



**STATE OF ILLINOIS  
FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26**

**FINANCIAL AUDIT  
For the Year Ended June 30, 2022**

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26**

**TABLE OF CONTENTS**

			<b>PAGE</b>
<b>OFFICIALS</b> .....			1
<b>FINANCIAL REPORT SUMMARY</b> .....			2
<b>FINANCIAL STATEMENT REPORT SUMMARY</b> .....			4
 <b>FINANCIAL SECTION</b>			
Independent Auditor’s Report.....			5
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 <i>Government Auditing Standards</i> .....			8
Summary of Auditor’s Results.....			10
Financial Statement Findings.....			11
Corrective Action Plan for Current Year Audit Findings.....			13
Summary Schedule of Prior Audit Findings Not Repeated.....			14
 <b>BASIC FINANCIAL STATEMENTS</b>			
		<b>EXHIBIT</b>	
Government-wide Financial Statements			
Statement of Net Position- Cash Basis.....	A		15
Statement of Activities- Cash Basis.....	B		16
Fund Financial Statements			
Balance Sheet – Cash Basis - Governmental Funds.....	C		17
Statement of Revenues, Expenditures, and Changes in Fund Balances – Cash Basis - Governmental Funds.....	D		18
Statement of Net Position – Cash Basis - Proprietary Funds .....	E		19
Statement of Revenues, Expenses, and Changes in Fund Net Position – Cash Basis - Proprietary Funds .....	F		20
Statement of Fiduciary Net Position – Cash Basis - Fiduciary Funds	G		21
Statement of Changes in Fiduciary Net Position – Cash Basis – Fiduciary Funds.....	H		22
Notes to Financial Statements.....			23

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26**

**TABLE OF CONTENTS (CONTINUED)**

	<b>SCHEDULE</b>	<b>PAGE</b>
<b>SUPPLEMENTAL INFORMATION</b>		
General Fund Accounts:		
Combining Schedule of Accounts - Cash Basis.....	1	51
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances- Cash Basis.....	2	52
Education Fund Accounts:		
Combining Schedule of Accounts- Cash Basis.....	3	53
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – Cash Basis.....	4	60
Budgetary Comparison Schedules:		
Child and Family Connections.....	5	67
Early Childhood Block (3705-00) – 2021.....	6	68
Early Childhood Grant (3705-00) – 2022.....	7	69
Early Childhood Block Grant (3705-01)-2022.....	8	70
McKinney Education for Homeless Children (21-4920).....	9	71
McKinney Education for Homeless Children (22-4920).....	10	72
McKinney Education for Homeless Children – ROE 26 Subgrant.	11	73
Regional Safe Schools (22-3696).....	12	74
Regional Safe Schools Cooperative (22-3999).....	13	75
Truants Alternative Optional Education (22-3695).....	14	76

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26**

**TABLE OF CONTENTS (CONCLUDED)**

<b>SUPPLEMENTAL INFORMATION (CONCLUDED)</b>	<b>SCHEDULE</b>	<b>PAGE</b>
Education Fund Accounts: (Concluded)		
Budgetary Comparison Schedules: (Concluded)		
Truants Alternative Optional Education Program Training (22-3695-PD).....	15	77
ROE/ISC Operations.....	16	78
ESSER II.....	17	79
Early Childhood- GEER.....	18	80
Digital Equity .....	19	81
Workforce.....	20	82
ARP McKinney Vento Lea Consortium.....	21	83
ESSER III.....	22	84
ARP Community Partnership Program.....	23	85
ARP McKinney Vento Homeless.....	24	86
Digital Equity II.....	25	87
Nonmajor Special Revenue Funds:		
Combining Balance Sheet - Cash Basis.....	26	88
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Cash Basis.....	27	89
Custodial Funds:		
Combining Statement of Fiduciary Net Position – Cash Basis Custodial Funds.....	30	90
Combining Statement of Changes in Fiduciary Net Position – Cash Basis Custodial Funds.....	31	91
Schedule of Disbursements to School District Treasurers and Other Entities.....	32	92

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26**

**OFFICIALS**

Regional Superintendent  
(current and during the audit period)

Mr. John Meixner

Assistant Regional Superintendent  
(current and during the audit period)

Mr. Dave Demler

Offices are located at:

130 South LaFayette Street, Suite 200  
Macomb, Illinois 61455

735 E. Locust Street  
Canton, Illinois 61520

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
FINANCIAL REPORT SUMMARY**

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

**AUDITOR’S REPORTS**

The auditor’s reports 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	1	4
Repeated audit findings	1	3
Prior recommendations implemented or not repeated	3	1

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

**SUMMARY OF FINDINGS AND RESPONSES**

<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>			
2022-001	11	Delay of Audit	Noncompliance
<i>Prior Audit Findings not Repeated (Government Auditing Standards)</i>			
2021-001	14	Inadequate Internal Controls over Inventory	Material Weakness
2021-002	14	Controls over Financial Statement Preparation	Material Weakness
2021-003	14	Lack of Adequate Controls over the Review of Internal Controls over External Service Providers	Significant Deficiency

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
FINANCIAL REPORT SUMMARY (CONCLUDED)**

**EXIT CONFERENCE**

The findings and recommendations appearing in this report were discussed with Agency personnel at an informal exit conference on February 10, 2023. Attending from the Regional Office of Education No. 26 were David Demler, Assistant Regional Superintendent; Deb Wright, Chief Bookkeeper; Lori Warden, Licensure Specialist; and Rhianna Kees, Fiscal Services/Bookkeeper; and from Adelfia LLC was Carl Ong, Supervisor. Responses to the recommendations were provided by John Meixner, Regional Superintendent, on May 4, 2023.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26 was performed by Adelfia LLC.

Based on their audit, the auditors expressed an unmodified opinion on the Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26'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 cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26'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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26, as of June 30, 2022, and the respective changes in cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the 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 Regional Office of Education No. 26, 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, and for 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 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 Regional Office of Education No. 26'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. 26'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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26's basic financial statements. The combining schedule of accounts, the budgetary comparison schedules, the combining fund financial statements and the Schedule of Disbursements to School District Treasurers and Other Entities are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and 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 schedule of accounts, the budgetary comparison schedules, the combining fund financial statements and the Schedule of Disbursements to School District Treasurers and Other Entities 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 May 31, 2023, on our consideration of the Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26'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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26'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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26's internal control over financial reporting and compliance.

**SIGNED ORIGINAL ON FILE**

Chicago, Illinois  
May 31, 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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26’s basic financial statements, and we have issued our report thereon dated May 31, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26’s internal control. Accordingly, we do not express an opinion on the effectiveness of Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26’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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26'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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Responses as item 2022-001.

#### Regional Office of Education No. 26's Response to Finding

*Government Auditing Standards* requires the auditor to perform limited procedures on the Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Responses. Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

#### 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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26'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 Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**SIGNED ORIGINAL ON FILE**

Chicago, Illinois  
May 31, 2023

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
SCHEDULE OF FINDINGS AND RESPONSES  
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 identified?

\_\_\_ yes    ✓ no

Significant deficiencies identified?

\_\_\_ yes    ✓ none reported

Noncompliance material to financial statements noted?

\_\_\_ yes    ✓ no

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
SCHEDULE OF FINDINGS AND RESPONSES  
SECTION II – FINANCIAL STATEMENT FINDINGS  
For the Year Ended June 30, 2022**

**FINDING 2022-001 – Delay of Audit (Repeat of Findings 21-004, 20-004, 19-001 and 18-005)**

**CRITERIA/SPECIFIC REQUIREMENT:**

The Regional Office of Education No. 26 (ROE) is subject to 105 ILCS 5/2-3.17a which requires the Auditor General’s office to cause an audit to be made, as of June 30th of each year, of the financial statements of all accounts, funds and other moneys in the care, custody or control of the regional superintendent of schools of each educational service region in the State and of each educational service center established in the School Code. The audit is to be conducted in accordance with Generally Accepted Government Auditing Standards. The ROE may utilize a cash basis, modified cash basis, or Generally Accepted Accounting Principles (GAAP) basis of accounting to prepare the financial statements for audit. The ROE has chosen the cash basis of accounting for financial reporting.

In accordance with 105 ILCS 5/2-3.17a, the Auditor General has promulgated administrative rules and regulations to govern this process. Those rules, 74 Ill. Adm. Code 420.320 (c) (2), state that for audit purposes, each regional office of education and educational service center shall make available to the Auditor General or his designee all books and records deemed necessary to make and complete the required audits. The records shall be in auditable form by August 15 of the succeeding fiscal year. Financial reports are to be available no later than August 31 in order for the annual audit to be completed by an independent auditor selected by the Auditor General. In addition, prudent business practices and transparency require timely preparation and completion of financial statements.

**CONDITION:**

The Regional Office of Education No. 26 did not provide completed financial statements in an auditable form by the August 31<sup>st</sup> deadline. The completed financial statements were provided on December 1, 2022.

**EFFECT:**

When financial statements and records are not provided in a timely manner, delays in the audit occur and the usefulness of the financial statements and related findings resulting from the audit is impacted. Additionally, untimely financial statements could result in repercussions from granting agencies including a loss of funding.

**CAUSE:**

The Regional Office of Education No. 26 Officials indicated competing priorities within the accounting firm they contracted with to prepare the financial statements resulted in the delay in providing completed financial statements in an auditable form by the August 31<sup>st</sup> deadline.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
SCHEDULE OF FINDINGS AND RESPONSES  
SECTION II – FINANCIAL STATEMENT FINDINGS  
For the Year Ended June 30, 2022**

**FINDING 2022-001 – Delay of Audit (Repeat of Findings 21-004, 20-004, 19-001 and 18-005) (Concluded)**

**RECOMMENDATION:**

The Regional Office of Education No. 26 should implement procedures to ensure compliance with 105 ILCS 5/2-3.17a and 74 Ill. Adm. Code 420.320 (c) (2). These financial statements need to be presented to the Auditor General’s independent auditors for audit by the August 31st deadline.

**MANAGEMENT’S RESPONSE:**

The Regional Office of Education No. 26 will implement procedures to ensure compliance with 105 ILCS 5/2-3.17a and 74 Ill. Adm. Code 420.320 (c) (2). These financial statements will be presented to the Auditor General’s independent auditors for audit in a timely manner to the best of our ability.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
For Year Ended June 30, 2022**

**Corrective Action Plan**

**FINDING 2022-001 – Delay of Audit (Repeat of Findings 21-004, 20-004, 19-001 and 18-005)**

**CONDITION:**

The Regional Office of Education No. 26 did not provide completed financial statements in an auditable form by the August 31<sup>st</sup> deadline. The completed financial statements were provided on December 1, 2022.

