an original maturity date of 90 days or less to be cash and cash equivalents. State regulations require that Regional Office of Education No. 12 deposit funds under its control into accounts insured by the federal governments, accounts secured by substantial collateral, or pooled investment trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

Statutes authorize the Regional Office of Education No. 12 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Money Market Fund.

2. Interfund Transactions

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” in the fund financial statements. Balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Position or Equity (Continued)

3. Capital Assets

Capital assets are reported in the applicable columns in the government-wide financial statements. Capital assets, such as equipment, are defined by the government as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Office equipment and furniture	5-10
Computer equipment	3-10
Other equipment	5-20

In the fund financial statements, capital assets used in governmental operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

4. Equity Classifications

Government-wide and Proprietary Fund Statements

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

Net investment in capital assets - Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position - Consists of restricted assets reduced by liabilities related to those assets.

Unrestricted net position - The net amount of the assets and liabilities that are not included in the determination of net investment in capital assets or the restricted component of net position.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Position or Equity (Concluded)

4. Equity Classifications (Concluded)

Governmental Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets and liabilities in a governmental fund. The following types of fund balances may be presented on the governmental funds' Balance Sheet – Modified Cash Basis, the General Fund and Education Fund Combining Schedules of Accounts – Modified Cash Basis, and the Nonmajor Special Revenue Funds Combining Balance Sheet – Modified Cash Basis:

Nonspendable Fund Balance - the portion of a governmental fund's fund balance that is not available to be spent, either short term or long term, in either form or through legal restrictions. There are no accounts presenting a nonspendable fund balance.

Restricted Fund Balance - the portion of a governmental fund's fund balance that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: General Education Development, School Bus Driver Transportation, and Institute. The following Education Fund accounts are restricted by grantor or donor restrictions: Early Childhood – Preschool For All, McKinney Education for Homeless Children, Supply Chain Assistance, and Truants Alternative/Optional Education. The Custodial Funds are restricted to the individual, organization, or other government to whom the funds are collected for.

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

Assigned Fund Balance - the portion of a governmental fund's fund balance to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The following accounts comprise assigned fund balance: General State Aid - Truant Alternative/Optional Education and General State Aid - Regional Safe Schools.

Unassigned Fund Balance (Deficit) - available expendable financial resources in a governmental fund that are not designated for a specific purpose. The unassigned fund balance is made up of the Special Projects, Office, American Rescue Plan – Homeless Children and Youth, Digital Equity Grant, Elementary and Secondary School Emergency Relief, Social Emotional Learning and Trauma Response, and State and Federal Lunch and Breakfast.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)

E. New Accounting Pronouncements

The Regional Office of Education No. 12 has reviewed the Governmental Accounting Standards Board (GASB) Statements that became effective for the fiscal year ended June 30, 2023 and has determined that none of the new Statements were applicable or had a material impact on the Regional Office's financial statements.

F. Budgets and Budgetary Accounting

The Regional Office of Education No. 12 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

Budgets relating to programs funded by grants from the State agencies, primarily the Illinois State Board of Education, are prepared and submitted to the granting agencies for approval as part of the grant awards process. The granting agencies must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgetary Comparison Schedules have been presented for the following grants: American Rescue Plan – Homeless Children and Youth, Digital Equity Grant, Early Childhood - Preschool for All, Elementary and Secondary School Emergency Relief, McKinney Education for Homeless Children, Regional Safe Schools, ROE/ISC Operations, Social Emotional Learning and Trauma Response, and Truants Alternative/Optional Education.

G. Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

H. Interest on Fiduciary Fund Accounts

Funds received by the Regional Office of Education No. 12 for the fiduciary funds accrue interest for the period of time between the receipt of funds and clearance of transfers to recipient. Fiduciary fund interest earned and related charges are recognized as revenue and expenditures in the General Fund.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 – DEPOSITS AND INVESTMENTS

A. Deposits

At June 30, 2023, the carrying amount of the Regional Office of Education No. 12's governmental activities, business-type activities, and fiduciary funds were \$2,493,873, \$55,258, and \$5,896, respectively. The bank balances totaled \$2,802,330, all of which were secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education No. 12's name, and were, therefore, not exposed to custodial credit risk.

B. Investments

At June 30, 2023, the carrying amounts of the Regional Office of Education No. 12's deposits in the Illinois Funds Money Market Fund for the governmental activities was \$7,910. The bank balance invested in the Illinois Funds Money Market Fund was \$7,910. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. These deposits are included in cash and cash equivalents in the Regional Office of Education No. 12's governmental activities.

