

**STATE OF ILLINOIS
JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**FINANCIAL AUDIT
For the year ended June 30, 2015**

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

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REGIONAL OFFICE OF EDUCATION NO. 30**

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REGIONAL OFFICE OF EDUCATION NO. 30**

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**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

OFFICIALS

Regional Superintendent
(Current and during the audit period) Ms. Donna Boros

Assistant Regional Superintendent
(Current and during the audit period) Ms. Jaime Lodge

Offices are located at:

Jackson County Courthouse
Murphysboro, IL 62966

Government Building
Pinckneyville, IL 62274

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

FINANCIAL REPORT SUMMARY

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

AUDITORS' REPORTS

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

SUMMARY OF AUDIT FINDINGS

<u>Number of</u>	<u>This Audit</u>	<u>Prior Audit</u>
Audit findings	1	0
Repeated audit findings	0	0
Prior recommendations implemented or not repeated	0	1

SUMMARY OF FINDINGS AND RESPONSES

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (GOVERNMENT AUDITING STANDARDS)			
2015-001	10-11	Controls over Financial Statement Preparation	Material Weakness

PRIOR FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

There were no findings for the year ended June 30, 2014.

EXIT CONFERENCE

The Jackson and Perry Counties Regional Office of Education No. 30 opted not to have a formal exit conference during the financial audit for the year ended June 30, 2015. Throughout the audit, numerous meetings were held between auditors and Regional Office officials to discuss matters contained in this audit report. Response to the recommendation was provided by the Regional Office of Education on January 4, 2016.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

FINANCIAL STATEMENT REPORT SUMMARY

The audit of the accompanying basic financial statements of the Jackson and Perry Counties Regional Office of Education No. 30 was performed by West & Company, LLC.

Based on their audit, the auditors expressed an unmodified opinion on the Regional Office of Education No. 30's basic financial statements.

WEST & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS
&
CONSULTANTS

MEMBERS

RICHARD C. WEST
BRIAN E. DANIELL
JANICE K. ROMACK
DIANA R. SMITH
D. RAIF PERRY
JOHN H. VOGT
JOSHUA D. LOWE

613 BROADWAY AVENUE
P.O. BOX 945
MATTOON, ILLINOIS 61938

(217) 235-4747
www.westcpa.com

OFFICES

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MATTOON
SULLIVAN

INDEPENDENT AUDITORS' REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Financial Statements

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jackson and Perry Counties Regional Office of Education No. 30, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Jackson and Perry Counties Regional Office of Education No. 30's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jackson and Perry Counties Regional Office of Education No. 30, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, paragraph E in the notes to the financial statements, the Regional Office of Education No. 30 adopted GASB Statements No. 68 – *Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27*, and No. 71 – *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Illinois Municipal Retirement Fund – Schedule of Changes in the Net Pension Liability and Related Ratios, Illinois Municipal Retirement Fund – Schedule of Employer Contributions, Teachers’ Retirement System – Schedule of Employer’s Proportionate Share of the Net Pension Liability, and Teachers’ Retirement System – Schedule of Employer Contributions on pages 56 - 59 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management’s Discussion and Analysis that accounting principles generally accepted in the United States of America required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Jackson and Perry Counties Regional Office of Education No. 30's basic financial statements. The combining schedules 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 financial statements.

The combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and the Schedule of Disbursements to School District Treasurers and Other Entities are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 7, 2016 on our consideration of the Jackson and Perry Counties Regional Office of Education No. 30's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Jackson and Perry Counties Regional Office of Education No. 30's internal control over financial reporting and compliance.

West & Company, LLC

Mattoon, Illinois

June 7, 2016

WEST & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS
&
CONSULTANTS

MEMBERS

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OFFICES

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**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**

INDEPENDENT AUDITORS' REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jackson and Perry Counties Regional Office of Education No. 30, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Jackson and Perry Counties Regional Office of Education No. 30's basic financial statements, and have issued our report thereon dated June 7, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Jackson and Perry Counties Regional Office of Education No. 30's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Jackson and Perry Counties Regional Office of Education No. 30's internal control. Accordingly, we do not express an opinion on the effectiveness of the Jackson and Perry Counties Regional Office of Education No. 30'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 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. We did identify a deficiency in internal control, described in the accompanying Schedule of Findings and Responses as finding 2015-001 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Jackson and Perry Counties Regional Office of Education No. 30's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Regional Office of Education No. 30's Response to Finding

Jackson and Perry Counties Regional Office of Education No. 30's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. Jackson and Perry Counties Regional Office of Education No. 30'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 Jackson and Perry Counties Regional Office of Education No. 30'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 Jackson and Perry Counties Regional Office of Education No. 30's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

West & Company, LLC

Mattoon, Illinois
June 7, 2016

SCHEDULE OF FINDINGS AND RESPONSES

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF FINDINGS AND RESPONSES
SECTION I – SUMMARY OF AUDITORS’ RESULTS
For the year ended June 30, 2015**

Section I – Summary of Auditors’ Results

Financial statements

Type of auditors' report issued: UNMODIFIED

Internal control over financial reporting:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF FINDINGS AND RESPONSES
SECTION II - FINANCIAL STATEMENT FINDINGS
For the year ended June 30, 2015**

Section II - Financial Statement Findings

FINDING NO. 2015-001 – Controls Over Financial Statement Preparation

Criteria/Specific Requirement:

The Jackson and Perry Counties Regional Office of Education No. 30 (ROE) is required to maintain a system of controls over the preparation of financial statements in accordance with generally accepted accounting principles (GAAP). The ROE's internal controls over GAAP financial reporting should include adequately trained personnel with the knowledge, skills and experience to prepare GAAP basis financial statements and include all disclosures as required by the Governmental Accounting Standards Board (GASB).

GASB Statements No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, require governments to record and present net accrued pension liabilities/assets, deferred outflows of resources, deferred inflows of resources and pension expenses. These standards further prescribe the methods and assumptions that are to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of service.

Condition:

The ROE did not have sufficient internal controls over the financial reporting process in order to record and present the pension information in accordance with these standards. The ROE maintains its accounting records on the cash basis of accounting during the fiscal year and posts year-end accrual and other applicable entries for financial statement purposes. While the ROE maintains controls over the processing of most accounting transactions and prepares its financial statements, there were not sufficient controls over the preparation of GAAP basis financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

Through inquiries and discussions with the ROE's accounting personnel and Regional Superintendent, auditors noted that the ROE did not have adequate controls to record and report the ROE's net accrued pension liabilities/assets, deferred outflows of resources, deferred inflows of resources and pension expenses in accordance with GAAP.

Effect:

The ROE's management or its employees, in the normal course of performing their assigned functions, may not prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF FINDINGS AND RESPONSES
SECTION II - FINANCIAL STATEMENT FINDINGS
For the year ended June 30, 2015**

Section II - Financial Statement Findings (Continued)

FINDING NO. 2015-001 – Controls Over Financial Statement Preparation (Continued)

Cause:

According to the ROE's management, the complex requirements of GASB Statements No. 68 and No. 71 were new for fiscal year 2015 and will require additional time and training before the ROE can fully implement the requirements on its own.

Auditors' Recommendation:

As part of internal control over the preparation of financial statements, the ROE should implement comprehensive preparation procedures to ensure that the financial statements are complete and accurate. These procedures should be performed by a properly trained individual possessing a thorough understanding of the applicable GAAP, GASB pronouncements, and knowledge of the ROE's activities and operations.