**PLAN:**

The Regional Office of Education No. 26 will address and implement procedures to ensure compliance with 105 ILCS S/2-3.17a and 74 Ill. Adm. Code 420.320 (c) (2). As of FY2023, annual financial statements will be compiled on a CASH basis of accounting and will include all required disclosures. The Regional Office of Education No. 26 will supply reports and work closely with the accounting firm contracted to prepare financial statements, in a timely manner. These financial statements will be presented to the Auditor General's independent auditors for audit to the best of our ability.

**ANTICIPATED DATE OF COMPLETION:**

June 30, 2023

**CONTACT PERSON:**

Mr. John Meixner, Regional Superintendent of Schools

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED  
For the Year Ended June 30, 2022**

2021-001            Inadequate Internal Controls over Inventory            Not Repeated

During the current audit, the Regional Office of Education No. 26 implemented corrective action and change from GAAP basis to the cash basis of accounting.

2021-002            Controls over Financial Statement Preparation            Not Repeated

During the current audit, audit testing results indicated the Regional Office of Education No. 26 implemented corrective action to ensure that the financial statement preparation was reviewed for accuracy. In addition, the ROE change from GAAP basis to the cash basis of accounting.

2021-003            Lack of Adequate Controls over the Review of Internal Controls over External Service Providers            Not Repeated

During the current audit, audit testing results indicated the Regional Office of Education No. 26 performed and documented its review of internal controls over external service providers.

## BASIC FINANCIAL STATEMENTS

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**STATEMENT OF NET POSITION - CASH BASIS**  
**June 30, 2022**

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b>ASSETS</b>			
Current Assets:			
Cash and cash equivalents	\$ 587,311	\$ 63,153	\$ 650,464
<b>TOTAL ASSETS</b>	<b>587,311</b>	<b>63,153</b>	<b>650,464</b>
<b>NET POSITION</b>			
Restricted-other	146,801	-	146,801
Unrestricted	440,510	63,153	503,663
<b>TOTAL NET POSITION</b>	<b>\$ 587,311</b>	<b>\$ 63,153</b>	<b>\$ 650,464</b>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**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		Total
				Governmental Activities	Business-Type Activities	
Primary government:						
Governmental activities:						
Instructional services:						
Salaries and benefits	\$ 2,148,411	\$ -	\$ 1,406,989	\$ (741,422)	\$ -	\$ (741,422)
Purchased services	704,558	-	393,321	(311,237)	-	(311,237)
Supplies and materials	133,668	-	81,038	(52,630)	-	(52,630)
Other objects	640	-	-	(640)	-	(640)
Capital outlay	138,869	-	129,972	(8,897)	-	(8,897)
Intergovernmental:						
Payments to other governments	360,819	-	342,601	(18,218)	-	(18,218)
Administrative:						
On-behalf payments - State	615,111	-	-	(615,111)	-	(615,111)
Total governmental activities	<u>4,102,076</u>	<u>-</u>	<u>2,353,921</u>	<u>(1,748,155)</u>	<u>-</u>	<u>(1,748,155)</u>
Business-type activities:						
Fees for services	605,556	569,713	-	-	(35,843)	(35,843)
Total business-type activities	<u>605,556</u>	<u>569,713</u>	<u>-</u>	<u>-</u>	<u>(35,843)</u>	<u>(35,843)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 4,707,632</u>	<u>\$ 569,713</u>	<u>\$ 2,353,921</u>	<u>\$ (1,748,155)</u>	<u>\$ (35,843)</u>	<u>\$ (1,783,998)</u>
GENERAL RECEIPTS:						
Local sources				719,237	-	719,237
State sources				552,188	-	552,188
On-behalf payments - State				615,111	-	615,111
Investment income				983	-	983
Total general receipts				<u>1,887,519</u>	<u>-</u>	<u>1,887,519</u>
CHANGES IN NET POSITION				139,364	(35,843)	103,521
NET POSITION - BEGINNING, restated (see note 11)				<u>447,947</u>	<u>98,996</u>	<u>546,943</u>
NET POSITION - ENDING				<u>\$ 587,311</u>	<u>\$ 63,153</u>	<u>\$ 650,464</u>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BALANCE SHEET - CASH BASIS**  
**GOVERNMENTAL FUNDS**  
**June 30, 2022**

	General Fund	Education Fund	Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 622,891	\$ (116,322)	\$ 80,742	\$ -	\$ 587,311
<b>TOTAL ASSETS</b>	<u>\$ 622,891</u>	<u>\$ (116,322)</u>	<u>\$ 80,742</u>	<u>\$ -</u>	<u>\$ 587,311</u>
<b>FUND BALANCES (DEFICIT)</b>					
Restricted	\$ -	\$ 66,059	\$ 80,742	\$ -	\$ 146,801
Unassigned	622,891	(182,381)	-	-	440,510
Total Fund Balance (Deficit)	<u>\$ 622,891</u>	<u>\$ (116,322)</u>	<u>\$ 80,742</u>	<u>\$ -</u>	<u>\$ 587,311</u>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - CASH BASIS**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2022**

	General Fund	Education Fund	Nonmajor Special Revenue Funds	Eliminations	Total Governmental Funds
<b>REVENUES</b>					
Local sources	\$ 573,829	\$ 112,213	\$ 33,195	\$ -	\$ 719,237
State sources	534,171	1,771,580	1,320	-	2,307,071
On-behalf payments - State	296,254	-	-	-	296,254
Federal sources	18,018	581,020	-	-	599,038
Investment earnings	932	-	51	-	983
Total revenues	<u>1,423,204</u>	<u>2,464,813</u>	<u>34,566</u>	<u>-</u>	<u>3,922,583</u>
<b>EXPENDITURES</b>					
Instructional services:					
Salaries and benefits	633,701	1,481,046	33,664	-	2,148,411
OPEB expense	-	-	-	-	-
Purchased services	276,568	413,918	14,072	-	704,558
Supplies and materials	35,381	85,048	13,239	-	133,668
Other objects	640	-	-	-	640
Capital outlay	1,498	136,872	499	-	138,869
On-behalf payments - State	296,254	-	-	-	296,254
Intergovernmental:					
Payments to other governments	-	360,819	-	-	360,819
Total Expenditures	<u>1,244,042</u>	<u>2,477,703</u>	<u>61,474</u>	<u>-</u>	<u>3,783,219</u>
<b>NET CHANGE IN FUND BALANCE</b>	179,162	(12,890)	(26,908)	-	139,364
<b>FUND BALANCE (DEFICITS),</b>					
BEGINNING OF YEAR, restated (see note 11)	<u>443,729</u>	<u>(103,432)</u>	<u>107,650</u>	<u>-</u>	<u>447,947</u>
<b>FUND BALANCE (DEFICITS), END OF YEAR</b>	<u>\$ 622,891</u>	<u>\$ (116,322)</u>	<u>\$ 80,742</u>	<u>\$ -</u>	<u>\$ 587,311</u>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**STATEMENT OF NET POSITION - CASH BASIS**  
**PROPRIETARY FUNDS**  
**June 30, 2022**

	Business-type Activities Enterprise Funds		
	Western Area Purchasing Co-Op	Fingerprinting Fund	Total
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 15,733	\$ 47,420	\$ 63,153
Total current assets	<u>15,733</u>	<u>47,420</u>	<u>63,153</u>
<b>NET POSITION</b>			
Unrestricted	<u>15,733</u>	<u>47,420</u>	<u>63,153</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 15,733</u></u>	<u><u>\$ 47,420</u></u>	<u><u>\$ 63,153</u></u>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - CASH BASIS**  
**PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2022**

	Business-type Activities		Totals
	Enterprise Funds		
	Western Area Purchasing Co-Op	Fingerprinting Fund	
<b>OPERATING RECEIPTS</b>			
Fees for services	\$ 507,705	\$ 62,008	\$ 569,713
<b>Total Operating Receipts</b>	<b>507,705</b>	<b>62,008</b>	<b>569,713</b>
<b>OPERATING DISBURSEMENTS</b>			
Salaries and benefits	38,676	4,715	43,391
Purchased services	17,124	46,094	63,218
Supplies and materials	494,297	-	494,297
Capital outlay	4,650	-	4,650
<b>Total operating disbursements</b>	<b>554,747</b>	<b>50,809</b>	<b>605,556</b>
<b>OPERATING INCOME</b>	<b>(47,042)</b>	<b>11,199</b>	<b>(35,843)</b>
<b>NET POSITION - BEGINNING</b>			
restated (see note 11)	62,775	36,221	98,996
<b>NET POSITION - ENDING</b>	<b>\$ 15,733</b>	<b>\$ 47,420</b>	<b>\$ 63,153</b>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
STATEMENT OF FIDUCIARY NET POSITION - CASH BASIS  
FIDUCIARY FUNDS  
June 30, 2022**

	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	<u>\$ 102,683</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 102,683</u></u></b>
NET POSITION	
Restricted-for other individuals & governments	<u>\$ 102,683</u>
<b>TOTAL NET POSITION</b>	<b><u><u>\$ 102,683</u></u></b>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - CASH BASIS**  
**FIDUCIARY FUNDS**  
**For the Year Ended June 30, 2022**

	<u>Custodial Funds</u>
<b>ADDITIONS:</b>	
School occupation facility tax	\$ 5,616,419
Intergovernmental receipts for others	1,246,712
Total additions	<u>\$ 6,863,131</u>
<b>DEDUCTIONS:</b>	
School occupation facility tax	\$ 5,616,419
Intergovernmental disbursements for others	1,239,361
Total deductions	<u>\$ 6,855,780</u>
Net increase (decrease) in fiduciary net position	\$ 7,351
NET POSITION - BEGINNING OF YEAR (see note 11)	<u>95,332</u>
NET POSITION - ENDING	<u><u>\$ 102,683</u></u>

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2022**

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

The Fulton, Hancock, McDonough, and Schuyler Counties Regional Office of Education No. 26 was formed under the provisions of the State of Illinois, Illinois State Board of Education.

**A. DATE OF MANAGEMENT’S REVIEW**

The Regional Office of Education No. 26 has evaluated subsequent events through May 31, 2023, the date when the financial statements were available to be issued.