Credit Risk

At June 30, 2023, the Illinois Funds Money Market Fund had a Fitch AAmmf rating. The pool is audited annually by an outside, independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provisions of the Illinois Public Funds Investment Act, 30 ILCS 235. All investments are fully collateralized.

Interest Rate Risk

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

Concentration of Credit Risk

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

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 – RISK MANAGEMENT – CLAIMS AND JUDGEMENTS

The Regional Office of Education No. 12 is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers' compensation; and natural disasters. The Regional Office of Education No. 12 is covered by commercial insurance to cover these risks of loss. No settlements have exceeded insurance coverage in the current or three previous years.

NOTE 4 – CONTINGENCIES

The Regional Office of Education No. 12 has received funding from federal and State grants in the current and prior years, which are subject to audits by granting agencies. The Regional Office of Education No. 12 believes any adjustments that may arise will be insignificant to the Regional Office of Education No. 12's operations.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 was as follows:

	<u>June 30, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2023</u>
Governmental activities:				
Capital assets being depreciated:				
Office equipment	\$ 399,468	\$ 84,405	\$ (10,199)	\$ 473,674
Less accumulated depreciation for:				
Office equipment	(314,194)	(35,998)	9,643	(340,549)
Governmental activities capital assets, net	<u>\$ 85,274</u>	<u>\$ 48,407</u>	<u>\$ (556)</u>	<u>\$ 133,125</u>
Business-type activities:				
Capital assets being depreciated:				
Office equipment	\$ 7,093	\$ 6,096	\$ -	\$ 13,189
Less accumulated depreciation for:				
Office equipment	(3,725)	(1,552)	-	(5,277)
Business-type activities capital assets, net	<u>\$ 3,368</u>	<u>\$ 4,544</u>	<u>\$ -</u>	<u>\$ 7,912</u>

Asset deletions resulted in a net loss of \$261. Capital assets are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense for the year ended June 30, 2023, of \$35,998 and \$1,552 was charged to governmental activities and business-type activities, respectively, on the government-wide Statement of Activities – Modified Cash Basis. Investment in capital assets is the component of net position that reports capital assets net of accumulated depreciation.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

Plan Description

The Regional Office of Education No. 12 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 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 <https://www.trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system services 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.

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 highest 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 retirement, 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.

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – RETIREMENT FUND COMMITMENTS (Continued)

A. Teachers' Retirement System of the State of Illinois (Concluded)

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.

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, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education No. 12.

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, 2023, were \$3,812.

Federal and special trust fund contributions – When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$23,244 were paid from federal and special trust funds that required employer contributions of \$2,438.

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. The employer is 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, 2023, the Regional Office of Education No. 12 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent or for sick leave days granted in excess of the normal annual allotment.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund

IMRF Plan Description

The Regional Office of Education No. 12's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Regional Office of Education No. 12'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 Annual Comprehensive 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:

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

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REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – RETIREMENT FUND COMMITMENTS (Concluded)

B. Illinois Municipal Retirement Fund (Concluded)

Contributions

As set by statute, the Regional Office of Education No. 12'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 Regional Office of Education No. 12's annual contribution rate for calendar year 2023 and 2022 was 0.82% and 6.59%, respectively. For the fiscal year ended June 30, 2023, the Regional Office of Education No. 12 contributed \$17,736 to the plan. The Regional Office of Education No. 12 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.

Because of the use of the modified cash basis of accounting framework in the preparation of these financial statements, the Regional Office of Education No. 12's net pension liability is not reported in the financial statements as a liability. In accordance with the modified cash basis of accounting, pension expenditures are only reported when contributions are paid by the Regional Office of Education No. 12 to the plan.

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS

A. Teacher Health Insurance Security Fund

Plan Description

The Regional Office of Education No. 12 participates in the Teachers' Health Insurance Security (THIS) Fund. The THIS fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative cost. The THIS fund is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that covers retired employees of participating employers throughout the State of Illinois, excluding Chicago Public School System. THIS health covered includes provisions for medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants may participate in the State administered Preferred Provider Organization plan or choose from several managed care options. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to THIS were transferred to the Department of Central Management Services (Department) as of July 1, 2013. The Department administers the plan with the cooperation of the Teachers' Retirement System (TRS).

Benefits Provided

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The

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REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

A. Teacher Health Insurance Security Fund (Concluded)

Benefits Provided (Concluded)

plan is administered by the 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.

A 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.

Employer Contributions to the THIS Fund

The Regional Office of Education No. 12 also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the Regional Office of Education No. 12 paid \$4,361 to the THIS Fund.