Management's Response:

The ROE does not possess the necessary funds to obtain additional training or to hire an external individual to aid in the preparation of financial statements in accordance with GASB No. 68 and 71 reporting requirements.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the year ended June 30, 2015**

Corrective Action Plan

FINDING NO. 2015-001 – Controls over Financial Statement Preparation

Condition:

The ROE did not have sufficient internal controls over the financial reporting process in order to record and present the pension information in accordance with these standards. The ROE maintains its accounting records on the cash basis of accounting during the fiscal year and posts year-end accrual and other applicable entries for financial statement purposes. While the ROE maintains controls over the processing of most accounting transactions and prepares its financial statements, there were not sufficient controls over the preparation of GAAP basis financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

Through inquiries and discussions with the ROE's accounting personnel and Regional Superintendent, auditors noted that the ROE did not have adequate controls to record and report the ROE's net accrued pension liabilities/assets, deferred outflows of resources, deferred inflows of resources and pension expenses in accordance with GAAP.

Plan:

The ROE will continue to seek funding to meet all of the requirements set forth in GASB Statements No. 68 and 71.

Anticipated Date of Completion:

As soon as possible, as funds allow.

Contact:

Ms. Donna Boros

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the year ended June 30, 2015**

<u>Finding number</u>	<u>Condition</u>	<u>Current Status</u>
------------------------------	-------------------------	------------------------------

There were no findings for the year ended June 30, 2014.

BASIC FINANCIAL STATEMENTS

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF NET POSITION
June 30, 2015**

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 221,988	\$ 28,584	\$ 250,572
Accounts receivable	204	-	204
Due from other governments	193,324	26,942	220,266
Total current assets	<u>415,516</u>	<u>55,526</u>	<u>471,042</u>
Noncurrent assets:			
Capital assets, net	52,302	-	52,302
Net pension asset	211,285	2,132	213,417
Total noncurrent assets	<u>263,587</u>	<u>2,132</u>	<u>265,719</u>
Total assets	<u>679,103</u>	<u>57,658</u>	<u>736,761</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pension	<u>81,503</u>	<u>822</u>	<u>82,325</u>
LIABILITIES			
Current liabilities:			
Accounts payable	9,243	2,345	11,588
Due to other governments	69,554	-	69,554
Total current liabilities	<u>78,797</u>	<u>2,345</u>	<u>81,142</u>
Noncurrent liabilities:			
Net pension liability	<u>670,826</u>	<u>6,768</u>	<u>677,594</u>
Total liabilities	<u>749,623</u>	<u>9,113</u>	<u>758,736</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	<u>363,695</u>	<u>3,669</u>	<u>367,364</u>
NET POSITION			
Net investment in capital assets	52,302	-	52,302
Restricted - other	389,053	2,132	391,185
Unrestricted	<u>(794,067)</u>	<u>43,566</u>	<u>(750,501)</u>
Total net position	<u>\$ (352,712)</u>	<u>\$ 45,698</u>	<u>\$ (307,014)</u>

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30
STATEMENT OF ACTIVITIES
For the year ended June 30, 2015**

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-Type Activities	
Governmental activities:						
Instructional services:						
Salaries and benefits	\$ 384,190	\$ -	\$ 363,132	\$ (21,058)	\$ -	\$ (21,058)
Purchased services	288,522	-	272,708	(15,814)	-	(15,814)
Supplies and materials	75,908	-	71,748	(4,160)	-	(4,160)
Capital outlay	-	-	1,419	1,419	-	1,419
Payments to other governments	123,400	-	116,637	(6,763)	-	(6,763)
Other objects	11,917	-	6,835	(5,082)	-	(5,082)
Depreciation	3,965	-	-	(3,965)	-	(3,965)
Administrative:						
On-behalf payments- local	174,188	-	-	(174,188)	-	(174,188)
On-behalf payments- state	334,289	-	-	(334,289)	-	(334,289)
Total governmental activities	<u>1,396,379</u>	<u>-</u>	<u>832,479</u>	<u>(563,900)</u>	<u>-</u>	<u>(563,900)</u>
Business-type activities:						
Registration fees	46,712	72,556	-	-	25,844	25,844
Total primary government	<u>\$ 1,443,091</u>	<u>\$ 72,556</u>	<u>\$ 832,479</u>	<u>(563,900)</u>	<u>25,844</u>	<u>(538,056)</u>
General revenues:						
Local sources				102,155	-	102,155
On-behalf payments - local				175,283	-	175,283
On-behalf payments - state				334,289	-	334,289
Interest				2,137	25	2,162
Pension benefit				16,169	163	16,332
Total general revenues				<u>630,033</u>	<u>188</u>	<u>630,221</u>
Change in net position				66,133	26,032	92,165
Net position - beginning, restated				<u>(418,845)</u>	<u>19,666</u>	<u>(399,179)</u>
Net position - ending				<u>\$ (352,712)</u>	<u>\$ 45,698</u>	<u>\$ (307,014)</u>

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015**

	<u>General Fund</u>	<u>Education Fund</u>	<u>Institute Fund</u>	<u>Other Nonmajor Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 39,170	\$ 36,405	\$ 134,713	\$ 11,700	\$ 221,988
Accounts receivable	-	-	-	204	204
Due from other funds	120,414	-	-	-	120,414
Due from other governments	5,308	188,016	-	-	193,324
Total assets	<u><u>\$ 164,892</u></u>	<u><u>\$ 224,421</u></u>	<u><u>\$ 134,713</u></u>	<u><u>\$ 11,904</u></u>	<u><u>\$ 535,930</u></u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 2,576	\$ 6,650	\$ 17	\$ -	\$ 9,243
Due to other funds	-	120,414	-	-	120,414
Due to other governments	3,365	66,189	-	-	69,554
Total liabilities	<u>5,941</u>	<u>193,253</u>	<u>17</u>	<u>-</u>	<u>199,211</u>
FUND BALANCES					
Restricted	-	52,027	134,696	11,904	198,627
Assigned	158,951	-	-	-	158,951
Unassigned	-	(20,859)	-	-	(20,859)
Total fund balances	<u>158,951</u>	<u>31,168</u>	<u>134,696</u>	<u>11,904</u>	<u>336,719</u>
Total liabilities and fund balances	<u><u>\$ 164,892</u></u>	<u><u>\$ 224,421</u></u>	<u><u>\$ 134,713</u></u>	<u><u>\$ 11,904</u></u>	<u><u>\$ 535,930</u></u>

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
June 30, 2015**

Total fund balances - governmental funds		\$ 336,719
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Noncurrent assets related to pension benefits are collected but not payable in the current period and, therefore, are not reported in the funds</p>		
Net pension asset		211,285
<p>Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds.</p>		
Deferred outflows of resources	\$ 81,503	
Deferred inflows of resources	<u>(363,695)</u>	(282,192)
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
Net pension liability		(670,826)
<p>Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.</p>		
		<u>52,302</u>
Net position of governmental activities		<u><u>\$ (352,712)</u></u>