**B. FINANCIAL REPORTING ENTITY**

The Regional Superintendent is charged with responsibility for township fund lands; registration of the names of applicants for scholarships to State-controlled universities; examinations and related duties; visitation of public schools; direction of teachers and school officers; serving as the official advisor and assistant of school officers and teachers; conducting teachers institutes as well as aiding and encouraging the formation of other teachers’ meetings and assisting in their management; evaluating the schools in the region; examining evidence of indebtedness; filing and keeping the returns of elections required to be returned to the Regional Superintendent’s office; and filing and keeping the reports and statements returned by school treasurers and trustees.

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintenance of a map and numbering of the Regional Office of Education No. 26’s districts; providing township treasurers with a list of district treasurers; inspecting and approving building plans which comply with State law; performing and reporting 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 carrying out other related duties required or permitted by law.

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

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. FINANCIAL REPORTING ENTITY (Concluded)**

For the period ended June 30, 2022, the Regional Office of Education No. 26 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. 26. Such activities are reported as a single special revenue fund (Education Fund).

**C. SCOPE OF THE REPORTING ENTITY**

The Regional Office of Education No. 26 reporting entity includes all related organizations for which they exercise oversight responsibility.

The Regional Office of Education No. 26 has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Regional Office of Education No. 26, including districts or joint agreements which serve pupils from numerous regions, should be included in its financial reporting entity. The criteria include, but are not limited to, whether the Regional Office of Education No. 26 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships. The blended component unit described below is included in the Regional Office of Education No. 26's reporting entity because of the significance of its operational or financial relationship with the Regional Office of Education No. 26.

Western Area Purchasing Co-op is a joint agreement used to reduce costs to school districts by purchasing various supplies in larger quantities. School districts in west central Illinois place orders with the co-op, which accumulates the orders and purchases large quantities for distribution to the districts. The purchasing co-op is a discretionary enterprise fund.

Other districts and joint agreements have been determined not to be a part of the reporting entity after applying the criteria of manifestation of oversight, scope of public service, and special financing relationships and are therefore excluded from the accompanying financial statements because the Regional Office of Education No. 26 does not control their assets, operations, or management. In addition, the Regional Office of Education No. 26 is not aware of any entity that would exercise such oversight as to result in the Regional Office of Education No. 26 being considered a component unit of any other entity.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. 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 Regional Office of Education No. 26’s activities, with most of the interfund activities removed. Governmental activities include programs supported primarily by State and federal grants and other intergovernmental revenues and are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. The Regional Office of Education No. 26 has two business-type activities that rely on fees and charges for support.

The Regional Office of Education No. 26’s government-wide financial statements include a Statement of Net Position – Cash Basis and a Statement of Activities – Cash Basis. These statements present summaries of governmental and business-type activities for the Regional Office of Education No. 26 accompanied by a total column. The Statement of Activities – Cash Basis demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges for services and (2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function.

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.

All internal balances in the Statement of Net Position – Cash Basis have been eliminated except those representing balances between the governmental activities and the business-type activities. In the Statement of Activities – Cash Basis, activities between governmental funds have been eliminated; however, transactions between governmental and business-type activities have not been eliminated.

**E. PROPRIETARY 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.

The governmental fund financial statements are reported using the cash basis of accounting. 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.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

E. PROPRIETARY FUND FINANCIAL STATEMENTS (Continued)

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. 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 non-operating receipts. Operating disbursements are those disbursements that are essential to the primary operations of the fund. All other disbursements are reported as non-operating disbursements.

F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using 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.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

Under the terms of grant agreements, the Regional Office of Education No. 26 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. 26's policy to first apply restricted funds to such programs, and then unrestricted resources, as they are needed. For unrestricted funds, committed funds are used first, then assigned funds, then unassigned funds, if any.

G. FUND ACCOUNTING

The Regional Office of Education No. 26 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. 26 uses governmental, proprietary, and fiduciary funds.

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions typically are reported. Governmental funds reporting 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.

The Regional Office of Education No. 26 reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources that benefit all school districts in the Region except for those required to be accounted and reported for in other funds. The General Fund accounts include the following:

County – Used to account for funds provided by the Boards of Fulton, Hancock, McDonough, and Schuyler counties for general office operation and maintenance.

Regional Programs – Accounts for the cost of operating certain programs not paid for through special revenues or County funds.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

General Fund (Continued)

Interest – Used to account for interest earned on the Distributive Fund for the mutual benefit of each school district in the Regional Office’s educational service region.

Alternative Schools – Used to account for State revenues and expenditures paid to provide an alternative education program to students in the Regional Office’s educational service region.

Edgenuity – Used to account for local fees associated with the Regional Office’s Edgenuity project, which provides Alternative Schools’ students with access to online curricula.

Online Clearing – Accounts for revenue from online payments for the Institute, GED, Bus Driver, and other special revenue funds using the new State online payment system.

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 or committed to expenditures for specified purposes.

Major special revenue funds include the following:

Education Fund – 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:

Child and Family Connections (Special Education—Grants for Infants and Families) – Used to account for a contractual agreement with the Illinois Department of Human Services to provide a caseworker for the purpose of monitoring teen parents receiving Aid to Dependent Children.

Early Childhood and Early Childhood Block Grants – Used to account for State grant proceeds for the Early Childhood Education Block Grants.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds (Continued)

Education Funds (Continued)

Hearing/Vision Screening – Used to account for a hearing screenings program funded through the Illinois Department of Public Aid.

Local Donations – Used to account for donations given to assist the McKinney Education for Homeless Children Grant and the Child and Family Connections Grant.

McKinney Education for Homeless Children – Used to account for the McKinney Education for Homeless Children Grant, a program to facilitate the enrollment, attendance, and success of homeless youths in school.

Regional Safe Schools – Used to account for an alternative schools program of centralized instructional programs for students with specialized needs.

Regional Safe Schools Cooperative – This program provides support for the individual needs and learning styles of students while focusing on twelve employability skills recognized by adult service agencies.

ROE Technology Maintenance – Used to account for revenues and expenditures of the ISBE Technology Maintenance grant program.

Teen Court Donations – Used to account for donations received for the completion of a handicapped-accessible deck located in the Teen Court Community Garden.

Teen Court Fines – Used to account for donations from fines in McDonough County to support a program in which teens participate in community service held in the Teen Court Community Garden.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds (Continued)

Education Funds (Continued)

Title II – Teacher Quality – Used to account for funding to increase student achievement by elevating teacher and principal quality through recruitment, hiring, and retention strategies and to hold local education agencies and schools accountable for improvements in student academic achievement.

Truants Alternative Optional Education – Used to account for State grant revenues and expenditures to provide tutoring services and to encourage students to stay in school.

Truants Alternative Optional Education Program Training – Used to account for State grant proceeds expended to train individuals in Truants Alternative Education.

United Way – Used to account for funding from local United Way for child birth classes and materials.

ROE/ISC Operations – Used to develop and implement a regional improvement plan.

CEO Midland Institute Fund – Used to account for funds from Macomb Area Economic Development Corp. designated to encourage students to stay in the local area to start businesses.

ESSER II – Education Stabilization Fund, through the CARES ACT for Elementary and Secondary Schools Emergency Relief (ESSER), used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19.

Early Childhood GEER – Education Stabilization Fund, through the CARES ACT for Governor’s Emergency Education Relief (GEER), used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds (Continued)

Education Funds (Continued)

Digital Equity – Education Stabilization Fund, through the CARES ACT for Elementary and Secondary Schools Emergency Relief (ESSER) under the Digital Equity formula grant, used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19.

Workforce – Grant through the Workforce Office of Western Illinois. It is designed to strengthen and improve our nation's public workforce system and help get Americans, including youth and those with significant barriers to employment, into high-quality jobs and careers and help employers hire and retain skilled workers.

ARP McKinneyVento LEA Consortium – Education Fund, through the American Rescue Plan (ARP), used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19 on the homeless.

ESSER III – Education Stabilization Fund, through the CARES ACT for Elementary and Secondary Schools Emergency Relief (ESSER), used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19.

ARP Community Partnership Program – Education Fund, through the American Rescue Plan (ARP), used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19.

ARP McKinneyVento Homeless – Education Fund, through the American Rescue Plan (ARP), used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19 on the homeless.

Digital Equity II – Education Stabilization Fund, through the CARES ACT for Elementary and Secondary Schools Emergency Relief (ESSER) under the Digital Equity formula grant, used for the purpose of providing local educational agencies with emergency relief funds to address the impact of COVID-19.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Concluded)

Special Revenue Funds (Concluded)

Education Funds (Concluded)

Tracy Family Foundation Grant – Grant for early childhood to cultivate learning communities that inspire life-long learners, leaders, and problem solvers.

The Regional Office of Education No. 26 reports the following nonmajor special revenue funds:

General Education Development (GED) – Used to account for fees and expenditures incidental to administering the high school equivalency testing program.

Bus Driver Training – Used to account for fees and expenditures incidental to conducting courses of instruction for school bus drivers pursuant to the standards established by the Illinois Secretary of State.

Institute – Used to account for examination, registration, and renewal fees for teaching licenses and to defray expenses incidental to teacher institutes, workshops, and professional meetings.

PROPRIETARY FUNDS

Proprietary Funds – Proprietary funds account for revenue and expenses related to services provided to organizations inside the Region on a cost-reimbursement basis. The Regional Office of Education No. 26 reports the following major proprietary funds:

Western Area Purchasing Co-op – A joint agreement used to reduce costs to school districts by purchasing various supplies in larger quantities. School districts in west central Illinois place orders with the Co-op, which accumulates the orders and purchases large quantities for distribution to the districts. As noted previously, the Purchasing Co-op is a discretionary enterprise fund.

Fingerprinting Fund – Accounts for the activity for fingerprinting services.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. FUND ACCOUNTING (Continued)

FIDUCIARY FUNDS

Custodial Funds – Custodial funds account for assets held by the Regional Office of Education No. 26 in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Custodial funds include the following:

Distributive Fund – The resources in this fund are received by and passed through the Regional Office from the State to their owners. Entities whose resources are received by and passed through the Distributive Fund include the Western Area Career System, West Central Illinois Special Ed, and the Regional Office of Education No. 26.

Administrators' Roundtable – This fund accounts for the activities of a group of area educational administrators partnering with Western Illinois University's Education Leadership Department. Monies are used to enhance district resources by providing an opportunity for administrators to receive and discuss information related to significant issues in the State and Region.

Area III Superintendents – Accounts for collective activities of all the Area III regional superintendents. Membership fees are used to provide meetings and seminars for disseminating current information on administration issues.