Further Information on the 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 listed under “Central Management Services.” Prior reports are available under “Healthcare and Family Services.”

B. Health Insurance

Plan Description

The Regional Office of Education No. 12 provides a single-employer defined-benefit postemployment healthcare plan to retirees who participate in the IMRF retirement plan. This plan extends the same health benefits to annuitants as to active employees in the IMRF plan. The Governmental Accounting Standards Board (GASB) issued Statement No.’s 74 and 75 that established generally accepted accounting principles for the annual financial statements for postemployment benefit plans other than pension plans. The required information is as follows:

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

B. Health Insurance (Continued)

Eligibility Provisions

Full-Time Employees – IMRF

Tier I IMRF Full-Time employees:

- Age 55 with at least 8 years of service (Reduced Pension)
- Age 55 with at least 30 years of service (Reduced Pension)
- Age 55 with at least 35 years of service (Full Pension)
- Age 60 with at least 8 years of service (Full Pension)

Tier II IMRF Full-Time employees:

- Age 62 with at least 10 years of service (Reduced Pension)
- Age 62 with at least 30 years of service (Reduced Pension)
- Age 62 with at least 35 years of service (Full Pension)
- Age 67 with at least 10 years of service (Full Pension)

Full-Time Employees – TRS

Tier I TRS Full-Time employees:

- Age 55 with at least 20 years of service (Reduced Pension)
- Age 55 with at least 35 years of service (Full Pension)
- Age 60 with at least 10 years of service (Full Pension)
- Age 62 with at least 5 years of service (Full Pension)

Tier II TRS Full-Time employees:

- Age 62 with at least 10 years of service (Reduced Pension)
- Age 67 with at least 10 years of service (Full Pension)

Medical Coverage

Types of Coverage:

- Blue PPO Gold
- Blue PPO Platinum

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

B. Health Insurance (Continued)

Coverage Provisions

Retirees – IMRF

Pre-65 Coverage:

IMRF employees may continue ROE health insurance in retirement, however they are responsible for paying the full cost of the medical premium.

Eligible Spouse/Dependent coverage may continue should the Retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The Spouse/Dependent is responsible for the full cost of coverage.

Post-65 Coverage:

IMRF employees may continue ROE health insurance in retirement past Medicare eligibility, however they are responsible for paying the full cost of the medical premium.

Eligible Spouse/Dependent coverage may continue should the Retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The Spouse/Dependent is responsible for the full cost of coverage.

Coverage is secondary to Medicare once applicable.

Retirees- TRS

Pre-65/Post-65 Coverage:

TRS employees are not permitted to remain on ROE insurance in retirement and must seek outside coverage such as that offered through the THIS (Teacher Health Insurance Security) Fund.

ROE contributes to the THIS Fund – which provides medical and prescription benefits to TRS retirees – as required while employees are active.

Once retired, ROE does not pay for any portion of the premium in retirement nor provide a reimbursement/stipend for insurance costs.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (Concluded)

B. Health Insurance (Concluded)

Dental and Vision Coverage Provision

Retirees – IMRF

The Retiree is responsible for the full premium cost of coverage.

Retirees – TRS

TRS Retirees are not permitted to continue dental, vision, or life insurance in retirement.

Benefits Provided

The Regional Office of Education No. 12 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education No. 12 retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. The Regional Office of Education No. 12 offers the health insurance plan to full-time IMRF employees. Retirees pay the full cost of coverage. Eligible spouse or dependent coverage may continue should the retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The spouse or dependent is responsible for the full cost of the coverage.

Contributions

There were no contributions paid to the plan during the fiscal year ended June 30, 2023.

NOTE 8 – BOND

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education No. 12 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education No. 12 has secured and maintained such a bond with coverage of \$1,047,050 on the Regional Superintendent.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 9 – INTERFUND RECEIVABLES AND PAYABLES

At June 30, 2023, interfund receivables and payables were as follows:

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$ 68,921	\$ -
Education Fund	-	68,349
Nonmajor Special Revenue Funds	-	232
Custodial Funds	-	340
Totals	\$ 68,921	\$ 68,921

All of the interfund balances due to the General Fund from the Education Fund and Nonmajor Special Revenue Funds consisted of short-term loans between individual funds. The loans were used to cover cash shortages in these individual funds. The amount owed from the Custodial Funds to the General Fund represents interest earned off of school facility occupation tax revenues received from the State Comptroller and then forwarded to school districts.