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended June 30, 2015**

	General Fund	Education Fund	Institute Fund	Other Nonmajor Funds	Total Governmental Funds
Revenues:					
Local sources	\$ 67,469	\$ -	\$ 30,125	\$ 4,561	\$ 102,155
State sources	82,480	456,271	-	759	539,510
Federal sources	19,339	273,630	-	-	292,969
On-behalf payments	408,105	-	-	-	408,105
Interest	1,715	32	342	48	2,137
Total revenues	<u>579,108</u>	<u>729,933</u>	<u>30,467</u>	<u>5,368</u>	<u>1,344,876</u>
Expenditures:					
Instructional services:					
Salaries and benefits	65,243	311,307	4,410	3,230	384,190
Purchased services	61,969	223,626	501	2,426	288,522
Supplies and materials	27,391	47,717	24	776	75,908
Payments to other governments	10,142	113,258	-	-	123,400
Other objects	4,285	7,632	-	-	11,917
Pension expense	11,221	41,109	139	164	52,633
On-behalf payments	408,105	-	-	-	408,105
Capital outlay	-	1,419	-	-	1,419
Total expenditures	<u>588,356</u>	<u>746,068</u>	<u>5,074</u>	<u>6,596</u>	<u>1,346,094</u>
Net change in fund balances	(9,248)	(16,135)	25,393	(1,228)	(1,218)
Fund balances, beginning of year	<u>168,199</u>	<u>47,303</u>	<u>109,303</u>	<u>13,132</u>	<u>337,937</u>
Fund balances, end of year	<u>\$ 158,951</u>	<u>\$ 31,168</u>	<u>\$ 134,696</u>	<u>\$ 11,904</u>	<u>\$ 336,719</u>

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
For the year ended June 30, 2015**

Net change in fund balances - governmental funds \$ (1,218)

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

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

Pension contributions	52,633	
Cost of benefits earned, net of employee contributions	<u>16,169</u>	68,802

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

Capital outlay	1,419	
Capital outlay paid on behalf by Jackson County	1,095	
Depreciation expense	<u>(3,965)</u>	<u>(1,451)</u>

Change in net position of governmental activities \$ 66,133

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF NET POSITION
PROPRIETARY FUND
June 30, 2015**

	<u>Business-Type Activities Enterprise Fund</u>
	<u>Local Workshops</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 28,584
Due from other governments	<u>26,942</u>
Total current assets	55,526
Noncurrent assets:	
Net pension asset	<u>2,132</u>
Total assets	<u>57,658</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pension	<u>822</u>
LIABILITIES	
Current liabilities:	
Accounts payable	<u>2,345</u>
Total current liabilities	<u>2,345</u>
Noncurrent liabilities:	
Net pension liability	<u>6,768</u>
Total liabilities	<u>9,113</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pension	<u>3,669</u>
NET POSITION	
Restricted - other	2,132
Unrestricted	<u>43,566</u>
Total net position	<u><u>\$ 45,698</u></u>

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
For the year ended June 30, 2015**

	<u>Business-Type Activities Enterprise Fund</u>
	<u>Local Workshops</u>
Operating revenues:	
Charges for services	\$ 72,556
Operating expenses:	
Salaries and benefits	6,709
Purchased services	38,748
Supplies and materials	785
Other objects	470
Total operating expenses	46,712
Operating income	25,844
Nonoperating revenues:	
Interest	25
Pension benefit	163
Total nonoperating revenues	188
Change in net position	26,032
Total net position - beginning, restated	19,666
Total net position - ending	\$ 45,698

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For the year ended June 30, 2015**

	<u>Business-Type Activities Enterprise Fund</u>	<u>Local Workshops</u>
Cash flows from operating activities:		
Collection of fees	\$ 63,061	
Payments to suppliers and providers of goods and services	(37,910)	
Payments to employees	(7,240)	
Net cash provided by operating activities	<u>17,911</u>	
Cash flows from investing activities:		
Interest received		<u>25</u>
Net increase in cash and cash equivalents		17,936
Cash and cash equivalents - beginning		<u>10,648</u>
Cash and cash equivalents - ending	<u>\$ 28,584</u>	
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 25,844	
Adjustments to reconcile operating income to net cash provided by operating activities:		
Pension benefit received		163
Increase in due from other governments		(9,495)
Decrease in net pension asset		64
Increase in deferred outflows of resources		(332)
Increase in accounts payable		2,093
Decrease in net pension liability		(4,095)
Increase in deferred inflows of resources		<u>3,669</u>
Net cash provided by operating activities	<u>\$ 17,911</u>	

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2015**

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 8,303
Due from other governments	<u>1,693,924</u>
Total assets	<u><u>\$ 1,702,227</u></u>
LIABILITIES	
Due to other governments	<u><u>\$ 1,702,227</u></u>

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

NOTES TO FINANCIAL STATEMENTS

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education No. 30's accounting policies conform to generally accepted accounting principles that are appropriate to local governmental units of this type.

A. Reporting Entity

The Regional Office of Education No. 30 was created by Illinois Public Act 76-735, as amended, effective August 8, 1995. The region encompasses Jackson and Perry counties.

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

The Regional Superintendent's responsibilities for administering the school educational service region programs include, but are not limited to, providing directions to teachers and school officials on science, art and teaching methods; implementing the State Board of Education's Policy Programs; encouraging camaraderie among teachers through the teachers' institute; making public notice of unfilled teaching positions within the region; and ensuring of the safety, health, and welfare of the students in the region by periodically inspecting the school buildings and ensuring that the bus drivers have valid driver's licenses and are properly trained to operate the school buses. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region, or seeing that no payments are made unless the treasurer has filed or renewed appropriate bond and that the district has certified publication of the annual financial report.

The Regional Office of Education No. 30 derives its oversight, power, and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education No. 30 exercises no oversight responsibility on financial interdependency, selection of governing authority, designation of management, or the ability to significantly influence the operations of any other agency. Control or dependency is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing order. Therefore, no other agency has been included as a component unit in the Regional Office of Education No. 30's financial statements. In addition, the Regional Office of Education No. 30 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education No. 30 being considered a component unit of the entity.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by intergovernmental revenues, are reported separately from the business-type activities, which rely to a significant extent on fees and charges for services.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Statement of Net Position includes all of the Regional Office of Education No. 30's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

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

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

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

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

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

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Regional Office of Education No. 30 considers revenues to be available if they are collectible within 60 days after year-end. Expenditures are generally recognized in the accounting period in which the fund liability is incurred, if measurable, with the exception of expenditures for prepaid expenses and other long-term obligations, which are recognized as liabilities when due, as well as expenditures related to compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Revenues susceptible to accrual are recognized in the current fiscal period. Those revenues include local sources, State sources, federal sources, and interest. Unearned revenues arise when potential revenue does not meet both the measurable and available criteria or when resources are received prior to the government having legal claim to them. The revenues are subsequently recognized when both recognition criteria are met or when the government has legal claim to the resources. Revenues received after the Regional Office's availability period are reported as deferred outflows of resources in the fund statements and are reported as current revenue in the Statement of Activities.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Regional Office of Education No. 30's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

It is the Regional Office of Education No. 30's policy to first apply restricted resources when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned, if any.

1. Governmental Funds

The Regional Office of Education No. 30 reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Regional Office of Education No. 30 and is used to account for all financial resources except those required to be accounted for and reported in another fund. This fund is available to pay general and administrative expenditures of the Regional Office of Education No. 30. Included in this fund are:

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Governmental Funds (Continued)

General Fund (Continued)

School Service - This fund accounts for various services provided to Jackson and Perry Counties Regional Office of Education No. 30's various programs and school districts within the region.

GSA General Operations – To account for general state aid monies received and used to provide assistance with other regional office programs.

Special Programs - To provide for miscellaneous expenses and programs that benefit the school districts and/or Regional Office.

Principal Mentoring - To provide support and mentoring to new School District Principals.

Area VI Meetings - To account for registration fees and expenses associated with Area VI meetings.

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

Title I - School Improvement and Accountability - To support the improvement of basic programs operated by providing professional development for data analysis, school improvement plan/development, Standards-Aligned curriculum/instruction, and classroom assessment to System of Support Status schools on Academic Early Warning and Watch.