Hancock County Principals – Accounts for collective activities of all the Hancock County school principals. Fees are used to provide meetings and seminars for disseminating current information on administration issues.

Regional Board of School Trustees – Accounts for the marketing and disposal of school properties belonging to local education agencies and for expenses related to detachment petitions.

School Occupation Facility Tax – This fund accounts for the assets held by the Regional Office of Education No. 26 to be distributed to local school districts. Monies are received from the State Comptroller for the School Facilities Occupation Tax and are disbursed to the school districts.

Western Area Career System (WACS) – This system is housed within the Regional Office of Education No. 26's office and shares the same phone system, copier, etc. The Regional Office of Education records the WACS' phone and copier usage and appropriately charges WACS monthly for the usage.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE 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 net position that is subject to external enforceable legal restrictions. The following Education Fund accounts’ fund balances are restricted by donor restrictions, grant agreements, or contracts: Early Childhood grants, Hearing/ Vision Screening, Local Donations, ROE Technology Maintenance, Teen Court Donations, Teen Court Fines, Truants Alternative Optional Education, United Way, and ROE/ISC Operations. The following fund balances are restricted by Illinois Statute: General Education Development, Bus Driver Training, and Institute Funds.

Committed Fund Balance – The portion of a governmental fund’s net position with self-imposed constraints or limitations that have been placed at the highest level of decision making. The Regional Office of Education No. 26 has no committed fund balances.

Assigned Fund Balance – The portion of a governmental fund’s net position for which an intended use of resources has been denoted. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The Regional Office of Education No. 26 has no assigned fund balances.

Unassigned Fund Balance – Available expendable financial resources in a governmental fund that are not designated for a specific purpose. The Regional Office of Education No. 26 has unassigned fund balances in the following General Fund accounts: County, Regional Programs, Interest, Alternative Schools, Edgenuity, and Online Clearing. The following Education Funds have unassigned fund deficits: Child and Family Connections, McKinney Education for Homeless Children, Title II – Teacher Quality, CEO Midland Institute Fund, Workforce, ESSER III, ARP Community Partnership Program, ARP McKinney Vento Homeless, and Digital Equity II.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE 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 the assets that are not included in the determination of restricted component of net position.

J. CASH AND CASHEQUIVALENTS

Cash and cash equivalents consist of cash on deposit and invested in money market accounts. The Regional Office of Education No. 26 considers all liquid investments with a maturity of three months or less when purchased to be cash equivalents.

K. BUDGET INFORMATION

The Regional Office of Education No. 26 acts as the administrative agent for certain grant programs that are accounted for in the General and Education Funds. Certain programs have separate budgets and are required to report to the Illinois State Board of Education; however, none of the annual budgets have been legally adopted, nor are they required to be. Comparisons of budgeted and actual results are presented as supplemental information. Budgetary comparison schedules have been provided in supplementary schedules for the following funds: Child and Family Connections, Early Childhood Grant (3705-00), Early Childhood Block Grant (3705-01), McKinney Education for Homeless Children (4920), McKinney Education for Homeless Children- ROE 26 Subgrant, Regional Safe Schools 3696), Regional Safe Schools Cooperative (3999), Truants Alternative Optional Education (3695), Truants Alternative Optional Education Program Training (3695-PD), ROE/ISC Operations, ESSER II, Early Childhood – GEER, Digital Equity, Workforce, ARP McKinneyVento LEA Consortium, ESSER III, ARP Community Partnership Program, ARP McKinneyVento Homeless, and Digital Equity II.

L. NEW ACCOUNTING PRONOUNCEMENT

In 2022, the Regional Office of Education No. 26 implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. GASB Statement No. 87 is set to improve lease accounting and financial reporting. Since the ROE is on a cash basis, this GASB will have no effect on the financials.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)**

L. NEW ACCOUNTING PRONOUNCEMENT (Continued)

The ROE also implemented GASB Statement No. 89, *Accounting for interest costs incurred before the end of a construction period*, applicable sections of *GASB 92, Omnibus 2020*, *GASB 93, Replacement of interbank offered rates*, and *GASB 97, Certain component unit criteria, and accounting and financial reporting for internal revenue code section 457 deferred compensation plans*. The implementation of these standards did not have a significant effect on the ROE's financial statements.

**NOTE 2 – DEPOSITS AND INVESTMENTS**

The *Illinois Compiled Statutes* authorize the Regional Office of Education No. 26 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 Funds.

A. DEPOSITS

At June 30, 2022, the carrying amount of the Regional Office of Education No. 26's government-wide and agency fund deposits were \$650,464 and \$102,683, respectively, and the total bank balance was \$1,095,033 and \$1,255 invested in the Illinois Funds Money Market Fund.

CUSTODIAL CREDIT RISK

Custodial credit risk for deposits with financial institutions is the risk that, in the event of bank failure, the Regional Office's deposits may not be returned to it. To guard against custodial credit risk for deposits with financial institutions, the Regional Office of Education No. 26's investment policy requires that deposits with financial institutions in excess of FDIC limits be secured by some form of collateral, by a written agreement, and held at an independent, third-party institution in the name of the Regional Office. Of the total bank balances as of June 30, 2022, \$250,000 was secured by federal depository insurance and \$845,033 was collateralized by securities pledged by the Regional Office of Education No. 26's financial institution on behalf of the Regional Office.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 2 – DEPOSITS AND INVESTMENTS (Concluded)**

**B. INVESTMENTS**

The Regional Office of Education No. 26 does not have a formal investment policy but requires that funds be invested solely in investments authorized by the Public Funds Investment Act, 30 ILCS 235/2. The Regional Office of Education No. 26's only investments are internally pooled in the Illinois Funds Money Market Fund. As of June 30, 2022, the Regional Office of Education No. 26 had investments with carrying value of \$1,255 in the Illinois Funds Money Market Fund.

**CREDIT RISK**

At June 30, 2022, the Illinois Funds Money Market Fund had a Fitch's AAmmf rating. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provision of the Illinois Public Funds Investment Act, 30 ILCS 235. All investments are fully collateralized.

**INTEREST RATE RISK**

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

**CONCENTRATION OF CREDIT RISK**

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 3 – DEFINED BENEFIT PENSION PLAN**

**Illinois Municipal Retirement Fund (IMRF) Plan Description**

The Regional Office of Education No. 26’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. 26’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the following “Benefits Provided” section. 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 prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2022**

**NOTE 3 – DEFINED BENEFIT PENSION PLAN (Concluded)**

**Employees Covered by Benefit Terms**

As of December 31, 2021, the following employees were covered by the benefit terms:

	<b><u>IMRF</u></b>
Retirees and beneficiaries currently receiving benefits	34
Inactive plan members entitle to but not yet receiving benefits	22
Active plan members	25
Total	81

**Contributions**

As set by statute, the Regional Office of Education No. 26’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. 26’s annual contribution rate for calendar year 2021 was 9.42% and for the calendar year 2022 the rate is 7.72%. For the fiscal year ended 2022, the Regional Office of Education No. 26 contributed \$153,164 to the plan. The Regional Office of Education No. 26 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. 26 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 <http://trsil.org/financial/acfrs/fy2019>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 4 – TEACHERS’ RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**(Continued)**

**Benefits Provided**

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

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

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

Public Act 100-0023, enacted in 2017, creates an optional Tier 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 a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the State of Illinois.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 4 – TEACHERS’ RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**(Continued)**

**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 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. 26.

**On-behalf Contributions to TRS**

The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education No. 26. For the year ended June 30, 2022, State of Illinois contributions recognized by the Regional Office of Education No. 26 were based on the State’s proportionate share of the collective net pension liability associated with the Regional Office of Education No. 26, and the Regional Office of Education No. 26 recognized revenue and expenditures of \$314,778 in pension contributions from the State of Illinois.

**2.2 Formula Contributions**

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022, were \$2,628.

**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. 26, there is a statutory requirement for the Regional Office of Education No. 26 to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 4 – TEACHERS’ RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**(Concluded)**

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 \$264 were paid from federal and special trust funds that required employer contributions of \$27.

**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. 26 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. 26 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent, no payments for salary increase in excess of 3 percent and no payments for sick leave days granted in excess of the normal annual allotment.

**NOTE 5 – OTHER POST EMPLOYMENT BENEFITS**

A. **TEACHERS’ HEALTH INSURANCE SECURITY (THIS) FUND**

**THIS Plan Description**

The Regional Office of Education No. 26 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 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).

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 5 – OTHER POST EMPLOYMENT BENEFITS (Continued)**

A. TEACHERS’ HEALTH INSURANCE SECURITY (THIS) FUND (Continued)

**Benefits Provided**

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor’s approval. The plan is administered by Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the State to make a contribution to the THIS Fund.

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 the Regional Office of Education No. 26. For the year ended June 30, 2022, State of Illinois contributions recognized by the Regional Office of Education No. 26 were based on the State’s proportionate share of the collective net OPEB liability associated with the Regional Office of Education No. 26, and recognized revenue and expenditures of \$4,079 in OPEB contributions from the State of Illinois.

**Employer Contributions to the THIS Fund**

The Regional Office of Education No. 26 also 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, respectively. For the year ended June 30, 2022, the Regional Office of Education No. 26 paid \$3,036 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2021 and 2020, the Regional Office paid \$5,539 and \$5,011 to the THIS Fund, respectively, which was 100 percent of the required contribution.

**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”.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 5 – OTHER POST EMPLOYMENT BENEFITS (Continued)**

**B. WESTERN AREA SCHOOL HEALTH BENEFIT (WAS) PLAN**

**Plan Description**

The Regional Office of Education No. 26 provides a single-employer defined benefit OPEB plan by participating in the Western Area School Health Benefit Plan (the WAS Plan) as a member of the Western Area School Association. Benefit terms can be amended by WAS at any time. All full time, permanent employees and their spouses are eligible to participate in the plan and have the option to continue participation upon retirement. The WAS Plan is funded through the Western Area School Employee Benefit Trust, which is a trust that does not meet the criteria in paragraph 4 of statement 75 due to contributions made to the plan being revocable.

