



**STATE OF ILLINOIS  
FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21**

**FINANCIAL AUDIT  
(In Accordance with the Uniform Guidance)  
For the Year Ended June 30, 2022**

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

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21**

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**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21**

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**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21**

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**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21**

**OFFICIALS**

Regional Superintendent  
(current and during the audit period)

Ms. Lorie LeQuatte

Assistant Regional Superintendent  
(current and during the audit period)

Ms. Mandy Horn

Office is located at:

Franklin County Office  
901 Public Square  
Benton, IL 62812

502 W. Jackson  
Marion, IL 62959

P.O. Box 96, 111 S. 5<sup>th</sup> Street  
Vienna, IL 62995

Project ECHO Alternative Program  
PO Box 238, 17428 Route 37  
Johnston City, IL 62951

ECHO Juvenile Detention Center Program  
409 E. Washington St.  
Benton, IL 62812

S.T.A.R. Quest Academy Regional Safe School Program (RSSP) – North  
PO Box 303, 17428 Route 37  
Johnston City, IL 62951

S.T.A.R. Quest Academy RSSP – South  
1102 West 10<sup>th</sup> Street  
Metropolis, IL 62960

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMPLIANCE REPORT SUMMARY**

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

**AUDITOR’S REPORTS**

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

**SUMMARY OF AUDIT FINDINGS**

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

**SUMMARY OF FINDINGS AND QUESTIONED COSTS**

<b><u>Item No.</u></b>	<b><u>Page</u></b>	<b><u>Description</u></b>	<b><u>Finding Type</u></b>
<i>Findings (Government Auditing Standards)</i>			
		None	
<i>Findings and Questioned Costs (Federal Compliance)</i>			
		None	
<i>Prior Audit Findings not Repeated (Government Auditing Standards)</i>			
		None	
<i>Prior Audit Findings not Repeated (Federal Compliance)</i>			
		None	

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMPLIANCE REPORT SUMMARY (CONCLUDED)**

**EXIT CONFERENCE**

Since there were no findings and recommendations identified to discuss with Agency personnel, no formal exit conference was held with the management of Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21 was performed by Adelfia LLC.

Based on their audit, the auditors expressed an unmodified opinion on Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's basic 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 accompanying cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21'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 cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21, as of June 30, 2022, and the respective changes in the cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with 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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21, and to meet our other 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 attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the 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 cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for 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 auditors' 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 judgment 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 judgment 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 the purpose of expressing an opinion on the effectiveness of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21'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 Regional Office of Education No. 21'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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's basic financial statements. The combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, the Schedule of Cash Disbursements to School District Treasurers and Other Entities, and the Schedule of Expenditures of Federal Awards, as required by Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) 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 were derived from and relate 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, the combining fund financial statements, the Schedule of Cash Disbursements to School District Treasurers and Other Entities, and the Schedule of Expenditures of Federal Awards, as required by the Uniform Guidance are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the 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 June 26, 2023, on our consideration of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21'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 Franklin, Johnson, Massac, and Williamson Counties Regional

Office of Education No. 21'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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's internal control over financial reporting and compliance.

**SIGNED ORIGINAL ON FILE**

Chicago, Illinois

June 26, 2023



**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 cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21’s basic financial statements, and have issued our report thereon dated June 26, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21’s internal control over financial reporting (internal control) 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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21’s internal control. Accordingly, we do not express an opinion on the effectiveness of Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21’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.

#### Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21'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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21'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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**SIGNED ORIGINAL ON FILE**

Chicago, Illinois  
June 26, 2023



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Frank J. Mautino  
Auditor General  
State of Illinois

***Report on Compliance for Each Major Federal Program***

***Opinion on Each Major Program***

As Special Assistant Auditors for the Auditor General, we have audited compliance by the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21 with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's major federal programs for the year ended June 30, 2022. The Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21 and to meet our other ethical responsibilities, in accordance with 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 on compliance for each major federal program. Our audit does not provide a legal determination of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Franklin, Johnson, Massac, and Williamson Counties Regional Office of Education No. 21's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### ***Report on Internal Control Over Compliance***

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

**SIGNED ORIGINAL ON FILE**

Chicago, Illinois  
June 26, 2023

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
SECTION I – SUMMARY OF AUDITOR’S RESULTS  
For the Year Ended June 30, 2022**

**Financial Statements in accordance with Cash Basis**

Type of auditor’s report issued: *Unmodified*

Internal control over financial reporting:  
 Material weakness(es) identified?      \_\_\_ yes       no  
 Significant deficiency(ies) identified?      \_\_\_ yes       none reported

Noncompliance material to financial statements noted?      \_\_\_ yes       No

**Federal Awards**

Internal control over major federal programs:  
 Material weakness(es) identified?      \_\_\_ yes       no  
 Significant deficiency(ies) identified?      \_\_\_ yes       none reported

Type of auditor’s report issued on compliance for major federal programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?      \_\_\_ yes       no

Identification of major federal programs:

<u>Federal Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
84.196A	McKinney Education for Homeless Children

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee?      \_\_\_ yes       no

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
SECTION II – FINANCIAL STATEMENT FINDINGS  
For the Year Ended June 30, 2022**

No findings were noted for the year ended June 30, 2022.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
SECTION III – FEDERAL AWARD FINDINGS  
For the Year Ended June 30, 2022**

**INSTANCES OF NONCOMPLIANCE:**

None

**SIGNIFICANT DEFICIENCIES:**

None

**MATERIAL WEAKNESSES:**

None

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
For Year Ended June 30, 2022**

No findings were noted for the year ended June 30, 2022.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED  
For the Year Ended June 30, 2022**

None

## BASIC FINANCIAL STATEMENTS

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
STATEMENT OF NET POSITION - CASH BASIS  
June 30, 2022**

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 1,997,342	\$ 184,794	\$ 2,182,136
<b>TOTAL ASSETS</b>	<b>1,997,342</b>	<b>184,794</b>	<b>2,182,136</b>
 <b>NET POSITION</b>			
Restricted for educational purposes	158,896	-	158,896
Unrestricted	1,838,446	184,794	2,023,240
<b>TOTAL NET POSITION</b>	<b>\$ 1,997,342</b>	<b>\$ 184,794</b>	<b>\$ 2,182,136</b>

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

FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 STATEMENT OF ACTIVITIES - CASH BASIS  
 FOR THE YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position			
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Primary Government			
				Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
Instructional services:							
Salaries and benefits	\$ 1,798,899	\$ -	\$ 1,420,944	\$ -	\$ (377,955)	\$ -	\$ (377,955)
Purchased services	771,699	-	635,271	-	(136,428)	-	(136,428)
Supplies and materials	162,058	-	139,553	-	(22,505)	-	(22,505)
Capital outlay	75,700	-	71,183	-	(4,517)	-	(4,517)
OPEB expense	4,732	-	4,085	-	(647)	-	(647)
Pension expense	58,896	-	57,560	-	(1,336)	-	(1,336)
Intergovernmental:							
Payments to other governmental units	490,924	-	469,370	-	(21,554)	-	(21,554)
Total governmental activities	3,362,908	-	2,797,966	-	(564,942)	-	(564,942)
Business-type activities:							
Professional development	161,557	215,727	-	-	-	54,170	54,170
Total business-type activities	161,557	215,727	-	-	-	54,170	54,170
Total primary government	\$ 3,524,465	\$ 215,727	\$ 2,797,966	\$ -	\$ (564,942)	\$ 54,170	\$ (510,772)
General receipts:							
Local sources					1,097,571	-	1,097,571
Interest					7,483	681	8,164
Total general revenues					1,105,054	681	1,105,735
Change in net position					540,112	54,851	594,963
Net position - beginning of year					1,457,230	129,943	1,587,173
Net position - end of year					\$ 1,997,342	\$ 184,794	\$ 2,182,136

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BALANCE SHEET - CASH BASIS  
GOVERNMENTAL FUNDS  
June 30, 2022**

	<u>General Fund</u>	<u>Education Fund</u>	<u>Institute Fund</u>	<u>Nonmajor Special Revenue Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 2,139,135	\$ (292,699)	\$ 120,221	\$ 30,685	\$ 1,997,342
<b>TOTAL ASSETS</b>	<u>\$ 2,139,135</u>	<u>\$ (292,699)</u>	<u>\$ 120,221</u>	<u>\$ 30,685</u>	<u>\$ 1,997,342</u>
<b>FUND BALANCES (DEFICIT)</b>					
Restricted	\$ -	\$ 7,990	\$ 120,221	\$ 30,685	\$ 158,896
Assigned	44,384	-	-	-	44,384
Unassigned	2,094,751	(300,689)	-	-	1,794,062
Total fund balances	<u>2,139,135</u>	<u>(292,699)</u>	<u>120,221</u>	<u>30,685</u>	<u>1,997,342</u>
<b>TOTAL FUND BALANCES</b>	<u>\$ 2,139,135</u>	<u>\$ (292,699)</u>	<u>\$ 120,221</u>	<u>\$ 30,685</u>	<u>\$ 1,997,342</u>