NOTE 10 – ON-BEHALF PAYMENTS

The Regional Office of Education No. 12 received on-behalf payments for employee salaries and benefits from the State of Illinois for the following items:

Regional Superintendent-salary	\$ 118,204
Regional Superintendent-benefits (includes State paid insurance)	27,530
Assistant Regional Superintendent-salary	110,148
Assistant Regional Superintendent-benefits (includes State paid insurance)	42,951
Totals	\$ 298,833

The Regional Office of Education No. 12 also received \$338,078 in on-behalf payments from ISBE for the Regional Office’s share of the State’s Teachers’ Retirement System (TRS) pension expense. The Regional Office of Education No. 12 also received (\$89,056) in on-behalf benefit from the State for the Regional Office’s share of the State’s Teachers’ Health Insurance Security (THIS) OPEB expense (benefit).

Due to the Regional Office of Education No. 12 reporting on the modified cash basis of accounting, the on-behalf payments are not recorded in the financial statements as the amounts were not received or disbursed in cash.

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 11 – OPERATING LEASES

The Regional Office of Education No. 12 has two annual operating leases for the Truants Alternative, Regional Safe School, and Early Education programs. Both leases expire at fiscal year-end and have historically been renewed on an annual basis.

On September 1, 2017, the Regional Office entered into a lease agreement for new office space. The lease term is September 1, 2017 through August 31, 2027.

On August 1, 2018, the Regional Office entered into a lease agreement for the PD center. The lease term is August 1, 2018 through August 31, 2027.

On October 1, 2018, the Regional Office entered into a lease agreement for the accounting office. The lease term is October 1, 2018 through September 30, 2023.

On December 1, 2020, the Regional Office entered into a lease agreement for additional space in the Robinson office. The lease term is December 1, 2020 through December 31, 2029.

On November 1, 2022, the Regional Office entered into a lease agreement for the Richland office. The lease term is November 1, 2022 through October 31, 2032.

Rental expense for the year ended June 30, 2023 was \$80,513.

Future minimum rentals for the year ending June 30 are:

For the Year Ending June 30,	Amount
2024	\$ 32,110
2025	30,930
2026	31,105
2027	31,105
2028	19,955
Thereafter	<u>68,200</u>
Total	<u>\$ 213,405</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 12 – DEFICIT FUND BALANCE/NET POSITION

The following individual funds carried a deficit fund balance as of June 30, 2023:

American Rescue Plan – Homeless Children and Youth	\$ 3,660
Digital Equity Grant	7,329
Elementary and Secondary School Emergency Relief Grant	1,197
Social Emotional Learning and Trauma Response	45,905
State and Federal Lunch and Breakfast	<u>10,251</u>
Totals	<u>\$ 68,342</u>

The Regional Office of Education No. 12 anticipates transferring money to cover the deficits.

SUPPLEMENTARY INFORMATION

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF ACCOUNTS - MODIFIED CASH BASIS
GENERAL FUND
JUNE 30, 2023

	General State Aid - Truant Alternative/ Optional Education	General State Aid - Regional Safe Schools	Special Projects	Office	Total
ASSETS					
Cash and cash equivalents	\$ 1,406,635	\$ 615,272	\$ 145,780	\$ 164,994	\$ 2,332,681
Due from other funds	68,349	-	232	-	68,581
Due from custodial funds	-	-	340	-	340
TOTAL ASSETS	\$ 1,474,984	\$ 615,272	\$ 146,352	\$ 164,994	\$ 2,401,602
LIABILITIES					
Accrued expenses	\$ 849	\$ 905	\$ -	\$ 1,908	\$ 3,662
Total liabilities	849	905	-	1,908	3,662
FUND BALANCE					
Assigned	1,474,135	614,367	-	-	2,088,502
Unassigned	-	-	146,352	163,086	309,438
Total fund balance	1,474,135	614,367	146,352	163,086	2,397,940
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,474,984	\$ 615,272	\$ 146,352	\$ 164,994	\$ 2,401,602