**Eligibility Provisions**

*Full-Time Employees - IMRF*

Tier I IMRF Full-Time employees:

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

Tier II IMRF Full-Time employees:

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

*Full-Time Employees - TRS*

Tier I TRS Full-Time employees:

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

Tier II TRS Full-Time employees:

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

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2022**

**NOTE 5 – OTHER POST EMPLOYMENT BENEFITS (Concluded)**

**B. WESTERN AREA SCHOOL HEALTH BENEFIT (WAS) PLAN (Continued)**

**Membership**

At June 30, 2021 membership consisted of:

Inactive Employees Currently Receiving Benefit Payments	3
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees	25
Total	28

**Benefits Provided**

The Regional Office of Education No. 26 provides continued health insurance coverage at the blended employer rate to all eligible retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. Benefits for the WAS Plan include medical and prescription drug benefits under PPO and HSA plans. IMRF and TRS employees may continue health insurance in retirement; however, they are responsible for paying the full cost of the medical premium. Eligible spouse/dependent coverage may continue should the retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The spouse/dependent is responsible for the full cost of coverage. Additional coverage is also provided for dental, vision and life insurance. IMRF and TRS employees may continue dental and vision insurance through Western Area School Benefit Plan; however, they are responsible for paying the full cost of the insurance premium. Retirees may not continue employer sponsored insurance in retirement past Medicare eligibility.

**Funding Policy and Contributions**

Benefits are paid by the WAS Plan for Medical, prescription drug, dental and vision benefits as they occur. 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.

Contributions from Other ROE Resources of \$16,718 and Benefit Payments of \$16,718 from Other ROE Resources are contributions made to and benefit payments made from the OPEB Plan that were not directly made to or from the OPEB Trust.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 6 – RISK MANAGEMENT**

The Regional Office of Education No. 26 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. 26 has purchased commercial insurance to cover these risks. No losses have been incurred in excess of the amounts covered by insurance over the past three years.

**NOTE 7 – INTERFUND ACTIVITY**

The transfer balances between governmental funds were eliminated in the government-wide Statement of Activities – Cash Basis; however, the transfers between the governmental funds and the business-type funds were not eliminated. For the current fiscal year, there were no interfund transfers.

**NOTE 8 – LEASE COMMITMENTS**

The Regional Office of Education No. 26 leases classroom and office space from various parties. During the fiscal year 2018, the Regional Office of Education No. 26 leased classroom and office space located at 553 Main Street, Carthage, Illinois, from individuals for \$850 per month. The lease term began on August 1, 2014, and ended on July 31, 2015, but was renewed for the multiple periods including July 1, 2020 through June 30, 2021 at the same monthly rate. The lease was cancelled effective August 2021.

The Regional Office of Education No. 26 leases office space located at 749 E. Locust St., Canton, Illinois. The lease for the year ended June 30, 2022 was \$32,000 plus reimbursement for improvements per schedule. The lease term is from July 1, 2018 through June 30, 2019. The agreement will automatically renew for annual terms unless written notice is given by May 1 of each year. Reimbursement for improvements total \$24,865 will be paid over a seven-year schedule through 2025. If the lease is cancelled at any time before the reimbursements are paid off, an immediate payment of the balance remaining is required.

The Regional Office of Education No. 26 leases office space located on 341 South Johnson Street, Macomb, Illinois for \$2,500 per month. The lease term is from July 1, 2017, to June 30, 2019. This lease was extended for an additional year ended June 30, 2022. A new lease was signed for July 1, 2022 to June 30, 2023 for \$6,000 per month.

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2022**

**NOTE 8 – LEASE COMMITMENTS (Concluded)**

The Regional Office of Education No. 26 has a lease agreement from July 1, 2020 through June 30, 2023, for office space at 130 South Lafayette Street, Suite 200, Macomb, Illinois, for \$2,250 per month.

The Regional Office leased office space located at 616 East Polk, Cuba, Illinois for \$200 per month. The lease ran from July 1, 2019 through June 30, 2020, with the option to renew yearly taken. This lease finalized on June 30, 2022.

The Regional Office leased office space located at 500 Wabash, Carthage, Illinois for \$100 per month. A final lease was signed for July 1, 2022 to December 31, 2022, for a total amount due of \$900.

Total lease expense for the year ended June 30, 2022, was \$97,852. Future minimum lease payments are as follows:

<u>Year Ending June 30</u>	
2023	\$ 103,452
2024	3,552
2025	<u>3,552</u>
Total	<u>\$ 110,556</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 9 – ON-BEHALF PAYMENTS**

The State of Illinois paid the following salaries, benefits, and contributions on behalf of the Regional Office of Education No. 26:

Regional Superintendent Salary	\$ 118,932
Assistant Regional Superintendent Salary	107,040
Regional Superintendent Benefits (includes State-paid insurance)	32,250
Assistant Regional Superintendent Benefits (includes State-paid insurance)	38,032
Total	<u>\$ 296,254</u>

Salary and benefit data for the Regional Superintendent and Assistant Regional Superintendent were calculated based on data provided by the Illinois State Board of Education (ISBE). These amounts have been reported in the accompanying governmental fund financial statements as State revenue and expenditures.

Regional Office of Education No. 26 also recorded \$314,778 in revenue and expenses as on-behalf payments from ISBE for the Regional Office’s share of the State’s Teachers’ Retirement System (TRS) pension expense and \$4,079 in revenue and expenses as on-behalf payments from the THIS fund for the Regional Office of Education No. 26’s share of the OPEB expense in the Statement of Activities – Cash Basis. In addition, the Regional Office of Education No. 26 has not included any on-behalf payments related to the State’s TRS pension expense for the Regional Superintendent or Assistant Regional Superintendents.

Total on-behalf payments reported in the Statement of Activities – Cash Basis follows:

State of Illinois on-behalf payments	\$ 296,254
ROE No. 26’s share of TRS pension expense	314,778
ROE No. 26’s share of THIS OPEB expense	4,079
Total	<u>\$ 615,111</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 10 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

At June 30, 2022, the following funds had deficit fund balances. The Regional Office of Education No. 26 expects these deficits will be covered by payments from the State and intends to reduce expenditures or transfer unrestricted funds to compensate for the deficit fund balances.

The following funds had fund deficits as of June 30, 2022:

<u>Fund</u>	<u>Amount</u>
Governmental Funds:	
General Funds	
County	\$ 92,848
Online Clearing	19,222
Regional Programs	341,438
Total General Funds	<u>\$ 453,508</u>
Education Funds	
Child and Family Connections	\$ 103,679
McKinney Education for Homeless Children	35,448
Title II – Teacher Quality	1
CEO Midland Institute Fund	7,736
Workforce	5,646
ESSER III	7,129
ARP Community Partnership Program	14,765
ARP McKinneyVento Homeless	6,603
Digital Equity II	1,374
Total Education Funds	<u>\$ 182,381</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 11 – CHANGE IN ACCOUNTING BASIS AND RESTATEMENT**

On June 25, 2021, an amendment to 105 ILCS 5/2-3.17a was passed, which allows a Regional Office of Education to utilize the cash basis, modified cash basis or generally accepted accounting principles (GAAP) basis of accounting to prepare the financial statements for their annual audit. For the fiscal year ending June 30, 2022; the Fulton, Hancock, McDonough, and Schuler Counties Regional Office of Education No. 26 has presented these financial statements in accordance with the cash basis of accounting. This is a change from the fiscal year 2021 presentation, which was reported using generally accepted accounting principles (GAAP). Beginning net position and fund balances were restated to retroactively report the change.

	Governmental Activities	Business-Type Activities	Fiduciary Fund
Net Position at June 30, 2021	\$ (405,218)	\$ 111,853	\$ 96,566
Reverse current asset accruals	(432,066)	(386,600)	(15,048)
Reverse noncurrent asset	(329,638)	(41,589)	-
Reverse deferred outflows of resources	(170,638)	-	-
Reverse current liability accruals	154,239	415,332	13,814
Reverse noncurrent liabilities	1,034,613	-	-
Reverse deferred inflows of resources	596,655	-	-
Net Position restated at June 30, 2021	<u>\$ 447,947</u>	<u>\$ 98,996</u>	<u>\$ 95,332</u>

	General Fund	Education Fund
Fund balance at June 30, 2021	\$ 581,945	\$ 36,179
Reverse current asset accruals	(165,609)	(266,457)
Reverse current liability accruals	27,393	126,846
Fund balance restated at June 30, 2021	<u>\$ 443,729</u>	<u>\$ (103,432)</u>

SUPPLEMENTAL INFORMATION

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 GENERAL FUND  
 June 30, 2022

	County	Regional Programs	Interest	Alternative Schools	Edgenuity	Online Clearing	Totals
ASSETS							
Cash and cash equivalents	\$ (92,848)	\$ (341,438)	\$ 75,276	\$ 666,297	\$ 334,826	\$ (19,222)	\$ 622,891
Total Assets	\$ (92,848)	\$ (341,438)	\$ 75,276	\$ 666,297	\$ 334,826	\$ (19,222)	\$ 622,891
FUND BALANCE (DEFICIT)							
Assigned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	(92,848)	(341,438)	75,276	666,297	334,826	(19,222)	622,891
Total Fund Balance (Deficit)	\$ (92,848)	\$ (341,438)	\$ 75,276	\$ 666,297	\$ 334,826	\$ (19,222)	\$ 622,891

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
GENERAL FUND ACCOUNTS  
For the Year Ended June 30, 2022**

	County	Regional Programs	Interest	Alternative Schools	Edgenuity	Online Clearing	Totals
<b>Revenues</b>							
Local sources	\$ 250,690	\$ 26,617	\$ -	\$ 132,330	\$ 139,214	\$ 24,978	\$ 573,829
State sources	-	-	-	534,171	-	-	534,171
On-behalf payments - State	-	296,254	-	-	-	-	296,254
Federal sources	-	-	-	18,018	-	-	18,018
Investment earnings	-	-	932	-	-	-	932
<b>Total Revenues</b>	<b>250,690</b>	<b>322,871</b>	<b>932</b>	<b>684,519</b>	<b>139,214</b>	<b>24,978</b>	<b>1,423,204</b>
<b>Expenditures</b>							
Instructional Services:							
Salaries and benefits	196,326	15,660	-	369,668	14,518	37,529	633,701
OPEB expense	-	-	-	-	-	-	-
Purchased services	48,855	1,197	-	175,733	44,192	6,591	276,568
Supplies and materials	3,981	653	-	30,473	194	80	35,381
Other objects	-	120	60	460	-	-	640
Capital outlay	-	-	-	1,498	-	-	1,498
On-behalf payments - State	-	296,254	-	-	-	-	296,254
<b>Total Expenditures</b>	<b>249,162</b>	<b>313,884</b>	<b>60</b>	<b>577,832</b>	<b>58,904</b>	<b>44,200</b>	<b>1,244,042</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,528</b>	<b>8,987</b>	<b>872</b>	<b>106,687</b>	<b>80,310</b>	<b>(19,222)</b>	<b>179,162</b>
<b>NET CHANGE IN FUND BALANCE (DEFICIT)</b>	<b>1,528</b>	<b>8,987</b>	<b>872</b>	<b>106,687</b>	<b>80,310</b>	<b>(19,222)</b>	<b>179,162</b>
<b>FUND BALANCE (DEFICIT), BEGINNING, restated (see note 11)</b>	<b>(94,376)</b>	<b>(350,425)</b>	<b>74,404</b>	<b>559,610</b>	<b>254,516</b>	<b>-</b>	<b>443,729</b>
<b>FUND BALANCE (DEFICIT), ENDING</b>	<b>\$ (92,848)</b>	<b>\$ (341,438)</b>	<b>\$ 75,276</b>	<b>\$ 666,297</b>	<b>\$ 334,826</b>	<b>\$ (19,222)</b>	<b>\$ 622,891</b>