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

EXHIBIT D

FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Education Fund	Institute Fund	Nonmajor Special Revenue Funds	Total Governmental Funds
<b>REVENUES</b>					
Local sources	\$ 1,052,432	\$ -	\$ 38,616	\$ 6,523	\$ 1,097,571
State sources	825,871	400,168	-	1,431	1,227,470
Federal sources	-	1,570,496	-	-	1,570,496
Interest income	6,870	-	490	123	7,483
Total revenues	1,885,173	1,970,664	39,106	8,077	3,903,020
<b>EXPENDITURES</b>					
Instructional services:					
Salaries and benefits	859,945	936,371	-	2,583	1,798,899
Pension expense	12,013	46,883	-	-	58,896
OPEB expense	3,040	1,692	-	-	4,732
Purchased services	177,057	544,923	47,467	2,252	771,699
Supplies and materials	58,341	103,717	-	-	162,058
Intergovernmental:					
Payments to other governmental units	2,666	488,258	-	-	490,924
Capital outlay	28,520	47,180	-	-	75,700
Total expenditures	1,141,582	2,169,024	47,467	4,835	3,362,908
Excess (deficiency) of revenues over (under) expenditures	743,591	(198,360)	(8,361)	3,242	540,112
Other financing sources (uses):					
Transfers in	44,993	260	-	-	45,253
Transfers out	(45,253)	-	-	-	(45,253)
Total other financing sources (uses)	(260)	260	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	743,331	(198,100)	(8,361)	3,242	540,112
<b>FUND BALANCES (DEFICITS), BEGINNING OF YEAR</b>	1,395,804	(94,599)	128,582	27,443	1,457,230
<b>FUND BALANCES (DEFICITS), END OF YEAR</b>	\$ 2,139,135	\$ (292,699)	\$ 120,221	\$ 30,685	\$ 1,997,342

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

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
STATEMENT OF NET POSITION - CASH BASIS  
PROPRIETARY FUNDS  
JUNE 30, 2022**

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Nonmajor Proprietary Fund</b>		
	<b>Enterprise/ Workshop</b>	<b>Paper Bid</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 197,190	(12,396)	\$ 184,794
Total current assets	197,190	(12,396)	184,794
<b>NET POSITION</b>			
Unrestricted	197,190	(12,396)	184,794
<b>TOTAL NET POSITION</b>	\$ 197,190	\$ (12,396)	\$ 184,794

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

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - CASH BASIS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Nonmajor Proprietary Fund</b>		
	<b>Enterprise/ Workshop</b>	<b>Paper Bid</b>	<b>Total</b>
<b>OPERATING RECEIPTS</b>			
Charges for services	\$ 105,572	\$ 110,155	\$ 215,727
Total operating receipts	105,572	110,155	215,727
<b>OPERATING DISBURSEMENTS</b>			
Purchased services	29,311	-	29,311
Supplies and materials	9,695	122,551	132,246
Total operating disbursements	39,006	122,551	161,557
<b>OPERATING INCOME (LOSS)</b>	66,566	(12,396)	54,170
<b>NONOPERATING RECEIPTS</b>			
Interest	681	-	681
Total nonoperating receipts	681	-	681
<b>CHANGE IN NET POSITION</b>	67,247	(12,396)	54,851
<b>NET POSITION - BEGINNING</b>	129,943	-	129,943
<b>NET POSITION - ENDING</b>	\$ 197,190	\$ (12,396)	\$ 184,794

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

**EXHIBIT G**

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
STATEMENT OF FIDUCIARY NET POSITION - CASH BASIS  
FIDUCIARY FUND  
JUNE 30, 2022**

	<u><b>Custodial Funds</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 12,610
Total Assets	<u><u>\$ 12,610</u></u>
<b>NET POSITION</b>	
Restricted for other purposes	\$ 12,610
Total Net Position	<u><u>\$ 12,610</u></u>

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

**EXHIBIT H**

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - CASH BASIS  
FIDUCIARY FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>Custodial Funds</b>
<b>ADDITIONS</b>	
Contributions	\$ 8,845
Sales tax collections for other governments	12,239,473
Total additions	<u>12,248,318</u>
<b>DEDUCTIONS</b>	
Benefit payments	4,238
Payments of sales tax to other governments	12,239,083
Total deductions	<u>12,243,321</u>
Net change in fiduciary net position	4,997
<b>NET POSITION, BEGINNING OF YEAR</b>	<u>7,613</u>
<b>NET POSITION, END OF YEAR</b>	<u><u>\$ 12,610</u></u>

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

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Regional Office of Education No. 21 was formed under the provisions of the State of Illinois, Illinois State Board of Education. As discussed further, the financial statements are prepared on the cash basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

A. Financial Reporting Entity

The ROE operates under the School Code (Articles 5/3 and 5/3A of *Illinois Compiled Statutes*, Chapter 105). The Regional Office of Education No. 21 encompasses Franklin, Johnson, Massac, and Williamson Counties. The Regional Superintendent of Schools (Regional Superintendent) serves as chief administrative officer of the Regional Office of Education No. 21 and is elected pursuant to Article 3, *Illinois Compiled Statutes*, Chapter 105.

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

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of school districts on or before each September 30; maintenance of a map and numbering of the Regional Office of Education No. 21 districts; providing township treasurers with a list of district treasurers; inspecting and approving building plans which comply with State law; to perform and report on annual building inspections; investigating bus drivers for valid bus driver permits and taking related action as may be required; maintaining a list of unfilled teaching positions, and to carry out other related duties required or permitted by law.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

A. Financial Reporting Entity (Continued)

The Regional Superintendent is responsible for inspection and approval or rejection of school treasurer's bonds. The Regional Superintendent is also required to provide the State Board of Education with an affidavit showing that the treasurers of school districts under the Regional Superintendent's control are properly bonded. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for districts in the region or see that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report. The Regional Superintendent is required to provide opinions and advice related to controversies under school law.

For the period ended June 30, 2022, the Regional Office of Education No. 21 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in Regional Office of Education No. 21. Such activities are reported as a single major fund (Education Fund).

The Regional Office of Education No. 21 also acts as the administrative agent for the Franklin County Regional Delivery System (a joint agreement). As administrative agent, the Regional Office of Education No. 21 is responsible for the receipt and distribution of the System's funding, as well as all necessary reporting requirements for the Illinois State Board of Education and other granting agencies.

B. Scope of Reporting Entity

The Regional Office of Education No. 21's reporting entity includes all related organizations for which they exercise oversight responsibility.

The Regional Office of Education No. 21 has developed criteria to determine whether outside agencies with activities that benefit the citizens of the region, including districts or joint agreements which serve pupils from numerous regions, should be included in the financial reporting entity. The criteria include, but are not limited to, whether the Regional Office of Education No. 21 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

B. Scope of Reporting Entity (Continued)

The districts and joint agreements have been determined not to be a part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and are therefore excluded from the accompanying financial statements because the Regional Office of Education No. 21 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education No. 21 is not aware of any entity which would exercise such oversight as to result in the Regional Office of Education No. 21 being considered a component unit of the entity.

Based on criteria above, the expenditures paid through the funds of Franklin, Johnson, Massac, and Williamson Counties, for operation of the Regional Office of Education No. 21, are not included in the reporting entity because it is the county boards that authorize, oversee, and control these expenditures.

C. Government-wide and Fund Financial Statements

The Statement of Net Position - Cash Basis and the Statement of Activities – Cash Basis are government-wide financial statements. They report information on all of the non-fiduciary activities of the Regional Office of Education No. 21. The effect of interfund activity has been removed from these statements. Governmental activities are supported by intergovernmental revenues and are reported separate from business-type activities, which rely, to a significant extent, on fees and charges for support.

The Statement of Net Position - Cash Basis and the Statement of Activities - Cash Basis are presented on an “economic resources” measurement focus, within the limitation of the cash basis of accounting as defined below, prescribed by GASB Statement No. 34. All of the Regional Office of Education No. 21’s cash basis assets are included in the accompanying Statement of Net Position - Cash Basis. The Statement of Activities - Cash Basis demonstrates the degree to which the direct disbursements of a given function are offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function. Program receipts include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Other items not properly included among program receipts are reported instead as general receipts.

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

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

C. Government-wide and Fund Financial Statements (Continued)

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, such as transfers. The purpose of interfund transfers is to cover temporary or permanent shortfalls in cash flow within grant programs and funds.

D. Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position - Cash Basis and a Statement of Revenues, Expenses and Changes in Fund Net Position - Cash Basis for each major proprietary fund and nonmajor funds aggregated.

Proprietary funds are accounted for using the “economic resources” measurement focus, within the limitation of the cash basis of accounting as defined below. Accordingly, all cash basis assets are included on the Statement of Net Position - Cash Basis. The Statement of Revenues, Expenses and Changes in Fund Net Position - Cash Basis presents increases (receipts) and decreases (disbursements) in total net position. Under the cash basis of accounting receipts are recognized in the period in which they are received while disbursements are recognized in the period in which the liability is disbursed.