Truants Alternative/Optional Education - To strive to keep truant kids in school.

McKinney Education for Homeless Children - To aid the education of homeless children.

Technology - Learning Technology Centers - To provide special grant funds for Regional Offices of Education No. 2, No. 21, and No. 30 for technology services.

Title II Teacher Quality - To provide professional development and technical assistance in school improvement to schools and districts in our region.

ROE/ISC Operations - This fund accounts for the professional development activities that took over the educational service centers.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Governmental Funds (Continued)

Education (Continued)

RAMPDUP II - To provide services, support, and technical assistance for the IBHE professional development grant in Support of FY2011 No Child Left Behind – Improving Teacher Quality State Grant RAMPD UP (Rural Access to Mathematics through Professional Development).

I-RTI - To work with the I-RTI Network Statewide Coordinator to develop and implement a coordinated plan, aligned with the Illinois Statewide Plan for delivery of professional development, technical assistance, and coaching services to participating districts and others in the area.

I Bio-Tech - As part of the Illinois Math and Science Partnership: I Bio-Tech – Phase 2, the Regional Office of Education No. 30 will help with teacher recruitment for this project, will provide follow up assistance to teachers in their area during the action research implementation and data collection phases, and will provide assistance in the facilitation of workshops as needed, and as necessary to ensure successful experiences for participants for Phase 2, period October 1, 2009 through August 31, 2010.

Regional Safe Schools - To provide funding for an alternative school program for disruptive youth in grades 6-9 whom have been removed from the regular school setting due to continuous disruptions in the classroom.

Title II – Teacher Quality Leadership Grant – To account for the Title II Teacher Quality Leadership grant from the State which is for the purpose of implementing the purchase of the principal and/or teacher evaluation training.

I-STEM Math – To account for a grant for math professional development from the Illinois Math and Science Partnerships I-STEM Network Area Partnership.

I-STEM Science – To account for a grant for science professional development from the Illinois Math and Science Partnerships I-STEM Network Area Partnership.

Institute - This special revenue fund accounts for teacher license registration, issuance, and evaluation fees for processing licenses and expenses to promote the professional growth of teachers and school personnel. All funds generated remain restricted until expended only on the aforementioned activities.

The Regional Office of Education No. 30 reports the following nonmajor governmental funds:

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Governmental Funds (Continued)

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

Bus Driver Training - To account for State and local receipts and expenses designed for initial and refresher courses of instruction for school bus drivers.

Supervisory - To account for State receipts provided by the Regional Office of Education to pay expenses as approved by the Regional Superintendent.

General Education Development - To account for the receipts and expenses related to administering the High School Equivalency Testing Program.

2. Proprietary Fund

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

The Regional Office of Education No. 30 reports the following major proprietary fund:

Local Workshops - To account for the workshop registration fees and expenses related to workshops sponsored by the Jackson and Perry Counties Regional Office of Education No. 30.

3. Fiduciary Funds

Agency funds are used to account for assets held by the Regional Office of Education No. 30 in a custodial capacity or as an agent for other governments. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to the outside organizations are equal to the assets held.

The Regional Office of Education No. 30 reports the following agency fund:

Distributive Fund - To distribute monies received from the State Board of Education and the Department of Natural Resources to the school districts and other entities.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

The Regional Office of Education No. 30 considers cash on hand, checking accounts, savings accounts, and investments held with an original maturity date of 90 days or less when purchased to be cash or cash equivalents. State regulations require that Regional Office of Education No. 30 deposit funds under its control into accounts insured by the federal government, secured by substantial collateral, or into pooled investment trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

Statutes authorize the Regional Office of Education No. 30 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Money Market Fund.

2. Interfund Transactions

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

3. Capital Assets

Capital assets are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Regional Office as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

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

<u>Assets</u>	<u>Years</u>
Computer equipment	3-5
Office equipment and furniture	5-10
Other equipment	5-20
Buildings	39

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

4. Deferred Outflows of Resources and Deferred Inflows of Resources

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

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

Deferred inflows of resources in the Statement of Net Position consist of the unamortized portion of the net difference between projected and actual earning on pension plan investments.

5. Equity Classifications

Government-wide Statements

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

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

Restricted net position – Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

5. Equity Classifications (Continued)

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources in a Governmental Fund. The following types of fund balances may be presented in the Governmental Funds Balance Sheet and Governmental Funds Combining Schedule of Accounts:

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 representing a nonspendable fund balance.

Restricted Fund Balance – the portion of a Governmental Fund’s fund balance that is subject to external enforceable legal restrictions. The following accounts’ fund balances are restricted by grant agreements or contracts: Title I – School Improvement and Accountability, McKinney Education for Homeless Children, Technology - Learning Technology Centers, Title II Teacher Quality, I-RTI, and I Bio-Tech. The following funds are restricted by Illinois Statute: Institute, Bus Driver Training, Supervisory, and General Education Development.

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

Assigned Fund Balance – the portion of a Governmental Fund’s fund balance to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The following accounts comprise assigned fund balance: School Service, GSA General Operations, Special Programs, Principal Mentoring, and Area VI Meetings.

Unassigned Fund Balance – available expendable financial resources in a governmental fund that are not designated for a specific purpose. The unassigned fund balance is made up of the Truants Alternative/Optional Education, ROE/ISC Operations, RAMPDUP II, I-STEM Math, and I-STEM Science.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. New Accounting Pronouncement

In 2015, the Regional Office of Education No. 30 implemented Governmental Accounting Standards Board (GASB) Statement No. 69 – *Government Combinations and Disposals of Government Operations*. This Statement had no impact on the financial statements of the Regional Office of Education No. 30. The Regional Office of Education also implemented GASB Statement No. 68 – *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71 – *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. These Statements improve accounting and financial reporting by the Regional Office for pensions by including pension related balances and activity on the Statement of Net Position and the Statement of Activities.

2. BUDGETS AND BUDGETARY ACCOUNTING

The Regional Office of Education No. 30 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

Budgets relating to programs funded by grants from the Illinois State Board of Education are prepared and submitted to the State Board as part of the grant awards process. The State Board must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgetary Comparison Schedules have been presented for the following grants: Truants Alternative/Optional Education, ROE/ISC Operations, Regional Safe Schools, Title II – Teacher Quality Leadership Grant, I-STEM Math, and I-STEM Science.

3. USE OF ESTIMATES

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

4. INTEREST ON DISTRIBUTIVE FUND ACCOUNTS

The Regional Office of Education No. 30 has agreements with all districts in the region whereby the Regional Office of Education No. 30 is allowed to keep the interest received on Distributive Fund receipts for expenditures benefiting all districts.

5. DEPOSITS AND INVESTMENTS

A. Deposits

At June 30, 2015, the carrying amounts of the Regional Office of Education No. 30's deposits for the governmental activities, business-type activities, and fiduciary funds were \$216,228, \$28,584, and \$8,303, respectively. The bank balance for the governmental activities, business-type activities, and fiduciary funds totaled \$345,911, all of which was secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education No. 30's name, and were, therefore, not exposed to custodial credit risk.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

5. DEPOSITS AND INVESTMENTS (Continued)

B. Investments

At June 30, 2015, the carrying amount of the Regional Office of Education No. 30's deposits in the Illinois Funds Money Market Fund for the governmental activities was \$5,760. The bank balance invested in the Illinois Funds Money Market Fund was \$70,822. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. These deposits are included in cash and cash equivalents in the Regional Office of Education No. 30's governmental activities.