SCHEDULE 3

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 June 30, 2022

	Child and Family Connections	Early Childhood Grant	Early Childhood Block Grant	Hearing/Vision Screening
Assets				
Cash and cash equivalents	\$ (103,679)	\$ 35,438	\$ 968	\$ 7,465
Total Assets	\$ (103,679)	\$ 35,438	\$ 968	\$ 7,465
Fund Balance (Deficit)				
Restricted	\$ -	\$ 35,438	\$ 968	\$ 7,465
Unassigned	(103,679)	-	-	-
Total Fund Balance (Deficit)	\$ (103,679)	\$ 35,438	\$ 968	\$ 7,465

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 June 30, 2022

	Local Donations	McKinney Education for Homeless Children	Regional Safe Schools	Regional Safe Schools Cooperative
Assets				
Cash and cash equivalents	\$ 713	\$ (35,448)	\$ -	\$ -
Total Assets	\$ 713	\$ (35,448)	\$ -	\$ -
Fund Balance (Deficit)				
Restricted	\$ 713	\$ -	\$ -	\$ -
Unassigned	-	(35,448)	-	-
Total Fund Balance (Deficit)	\$ 713	\$ (35,448)	\$ -	\$ -

SCHEDULE 3

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND

June 30, 2022

	ROE				Title II - Teacher Quality
	Technology Maintenance	Teen Court Donations	Teen Court Fines		
Assets					
Cash and cash equivalents	\$ 743	\$ 366	\$ 10,274	\$	(1)
Total Assets	\$ 743	\$ 366	\$ 10,274	\$	(1)
Fund Balance (Deficit)					
Restricted	\$ 743	\$ 366	\$ 10,274	\$	-
Unassigned	-	-	-	-	(1)
Total Fund Balance (Deficit)	\$ 743	\$ 366	\$ 10,274	\$	(1)

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 June 30, 2022

	Truants Alternative Optional Education	Truants Alternative Optional Education Program Training	United Way	ROE/ISC Operations
Assets				
Cash and cash equivalents	\$ 4,160	\$ -	\$ 4,411	\$ 1,521
Total Assets	\$ 4,160	\$ -	\$ 4,411	\$ 1,521
Fund Balance (Deficit)				
Restricted	\$ 4,160	\$ -	\$ 4,411	\$ 1,521
Unassigned	-	-	-	-
Total Fund Balance (Deficit)	\$ 4,160	\$ -	\$ 4,411	\$ 1,521

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 June 30, 2022

	CEO Midland Institute Fund	ESSER II	Early Childhood GEER	Digital Equity
Assets				
Cash and cash equivalents	\$ (7,736)	\$ -	\$ -	\$ -
Total Assets	\$ (7,736)	\$ -	\$ -	\$ -
Fund Balance (Deficit)				
Restricted	\$ -	\$ -	\$ -	\$ -
Unassigned	(7,736)	-	-	-
Total Fund Balance (Deficit)	\$ (7,736)	\$ -	\$ -	\$ -

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND  
 June 30, 2022

	Workforce	ARP McKinneyVento LEA Consortium	ESSER III	ARP Community Partnership Program
Assets				
Cash and cash equivalents	\$ (5,646)	\$ -	\$ (7,129)	\$ (14,765)
Total Assets	\$ (5,646)	\$ -	\$ (7,129)	\$ (14,765)
Fund Balance (Deficit)				
Restricted	\$ -	\$ -	\$ -	\$ -
Unassigned	(5,646)	-	(7,129)	(14,765)
Total Fund Balance (Deficit)	\$ (5,646)	\$ -	\$ (7,129)	\$ (14,765)

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF ACCOUNTS - CASH BASIS  
 EDUCATION FUND

June 30, 2022

	ARP McKinneyVento Homeless	Digital Equity II	Tracy Family Foundation Grant	Totals
Assets				
Cash and cash equivalents	\$ (6,603)	\$ (1,374)	\$ -	\$ (116,322)
Total Assets	\$ (6,603)	\$ (1,374)	\$ -	\$ (116,322)
Fund Balance (Deficit)				
Restricted	\$ -	\$ -	\$ -	\$ 66,059
Unassigned	(6,603)	(1,374)	-	(182,381)
Total Fund Balance (Deficit)	\$ (6,603)	\$ (1,374)	\$ -	\$ (116,322)

SCHEDULE 4

FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 For the Year Ended June 30, 2022

	Child and Family Connections	Early Childhood Grant	Early Childhood Block Grant	Hearing/Vision Screening
<b>REVENUES</b>				
Local sources	\$ -	\$ -	\$ -	\$ 17,577
State sources	512,881	417,857	344,320	-
Federal sources	-	-	-	-
Total Revenues	<u>512,881</u>	<u>417,857</u>	<u>344,320</u>	<u>17,577</u>
<b>EXPENDITURES</b>				
Instructional Services:				
Salaries and benefits	427,626	228,508	272,259	16,556
Purchased services	81,771	31,813	54,444	5,617
Supplies and materials	6,814	46,894	6,059	530
Capital outlay	5,971	14,971	10,590	-
Intergovernmental:				
Payments to other governments	-	106,070	-	-
Total Expenditures	<u>522,182</u>	<u>428,256</u>	<u>343,352</u>	<u>22,703</u>
NET CHANGE IN FUND BALANCE	(9,301)	(10,399)	968	(5,126)
FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)	(94,378)	45,837	-	12,591
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (103,679)</u>	<u>\$ 35,438</u>	<u>\$ 968</u>	<u>\$ 7,465</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**For the Year Ended June 30, 2022**

	Local		McKinney		Regional	
	Donations		Education for Homeless Children		Safe Schools	Safe Schools Cooperative
<b>REVENUES</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	59,020	37,515	
Federal sources	-	-	375,499	-	-	-
Total Revenues	-	-	375,499	59,020	37,515	
<b>EXPENDITURES</b>						
Instructional Services:						
Salaries and benefits	-	-	48,710	59,020	23,817	
Purchased services	-	-	70,241	-	10,308	
Supplies and materials	-	-	4,812	-	3,390	
Capital outlay	-	-	1,998	-	-	
Intergovernmental:						
Payments to other governments	-	-	223,769	-	-	
Total Expenditures	-	-	349,530	59,020	37,515	
<b>NET CHANGE IN FUND BALANCE</b>	-	-	25,969	-	-	-
<b>FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)</b>	713		(61,417)	-	-	-
<b>FUND BALANCE (DEFICIT) - ENDING</b>	\$ 713	\$	(35,448)	\$	-	\$ -

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
EDUCATION FUND ACCOUNTS  
For the Year Ended June 30, 2022**

	ROE				Title II - Teacher Quality
	Technology Maintenance	Teen Court Donations	Teen Court Fines		
<b>REVENUES</b>					
Local sources	\$ -	\$ -	\$ 7,204	\$ -	-
State sources	-	-	-	-	-
Federal sources	-	-	-	-	-
Total Revenues	-	-	7,204	-	-
<b>EXPENDITURES</b>					
Instructional Services:					
Salaries and benefits	-	-	3,230	-	-
Purchased services	-	-	692	-	-
Supplies and materials	-	-	940	-	-
Capital outlay	39	-	-	-	-
Intergovernmental:					
Payments to other governments	-	-	-	-	-
Total Expenditures	39	-	4,862	-	-
<b>NET CHANGE IN FUND BALANCE</b>	(39)	-	2,342	-	-
<b>FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)</b>	782	366	7,932	(1)	(1)
<b>FUND BALANCE (DEFICIT) - ENDING</b>	\$ 743	\$ 366	\$ 10,274	\$ (1)	(1)

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**For the Year Ended June 30, 2022**

	Truants Alternative Optional Education	Truants Alternative Optional Education Program Training	United Way	ROE/ISC Operations
<b>REVENUES</b>				
Local sources	\$ -	\$ -	\$ 916	\$ -
State sources	90,195	200,000	-	109,792
Federal sources	-	-	-	-
<b>Total Revenues</b>	<b>90,195</b>	<b>200,000</b>	<b>916</b>	<b>109,792</b>
<b>EXPENDITURES</b>				
Instructional Services:				
Salaries and benefits	67,544	119,010	1,617	75,161
Purchased services	18,540	78,284	3	15,928
Supplies and materials	-	513	99	-
Capital outlay	-	-	-	-
Intergovernmental:				
Payments to other governments	-	2,193	-	17,182
<b>Total Expenditures</b>	<b>86,084</b>	<b>200,000</b>	<b>1,719</b>	<b>108,271</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>4,111</b>	<b>-</b>	<b>(803)</b>	<b>1,521</b>
<b>FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)</b>	<b>49</b>	<b>-</b>	<b>5,214</b>	<b>-</b>
<b>FUND BALANCE (DEFICIT) - ENDING</b>	<b>\$ 4,160</b>	<b>\$ -</b>	<b>\$ 4,411</b>	<b>\$ 1,521</b>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
EDUCATION FUND ACCOUNTS  
For the Year Ended June 30, 2022**