Operating receipts in the proprietary funds are those receipts that are generated from the primary operations of the fund. All other receipts, if any, are reported as nonoperating receipts. Operating disbursements are those disbursements that are essential to the primary operations of the fund. All other disbursements, if any, are reported as nonoperating disbursements.

E. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet - Cash Basis and a Statement of Revenues, Expenditures, and Changes in Fund Balances - Cash Basis for all major governmental funds and nonmajor funds aggregated.

Governmental fund financial statements are reported using the current financial resources measurement focus, as applied to the cash basis of accounting. Only current financial assets are generally included on their balance sheet. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measurement of available spendable financial resources at the end of the period.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

F. Measurement Focus and Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental and component unit activities are presented using the “economic resources” measurement focus and the cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenditures when they result from cash transactions with the exception that tangible non-cash assistance is recorded. Fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements. In addition, capital assets, the post-employment liabilities and related expenses, deferred inflows and deferred outflows, if applicable, are not recorded in these financial statements.

If the Regional Office utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide financials would be presented on the accrual basis of accounting.

Under the terms of grant agreements, Regional Office of Education No. 21 funds certain programs by a combination of specific cost-reimbursement grants and general receipts. Thus, when program disbursements are incurred, there are both restricted and unrestricted resources available to finance the program. It is the Regional Office of Education No. 21’s policy to first apply restricted funds, then unrestricted resources, as they are needed. For unrestricted funds, committed funds are used first, then assigned funds, then unassigned if any.

G. Fund Accounting

The Regional Office of Education No. 21 uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Regional Office of Education No. 21 uses governmental, proprietary, and fiduciary funds.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Fund Accounting (Continued)

*Governmental Funds*

Governmental funds are those through which most governmental functions of the Regional Office of Education No. 21 are typically reported. Reporting for governmental funds focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used.

As prescribed by GASB Statement No. 34, governmental fund reporting focuses on the major funds, rather than on the fund type. There is a two-step process for determining if a fund should be reported as a major fund: (1) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 10% of the corresponding total for the fund type, and (2) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 5% of the corresponding total for the total of all governmental and proprietary funds combined. Funds that do not meet the major fund determination requirements are reported in aggregate as nonmajor funds. The Regional Office of Education No. 21 has presented all major funds that met the above qualifications.

The Regional Office of Education No. 21 reports the following major governmental funds:

General Fund - The General Fund is used to account for resources traditionally associated with government which are not required, legally or by sound financial management, to be accounted for in another fund. The General Fund is always considered a major fund. General Funds include the following accounts:

County Budget – Accounts for monies received from the Franklin, Johnson, Massac, and Williamson County Boards to help support the day-to-day staffing and expenses of the Regional Office of Education No. 21.

Education Careers Heightened Opportunity (ECHO) - Used to account for General State Aid monies and local monies received for the general operations of the alternative school.

General Operating - Used to accumulate miscellaneous receipts used to support the day-to-day expenses of the Regional Office of Education No. 21.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Fund Accounting (Continued)

*Governmental Funds* (Continued)

General Fund (Continued)

School Facility Occupation Tax (SFOT) Interest Allocation - Used to account for the interest earned on the Franklin and Williamson Counties School Facility Occupation Tax while it is held in the Regional Office of Education No. 21's accounts before each month's distribution. If the Regional Office of Education No. 21 has agreements in place with the school districts, the Regional Office of Education No. 21 may keep the interest earned.

General State Aid Safe Schools - Used to account for General State Aid monies and local monies received for programs – i.e., S.T.A.R. Quest Academy RSSP – for disruptive students in public schools served by the Regional Office of Education No. 21 who are eligible for suspension or expulsion.

Juvenile Detention Center - Used to account for local monies received from school districts to operate the educational program at the Franklin County Juvenile Detention Center.

Major Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources (other than fiduciary or major capital projects) that are restricted to expenditures for specified purposes. Major special revenue funds include the following:

Education - This 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 supporting education enhancement programs as follows:

McKinney - Vento Education for Homeless Children - This grant provides funds for providing information to schools, community members and government entities about the educational rights of and services for programs for homeless students.

American Rescue Plan – Homeless Children and Youth - This grant provides funds for implementing the requirements of the McKinney-Vento Homeless Assistance Act and the American Rescue Plan to provide families and children/youths experiencing homelessness and allow immediately enrollment and participation in school activities.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Fund Accounting (Continued)

*Governmental Funds* (Continued)

Education (Continued)

Substance Abuse Prevention and Treatment Block Grant - The Regional Office of Education No. 21 is the administrative agent for the Department of Human Services funded Community Prevention Resources program which supports prevention professionals trained to assist communities and schools with the knowledge and skills for effective alcohol, tobacco, and other drug prevention.

State Free Lunch and Breakfast - This program is funded by State monies to provide free breakfast and lunch to eligible needy students enrolled in the Regional Safe Schools Program.

Federal Lunch and Breakfast - This program is funded by federal grants to provide reimbursement of meals through the school lunch and breakfast program and free or reduced-price meals for students enrolled in the Regional Safe Schools Program.

ROE/ISC Operations - Monies received from State sources to help support the administrative costs with quality and effectiveness as they perform identified State functions and services including continuous school improvement programs and services.

Regional Safe Schools - This fund provides alternative placement for those students in a safe school program.

Truants Alternative/Optional Education Program (TAOEP) - This program is devoted to ensuring that each referred at-risk student will be provided with individualized educational and supplemental services that meet the holistic needs of students in pursuit of their education development. TAOEP offerings include identification of at-risk students and dropouts, truancy intervention services, academic intervention and redemption, parental skills development, and network with community agencies and businesses.

Digital Equity - This fund is used to account for a federal grant that enables digital-age teaching and learning due to COVID-19 and provide students with technology tools and home internet access necessary for technology-rich remote learning experiences.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Fund Accounting (Continued)

*Governmental Funds* (Continued)

Education (Continued)

Elevating Special Educators (ESE) - This grant is for the strong need to decrease gaps and weaknesses in services, infrastructure, and opportunities associated with improving the performance of students with disabilities and the overall student population. This grant allows better access to coordinated professional development in order to increase student growth and achievement, and additionally, an opportunity to recruit and retain highly qualified teachers.

TEAM LEAD - The TEAM LEAD Project, funded by USDE through the SEED Program, is focused on increasing principal effectiveness in areas that lead to increases in student achievement particularly in high-need schools. The purpose of the SEED Program is to increase the number of highly effective educators by supporting the implementation of evidence-based practices that prepare, develop, or enhance educators. TEAM LEAD will achieve the grant objective by implementing an evidence-based strategy that builds upon existing partnerships and practices to develop culturally competent schools leaders from diverse backgrounds that can improve student outcomes, particularly for high-need students. TEAM LEAD represents an exceptional approach to increasing principal effectiveness by providing professional development and coaching support to current school leaders that improve instructional and administrative leadership and the school's climate and culture. The project aims to increase the positive impact leadership has on student outcomes.

Grow Your Own - To address the severe shortage of qualified teacher within Illinois rural and small school districts. Grant dollars are awarded to partners who have agreed to assist in programmatic implementation of the grant goals.

New Principal Mentoring Program - This program provides all new principals with access to individualized mentoring that builds leadership capacity and reduces principal turnover, particularly for leaders from underrepresented demographic groups and those serving in high-need schools. The State of Illinois provides funding to support delivery of principal mentoring to all new principals in their first year of principalship in Illinois. The statute and administrative rules allow for participation of second-year principals who request mentoring when sufficient funding is available.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Fund Accounting (Continued)

*Governmental Funds (Continued)*

Education (Continued)

Community Partnership Grant - This grant is used to develop and expand the current relationships between schools, community based organizations, and child and family mental health providers to benefit the well-being of children, parents, and school staff.

Social Emotional Learning and Trauma Response Fund - This fund is used to ensure that districts, in partnership with social emotional learning (SEL) and trauma coaches, will identify, develop, and implement a comprehensive plan to address the safety and well-being needs of students and staff.

Institute Fund - This fund is used to account for and report the proceeds of specific revenue sources (other than fiduciary or major capital projects) that are restricted to expenditures for specified purposes supporting programs as follows:

Institute - Used to account for examination, registration and renewal fees, and to defray expenses incidental to teacher's institutes, workshops, and professional meetings.

Technology - Accounts for E-Rate technology reimbursements, as well as the purchase of technology-related supplies and services.

Nonmajor Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources (other than fiduciary or major capital projects) that are restricted to expenditures for specified purposes. Nonmajor special revenue funds include the following:

Bus Driver Permit Fund - Accounts for funds received from registrations and user fees which are used to test and train bus drivers.

General Education Development Fund - Accounts for the administration of the General Education Development (GED) Testing Program with revenues from testing and diploma fees used to pay administrative expenses incurred. Illinois law requires the Regional Superintendent of Schools of each county/counties to administer the GED test. The GED tests are given through Pearson VUE, an outside vendor, and are proctored by the Regional Office's staff in a computer lab located at John A. Logan College in Williamson County. Shawnee College in Ullin is another local Pearson VUE testing center for the southern counties of the Regional Office of Education No. 21.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Fund Accounting (Continued)

*Proprietary Funds*

Proprietary funds are those in which revenues and expenses related to services provided to organizations inside the Regional Office of Education No. 21 on a cost reimbursement basis are reported:

Major Proprietary Funds - The Regional Office of Education No. 21 reports the following proprietary fund as a major fund:

Enterprise/Workshop - Used to account for revenues received from workshops held by the Regional Office of Education No. 21.