Credit Risk

At June 30, 2015, the Illinois Funds Money Market Fund had a Standard and Poor's AAAM rating. The pool is audited annually by an outside, independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provisions of the Illinois Public Funds 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.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 was as follows:

	Balance July 1, 2014	Increases	Decreases	Balance June 30, 2015
Governmental activities:				
Capital assets, being depreciated:				
Equipment	\$ 270,985	\$ 2,514	\$ -	\$ 273,499
Building	92,000	-	-	92,000
Total capital assets being depreciated	<u>362,985</u>	<u>2,514</u>	<u>-</u>	<u>365,499</u>
Less accumulated depreciation for:				
Equipment	(268,930)	(1,606)	-	(270,536)
Building	(40,302)	(2,359)	-	(42,661)
Total accumulated depreciation	<u>(309,232)</u>	<u>(3,965)</u>	<u>-</u>	<u>(313,197)</u>
Governmental activities capital assets, net	<u>\$ 53,753</u>	<u>\$ (1,451)</u>	<u>\$ -</u>	<u>\$ 52,302</u>
Business-type activities:				
Capital assets, being depreciated:				
Equipment	\$ 2,040	\$ -	\$ -	\$ 2,040
Less accumulated depreciation for:				
Equipment	<u>(2,040)</u>	<u>-</u>	<u>-</u>	<u>(2,040)</u>
Business-type activities capital assets, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation expense was charged to functions/programs of Regional Office of Education No. 30 as follows:

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

Plan Description

The Regional Office of Education No. 30 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://trs.illinois.gov/pubs/cafr>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 877-0890, option 2.

Benefits Provided

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

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

Essentially all Tier I retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in 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.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

A. 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 member contribution rate for the year ended June 30, 2015, was 9.4 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education No. 30.

On behalf contributions to TRS - The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education No. 30. For the year ended June 30, 2015, State of Illinois contributions recognized by the Regional Office of Education No. 30 were based on the State's proportionate share of the collective net pension liability associated with the Regional Office of Education No. 30, and the Regional Office of Education No. 30 recognized revenue and expenditures of \$101,467 in pension contributions from the State of Illinois.

2.2 formula contributions - Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2015, were \$1,210 and are deferred because they were paid after the June 30, 2014 measurement date.

Federal and special trust fund contributions - When TRS members are paid from federal and special trust funds administered by the Regional Office of Education No. 30, there is a statutory requirement for the Regional Office of Education No. 30 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the State contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2015, the employer pension contribution was 33.00 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2015, salaries totaling \$117,214 were paid from federal and special trust funds that required employer contributions of \$38,681. These contributions were deferred because they were paid after the June 30, 2014 measurement date.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

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

Contributions (Continued)

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. 30 is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2015, the Regional Office of Education No. 30 paid no employer ERO contributions to TRS.

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

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

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

Employer's proportionate share of the net pension liability	\$ 677,594
State's proportionate share of the net pension liability associated with the employer	1,260,299
Total	<u>\$ 1,937,893</u>

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013, and rolled forward to June 30, 2014. The Regional Office of Education No. 30's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2014, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2014, the Regional Office of Education No. 30's proportion was 0.0011133965 percent.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

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

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

The net pension liability as of the beginning of this first measurement period under GASB Statement No. 68 was measured as of June 30, 2013, and the total pension liability was based on the June 30, 2013, actuarial valuation without any roll-up. The Regional Office of Education No. 30's proportion of the net pension liability as of June 30, 2013, was based on the Regional Office of Education No. 30's share of contributions to TRS for the measurement year ended June 30, 2013, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2013, the Regional Office of Education No. 30's proportion was 0.0017360088 percent.

For the year ended June 30, 2015, the Regional Office of Education No. 30 recognized pension expense of \$101,467 and revenue of \$101,467 for support provided by the State. For the year ended June 30, 2015, the Regional Office of Education No. 30 recognized pension benefits of \$22,702. At June 30, 2015, the Regional Office of Education No. 30 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 358	\$ -
Net difference between projected and actual earnings on pension plan investments	-	34,055
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	313,877
	<hr/>	<hr/>
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	358	347,932
Employer Contributions Made Subsequent to the Measurement Date	39,891	-
	<hr/>	<hr/>
Total Deferred Amounts Related to Pensions	<u>\$ 40,249</u>	<u>\$ 347,932</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

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

\$39,891 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Net Deferred Inflows of Resources
2016	\$ 84,611
2017	84,611
2018	84,611
2019	84,611
2020	9,130
Total	<u>\$ 347,574</u>

Actuarial Assumptions

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

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

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

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

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

Actuarial Assumptions (Continued)

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

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

Discount Rate

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

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

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

Sensitivity of the Regional Office of Education No. 30's proportionate share of the net pension liability to changes in the discount rate

The following presents the Regional Office of Education No. 30's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the Regional Office of Education No. 30's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate.

	1% Lower 6.5%	Current Discount Rate 7.5%	1% Higher 8.5%
Employer's proportionate share of the net pension liability	\$ 836,795	\$ 677,594	\$ 545,757

TRS Fiduciary Net Position

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund

IMRF Plan Description

The Regional Office of Education No. 30'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. 30's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

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

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

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

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

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

Retirees and beneficiaries currently receiving benefits	8
Inactive plan members entitled to but not yet receiving benefits	10
Active plan members	<u>7</u>
Total	<u><u>25</u></u>

Contributions

As set by statute, the Regional Office of Education No. 30'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. 30's annual contribution rate for calendar year 2014 was 10.97%. For the calendar year ended 2014, the Regional Office of Education No. 30 contributed \$19,081 to the plan. The Regional Office of Education No. 30 also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The Regional Office of Education No. 30's net pension liability was measured as of December 31, 2014. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

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

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 3.5%.
- Salary Increases were expected to be 3.75% to 14.50%, including inflation.
- The Investment Rate of Return was assumed to be 7.50%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for Mortality (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

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

Single Discount Rate

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

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

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at December 31, 2013	\$ 1,338,919	\$ 1,558,739	\$ (219,820)
Changes for the year:			
Service Cost	24,324	-	24,324
Interest on the total pension liability	98,954	-	98,954
Changes of benefit terms	-	-	-
Differences between expected and actual experience of the total pension liability	(56,601)	-	(56,601)
Changes in assumptions	57,376	-	57,376
Contributions - employer	-	19,081	(19,081)
Contributions - employees	-	7,827	(7,827)
Net investment income	-	91,956	(91,956)
Benefit payments, including refunds of employee contributions	(63,385)	(63,385)	-
Other (net transfer)	-	(1,214)	1,214
Net changes	<u>60,668</u>	<u>54,265</u>	<u>6,403</u>
Balances at December 31, 2014	<u>\$ 1,399,587</u>	<u>\$ 1,613,004</u>	<u>\$ (213,417)</u>

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

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

	1% Lower 6.50%	Current Discount Rate 7.50%	1% Higher 8.50%
Net Pension Asset	\$ (53,379)	\$ (213,417)	\$ (347,784)

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

B. Illinois Municipal Retirement Fund (Continued)

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

For the year ended June 30, 2015, the Regional Office of Education No. 30 recognized pension expense of \$6,370. At June 30, 2015, the Regional Office of Education No. 30 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ -	\$ 19,432
Changes of assumptions	19,698	-
Net difference between projected and actual earnings on pension plan investments	<u>18,848</u>	<u>-</u>
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	<u>38,546</u>	<u>19,432</u>
Pension Contributions Made Subsequent to the Measurement Date	<u>3,530</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u><u>\$ 42,076</u></u>	<u><u>\$ 19,432</u></u>

\$3,530 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2016. Other amounts reported as deferred outflows of resources and related to pensions will be recognized in pension expense in future periods as follows:

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows of Resources</u>
2015	\$ 4,978
2016	4,712
2017	4,712
2018	<u>4,712</u>
Total	<u><u>\$ 19,114</u></u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

7. RETIREMENT FUND COMMITMENTS (Continued)

C. Social Security

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security.