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - MODIFIED CASH BASIS
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	General State Aid - Truant Alternative/ Optional Education	General State Aid - Regional Safe Schools	Special Projects	Office	Total
REVENUES					
Local sources	\$ 243	\$ -	\$ 45,018	\$ 198,458	\$ 243,719
State sources	237,003	113,037	-	-	350,040
Interest	4,117	1,728	1,725	260	7,830
Total revenues	<u>241,363</u>	<u>114,765</u>	<u>46,743</u>	<u>198,718</u>	<u>601,589</u>
EXPENDITURES					
Instructional services:					
Salaries and benefits	95,862	55,435	-	196,441	347,738
Purchased services	16,310	5,096	28,395	15,941	65,742
Supplies and materials	5,484	705	9,005	2,130	17,324
Other objects	1,270	100	3,220	-	4,590
Capital outlay	1,425	-	9,742	970	12,137
Total expenditures	<u>120,351</u>	<u>61,336</u>	<u>50,362</u>	<u>215,482</u>	<u>447,531</u>
NET CHANGE IN FUND BALANCE	121,012	53,429	(3,619)	(16,764)	154,058
FUND BALANCE - BEGINNING	<u>1,353,123</u>	<u>560,938</u>	<u>149,971</u>	<u>179,850</u>	<u>2,243,882</u>
FUND BALANCE - ENDING	<u>\$ 1,474,135</u>	<u>\$ 614,367</u>	<u>\$ 146,352</u>	<u>\$ 163,086</u>	<u>\$ 2,397,940</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF ACCOUNTS - MODIFIED CASH BASIS
EDUCATION FUND
JUNE 30, 2023

	American Rescue Plan - Homeless Children and Youth	Digital Equity Grant	Early Childhood - Preschool For All	Elementary and Secondary School Emergency Relief
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ 47,319	\$ -
TOTAL ASSETS	\$ -	\$ -	\$ 47,319	\$ -
LIABILITIES				
Accrued expenses	\$ -	\$ -	\$ 3,952	\$ -
Due to other funds	3,660	7,329	-	1,197
Total liabilities	3,660	7,329	3,952	1,197
FUND BALANCE (DEFICIT)				
Restricted	-	-	43,367	-
Unassigned	(3,660)	(7,329)	-	(1,197)
Total fund balance (deficit)	(3,660)	(7,329)	43,367	(1,197)
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ -	\$ 47,319	\$ -

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF ACCOUNTS - MODIFIED CASH BASIS
EDUCATION FUND
JUNE 30, 2023

	McKinney Education For Homeless Children	Regional Safe Schools	ROE/ISC Operations	Rural Education Achievement Program (REAP)
ASSETS				
Cash and cash equivalents	\$ 1,152	\$ 26	\$ 3,437	\$ -
TOTAL ASSETS	\$ 1,152	\$ 26	\$ 3,437	\$ -
LIABILITIES				
Accrued expenses	\$ -	\$ 26	\$ 3,437	\$ -
Due to other funds	-	-	-	-
Total liabilities	-	26	3,437	-
FUND BALANCE (DEFICIT)				
Restricted	1,152	-	-	-
Unassigned	-	-	-	-
Total fund balance (deficit)	1,152	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,152	\$ 26	\$ 3,437	\$ -

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF ACCOUNTS - MODIFIED CASH BASIS
EDUCATION FUND
JUNE 30, 2023

	Social Emotional Learning and Trauma Response	State and Federal Lunch and Breakfast	Supply Chain Assistance	Truants Alternative/ Optional Education	Totals
ASSETS					
Cash and cash equivalents	\$ 662	\$ 7	\$ 4,339	\$ 38,546	\$ 95,488
TOTAL ASSETS	\$ 662	\$ 7	\$ 4,339	\$ 38,546	\$ 95,488
LIABILITIES					
Accrued expenses	\$ 662	\$ -	\$ -	\$ 2,196	\$ 10,273
Due to other funds	45,905	10,258	-	-	68,349
Total liabilities	46,567	10,258	-	2,196	78,622
FUND BALANCE (DEFICIT)					
Restricted	-	-	4,339	36,350	85,208
Unassigned	(45,905)	(10,251)	-	-	(68,342)
Total fund balance (deficit)	(45,905)	(10,251)	4,339	36,350	16,866
TOTAL LIABILITIES AND FUND BALANCE	\$ 662	\$ 7	\$ 4,339	\$ 38,546	\$ 95,488