Nonmajor Proprietary Funds - The Regional Office of Education No. 21 reports the following proprietary fund as a nonmajor fund:

Paper Bid - This program is used to purchase paper in bulk for the schools in order to reduce their costs.

*Fiduciary Funds*

Custodial funds are used to account for assets held by the Regional Office of Education No. 21 in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Custodial funds include the following:

School Facility Occupation Tax - The Regional Office receives proceeds generated through the school facility occupation tax. Within thirty days, the Regional Superintendent must disburse those proceeds that it receives that are collected by the Illinois Department of Revenue to each school district that has territory located in the county in which the tax was collected. The proceeds must be disbursed on an enrollment basis and allocated based upon the number of each school district's resident pupils that reside within the county collecting the tax divided by the total number of students for all school districts within the county.

Student Activity Fund - The Regional Office receives personal or business donations and fundraising proceeds to be used for the alternative school. The funds are used for educational purposes determined by the staff and students of the alternative school.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

H. Governmental Cash Basis Fund Balances

The following types of fund balances may be presented in the Governmental Funds Balance Sheet - Cash Basis and Governmental Funds Combining Schedule of Accounts - 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 funds with nonspendable fund balances.

Restricted Fund Balance - The portion of a governmental fund's fund balance that is subject to external enforceable legal restrictions. The following Education fund balances are restricted by grant agreements or contracts: State Free Lunch and Breakfast, Federal Lunch and Breakfast, and Grow Your Own. The following Institute fund balances are restricted by Illinois Statute: Institute and Technology. The following nonmajor special revenue funds are restricted by Illinois Statute: Bus Driver Permit and General Education Development.

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. The Regional Office of Education No. 21 has no committed fund balances.

Assigned Fund Balance - The portion of a governmental fund's fund balance for which an intended use of resources has been denoted. The accounts presented with assigned fund balance are specified for a particular purpose by the Regional Superintendent. The following General Fund account had an assigned fund balance: County Budget.

Unassigned Fund Balance - Available expendable financial resources in a governmental fund that are not designated for a specified purpose. The following General Fund accounts have unassigned fund balances (deficits): ECHO, General Operating, School Facility Occupation Tax Interest Allocation, General State Aid Safe Schools, and Juvenile Detention Center. The following Education Fund accounts have an unassigned fund deficit: McKinney Education for Homeless Children, American Rescue Plan – Homeless Children and Youth, Substance Abuse Prevention and Treatment Block Grant, Truants Alternative/Optional Education, Digital Equity, ESE, TEAM LEAD, New Principal Mentoring Program, Community Partnership, and Social Emotional Learning and Trauma Response.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

I. Cash Basis Net Position

In the government-wide financial statements, net position is displayed in two components:

Restricted net position - Consists of restricted assets related to restricted funds.

Unrestricted net position - The net amount of assets that are not included in the determination of the restricted component of net position.

J. Cash and Cash Equivalents

Cash and cash equivalents consist of cash on deposit. The Regional Office of Education No. 21 considers all liquid investments, including certificates of deposit with an original maturity date of less than three months, to be cash equivalents.

K. Compensated Absences

Compensated absences do not vest or accumulate and are recorded as expenditures when used.

L. Budget Information

The Regional Office of Education No. 21 acts as the administrative agent for certain grant programs that are accounted for within the Education Fund. These programs have separate budgets that are required to be reported to the Illinois State Board of Education and Illinois Department of Human Services; however, none of the annual budgets have been legally adopted, nor are they required to be. Certain programs within the Education Fund do not have separate budgets. Comparisons of budgeted and actual results for the following programs are presented as supplementary information: McKinney Education for Homeless Children, American Rescue Plan – Homeless Children and Youth, Substance Abuse Prevention and Treatment Block Grant, ROE/ISC Operations, Regional Safe Schools, Truants Alternative/Optional Education, Digital Equity, ESE, TEAM LEAD, New Principal Mentoring Program, Community Partnership, and Social Emotional Learning and Trauma Response.

M. Subsequent Events

Management has evaluated subsequent events through June 26, 2023, the date the financial statements were available to be issued.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

N. New Accounting Pronouncements

For the fiscal year ended June 30, 2022, the Regional Office of Education No. 21 implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, GASB Statement No. 92, *Omnibus 2020*, GASB Statement No. 93, *Replacement of Interbank Offered Rates*, GASB Statement No. 97, *Certain Component Unit Criteria*, and *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an Amendment of GASB Statements No. 14 and No. 84*, and a *Supersession of GASB Statement No. 32*, and certain provisions of GASB Statement No. 99, *Omnibus 2022*. The implementation of Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, GASB Statement No. 92, *Omnibus 2020*, GASB Statement No. 93, *Replacement of Interbank Offered Rates*, GASB Statement No. 97, *Certain Component Unit Criteria*, and *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an Amendment of GASB Statements No. 14 and No. 84*, and a *Supersession of GASB Statement No. 32*, and GASB Statement No. 99, *Omnibus 2022* had no significant impact on the Regional Office of Education No. 21’s financial statements.

**NOTE 2: CASH AND CASH EQUIVALENTS**

The *Illinois Compiled Statutes* authorize the Regional Office of Education No. 21 to make deposits and invest in U.S. Government, State of Illinois and municipal securities; certificates of deposit or time savings deposits insured by the FDIC; mortgage notes, bonds, or debentures issued by the Federal Housing Administration; bonds and other obligations of the Federal National Mortgage Association; commercial paper rated within the three highest classifications by at least two standard rating services; credit union shares; and the Illinois Public Treasurer’s Investment Pool.

A. Deposits

At June 30, 2022, the carrying amount of the Regional Office of Education No. 21’s government-wide and fiduciary fund deposits were \$2,181,968 and \$12,610, respectively and the bank balances were \$2,420,218.

At June 30, 2022, \$250,000 of the Regional Office of Education No. 21’s cash deposits were insured by the Federal Deposit Insurance Corporation and \$2,170,218 was collateralized by pledged collateral not held in the Regional Office of Education No. 21’s name.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)**

B. Investments

At June 30, 2022, the carrying amount of the Regional Office of Education No. 21's deposits in the Illinois Funds Money Market Fund for the governmental activities was \$167. The bank balance invested in the Illinois Funds Money Market Fund was \$167. 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. 21's governmental activities.

*Custodial Credit Risk*

Custodial credit risk is the risk that in the event of bank failure, the Regional Office of Education No. 21's deposits may not be returned to it. The Regional Office of Education No. 21 does not have a formal investment policy to guard against custodial credit risk but follows the Public Funds Investment Act (30 ILCS 235/2 and 6) and Section 8-7 of the School Code.

*Interest Rate Risk*

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The Regional Office of Education No. 21 does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk*

The Regional Office of Education No. 21 is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235/2 and 6), and Section 8-7 of the School Code. The Regional Office of Education No. 21 has no investment policy that would further limit its investment choices. As of June 30, 2022, the Regional Office of Education No. 21 was in compliance with these guidelines.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
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**JUNE 30, 2022**

**NOTE 3: DEFINED BENEFIT PENSION PLAN**

**IMRF Plan Description**

The Regional Office of Education No. 21'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. 21's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple-employer public pension plan. 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](http://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 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 credited 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
- ½ of the increase in the Consumer Price Index of the original pension amount.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
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**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 3: DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**Contributions**

As set by statute, the Regional Office of Education No. 21'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. 21's annual contribution rate for calendar year 2021 was 5.33%. For the fiscal year ended June 30, 2022, the Regional Office of Education contributed \$28,037 to the plan. The Regional Office of Education No. 21 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.

**NOTE 4: TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**

The Regional Office of Education No. 21 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/fy2021>; 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 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 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.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 4: TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**(CONTINUED)**

**Benefits Provided (Continued)**

Tier 2 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 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially all Tier 1 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 2 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 3 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, 2024. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

**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, 2021, 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. 21.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 4: TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**(CONTINUED)**

**On-behalf contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education No. 21.

**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, 2022 were \$4,516.

**Federal and special trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the Regional Office of Education No. 21, there is a statutory requirement for the Regional Office of Education No. 21 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, the employer contribution rate on salaries paid from federal funds was equal to the State's contribution rate and was much higher.

For the year ended June 30, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$200,748 were paid from federal and special trust funds that required employer contributions of \$20,697.

**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 Regional Office of Education No. 21 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, 2022, the Regional Office of Education No. 21 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent and no payments for sick leave days granted in excess of the normal annual allotment.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 5: TEACHERS' HEALTH INSURANCE SECURITY FUND**

**THIS Plan Description**

The Regional Office of Education No. 21 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 costs. 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 the Chicago Public School System. THIS health coverage 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 provision of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 required 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.