	CEO Midland Institute Fund	ESSER II	Early Childhood GEER	Digital Equity
<b>REVENUES</b>				
Local sources	\$ 28,500	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	4,628	1,718	4,258
Total Revenues	<u>28,500</u>	<u>4,628</u>	<u>1,718</u>	<u>4,258</u>
<b>EXPENDITURES</b>				
Instructional Services:				
Salaries and benefits	26,912	1,612	-	-
Purchased services	1,693	-	-	114
Supplies and materials	-	-	67	-
Capital outlay	-	-	699	-
Intergovernmental:				
Payments to other governments	-	-	-	-
Total Expenditures	<u>28,605</u>	<u>1,612</u>	<u>766</u>	<u>114</u>
NET CHANGE IN FUND BALANCE	(105)	3,016	952	4,144
FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)	(7,631)	(3,016)	(952)	(4,144)
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (7,736)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
EDUCATION FUND ACCOUNTS  
For the Year Ended June 30, 2022**

	Workforce	ARP McKinneyVento LEA Consortium	ESSER III	ARP Community Partnership Program
<b>REVENUES</b>				
Local sources	\$ 53,016	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	431	31,438	103,544
Total Revenues	<u>53,016</u>	<u>431</u>	<u>31,438</u>	<u>103,544</u>
<b>EXPENDITURES</b>				
Instructional Services:				
Salaries and benefits	46,310	-	38,567	2,064
Purchased services	3,946	-	-	13,156
Supplies and materials	3,029	-	-	485
Capital outlay	-	-	-	102,604
Intergovernmental:				
Payments to other governments	-	431	-	-
Total Expenditures	<u>53,285</u>	<u>431</u>	<u>38,567</u>	<u>118,309</u>
NET CHANGE IN FUND BALANCE	(269)	-	(7,129)	(14,765)
FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)	(5,377)	-	-	-
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (5,646)</u>	<u>\$ -</u>	<u>\$ (7,129)</u>	<u>\$ (14,765)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CASH BASIS  
EDUCATION FUND ACCOUNTS  
For the Year Ended June 30, 2022**

	ARP McKinneyVento Homeless	Digital Equity II	Tracy Family Foundation Grant	Totals
<b>REVENUES</b>				
Local sources	\$ -	-	\$ 5,000	\$ 112,213
State sources	-	-	-	1,771,580
Federal sources	37,346	22,158	-	581,020
Total Revenues	<u>37,346</u>	<u>22,158</u>	<u>5,000</u>	<u>2,464,813</u>
<b>EXPENDITURES</b>				
Instructional Services:				
Salaries and benefits	22,523	-	-	1,481,046
Purchased services	8,616	13,752	5,000	413,918
Supplies and materials	1,636	9,780	-	85,048
Capital outlay	-	-	-	136,872
Intergovernmental:				
Payments to other governments	11,174	-	-	360,819
Total Expenditures	<u>43,949</u>	<u>23,532</u>	<u>5,000</u>	<u>2,477,703</u>
NET CHANGE IN FUND BALANCE	(6,603)	(1,374)	-	(12,890)
FUND BALANCE (DEFICIT) - BEGINNING, restated (see note 11)	-	-	-	(103,432)
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (6,603)</u>	<u>\$ (1,374)</u>	<u>\$ -</u>	<u>\$ (116,322)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**CHILD AND FAMILY CONNECTIONS**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 565,239	\$ 527,442	\$ 512,881
Total Revenues	<u>565,239</u>	<u>527,442</u>	<u>512,881</u>
Expenditures			
Salaries and benefits	442,885	430,917	427,626
Purchased services	106,785	81,958	81,771
Supplies and materials	11,174	10,172	6,814
Capital outlay	4,395	4,395	5,971
Total Expenditures	<u>565,239</u>	<u>527,442</u>	<u>522,182</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(9,301)
Fund Balance (Deficit), Beginning (restated)			<u>(94,378)</u>
Fund Balance (Deficit), Ending			<u>\$ (103,679)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**EARLY CHILDHOOD BLOCK (3705-00) - 2021**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 436,619	\$ 436,619	\$ (18,762)
Total Revenues	436,619	436,619	(18,762)
Expenditures			
Salaries and benefits	316,187	316,187	22,553
Purchased services	29,887	26,887	-
Supplies and materials	21,801	24,801	6,731
Payments to other governments	68,744	68,744	-
Total Expenditures	436,619	436,619	29,284
Net change in fund balances	\$ -	\$ -	(48,046)
Fund Balance (Deficit), Beginning (restated)			45,837
Fund Balance (Deficit), Ending			\$ (2,209)

**FULTON/HANCOCK/MCDONOUGH/SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION #26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**EARLY CHILDHOOD GRANT (3705-00) - 2022**  
**For the Year Ended June 30, 2022**

	Original Budget	Final Budget	Actual
Revenues			
State sources	\$ 436,619	\$ 436,619	\$ 436,619
Total Revenues	<u>436,619</u>	<u>436,619</u>	<u>436,619</u>
Expenditures			
Salaries and benefits	318,985	242,764	205,955
Purchased services	30,323	33,236	31,813
Supplies and materials	17,820	40,474	40,163
Capital outlay	747	14,076	14,971
Payments to other governments	68,744	106,069	106,070
Total Expenditures	<u>436,619</u>	<u>436,619</u>	<u>398,972</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	37,647
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ 37,647</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 EARLY CHILDHOOD BLOCK GRANT (3705-01) - 2022  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 344,320	\$ 344,320	\$ 344,320
Total Revenues	<u>344,320</u>	<u>344,320</u>	<u>344,320</u>
Expenditures			
Salaries and benefits	286,551	269,828	272,259
Purchased services	54,422	57,135	54,444
Supplies and materials	3,347	6,562	6,059
Capital outlay	-	10,795	10,590
Total Expenditures	<u>344,320</u>	<u>344,320</u>	<u>343,352</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	968
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ 968</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 MCKINNEY EDUCATION FOR HOMELESS CHILDREN (21-4920)  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 224,585	\$ 333,935	\$ 131,998
Total Revenues	<u>224,585</u>	<u>333,935</u>	<u>131,998</u>
Expenditures			
Salaries and benefits	35,830	35,830	-
Purchased services	19,316	41,784	987
Supplies and materials	1,000	1,000	638
Payments to other governments	168,439	255,321	57,242
Total Expenditures	<u>224,585</u>	<u>333,935</u>	<u>58,867</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	73,131
Fund Balance (Deficit), Beginning (restated)			<u>(61,417)</u>
Fund Balance (Deficit), Ending			<u>\$ 11,714</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 MCKINNEY EDUCATION FOR HOMELESS CHILDREN (22-4920)  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 259,170	\$ 314,146	\$ 216,874
Total Revenues	<u>259,170</u>	<u>314,146</u>	<u>216,874</u>
Expenditures			
Salaries and benefits	32,014	32,014	32,281
Purchased services	31,578	46,895	47,078
Supplies and materials	500	1,250	800
Capital outlay	700	1,000	999
Payments to other governments	194,378	232,987	166,527
Total Expenditures	<u>259,170</u>	<u>314,146</u>	<u>247,685</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(30,811)
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ (30,811)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 MCKINNEY EDUCATION FOR HOMELESS CHILDREN - ROE 26 Subgrant  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 38,720	\$ 43,414	26,627
Total Revenues	<u>38,720</u>	<u>43,414</u>	<u>26,627</u>
Expenditures			
Salaries and benefits	16,308	16,308	16,429
Purchased services	20,712	22,006	22,176
Supplies and materials	1,700	4,100	3,374
Capital outlay	-	1,000	999
Total Expenditures	<u>38,720</u>	<u>43,414</u>	<u>42,978</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(16,351)
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ (16,351)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**REGIONAL SAFE SCHOOLS (22-3696)**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 59,020	\$ 59,020	\$ 59,020
Total Revenues	<u>59,020</u>	<u>59,020</u>	<u>59,020</u>
Expenditures			
Salaries and benefits	59,020	59,020	59,020
Total Expenditures	<u>59,020</u>	<u>59,020</u>	<u>59,020</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 REGIONAL SAFE SCHOOLS COOPERATIVE (22-3999)  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 37,515	\$ 37,515	\$ 37,515
Total Revenues	<u>37,515</u>	<u>37,515</u>	<u>37,515</u>
Expenditures			
Salaries and benefits	23,840	23,840	23,817
Purchased services	10,189	10,189	10,308
Supplies and materials	3,486	3,486	3,390
Total Expenditures	<u>37,515</u>	<u>37,515</u>	<u>37,515</u>
Net change in fund balances	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	-
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u><u>\$ -</u></u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 TRUANTS ALTERNATIVE OPTIONAL EDUCATION (22-3695)  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 90,195	\$ 90,195	\$ 90,195
Total Revenues	<u>\$ 90,195</u>	<u>\$ 90,195</u>	<u>\$ 90,195</u>
Expenditures			
Salaries and benefits	\$ 73,688	\$ 73,188	\$ 67,544
Purchased services	16,507	17,007	18,540
Total Expenditures	<u>\$ 90,195</u>	<u>\$ 90,195</u>	<u>\$ 86,084</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	\$ 4,111
Fund Balance (Deficit), Beginning (restated)			<u>49</u>
Fund Balance (Deficit), Ending			<u><u>\$ 4,160</u></u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**TRUANTS ALTERNATIVE OPTIONAL EDUCATION PROGRAM TRAINING**  
**(22-3695-PD)**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 200,000	\$ 200,000	\$ 200,000
Total Revenues	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Expenditures			
Salaries and benefits	116,320	118,846	119,010
Purchased services	80,987	78,461	78,284
Supplies and materials	500	500	513
Payments to other governments	2,193	2,193	2,193
Total Expenditures	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**ROE/ISC OPERATIONS**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ 109,792	\$ 109,792	\$ 109,792
Total Revenues	<u>109,792</u>	<u>109,792</u>	<u>109,792</u>
Expenditures			
Salaries and benefits	73,212	73,212	75,161
Purchased services	15,634	15,634	15,928
Payments to other governments	20,946	20,946	17,182
Total Expenditures	<u>109,792</u>	<u>109,792</u>	<u>108,271</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	1,521
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ 1,521</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**ESSER II**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ -	\$ -	\$ -
Federal	4,628	4,628	4,628
Total Revenues	<u>4,628</u>	<u>4,628</u>	<u>4,628</u>
Expenditures			
Salaries and benefits	3,431	3,431	1,612
Capital outlay	1,197	1,197	-
Total Expenditures	<u>4,628</u>	<u>4,628</u>	<u>1,612</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	3,016
Fund Balance (Deficit), Beginning (restated)			<u>(3,016)</u>
Fund Balance (Deficit), Ending			<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**EARLY CHILDHOOD - GEER**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ -	\$ -	\$ -
Federal	21,590	21,590	1,718
Total Revenues	<u>21,590</u>	<u>21,590</u>	<u>1,718</u>
Expenditures			
Salaries and benefits	4,000	2,450	-
Supplies and materials	16,891	17,742	67
Capital outlay	699	1,398	699
Total Expenditures	<u>21,590</u>	<u>21,590</u>	<u>766</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	952
Fund Balance (Deficit), Beginning (restated)			<u>(952)</u>
Fund Balance (Deficit), Ending			<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**DIGITAL EQUITY**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
State sources	\$ -	\$ -	\$ -
Federal	62,097	62,097	4,258
Total Revenues	<u>62,097</u>	<u>62,097</u>	<u>4,258</u>
Expenditures			
Purchased services	8,185	8,185	114
Supplies and materials	33,207	33,207	-
Other objects	3,722	3,722	-
Capital outlay	16,983	16,983	-
Total Expenditures	<u>62,097</u>	<u>62,097</u>	<u>114</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	4,144
Fund Balance (Deficit), Beginning (restated)			<u>(4,144)</u>
Fund Balance (Deficit), Ending			<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**WORKFORCE**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Local	\$ 52,000	\$ 52,000	\$ 53,016
State sources	-	-	-
Total Revenues	<u>52,000</u>	<u>52,000</u>	<u>53,016</u>
Expenditures			
Salaries and benefits	43,197	46,551	46,310
Purchased services	7,243	3,889	3,946
Supplies and materials	1,560	1,560	3,029
Total Expenditures	<u>52,000</u>	<u>52,000</u>	<u>53,285</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(269)
Fund Balance (Deficit), Beginning (restated)			<u>(5,377)</u>
Fund Balance (Deficit), Ending			<u>\$ (5,646)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 ARP MCKINNEY VENTO LEA CONSORTIUM  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 10,459	\$ 10,459	\$ 431
Total Revenues	<u>10,459</u>	<u>10,459</u>	<u>431</u>
Expenditures			
Payments to other governments	10,459	10,459	431
Total Expenditures	<u>10,459</u>	<u>10,459</u>	<u>431</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	-
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ -</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**ESSER III**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 51,786	\$ 51,786	\$ 31,438
Total Revenues	<u>51,786</u>	<u>51,786</u>	<u>31,438</u>
Expenditures			
Salaries and benefits	45,332	45,332	38,567
Supplies and materials	6,454	6,454	-
Total Expenditures	<u>51,786</u>	<u>51,786</u>	<u>38,567</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(7,129)
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ (7,129)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS  
 EDUCATION FUND ACCOUNTS  
 ARP COMMUNITY PARTNERSHIP PROGRAM  
 For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 323,529	\$ 323,529	\$ 103,544
Total Revenues	<u>323,529</u>	<u>323,529</u>	<u>103,544</u>
Expenditures			
Salaries and benefits	132,208	132,208	2,064
Purchased services	53,009	53,009	13,156
Supplies and materials	23,312	23,312	485
Capital outlay	115,000	115,000	102,604
Total Expenditures	<u>323,529</u>	<u>323,529</u>	<u>118,309</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(14,765)
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ (14,765)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**ARP MCKINNEY VENTO HOMELESS**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 367,754	\$ 367,754	\$ 37,346
Total Revenues	<u>367,754</u>	<u>367,754</u>	<u>37,346</u>
Expenditures			
Salaries and benefits	120,411	120,411	22,523
Purchased services	57,841	57,841	8,616
Supplies and materials	7,256	7,256	1,636
Capital outlay	1,200	1,200	-
Payments to other governments	181,046	181,046	11,174
Total Expenditures	<u>367,754</u>	<u>367,754</u>	<u>43,949</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(6,603)
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ (6,603)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**EDUCATION FUND ACCOUNTS**  
**DIGITAL EQUITY II**  
**For the Year Ended June 30, 2022**