8. OTHER POSTEMPLOYMENT BENEFITS

A. Teacher Health Insurance Security

The Regional Office of Education No. 30 participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teacher' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the State-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the State to make a contribution to the THIS Fund.

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

On behalf contributions to the THIS Funds - The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education No. 30. State contributions are intended to match contributions to the THIS Fund from active members which were 1.02 percent of pay during the year ended June 30, 2015. State of Illinois contributions were \$2,126, and the Regional Office of Education No. 30 recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2014 and June 30, 2013 were 0.97 and 0.92 percent of pay, respectively. State contributions on behalf of Regional Office of Education No. 30 employees were \$1,981 and \$2,702, respectively.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

A. Teacher Health Insurance Security (Continued)

Employer contributions to the THIS Fund - The Regional Office of Education No. 30 also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.76 percent during the year ended June 30, 2015 and 0.72 and 0.69 percent during the years ended June 30, 2014 and June 30, 2013, respectively. For the year ended June 30, 2015, the employer paid \$1,584 to the THIS Fund. For the years ended June 30, 2014 and June 30, 2013, the Regional Office of Education No. 30 paid \$1,470 and \$2,027, 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."

B. Other Postemployment Benefits

The Regional Office of Education No. 30 has limited participation in the Jackson County Health Insurance Plan (OPEB Plan) that provides health-care insurance for certain eligible retired employees. The OPEB Plan provides an explicit premium subsidy to certain employees who meet eligibility conditions, and other coverage to certain employees as a function of their early retirement agreements. Membership in the OPEB plan consisted of 231 total members, out of which 3 members are employees of the Regional Office of Education No. 30.

The actuarial valuation of liabilities under the OPEB Plan is calculated using the entry age actuarial cost method as of the November 30, 2014 actuarial valuation report (latest available information). This method requires the calculation of an unfunded actuarial liability, OPEB cost and OPEB obligation for Jackson County which amounted to \$7,075,648, \$649,359, and \$1,934,216 as of November 30, 2013. The Regional Office of Education No. 30's portion of the unfunded actuarial liability, OPEB cost and OPEB obligation are not separately determinable from the Jackson County actuarial study.

The Regional Office of Education No. 30 has estimated its portion of the Jackson County's net OPEB obligation using the ratio of full-time equivalent employees of the Regional Office compared to full-time equivalent employees of the County. Due to the small number of Regional Office employees who participate in the OPEB Plan (1.30% of total members), the Regional Office of Education No. 30's estimated net OPEB liability was determined to be minimal.

Details of the OPEB Plan are available in Jackson County's audit report for the year ended November 30, 2014. The report may be obtained by writing to the Finance Department, Jackson County, 1001 Walnut Street, Murphysboro, IL 62966.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

9. INTERFUND RECEIVABLES AND PAYABLES

At June 30, 2015, interfund receivables and payables were as follows:

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$ 120,414	\$ -
Education Fund	-	120,414
Totals	\$ 120,414	\$ 120,414

All interfund balances are within the same pooled cash account. The loans were used to cover cash shortages in these individual funds.

10. BOND

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education No. 30 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education No. 30 has secured and maintained such a bond with coverage of \$400,000 on the Regional Superintendent.

11. ON-BEHALF PAYMENTS

Jackson and Perry Counties and the State of Illinois paid the following on-behalf of the Regional Office of Education No. 30:

Jackson and Perry Counties:	
Salaries and benefits	\$ 156,331
Purchased services	15,283
Supplies and materials	2,574
Equipment	1,095
Total on-behalf payments - local	175,283
State of Illinois:	
Regional Superintendent - salary	106,356
Regional Superintendent - benefits (includes State paid insurance)	22,577
Assistant Regional Superintendent - salary	95,736
Assistant Regional Superintendent - benefits (includes State paid insurance)	6,027
THIS contributions	2,126
Total on-behalf payments - state	232,822
Total on-behalf payments	\$ 408,105

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

11. ON-BEHALF PAYMENTS (Continued)

Salary and benefit data for the Regional Superintendent and Assistant Regional Superintendent was calculated based on data provided by the Illinois State Board of Education (ISBE). The on-behalf payments are reflected as revenues and expenditures of the General Fund.

The Regional Office of Education No. 30 also recorded \$101,467 in revenue and expenses as on-behalf payments from ISBE for the Regional Office's share of the State's Teachers' Retirement System (TRS) pension expense in the Statement of Activities. In addition, the Regional Office of Education No. 30 has not included any on-behalf payments related to the State's TRS pension expense for the Regional Superintendent or Assistant Regional Superintendent.

State of Illinois on-behalf payments	\$ 232,822
On-behalf payments for the Regional Office of Education's share of TRS pension expense	<u>101,467</u>
Total	<u><u>\$ 334,289</u></u>

12. OPERATING LEASES

The Regional Office of Education No. 30 had entered into an annual operating lease for its office annex through September 1, 2012 and a month to month lease thereafter. Rental expense for the year ended June 30, 2015 totaled \$15,000.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

13. DUE TO/FROM OTHER GOVERNMENTS

The Regional Office of Education No. 30's various grant and local programs had funds due to and due from various other governmental units which consisted of the following:

Due From Other Governments:

General Fund:

Various School Districts	\$ 3,025
Illinois State Board of Education	1,283
West 40 Intermediate Service Center	1,000
	5,308

Education Fund:

State of Illinois	38,195
Southern Illinois University - Carbondale	66,667
Regional Office of Education No. 47	53,538
Regional Office of Education No. 21	29,616
	188,016

Proprietary Fund:

Various School Districts	26,942
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Agency Fund:

Illinois State Board of Education	1,693,924
	\$1,914,190

Due To Other Governments:

General Fund:

Illinois Association of School Administrators	\$ 3,275
Regional Office of Education No. 45	90
	3,365

Education Fund:

Various School Districts	66,189
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Agency Fund:

Various School Districts	1,702,227
	\$1,771,781

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

14. RISK MANAGEMENT - CLAIMS AND JUDGMENTS

The Regional Office of Education No. 30 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; workers' compensation; and natural disasters. The Regional Office of Education No. 30 is covered by commercial insurance to cover these risks of loss. No settlements have exceeded insurance coverage in the current or three previous years.

15. CONTINGENCIES

The Regional Office of Education No. 30 has received funding from federal and State grants in the current and prior years which are subject to audits by granting agencies. The Regional Office of Education No. 30 believes any adjustments that may arise will be insignificant to the Regional Office of Education No. 30's operations.

16. DEFICIT FUND BALANCE

The following individual funds had negative fund balances as of June 30, 2015:

Truants Alternative/Optional Education	\$ 10,073
ROE/ISC Operations	\$ 3,091
RAMPDUP II	\$ 3,685
I-STEM Math	\$ 3,687
I-STEM Science	\$ 323

The Regional Office of Education No. 30 intends to reduce expenses and possibly transfer funds to reduce these deficit fund balances in future periods.