**On-behalf Contributions to the THIS Fund**

The State of Illinois makes employer retiree health insurance contributions on behalf of Regional Office of Education No. 21.

**Employer Contributions to the THIS Fund**

The Regional Office of Education No. 21 makes contributions to the THIS Fund. The Employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2022, and 0.92 and 0.92 percent during the years ended June 30, 2021 and 2020. For the year ended June 30, 2022, the Regional Office of Education No. 21 paid \$5,212 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2021 and 2020, the Regional Office of Education No. 21 paid \$5,198 and \$5,131 to the THIS Fund, respectively, which was 100 percent of the required contribution.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 5: TEACHERS' HEALTH INSURANCE SECURITY FUND (CONTINUED)**

**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."

**NOTE 6: OTHER POST-EMPLOYMENT BENEFITS – HEALTH INSURANCE**

The Regional Office of Education No. 21 provides a single-employer defined benefit post-employment 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 Statements No. 74 and 75 that established generally accepted accounting principles for the annual financial statements for post-employment benefit plans other than pension plans. The required information is as follows:

**Benefits Provided**

The Regional Office of Education No. 21 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education No. 21 retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. The Regional Office of Education No. 21 offers the G543 PPO Blue PPO Gold 114 Plan as of January 1, 2020 to IMRF retirees. Retirees pay the full cost of coverage. Coverage continues until Medicare eligibility is reached. Dependent coverage ends at the same time as that for the retiree. If the retiree attains age 65 (eligible for Medicare) prior to the spouse, the spouse may continue to elect coverage through the Regional Office of Education No. 21 until the spouse attains age 65.

**Funding Policy and Contributions**

There is no funding policy that exists for the post-retirement plan at this time, as the total OPEB liabilities are currently an unfunded obligation. The employer contributions and benefit payments are related to the increase in active premiums due to the presence of retirees in the determination of blended retiree/active premiums. There are no retirees currently participating in the Regional Office of Education No. 21 insurance and no active employees are eligible to retire in the current year. The Regional Office did have contributions of \$8,022 to cover expenses.

**NOTE 7: RISK MANAGEMENT**

The Regional Office of Education No. 21 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Regional Office of Education No. 21 has purchased commercial insurance to cover these risks. During the year ended June 30, 2022, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past four years.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 8: ON-BEHALF PAYMENTS**

The State of Illinois pays the following salaries and benefits on behalf of the Regional Office of Education No. 21:

Regional Superintendent Salary	\$	124,308
Regional Superintendent Fringe Benefits (Includes State paid insurance)		24,200
Assistant Regional Superintendent Salary		111,876
Assistant Regional Superintendent Fringe Benefits (Includes State paid insurance)		39,896
TOTAL	<u>\$</u>	<u>300,280</u>

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

Franklin County provides the Regional Office of Education No. 21 with staff on behalf of the Regional Office of Education No. 21. The expenditures paid on the Regional Office of Education No. 21's behalf for the year ended June 30, 2022, were as follows:

Salaries	\$ 38,009
Benefits	<u>5,927</u>
Total	<u>\$ 43,936</u>

Due to the Regional Office of Education No. 21 reporting on the 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.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 9: LEASE COMMITMENTS**

The Regional Office of Education No. 21 is committed under a lease agreement for office space for their Project ECHO and S.T.A.R location at 17428 Route 37 Johnston City, Illinois. An agreement commencing on July 1, 2019 and extending to June 30, 2024 requires monthly lease payments of \$4,000 a month. Lease expense for fiscal year 2022 was \$48,000.

During the year ended June 30, 2020, the Regional Office of Education No. 21 entered into a lease agreement for a copy machine in the Marion office. The lease began June 1, 2020 and ends August 1, 2023. The monthly payments are \$565 creating an annual expense of \$6,780.

Future minimum operating lease payments are as follows:

<b>Year</b>	
<b>Ending</b>	<b>Future Minimum</b>
<b>June 30,</b>	<b>Lease Payments</b>
2023	54,780
2024	49,130
Total	<u>\$ 103,910</u>

**NOTE 10: INTERFUND TRANSFERS**

The transfer balances between governmental funds were eliminated in the government-wide Statement of Activities; however, the transfers between the governmental funds and the business-type funds were not eliminated.

Interfund transfers between funds were made for the purpose of meeting operating costs. Below are the transfers between funds during the year:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund		
County Budget	\$ -	\$ 45,000
ECHO	-	253
General Operating	44,993	
Special Revenue Fund - Education Funds		
Truants Alternative/Optional Education	253	-
Elevating Special Educators	7	
Total	<u>\$ 45,253</u>	<u>\$ 45,253</u>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 11: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

The following funds have deficit fund balances/net position that may be due to timing of cash receipts and disbursements being on a cash basis and will be eliminated during the fiscal year ending June 30, 2023 when cash is received. For funds that ultimately have deficit fund balances/net position, the Regional Office of Education No. 21 intends to reduce expenditures or transfer unrestricted funds to compensate for the deficit fund balances.

The following funds had deficit fund balances at June 30, 2022:

Education Funds	
McKinney Education for Homeless Children	\$ 90,242
American Rescue Plan - Homeless Children and Youth	3,523
Substance Abuse Prevention & Treatment	91,907
Truants Alternative/Optional Education	31
Digital Equity	3,204
ESE	14,753
TEAM LEAD	10,859
New Principal Mentoring Program	20,602
Community Partnership	8,616
Social Emotional Learning and Trauma Response	56,952

SUPPLEMENTAL INFORMATION

**SCHEDULE 1**

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
GENERAL FUND ACCOUNTS  
JUNE 30, 2022**

	<b>County Budget</b>	<b>ECHO</b>	<b>General Operating</b>	<b>SFOT Interest Allocation</b>	<b>General State Aid Safe Schools</b>	<b>Juvenile Detention Center</b>	<b>Total</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 44,384	\$ 1,746,057	\$ 202,304	\$ 7,502	\$ 114,146	\$ 24,742	\$ 2,139,135
<b>TOTAL ASSETS</b>	<u>\$ 44,384</u>	<u>\$ 1,746,057</u>	<u>\$ 202,304</u>	<u>\$ 7,502</u>	<u>\$ 114,146</u>	<u>\$ 24,742</u>	<u>\$ 2,139,135</u>
<b>FUND BALANCES</b>							
Assigned	\$ 44,384	-	\$ -	\$ -	\$ -	-	\$ 44,384
Unassigned	-	1,746,057	202,304	7,502	114,146	24,742	2,094,751
<b>TOTAL FUND BALANCES</b>	<u>44,384</u>	<u>1,746,057</u>	<u>202,304</u>	<u>7,502</u>	<u>114,146</u>	<u>24,742</u>	<u>2,139,135</u>
<b>TOTAL FUND BALANCES</b>	<u>\$ 44,384</u>	<u>\$ 1,746,057</u>	<u>\$ 202,304</u>	<u>\$ 7,502</u>	<u>\$ 114,146</u>	<u>\$ 24,742</u>	<u>\$ 2,139,135</u>

FRANKLIN, JOHNSON, MASSACHUSETTS, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS**  
 GENERAL FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2022

	County Budget	ECHO	General Operating	SFOT Interest Allocation	General State Aid Safe Schools	Juvenile Detention Center	Total
<b>REVENUES</b>							
Local sources	\$ 246,956	\$ 542,196	\$ 51,234	\$ 2,045	\$ 56,061	\$ 153,940	\$ 1,052,432
State sources	-	651,324	-	-	174,547	-	825,871
Interest	164	5,648	755	-	303	-	6,870
Total revenues	247,120	1,199,168	51,989	2,045	230,911	153,940	1,885,173
<b>EXPENDITURES</b>							
Instructional services:							
Salaries and Benefits	182,530	434,444	-	-	112,253	130,718	859,945
Pension expense	6,052	3,738	-	-	1,980	243	12,013
OPEB expense	-	2,055	-	-	250	735	3,040
Purchased services	22,271	79,856	33,264	470	33,813	7,383	177,057
Supplies and materials	8,288	26,781	8,472	-	14,671	129	58,341
Intergovernmental:							
Payments to other governmental units	2,666	-	-	-	-	-	2,666
Capital outlay	568	14,203	3,949	-	9,800	-	28,520
Total expenditures	222,375	561,077	45,685	470	172,767	139,208	1,141,582
Excess (deficiency) of revenues over (under) expenditures	24,745	638,091	6,304	1,575	58,144	14,732	743,591
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	44,993	-	-	-	44,993
Transfers out	(45,000)	(253)	-	-	-	-	(45,253)
Total other financing sources (uses)	(45,000)	(253)	44,993	-	-	-	(260)
<b>NET CHANGE IN FUND BALANCES</b>	(20,255)	637,838	51,297	1,575	58,144	14,732	743,331
<b>FUND BALANCES, BEGINNING OF YEAR</b>	64,639	1,108,219	151,007	5,927	56,002	10,010	1,395,804
<b>FUND BALANCES, END OF YEAR</b>	\$ 44,384	\$ 1,746,057	\$ 202,304	\$ 7,502	\$ 114,146	\$ 24,742	\$ 2,139,135