	Original Budget	Revised Budget	Actual
Revenues			
Federal	\$ 24,023	\$ 24,023	\$ 22,158
Total Revenues	<u>24,023</u>	<u>24,023</u>	<u>22,158</u>
Expenditures			
Purchased services	15,221	15,221	13,752
Supplies and materials	8,802	8,802	9,780
Total Expenditures	<u>24,023</u>	<u>24,023</u>	<u>23,532</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(1,374)
Fund Balance (Deficit), Beginning			<u>-</u>
Fund Balance (Deficit), Ending			<u>\$ (1,374)</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
 REGIONAL OFFICE OF EDUCATION NO. 26  
 COMBINING BALANCE SHEET - CASH BASIS  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2022**

	General Education Development Fund	Bus Driver Training	Institute	Totals
Assets				
Cash and cash equivalents	\$ 12,051	\$ 19,841	\$ 48,850	\$ 80,742
Total Assets	<u>\$ 12,051</u>	<u>\$ 19,841</u>	<u>\$ 48,850</u>	<u>\$ 80,742</u>
Fund Balance				
Restricted	\$ 12,051	\$ 19,841	\$ 48,850	\$ 80,742
Total Fund Balance	<u>12,051</u>	<u>19,841</u>	<u>48,850</u>	<u>80,742</u>
Total Liabilities and Fund Balance	<u>\$ 12,051</u>	<u>\$ 19,841</u>	<u>\$ 48,850</u>	<u>\$ 80,742</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CASH BASIS**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**For the Year Ended June 30, 2022**

	General Education Development Fund	Bus Driver Training	Institute	Totals
Revenues				
Local sources	\$ 5,000	\$ 2,450	\$ 25,745	\$ 33,195
State sources	-	1,320	-	1,320
Investment earnings	-	-	51	51
Total Revenues	<u>5,000</u>	<u>3,770</u>	<u>25,796</u>	<u>34,566</u>
Expenditures				
Instructional Services:				
Salaries and benefits	1,433	5,705	26,526	33,664
Purchased services	1,328	2,179	10,565	14,072
Supplies and material	3,087	-	10,152	13,239
Capital outlay	499	-	-	499
Total Expenditures	<u>6,347</u>	<u>7,884</u>	<u>47,243</u>	<u>61,474</u>
Net change in fund balance	(1,347)	(4,114)	(21,447)	(26,908)
Fund Balance, Beginning, restated (see note 11)	<u>13,398</u>	<u>23,955</u>	<u>70,297</u>	<u>107,650</u>
Fund Balance, Ending	<u>\$ 12,051</u>	<u>\$ 19,841</u>	<u>\$ 48,850</u>	<u>\$ 80,742</u>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION - CASH BASIS**  
**CUSTODIAL FUNDS**  
**June 30, 2022**

	Distributive Fund	Administrators Roundtable	Area III Superintendents	Hancock County Principal	Regional Board of School Trustees	School Occupation Facility Tax	Western Area Career System	Totals
Assets								
Cash and cash equivalents	\$ 12,064	\$ 7,554	\$ 83,732	\$ 1,948	\$ 1,747	\$ 1	\$ (4,363)	\$ 102,683
Total Assets	\$ 12,064	\$ 7,554	\$ 83,732	\$ 1,948	\$ 1,747	\$ 1	\$ (4,363)	\$ 102,683
Net Position								
Restricted-for other individuals and governments:								
Other	\$ 12,064	\$ 7,554	\$ 83,732	\$ 1,948	\$ 1,747	\$ 1	\$ (4,363)	\$ 102,683
Total net position	\$ 12,064	\$ 7,554	\$ 83,732	\$ 1,948	\$ 1,747	\$ 1	\$ (4,363)	\$ 102,683

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES**  
**REGIONAL OFFICE OF EDUCATION NO. 26**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - CASH BASIS**  
**CUSTODIAL FUNDS**  
**For the Year Ended June 30, 2022**

	Distributive Fund	Administrators Roundtable	Area III Superintendents	Hancock County Principal	Regional Board of School Trustees	School Occupation Facility Tax	Western Area Career System	Totals
<b>Additions</b>								
School occupation facility tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,616,419	\$ -	\$ 5,616,419
Intergovernmental receipts for others	1,244,333	-	1,500	879	-	-	-	1,246,712
<b>Total Additions</b>	<b>1,244,333</b>	<b>-</b>	<b>1,500</b>	<b>879</b>	<b>-</b>	<b>5,616,419</b>	<b>-</b>	<b>6,863,131</b>
<b>Deductions</b>								
School occupation facility tax	-	-	-	-	-	5,616,419	-	5,616,419
Intergovernmental disbursements for others	1,235,144	-	2,952	539	473	-	253	1,239,361
<b>Total deductions</b>	<b>1,235,144</b>	<b>-</b>	<b>2,952</b>	<b>539</b>	<b>473</b>	<b>5,616,419</b>	<b>253</b>	<b>6,855,780</b>
<b>Net increase (decrease) in fiduciary net position</b>	<b>9,189</b>	<b>-</b>	<b>(1,452)</b>	<b>340</b>	<b>(473)</b>	<b>-</b>	<b>(253)</b>	<b>7,351</b>
<b>Net position - beginning of year, restated (see note 11)</b>	<b>2,875</b>	<b>7,554</b>	<b>85,184</b>	<b>1,608</b>	<b>2,220</b>	<b>1</b>	<b>(4,110)</b>	<b>95,332</b>
<b>Net Position - end of year</b>	<b>\$ 12,064</b>	<b>\$ 7,554</b>	<b>\$ 83,732</b>	<b>\$ 1,948</b>	<b>\$ 1,747</b>	<b>\$ 1</b>	<b>\$ (4,363)</b>	<b>\$ 102,683</b>

**FULTON, HANCOCK, MCDONOUGH, AND SCHUYLER COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 26  
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHER ENTITIES - CASH BASIS  
DISTRIBUTIVE FUND  
For the Year Ended June 30, 2022**

Distributions	Acct. No.	Western		West Central		Totals
		Area	Career	Illinois	Special Ed	
		System				
State Funds						
General State Aid	3001	\$ -	\$ 654,901	\$	654,901	\$ 654,901
Career & Technical Ed Improvement (CTEI)	3220	422,095	-		422,095	422,095
State Free Lunch & Breakfast	3360	-	829		829	829
Total State Funds		422,095	655,730		1,077,825	1,077,825
Federal Funds						
National School Lunch Program	4210	-	31,216		31,216	31,216
School Breakfast Program	4220	-	15,790		15,790	15,790
CTE-Perkins Secondary	4745	68,950	-		68,950	68,950
ESSER	4998	2,803	38,560		41,363	41,363
Total Federal Funds		71,753	85,566		157,319	157,319
Total Distributions		\$ 493,848	\$ 741,296		\$ 1,235,144	\$ 1,235,144