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	American Rescue Plan - Homeless Children and Youth	Digital Equity Grant	Early Childhood - Preschool For All	Elementary and Secondary School Emergency Relief
REVENUES				
State sources	\$ -	\$ -	\$ 656,946	\$ -
Federal sources	44,246	13,849	-	31,781
Interest income	-	-	179	-
Total revenues	<u>44,246</u>	<u>13,849</u>	<u>657,125</u>	<u>31,781</u>
EXPENDITURES				
Instructional services:				
Salaries and benefits	-	-	493,802	6,587
Purchased services	7,798	13,071	99,232	2,031
Supplies and materials	27,997	517	20,033	2,268
Other objects	-	-	170	-
Capital outlay	-	2,862	521	4,518
Total expenditures	<u>35,795</u>	<u>16,450</u>	<u>613,758</u>	<u>15,404</u>
NET CHANGE IN FUND BALANCE	<u>8,451</u>	<u>(2,601)</u>	<u>43,367</u>	<u>16,377</u>
FUND BALANCE (DEFICIT) - BEGINNING	<u>(12,111)</u>	<u>(4,728)</u>	<u>-</u>	<u>(17,574)</u>
FUND BALANCE (DEFICIT) - ENDING	<u><u>\$ (3,660)</u></u>	<u><u>\$ (7,329)</u></u>	<u><u>\$ 43,367</u></u>	<u><u>\$ (1,197)</u></u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	McKinney Education For Homeless Children	Regional Safe Schools	ROE/ISC Operations	Rural Education Achievement Program (REAP)
REVENUES				
State sources	\$ -	\$ 57,352	\$ 296,607	\$ -
Federal sources	50,392	-	-	14,697
Interest income	-	-	-	-
Total revenues	<u>50,392</u>	<u>57,352</u>	<u>296,607</u>	<u>14,697</u>
EXPENDITURES				
Instructional services:				
Salaries and benefits	30,972	50,975	220,809	-
Purchased services	3,504	5,650	52,311	8,113
Supplies and materials	7,487	727	6,531	849
Other objects	-	-	3,178	-
Capital outlay	-	-	13,778	5,636
Total expenditures	<u>41,963</u>	<u>57,352</u>	<u>296,607</u>	<u>14,598</u>
NET CHANGE IN FUND BALANCE	<u>8,429</u>	<u>-</u>	<u>-</u>	<u>99</u>
FUND BALANCE (DEFICIT) - BEGINNING	<u>(7,277)</u>	<u>-</u>	<u>-</u>	<u>(99)</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ 1,152</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	Social Emotional Learning and Trauma Response	State and Federal Lunch and Breakfast	Supply Chain Assistance	Truants Alternative/ Optional Education	Total
REVENUES					
State sources	\$ -	\$ 89	\$ -	\$ 375,446	\$ 1,386,440
Federal sources	48,769	16,455	5,060	-	225,249
Interest income	-	-	1	-	180
Total revenues	<u>48,769</u>	<u>16,544</u>	<u>5,061</u>	<u>375,446</u>	<u>1,611,869</u>
EXPENDITURES					
Instructional services:					
Salaries and benefits	18,469	-	-	240,413	1,062,027
Purchased services	36,495	10,900	722	41,241	281,068
Supplies and materials	24,044	1,061	-	13,538	105,052
Other objects	-	-	-	-	3,348
Capital outlay	1,049	-	-	43,904	72,268
Total expenditures	<u>80,057</u>	<u>11,961</u>	<u>722</u>	<u>339,096</u>	<u>1,523,763</u>
NET CHANGE IN FUND BALANCE	<u>(31,288)</u>	<u>4,583</u>	<u>4,339</u>	<u>36,350</u>	<u>88,106</u>
FUND BALANCE (DEFICIT) - BEGINNING	<u>(14,617)</u>	<u>(14,834)</u>	<u>-</u>	<u>-</u>	<u>(71,240)</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (45,905)</u>	<u>\$ (10,251)</u>	<u>\$ 4,339</u>	<u>\$ 36,350</u>	<u>\$ 16,866</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
AMERICAN RESCUE PLAN - HOMELESS CHILDREN AND YOUTH - FY22
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 111,327 #	\$ 111,327	\$ 44,246
Total revenues	<u>111,327</u>	<u>111,327</u>	<u>44,246</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	12,388	6,942	-
Purchased services	45,048	38,494	7,798
Supplies and materials	53,891	65,891	27,997
Total expenditures	<u>111,327</u>	<u>111,327</u>	<u>35,795</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>8,451</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>(12,111)</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ (3,660)</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
DIGITAL EQUITY GRANT - FY21
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 60,734 #	\$ 60,734	\$ 4,728
Total revenues	<u>60,734</u>	<u>60,734</u>	<u>4,728</u>
EXPENDITURES			
Instructional services:			
Purchased services	14,400	14,400	-
Capital outlay	46,334	46,334	-
Total expenditures	<u>60,734</u>	<u>60,734</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>4,728</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>(4,728)</u>
 FUND BALANCE - ENDING	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
DIGITAL EQUITY GRANT - FY22
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 22,404 #	\$ 22,404	\$ 8,500
Total revenues	<u>22,404</u>	<u>22,404</u>	<u>8,500</u>
EXPENDITURES			
Instructional services:			
Purchased services	21,154	19,154	12,450
Supplies and materials	450	450	517
Capital outlay	800	2,800	2,862
Total expenditures	<u>22,404</u>	<u>22,404</u>	<u>15,829</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>(7,329)</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ (7,329)</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 DIGITAL EQUITY GRANT - FY23
 FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 621 #	\$ 621	\$ 621
Total revenues	<u>621</u>	<u>621</u>	<u>621</u>
EXPENDITURES			
Instructional services:			
Purchased services	621	621	621
Total expenditures	<u>621</u>	<u>621</u>	<u>621</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>(7,329)</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ (7,329)</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 EARLY CHILDHOOD - PRESCHOOL FOR ALL
 FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