SCHEDULE 3

FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 JUNE 30, 2022

	McKinney Education for Homeless Children	American Rescue Plan - Homeless Children and Youth	Substance Abuse Prevention & Treatment	State Free Lunch and Breakfast	Federal Lunch and Breakfast	ROE/ISC Operations
<b>ASSETS</b>						
Cash and cash equivalents	\$ (90,242)	\$ (3,523)	\$ (91,907)	\$ 4,141	\$ 1,118	\$ -
<b>TOTAL ASSETS</b>	<u>\$ (90,242)</u>	<u>\$ (3,523)</u>	<u>\$ (91,907)</u>	<u>\$ 4,141</u>	<u>\$ 1,118</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS)</b>						
Restricted	\$ -	\$ -	\$ -	\$ 4,141	\$ 1,118	\$ -
Unassigned	(90,242)	(3,523)	(91,907)	-	-	-
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>(90,242)</u>	<u>(3,523)</u>	<u>(91,907)</u>	<u>4,141</u>	<u>1,118</u>	<u>-</u>
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>\$ (90,242)</u>	<u>\$ (3,523)</u>	<u>\$ (91,907)</u>	<u>\$ 4,141</u>	<u>\$ 1,118</u>	<u>\$ -</u>

SCHEDULE 3

FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 JUNE 30, 2022

	Regional Safe Schools	Truants Alternative/O ptional Education	Digital Equity	Elevating Special Educators	TEAM LEAD
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ (31)	\$ (3,204)	\$ (14,753)	\$ (10,859)
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ (31)</u>	<u>\$ (3,204)</u>	<u>\$ (14,753)</u>	<u>\$ (10,859)</u>
<b>FUND BALANCES (DEFICITS)</b>					
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	-	(31)	(3,204)	(14,753)	(10,859)
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>-</u>	<u>(31)</u>	<u>(3,204)</u>	<u>(14,753)</u>	<u>(10,859)</u>
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>\$ -</u>	<u>\$ (31)</u>	<u>\$ (3,204)</u>	<u>\$ (14,753)</u>	<u>\$ (10,859)</u>

SCHEDULE 3

FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 JUNE 30, 2022

	Grow Your Own	New Principal Mentoring Program	Community Partnership	Social Emotional Learning and Trauma Response	Total
<b>ASSETS</b>					
Cash and cash equivalents	\$ 2,731	\$ (20,602)	\$ (8,616)	\$ (56,952)	\$ (292,699)
<b>TOTAL ASSETS</b>	<u>\$ 2,731</u>	<u>\$ (20,602)</u>	<u>\$ (8,616)</u>	<u>\$ (56,952)</u>	<u>\$ (292,699)</u>
<b>FUND BALANCES (DEFICITS)</b>					
Restricted	\$ 2,731	\$ -	\$ -	\$ -	\$ 7,990
Unassigned	-	(20,602)	(8,616)	(56,952)	(300,689)
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>2,731</u>	<u>(20,602)</u>	<u>(8,616)</u>	<u>(56,952)</u>	<u>(292,699)</u>
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>\$ 2,731</u>	<u>\$ (20,602)</u>	<u>\$ (8,616)</u>	<u>\$ (56,952)</u>	<u>\$ (292,699)</u>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CASH BASIS  
EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2022**

	McKinney Education for Homeless Children	American Rescue Plan - Homeless Children and Youth	Substance Abuse Prevention & Treatment	State Free Lunch and Breakfast	Federal Lunch and Breakfast	ROE/ISC Operations
<b>REVENUES</b>						
State sources	\$ -	\$ -	\$ -	\$ 1,171	\$ -	\$ 125,318
Federal sources	658,741	65,745	227,589	-	64,870	-
Total revenues	<u>658,741</u>	<u>65,745</u>	<u>227,589</u>	<u>1,171</u>	<u>64,870</u>	<u>125,318</u>
<b>EXPENDITURES</b>						
Instructional services:						
Salaries and benefits	155,144	68	145,409	-	26,813	85,392
Pension expense	3,812	-	4,137	-	164	2,648
OPEB expense	-	-	-	-	-	-
Purchased services	107,476	10,966	83,703	-	1,025	33,374
Supplies and materials	10,392	-	12,314	-	38,545	3,904
Intergovernmental:						
Payments to other governmental units	430,024	58,234	-	-	-	-
Capital outlay	5,788	-	2,291	-	-	-
Total expenditures	<u>712,636</u>	<u>69,268</u>	<u>247,854</u>	<u>-</u>	<u>66,547</u>	<u>125,318</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(53,895)</u>	<u>(3,523)</u>	<u>(20,265)</u>	<u>1,171</u>	<u>(1,677)</u>	<u>-</u>
Other financing sources (uses) Transfers in	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	<u>(53,895)</u>	<u>(3,523)</u>	<u>(20,265)</u>	<u>1,171</u>	<u>(1,677)</u>	<u>-</u>
<b>FUND BALANCES (DEFICITS), BEGINNING OF YEAR</b>	<u>(36,347)</u>	<u>-</u>	<u>(71,642)</u>	<u>2,970</u>	<u>2,795</u>	<u>-</u>
<b>FUND BALANCES (DEFICITS), END OF YEAR</b>	<u>\$ (90,242)</u>	<u>\$ (3,523)</u>	<u>\$ (91,907)</u>	<u>\$ 4,141</u>	<u>\$ 1,118</u>	<u>\$ -</u>

FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CASH BASIS**  
 EDUCATION FUND ACCOUNTS  
 FOR THE YEAR ENDED JUNE 30, 2022

	Regional Safe Schools	Truants Alternative/ Optional Education	Digital Equity	Elevating Special Educators	TEAM LEAD
<b>REVENUES</b>					
State sources	\$ 82,121	\$ 191,558	\$ -	\$ -	\$ -
Federal sources	-	-	21,980	116,252	138,253
Total revenues	<u>82,121</u>	<u>191,558</u>	<u>21,980</u>	<u>116,252</u>	<u>138,253</u>
<b>EXPENDITURES</b>					
Instructional services:					
Salaries and benefits	73,925	171,032	-	109,134	34,131
Pension expense	4,920	8,268	-	849	2,966
OPEB expense	412	420	-	-	221
Purchased services	2,379	18,667	8,902	8,680	84,074
Supplies and materials	485	2,176	4,914	9,286	4,831
Intergovernmental:					
Payments to other governmental units	-	-	-	-	-
Capital outlay	-	1,498	11,368	2,938	17,689
Total expenditures	<u>82,121</u>	<u>202,061</u>	<u>25,184</u>	<u>130,887</u>	<u>143,912</u>
Excess (deficiency) of revenues over (under) expenditures	-	(10,503)	(3,204)	(14,635)	(5,659)
Other financing sources (uses)					
Transfers in	-	253	-	7	-
Total other financing sources (uses)	-	<u>253</u>	-	<u>7</u>	-
<b>NET CHANGE IN FUND BALANCES</b>	-	(10,250)	(3,204)	(14,628)	(5,659)
<b>FUND BALANCES (DEFICITS), BEGINNING OF YEAR</b>	-	10,219	-	(125)	(5,200)
<b>FUND BALANCES (DEFICITS), END OF YEAR</b>	<u>\$ -</u>	<u>\$ (31)</u>	<u>\$ (3,204)</u>	<u>\$ (14,753)</u>	<u>\$ (10,859)</u>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CASH BASIS  
EDUCATION FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Grow Your Own	New Principal Mentoring Program	Community Partnership	Social Emotional Learning and Trauma Response	Total
<b>REVENUES</b>					
State sources	-	-	-	-	\$ 400,168
Federal sources	-	16,898	2,293	257,875	1,570,496
Total revenues	-	16,898	2,293	257,875	1,970,664
<b>EXPENDITURES</b>					
Instructional services:					
Salaries and benefits	-	3,410	8,201	123,712	936,371
Pension expense	-	709	-	18,410	46,883
OPEB expense	-	25	-	614	1,692
Purchased services	-	32,594	260	152,823	544,923
Supplies and materials	-	762	491	15,617	103,717
Intergovernmental:					
Payments to other governmental units	-	-	-	-	488,258
Capital outlay	-	-	1,957	3,651	47,180
Total expenditures	-	37,500	10,909	314,827	2,169,024
Excess (deficiency) of revenues over (under) expenditures	-	(20,602)	(8,616)	(56,952)	(198,360)
Other financing sources (uses)					
Transfers in	-	-	-	-	260
Total other financing sources (uses)	-	-	-	-	260
<b>NET CHANGE IN FUND BALANCES</b>	-	(20,602)	(8,616)	(56,952)	(198,100)
<b>FUND BALANCES (DEFICITS), BEGINNING OF YEAR</b>	2,731	-	-	-	(94,599)
<b>FUND BALANCES (DEFICITS), END OF YEAR</b>	\$ 2,731	\$ (20,602)	\$ (8,616)	\$ (56,952)	\$ (292,699)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
EDUCATION FUND ACCOUNTS  
MCKINNEY EDUCATION FOR HOMELESS CHILDREN  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 606,030	\$ 733,070	\$ 658,741
Total revenues	606,030	733,070	658,741
EXPENDITURES			
Instructional services:			
Salaries and benefits	133,514	133,514	155,144
Pension expense	-	-	3,812
Purchased services	46,898	46,898	107,476
Supplies and materials	8,000	8,000	10,392
Intergovernmental:			
Payments to other governments	417,618	544,658	430,024
Capital outlay	-	-	5,788
Total expenditures	606,030	733,070	712,636
Net change in fund balance	\$ -	\$ -	(53,895)
FUND BALANCE (DEFICIT) - BEGINNING			(36,347)
FUND BALANCE (DEFICIT) - ENDING			\$ (90,242)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
EDUCATION FUND ACCOUNTS  
AMERICAN RESCUE PLAN - HOMELESS CHILDREN AND YOUTH  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 923,816	\$ 923,816	\$ 65,745
Total revenues	923,816	923,816	65,745
EXPENDITURES			
Instructional services:			
Salaries and benefits	67,114	61,578	68
Purchased services	192,972	193,508	10,966
Supplies and materials	4,000	4,000	-
Intergovernmental:			
Payments to other governments	659,730	659,730	58,234
Capital outlay	-	5,000	-
Total expenditures	923,816	923,816	69,268
Net change in fund balance	\$ -	\$ -	(3,523)
FUND BALANCE (DEFICIT) - BEGINNING			-
FUND BALANCE (DEFICIT) - ENDING			\$ (3,523)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
EDUCATION FUND ACCOUNTS  
SUBSTANCE ABUSE PREVENTION AND TREATMENT  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 247,855	\$ 247,855	\$ 227,589
Total revenues	247,855	247,855	227,589
 EXPENDITURES			
Instructional services:			
Salaries and benefits	142,642	142,642	145,409
Pension expense	-	-	4,137
Purchased services	91,837	91,837	83,703
Supplies and materials	13,376	13,376	12,314
Capital outlay	-	-	2,291
Total expenditures	247,855	247,855	247,854
Net change in fund balance	\$ -	\$ -	(20,265)
 FUND BALANCE (DEFICIT) - BEGINNING			(71,642)
 FUND BALANCE (DEFICIT) - ENDING			\$ (91,907)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
EDUCATION FUND ACCOUNTS  
ROE/ISC OPERATIONS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES			
State sources	\$ 125,318	\$ 125,318	\$ 125,318
Total revenues	125,318	125,318	125,318
 EXPENDITURES			
Instructional services:			
Salaries and benefits	86,075	87,575	85,392
Pension expense	-	-	2,648
Purchased services	32,493	32,493	33,374
Supplies and materials	6,000	4,500	3,904
Capital outlay	750	750	-
Total expenditures	125,318	125,318	125,318
Net change in fund balance	\$ -	\$ -	-
 FUND BALANCE - BEGINNING			-
 FUND BALANCE - ENDING			\$ -