17. SUBSEQUENT EVENTS

On November 22, 2013 the Illinois State Board of Education adopted a motion pursuant to its obligation under 105 ILCS 5/3A-4(a), which recognizes consolidations agreed to via county board resolutions prior to June 30, 2013. Effective July 1, 2015, Union, Pulaski, and Alexander Counties will be included in the Regional Office of Education No. 30.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

NOTES TO FINANCIAL STATEMENTS

18. CHANGE IN ACCOUNTING PRINCIPLE

The Regional Office of Education No. 30 has restated net position of the governmental activities as of June 30, 2014. The governmental and business-type activities' net positions were restated to present net pension assets, net pension liabilities, and the related deferred inflows and outflows of resources in accordance with Governmental Accounting Standards Board Statement No. 68 and No. 71.

	Governmental Activities	Business-Type Activities
Net position at June 30, 2014	\$ 391,690	\$ 27,843
Recognition of pension asset	217,624	2,196
Recognition of pension liability	(1,076,732)	(10,863)
Recognition of deferred outflows related to pensions	48,573	490
Net position, restated at June 30, 2014	\$ (418,845)	\$ 19,666

REQUIRED SUPPLEMENTARY INFORMATION

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**ILLINOIS MUNICIPAL RETIREMENT FUND -
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS
(UNAUDITED)**

For the year ended June 30, 2015

(Amounts presented are for the calendar year ended December 31, 2014)

Total Pension Liability	
Service cost	\$ 24,324
Interest on the total pension liability	98,954
Differences between expected and actual experience of the total pension liability	(56,601)
Changes of assumptions	57,376
Benefit payments, including refunds of employee contributions	<u>(63,385)</u>
Net change in total pension liability	60,668
Total pension liability - beginning	<u>1,338,919</u>
Total pension liability - ending (A)	<u>1,399,587</u>
Plan Fiduciary Net Position	
Contributions - employer	19,081
Contributions - employees	7,827
Net investment income	91,956
Benefit payments, including refunds of employee contributions	(63,385)
Other (net transfer)	<u>(1,214)</u>
Net change in plan fiduciary net position	54,265
Plan fiduciary net position - beginning	<u>1,558,739</u>
Plan fiduciary net position - ending (B)	<u>1,613,004</u>
Net pension asset - ending (A) - (B)	<u>\$ (213,417)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	115.25%
Covered Valuation Payroll	\$ 173,939
Net Pension Liability as a Percentage of Covered Valuation Payroll	(122.70) %

Notes to Schedule:

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**ILLINOIS MUNICIPAL RETIREMENT FUND -
SCHEDULE OF EMPLOYER CONTRIBUTIONS
(UNAUDITED)**

For the year ended June 30, 2015

(Amounts presented are for the calendar year ended December 31, 2014)

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2014	\$ 18,003	\$ 19,081	\$ (1,078)	\$ 173,939	10.97%

Notes to Schedule:

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

Valuation Date:

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

Methods and Assumptions Used to Determine 2014 Contribution Rates:

Actuarial Cost Method:	Aggregate entry age = normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	29-year closed period
Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	4%
Price Inflation:	3%, approximate; No explicit price inflation assumption is used in this valuation
Salary Increases:	4.40% to 16%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2011 valuation pursuant to an experience study of the period 2008 to 2010.
Mortality:	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120 percent of the table rates were used. For women, 92 percent of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Other Information:

There were no benefit changes during the year.

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

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

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**TEACHERS' RETIREMENT SYSTEM
OF THE STATE OF ILLINOIS -
SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
(UNAUDITED)
For the year ended June 30, 2015
(Amounts presented are for the year ended June 30, 2014)**

Employer's proportion of the net pension liability	0.00111%
Employer's proportionate share of the net pension liability	\$ 677,594
State's proportionate share of the net pension liability associated with the employer	1,260,299
Total	\$ 1,937,893
Employer's covered-employee payroll	\$ 238,455
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	284%
Plan fiduciary net position as a percentage of the total pension liability	43%

Notes to Schedule:

Changes of assumptions

Amounts reported in 2014 reflect an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and a salary increase assumption of 5.75 percent. In 2013, assumptions used were an investment rate of return of 8.0 percent, an inflation rate of 3.25 percent and real return of 4.75 percent, and salary increases of 6.00 percent. However, the total pension liability at the beginning and end of the year was calculated using the same assumptions, so the difference due to actuarial assumptions was not calculated or allocated.

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**TEACHERS' RETIREMENT SYSTEM
OF THE STATE OF ILLINOIS -
SCHEDULE OF EMPLOYER CONTRIBUTIONS
(UNAUDITED)
For the years ended June 30,**

	2014	2015
Contractually-required contribution	\$ 39,725	\$ 39,890
Contributions in relation to the contractually-required contribution	38,842	39,891
Contribution deficiency (excess)	\$ 883	\$ (1)
Employer's covered-employee payroll	\$ 238,455	\$ 208,479
Contributions as a percentage of covered-employee payroll	16.29%	19.13%

SUPPLEMENTARY INFORMATION

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF ACCOUNTS
GENERAL FUND
June 30, 2015**

	<u>School Service</u>	<u>GSA General Operations</u>	<u>Special Programs</u>
ASSETS			
Cash and cash equivalents	\$ 15,209	\$ 12,742	\$ 5,377
Due from other funds	-	120,414	-
Due from other governments	<u>3,025</u>	<u>2,283</u>	<u>-</u>
Total assets	<u><u>\$ 18,234</u></u>	<u><u>\$ 135,439</u></u>	<u><u>\$ 5,377</u></u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 1,475	\$ 1,101	\$ -
Due to other governments	<u>3,175</u>	<u>190</u>	<u>-</u>
Total liabilities	<u>4,650</u>	<u>1,291</u>	<u>-</u>
FUND BALANCES			
Assigned	<u>13,584</u>	<u>134,148</u>	<u>5,377</u>
Total fund balances	<u>13,584</u>	<u>134,148</u>	<u>5,377</u>
Total liabilities and fund balances	<u><u>\$ 18,234</u></u>	<u><u>\$ 135,439</u></u>	<u><u>\$ 5,377</u></u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF ACCOUNTS (Concluded)
GENERAL FUND
June 30, 2015**

	<u>Principal Mentoring</u>	<u>Area VI Meetings</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 5,517	\$ 325	\$ 39,170
Due from other funds	-	-	120,414
Due from other governments	-	-	5,308
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 5,517</u>	<u>\$ 325</u>	<u>\$ 164,892</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ 2,576
Due to other governments	-	-	3,365
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>-</u>	<u>-</u>	<u>5,941</u>
FUND BALANCES			
Assigned	<u>5,517</u>	<u>325</u>	<u>158,951</u>
Total fund balances	<u>5,517</u>	<u>325</u>	<u>158,951</u>
Total liabilities and fund balances	<u>\$ 5,517</u>	<u>\$ 325</u>	<u>\$ 164,892</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUND ACCOUNTS
For the year ended June 30, 2015**