State sources	\$ 656,946	\$ 656,946	\$ 656,946
Interest income	-	-	179
Total revenues	<u>656,946</u>	<u>656,946</u>	<u>657,125</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	558,695	534,243	493,802
Purchased services	91,844	103,060	99,232
Supplies and materials	5,763	18,999	20,033
Other objects	-	-	170
Capital outlay	644	644	521
Total expenditures	<u>656,946</u>	<u>656,946</u>	<u>613,758</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>43,367</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 43,367</u></u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF - FY22
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 32,978 #	\$ 32,978	\$ 31,781
Total revenues	<u>32,978</u>	<u>32,978</u>	<u>31,781</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	17,267	17,267	6,587
Purchased services	2,053	2,053	2,031
Supplies and materials	2,938	2,938	2,268
Capital outlay	10,720	10,720	4,518
Total expenditures	<u>32,978</u>	<u>32,978</u>	<u>15,404</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>16,377</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>(17,574)</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ (1,197)</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
MCKINNEY EDUCATION FOR HOMELESS CHILDREN - FY22
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 81,516	\$ 81,516	\$ 7,277
Total revenues	<u>81,516</u>	<u>81,516</u>	<u>7,277</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	29,532	32,932	-
Purchased services	1,687	1,697	-
Supplies and materials	50,297	46,887	-
Total expenditures	<u>81,516</u>	<u>81,516</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>7,277</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>(7,277)</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
MCKINNEY EDUCATION FOR HOMELESS CHILDREN - FY23
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 61,489	\$ 61,489	\$ 43,115
Total revenues	<u>61,489</u>	<u>61,489</u>	<u>43,115</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	35,435	35,435	30,972
Purchased services	5,467	5,467	3,504
Supplies and materials	20,587	20,587	7,487
Total expenditures	<u>61,489</u>	<u>61,489</u>	<u>41,963</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>1,152</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 1,152</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 REGIONAL SAFE SCHOOLS
 FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
State sources	\$ 57,352	\$ 57,352	\$ 57,352
Total revenues	<u>57,352</u>	<u>57,352</u>	<u>57,352</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	47,324	49,324	50,975
Purchased services	7,428	6,928	5,650
Supplies and materials	2,600	1,100	727
Total expenditures	<u>57,352</u>	<u>57,352</u>	<u>57,352</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 ROE/ISC OPERATIONS
 FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
State sources	\$ 296,607	\$ 296,607	\$ 296,607
Total revenues	<u>296,607</u>	<u>296,607</u>	<u>296,607</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	197,554	222,631	220,809
Purchased services	62,016	48,616	52,311
Supplies and materials	14,277	6,600	6,531
Other objects	5,000	3,500	3,178
Capital outlay	<u>17,760</u>	<u>15,260</u>	<u>13,778</u>
Total expenditures	<u>296,607</u>	<u>296,607</u>	<u>296,607</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
EDUCATION FUND ACCOUNT
SOCIAL EMOTIONAL LEARNING AND TRAUMA RESPONSE - FY22
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 60,000	\$ 79,850	\$ 14,617
Total revenues	<u>60,000</u>	<u>79,850</u>	<u>14,617</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	48,610	48,610	-
Purchased services	7,769	27,619	-
Supplies and materials	1,621	1,621	-
Capital outlay	2,000	2,000	-
Total expenditures	<u>60,000</u>	<u>79,850</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>14,617</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>(14,617)</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 SOCIAL EMOTIONAL LEARNING AND TRAUMA RESPONSE - FY23
 FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 65,000	\$ 82,775	\$ 34,152
Total revenues	<u>65,000</u>	<u>82,775</u>	<u>34,152</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	48,857	19,624	18,469
Purchased services	10,143	36,651	36,495
Supplies and materials	5,000	25,500	24,044
Capital outlay	1,000	1,000	1,049
Total expenditures	<u>65,000</u>	<u>82,775</u>	<u>80,057</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>(45,905)</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ (45,905)</u></u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 TRUANTS ALTERNATIVE/OPTIONAL EDUCATION
 FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
State sources	\$ 371,119	\$ 375,446	\$ 375,446
Total revenues	<u>371,119</u>	<u>375,446</u>	<u>375,446</u>
EXPENDITURES			
Instructional services:			
Salaries and benefits	309,849	277,048	240,413
Purchased services	41,004	39,004	41,241
Supplies and materials	16,266	13,266	13,538
Capital Outlay	4,000	46,128	43,904
Total expenditures	<u>371,119</u>	<u>375,446</u>	<u>339,096</u>
 NET CHANGE IN FUND BALANCE	 <u>-</u>	 <u>-</u>	 <u>36,350</u>
 FUND BALANCE - BEGINNING	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 36,350</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 COMBINING BALANCE SHEET - MODIFIED CASH BASIS
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2023