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 REGIONAL SAFE SCHOOLS  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES			
State sources	\$ 82,121	\$ 82,121	\$ 82,121
Total revenues	82,121	82,121	82,121
 EXPENDITURES			
Instructional services:			
Salaries and benefits	79,975	79,247	73,925
Pension expense	-	-	4,920
OPEB expense	-	-	412
Purchased services	1,731	2,407	2,379
Supplies and materials	415	467	485
Total expenditures	82,121	82,121	82,121
Net change in fund balance	\$ -	\$ -	-
 FUND BALANCE - BEGINNING			-
 FUND BALANCE - ENDING			\$ -

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
EDUCATION FUND ACCOUNTS  
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES			
State sources	\$ 191,558	\$ 191,558	\$ 191,558
Total revenues	191,558	191,558	191,558
EXPENDITURES			
Instructional services:			
Salaries and benefits	168,605	168,605	171,032
Pension expense	-	-	8,268
OPEB expense	-	-	420
Purchased services	20,153	20,153	18,667
Supplies and materials	2,050	2,050	2,176
Capital outlay	750	750	1,498
Total expenditures	191,558	191,558	202,061
Excess of revenues over expenditures	-	-	(10,503)
OTHER FINANCING SOURCES			
Transfers in	-	-	253
Total other financing sources	-	-	253
Net change in fund balance	\$ -	\$ -	(10,250)
FUND BALANCE - BEGINNING			10,219
FUND BALANCE (DEFICIT) - ENDING			\$ (31)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 DIGITAL EQUITY  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 26,231	\$ 26,231	\$ 21,980
Total revenues	26,231	26,231	21,980
 EXPENDITURES			
Instructional services:			
Purchased services	7,631	9,581	8,902
Supplies and materials	9,750	600	4,914
Capital outlay	8,850	16,050	11,368
Total expenditures	26,231	26,231	25,184
Net change in fund balance	\$ -	\$ -	(3,204)
 FUND BALANCE - BEGINNING			-
 FUND BALANCE (DEFICIT) - ENDING			\$ (3,204)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
EDUCATION FUND ACCOUNTS  
ELEVATING SPECIAL EDUCATORS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES			
Federal sources	\$ 130,389	\$ 97,792	\$ 116,252
Total revenues	130,389	97,792	116,252
EXPENDITURES			
Instructional services:			
Salaries and benefits	108,103	78,577	109,134
Pension expense	-	-	849
Purchased services	18,686	14,015	8,680
Supplies and materials	3,600	2,700	9,286
Capital outlay	-	2,500	2,938
Total expenditures	130,389	97,792	130,887
Excess of revenues over expenditures	-	-	(14,635)
OTHER FINANCING SOURCES			
Transfers in	-		7
Total other financing sources	-	-	7
Net change in fund balance	\$ -	\$ -	(14,628)
FUND BALANCE (DEFICIT) - BEGINNING			(125)
FUND BALANCE (DEFICIT) - ENDING			\$ (14,753)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 TEAM LEAD  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 114,900	\$ 145,000	\$ 138,253
Total revenues	114,900	145,000	138,253
EXPENDITURES			
Instructional services:			
Salaries and benefits	-	62,850	34,131
Pension expense	-	-	2,966
OPEB expense	-	-	221
Purchased services	109,800	71,050	84,074
Supplies and materials	5,100	2,600	4,831
Capital outlay	-	8,500	17,689
Total expenditures	114,900	145,000	143,912
Net change in fund balance	\$ -	\$ -	(5,659)
FUND BALANCE (DEFICIT)- BEGINNING			(5,200)
FUND BALANCE (DEFICIT) - ENDING			\$ (10,859)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 NEW PRINCIPAL MENTORING PROGRAM  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 37,500	\$ 37,500	\$ 16,898
Total revenues	37,500	37,500	16,898
EXPENDITURES			
Instructional services:			
Salaries and benefits	30,000	30,000	3,410
Pension expense	-	-	709
OPEB expense	-	-	25
Purchased services	7,500	7,500	32,594
Supplies and materials	-	-	762
Total expenditures	37,500	37,500	37,500
Net change in fund balance	\$ -	\$ -	(20,602)
FUND BALANCE - BEGINNING			-
FUND BALANCE (DEFICIT) - ENDING			\$ (20,602)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 COMMUNITY PARTNERSHIP  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Federal sources	\$ 323,529	\$ 323,529	\$ 2,293
Total revenues	323,529	323,529	2,293
 EXPENDITURES			
Instructional services:			
Salaries and benefits	121,459	121,459	8,201
Purchased services	196,785	196,785	260
Supplies and materials	3,285	3,285	491
Capital outlay	2,000	2,000	1,957
Total expenditures	323,529	323,529	10,909
Net change in fund balance	\$ -	\$ -	(8,616)
 FUND BALANCE - BEGINNING			-
 FUND BALANCE (DEFICIT) - ENDING			\$ (8,616)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 SOCIAL EMOTIONAL LEARNING AND TRAUMA RESPONSE  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual
	Original	Final	Amounts
REVENUES			
Federal sources	\$ 857,143	\$ 857,143	\$ 257,875
Total revenues	857,143	857,143	257,875
 EXPENDITURES			
Instructional services:			
Salaries and benefits	224,136	224,136	123,712
Pension expense	-	-	18,410
OPEB expense	-	-	614
Purchased services	182,152	182,152	152,823
Supplies and materials	30,855	30,855	15,617
Intergovernmental:			
Payments to other governments	414,000	414,000	-
Capital outlay	6,000	6,000	3,651
Total expenditures	857,143	857,143	314,827
Net change in fund balance	\$ -	\$ -	(56,952)
 FUND BALANCE - BEGINNING			-
 FUND BALANCE (DEFICIT) - ENDING			\$ (56,952)

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 21  
 COMBINING BALANCE SHEET - CASH BASIS  
 INSTITUTE FUND ACCOUNTS  
 JUNE 30, 2022**