	General Education Development	School Bus Driver Transportation	Institute	Total
ASSETS				
Cash and cash equivalents	\$ 12,346	\$ 5,668	\$ 47,690	\$ 65,704
TOTAL ASSETS	\$ 12,346	\$ 5,668	\$ 47,690	\$ 65,704
LIABILITIES				
Accrued expenses	\$ -	\$ 29	\$ 263	\$ 292
Due to other funds	-	232	-	232
Total liabilities	-	261	263	524
FUND BALANCE				
Restricted	12,346	5,407	47,427	65,180
Total fund balance	12,346	5,407	47,427	65,180
TOTAL LIABILITIES AND FUND BALANCE	\$ 12,346	\$ 5,668	\$ 47,690	\$ 65,704

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 12
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - MODIFIED CASH BASIS
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	General Education Development	School Bus Driver Transportation	Institute	Total
REVENUES				
Local sources	\$ 596	\$ 2,891	\$ 28,105	\$ 31,592
State sources	-	1,359	-	1,359
Interest	17	11	226	254
Total revenue	<u>613</u>	<u>4,261</u>	<u>28,331</u>	<u>33,205</u>
EXPENDITURES				
Instructional services:				
Salaries and benefits	201	232	26,981	27,414
Purchased services	1,090	3,786	2,152	7,028
Supplies and materials	679	254	223	1,156
Total expenditures	<u>1,970</u>	<u>4,272</u>	<u>29,356</u>	<u>35,598</u>
NET CHANGE IN FUND BALANCE	(1,357)	(11)	(1,025)	(2,393)
FUND BALANCE - BEGINNING	<u>13,703</u>	<u>5,418</u>	<u>48,452</u>	<u>67,573</u>
FUND BALANCE - ENDING	<u>\$ 12,346</u>	<u>\$ 5,407</u>	<u>\$ 47,427</u>	<u>\$ 65,180</u>

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 COMBINING STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS
 CUSTODIAL FUNDS
 JUNE 30, 2023

	Regional Board of Trustees	School Facility Occupation Tax	Totals
ASSETS			
Cash and cash equivalents	\$ 5,556	\$ 340	\$ 5,896
Total Assets	5,556	340	5,896
LIABILITIES			
Due to General Fund	-	340	340
Total Liabilities	-	340	340
NET POSITION			
Restricted for:			
Individuals, organizations, and other governments	5,556	-	5,556
Total Net Position	\$ 5,556	\$ -	\$ 5,556

CLAY/CRAWFORD/JASPER/LAWRENCE/RICHLAND COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 12
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - MODIFIED CASH
 BASIS
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

	Regional Board of Trustees	School Facility Occupation Tax	Totals
ADDITIONS:			
Local Sources:			
Program fees	\$ 7,570	\$ -	\$ 7,570
Payments from Illinois State Board of Education			
State	-	3,688,372	3,688,372
Total Additions	<u>7,570</u>	<u>3,688,372</u>	<u>3,695,942</u>
DEDUCTIONS:			
Program expenses	5,282	-	5,282
Payments to local school districts	-	3,688,372	3,688,372
Total Deductions	<u>5,282</u>	<u>3,688,372</u>	<u>3,693,654</u>
Net Increase (Decrease) in Fiduciary Net Position	2,288	-	2,288
Net Position, beginning of the year	<u>3,268</u>	<u>-</u>	<u>3,268</u>
Net Position, end of the year	<u>\$ 5,556</u>	<u>\$ -</u>	<u>\$ 5,556</u>