	<b>Institute</b>	<b>Technology</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 110,832	\$ 9,389	\$ 120,221
<b>TOTAL ASSETS</b>	<b>\$ 110,832</b>	<b>\$ 9,389</b>	<b>\$ 120,221</b>
<b>FUND BALANCES</b>			
Restricted	\$ 110,832	\$ 9,389	\$ 120,221
<b>TOTAL FUND BALANCES</b>	<b>\$ 110,832</b>	<b>\$ 9,389</b>	<b>\$ 120,221</b>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - CASH BASIS  
INSTITUTE FUND ACCOUNTS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>Institute</b>	<b>Technology</b>	<b>Total</b>
<b>REVENUES</b>			
Local sources	\$ 38,616	\$ -	\$ 38,616
Interest	436	54	490
Total revenues	39,052	54	39,106
<b>EXPENDITURES</b>			
Instructional services:			
Purchased services	38,372	9,095	47,467
Total expenditures	38,372	9,095	47,467
Net change in fund balances	680	(9,041)	(8,361)
<b>FUND BALANCES, BEGINNING OF YEAR</b>	110,152	18,430	128,582
<b>FUND BALANCES, END OF YEAR</b>	\$ 110,832	\$ 9,389	\$ 120,221

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING BALANCE SHEET - CASH BASIS  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2022**

	<b>Bus Driver Permit</b>	<b>General Education Development</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 8,148	\$ 22,537	\$ 30,685
<b>TOTAL ASSETS</b>	<b>\$ 8,148</b>	<b>\$ 22,537</b>	<b>\$ 30,685</b>
 <b>FUND BALANCES</b>			
Restricted	\$ 8,148	\$ 22,537	\$ 30,685
<b>TOTAL FUND BALANCES</b>	<b>\$ 8,148</b>	<b>\$ 22,537</b>	<b>\$ 30,685</b>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - CASH BASIS  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>Bus Driver Permit</b>	<b>General Education Development</b>	<b>Total</b>
<b>REVENUES</b>			
Local sources	\$ 3,080	\$ 3,443	\$ 6,523
State sources	1,431	-	1,431
Interest	36	87	123
Total revenues	<u>4,547</u>	<u>3,530</u>	<u>8,077</u>
<b>EXPENDITURES</b>			
Instructional services:			
Salaries and benefits	2,583	-	2,583
Purchased services	2,243	9	2,252
Total expenditures	<u>4,826</u>	<u>9</u>	<u>4,835</u>
<b>NET CHANGE IN FUND BALANCES</b>	(279)	3,521	3,242
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>8,427</u>	<u>19,016</u>	<u>27,443</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 8,148</u>	<u>\$ 22,537</u>	<u>\$ 30,685</u>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING STATEMENT OF FIDUCIARY NET POSITION - CASH BASIS  
CUSTODIAL FUNDS  
JUNE 30, 2022**

	<u>School Facility Occupation Tax</u>	<u>Student Activity</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,924	\$ 10,686	\$ 12,610
<b>TOTAL ASSETS</b>	<u>\$ 1,924</u>	<u>\$ 10,686</u>	<u>\$ 12,610</u>
<b>NET POSITION</b>			
Restricted for other purposes	\$ 1,924	\$ 10,686	\$ 12,610
<b>TOTAL NET POSITION</b>	<u>\$ 1,924</u>	<u>\$ 10,686</u>	<u>\$ 12,610</u>

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - CASH BASIS  
CUSTODIAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>School Facility Occupation Tax</u>	<u>Student Activity</u>	<u>Total</u>
<b>ADDITIONS</b>			
Contributions	\$ -	\$ 8,845	\$ 8,845
Sales tax collections for other governments	12,239,473	-	12,239,473
Total additions	<u>12,239,473</u>	<u>8,845</u>	<u>12,248,318</u>
<b>DEDUCTIONS</b>			
Benefit payments	-	4,238	4,238
Payments of sales tax to other governments	12,239,083	-	12,239,083
Total deductions	<u>12,239,083</u>	<u>4,238</u>	<u>12,243,321</u>
Net change in fiduciary net position	390	4,607	4,997
<b>NET POSITION, BEGINNING OF YEAR</b>	<u>1,534</u>	<u>6,079</u>	<u>7,613</u>
<b>NET POSITION, END OF YEAR</b>	<u>\$ 1,924</u>	<u>\$ 10,686</u>	<u>\$ 12,610</u>

**SCHEDULE 23**

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
SCHEDULE OF CASH DISBURSEMENTS TO SCHOOL DISTRICT  
TREASURERS AND OTHER ENTITIES - CASH BASIS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>School Facility Occupation Tax</u>
AKIN CCSD #91	\$ 48,380
BENTON CCSD #47	615,650
BENTON CHSD #103	319,967
CARBONDALE CHSD #165	7,807
CARRIER MILLS-STONEFORT #2	24,370
CARTERVILLE CUSD #5	2,109,186
CHRISTOPHER CUSD #99	402,347
CRAB ORCHARD CUSD #3	444,668
EWING NORTHERN CCSD #115	109,097
FRANKFORT CUSD #168	835,994
GALATIA CUSD #1	13,330
GIANT CITY CCSD #130	30,335
GOREVILLE CUSD #1	458
HAMILTON CO UNIT NO 10	3,949
HERRIN CUSD #4	2,129,866
JOHNSTON CITY CUSD #1	965,691
MARION CUSD #2	3,428,242
NEW SIMPSON HILL SD #32	920
SESSER VALIER CUSD #196	317,494
THOMPSONVILLE CUSD #174	150,963
VIENNA HSD #13-3	462
ZEIGLER ROYALTON CUSD 188	279,907
	\$ 12,239,083

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 21  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>				
<i>Passed through Illinois State Board of Education</i>				
<b>Education Stabilization Fund</b>				
<b>COVID-19 Elementary and Secondary School Emergency Relief Fund</b>				
Digital Equity Formula Grant	84.425D	2022-4998-D2	\$ -	\$ 25,184
Social Emotional Learning and Trauma Response	84.425D	2022-4998-SE	-	314,827
American Rescue Plan - Community Partnership Grant	84.425U	2022-4998-CP	-	10,909
American Rescue Plan - Homeless Children and Youth Grant	84.425W	2022-4998-HM	58,054	69,268
			<u>58,054</u>	<u>420,188</u>
<i>Passed through Regional Office of Education #19</i>				
<b>Education Stabilization Fund</b>				
<b>COVID-19 Elementary and Secondary School Emergency Relief Fund</b>				
New Principal Mentoring	84.425	2022-4998-PM	-	37,500
Total Education Stabilization Fund			<u>58,054</u>	<u>457,688</u>
<i>Passed through Illinois State Board of Education</i>				
<b>Education for Homeless Children and Youth</b>				
McKinney Education for Homeless Children	(M) 84.196A	2021-4920-00	59,375	126,199
McKinney Education for Homeless Children	(M) 84.196A	2022-4920-00	370,829	586,437
			<u>430,204</u>	<u>712,636</u>
<i>Passed through Illinois State University</i>				
<b>Supporting Effective Educator Development Program</b>				
Together Everyone Achieves More Through Integrated Leadership	84.423A	A18-0059-S013	-	143,912
<i>Passed through Regional Office of Education #9</i>				
<b>Special Education - State Personnel Development</b>				
Elevating Special Educators Grants	84.323A	2021-4631-00	-	63,258
Elevating Special Educators Grants	84.323A	2022-4631-00	-	67,629
			<u>-</u>	<u>130,887</u>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			<u>488,258</u>	<u>1,445,123</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
<i>Passed through Illinois State Board of Education</i>				
<b>Child School Nutrition Cluster</b>				
National School Lunch Program	10.555	2021-4210-00	-	7,854
National School Lunch Program	10.555	2021-4210-SN	-	6,909
National School Lunch Program	10.555	2022-4210-00	-	37,879
			<u>-</u>	<u>52,642</u>
School Breakfast Program	10.553	2021-4220-00	-	2,388
School Breakfast Program	10.553	2022-4220-00	-	10,903
			<u>-</u>	<u>13,291</u>
Total Child Nutrition Cluster			<u>-</u>	<u>65,933</u>
<b>Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs</b>	10.649	21-4210-BT	-	614
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<u>-</u>	<u>66,547</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>				
<i>Passed through Illinois Department of Human Services</i>				
<b>Block Grants for Prevention and Treatment of Substance Abuse</b>				
Substance Use Prevention	93.959	21-444-26-1552	-	247,854
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u>-</u>	<u>247,854</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 488,258</u>	<u>\$ 1,759,524</u>

(M) Program was audited as a major program.

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this Schedule.

**FRANKLIN, JOHNSON, MASSAC, AND WILLIAMSON COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 21**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2022**

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal award activity of the Regional Office of Education No. 21 under programs of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirement for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the Regional Office of Education No. 21, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Regional Office of Education No. 21.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the schedule are reported on the cash basis of accounting which is a basis of accounting other than U.S. generally accepted accounting principles. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The Regional Office of Education No. 21 has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**NOTE 3 – NONCASH ASSISTANCE**

This is not applicable as no federal awards were expended in the form of noncash assistance.

**NOTE 4 – LOANS/LOAN GUARANTEES/INTEREST SUBSIDIES**

This is not applicable as the entity did not have any loans/loan guarantees/interest subsidies outstanding at year-end.