	School Service	GSA General Operations	Special Programs
Revenues:			
Local sources	\$ 37,581	\$ 23,877	\$ 5,011
State sources	-	82,480	-
Federal sources	-	19,339	-
On-behalf payments	408,105	-	-
Interest	1,116	599	-
 Total revenues	 <u>446,802</u>	 <u>126,295</u>	 <u>5,011</u>
Expenditures:			
Salaries and benefits	-	65,243	-
Purchased services	25,686	35,037	-
Supplies and materials	6,104	16,276	5,011
Payments to other governments	-	10,142	-
Other objects	150	4,135	-
Pension expense	-	11,221	-
On-behalf payments	408,105	-	-
 Total expenditures	 <u>440,045</u>	 <u>142,054</u>	 <u>5,011</u>
 Net change in fund balance	 6,757	 (15,759)	 -
 Fund balances, beginning of year	 <u>6,827</u>	 <u>149,907</u>	 <u>5,377</u>
 Fund balances, end of year	 <u>\$ 13,584</u>	 <u>\$ 134,148</u>	 <u>\$ 5,377</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Concluded)
GENERAL FUND ACCOUNTS
For the year ended June 30, 2015**

	Principal Mentoring	Area VI Meetings	Total
Revenues:			
Local sources	\$ -	\$ 1,000	\$ 67,469
State sources	-	-	82,480
Federal sources	-	-	19,339
On-behalf payments	-	-	408,105
Interest	-	-	1,715
	<hr/>	<hr/>	<hr/>
Total revenues	-	1,000	579,108
	<hr/>	<hr/>	<hr/>
Expenditures:			
Salaries and benefits	-	-	65,243
Purchased services	-	1,246	61,969
Supplies and materials	-	-	27,391
Payments to other governments	-	-	10,142
Other objects	-	-	4,285
Pension expense	-	-	11,221
On-behalf payments	-	-	408,105
	<hr/>	<hr/>	<hr/>
Total expenditures	-	1,246	588,356
	<hr/>	<hr/>	<hr/>
Net change in fund balance	-	(246)	(9,248)
	<hr/>	<hr/>	<hr/>
Fund balances, beginning of year	5,517	571	168,199
	<hr/>	<hr/>	<hr/>
Fund balances, end of year	\$ 5,517	\$ 325	\$ 158,951
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
June 30, 2015**

	Title I - School Improvement and Accountability	Truants Alternative/ Optional Education	McKinney Education For Homeless Children	Technology - Learning Technology Centers
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 34,759
Due from other governments	19,216	2,800	10,400	-
Total assets	\$ 19,216	\$ 2,800	\$ 10,400	\$ 34,759
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 2,135	\$ -	\$ -	\$ -
Due to other funds	10,648	12,873	7,971	-
Due to other governments	-	-	-	-
Total liabilities	12,783	12,873	7,971	-
FUND BALANCES (DEFICITS)				
Restricted	6,433	-	2,429	34,759
Unassigned	-	(10,073)	-	-
Total fund balances (deficits)	6,433	(10,073)	2,429	34,759
Total liabilities and fund balances (deficits)	\$ 19,216	\$ 2,800	\$ 10,400	\$ 34,759

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF ACCOUNTS (Continued)
EDUCATION FUND
June 30, 2015**

	<u>Title II Teacher Quality</u>	<u>ROE/ISC Operations</u>	<u>RAMPDUP II</u>	<u>I-RTI</u>
ASSETS				
Cash and cash equivalents	\$ 419	\$ -	\$ -	\$ -
Due from other governments	-	-	66,667	53,538
Total assets	<u>\$ 419</u>	<u>\$ -</u>	<u>\$ 66,667</u>	<u>\$ 53,538</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ 787	\$ -
Due to other funds	-	3,091	4,206	45,948
Due to other governments	-	-	65,359	830
Total liabilities	<u>-</u>	<u>3,091</u>	<u>70,352</u>	<u>46,778</u>
FUND BALANCES (DEFICITS)				
Restricted	419	-	-	6,760
Unassigned	-	(3,091)	(3,685)	-
Total fund balances (deficits)	<u>419</u>	<u>(3,091)</u>	<u>(3,685)</u>	<u>6,760</u>
Total liabilities and fund balances (deficits)	<u>\$ 419</u>	<u>\$ -</u>	<u>\$ 66,667</u>	<u>\$ 53,538</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF ACCOUNTS (Continued)
EDUCATION FUND
June 30, 2015**

	I Bio-Tech	Regional Safe School	Title II - Teacher Quality Leadership Grant
ASSETS			
Cash and cash equivalents	\$ 1,227	\$ -	\$ -
Due from other governments	-	-	391
Total assets	<u>\$ 1,227</u>	<u>\$ -</u>	<u>\$ 391</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	-	-	391
Due to other governments	-	-	-
Total liabilities	-	-	391
FUND BALANCES (DEFICITS)			
Restricted	1,227	-	-
Unassigned	-	-	-
Total fund balances (deficits)	1,227	-	-
Total liabilities and fund balances (deficits)	<u>\$ 1,227</u>	<u>\$ -</u>	<u>\$ 391</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF ACCOUNTS (Concluded)
EDUCATION FUND
June 30, 2015**

	I-STEM Math	I-STEM Science	Total
ASSETS			
Cash and cash equivalents	\$ -	\$ -	\$ 36,405
Due from other governments	17,410	17,594	188,016
Total assets	\$ 17,410	\$ 17,594	\$ 224,421
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 3,516	\$ 212	\$ 6,650
Due to other funds	17,581	17,705	120,414
Due to other governments	-	-	66,189
Total liabilities	21,097	17,917	193,253
FUND BALANCES (DEFICITS)			
Restricted	-	-	52,027
Unassigned	(3,687)	(323)	(20,859)
Total fund balances (deficits)	(3,687)	(323)	31,168
Total liabilities and fund balances (deficits)	\$ 17,410	\$ 17,594	\$ 224,421

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
For the year ended June 30, 2015**

	Title I - School Improvement and Accountability	Truants Alternative/ Optional Education	McKinney Education For Homeless Children	Technology - Learning Technology Centers
Revenues:				
State sources	\$ -	\$ 184,337	\$ -	\$ -
Federal sources	41,783	-	27,768	-
Interest	-	-	-	32
	<u>41,783</u>	<u>184,337</u>	<u>27,768</u>	<u>32</u>
Total revenues	<u>41,783</u>	<u>184,337</u>	<u>27,768</u>	<u>32</u>
Expenditures:				
Salaries and benefits	5,209	56,532	18,140	-
Purchased services	32,676	14,084	1,786	-
Supplies and materials	2,227	352	651	-
Capital outlay	-	-	-	-
Other objects	-	-	-	-
Payments to other governments	-	113,258	-	-
Pension expense	3,136	509	5,630	-
	<u>43,248</u>	<u>184,735</u>	<u>26,207</u>	<u>-</u>
Total expenditures	<u>43,248</u>	<u>184,735</u>	<u>26,207</u>	<u>-</u>
Net change in fund balances	<u>(1,465)</u>	<u>(398)</u>	<u>1,561</u>	<u>32</u>
Fund balances (deficits), beginning of year	<u>7,898</u>	<u>(9,675)</u>	<u>868</u>	<u>34,727</u>
Fund balances (deficits), end of year	<u>\$ 6,433</u>	<u>\$ (10,073)</u>	<u>\$ 2,429</u>	<u>\$ 34,759</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Continued)
EDUCATION FUND ACCOUNTS
For the year ended June 30, 2015**

	Title II Teacher Quality	ROE/ISC Operations	RAMPDUP II	I-RTI
Revenues:				
State sources	\$ -	\$ 57,810	\$ 161,970	\$ -
Federal sources	7,500	-	-	158,784
Interest	-	-	-	-
	<u>7,500</u>	<u>57,810</u>	<u>161,970</u>	<u>158,784</u>
Total revenues				
	<u>7,500</u>	<u>57,810</u>	<u>161,970</u>	<u>158,784</u>
Expenditures:				
Salaries and benefits	4,392	47,260	14,474	108,274
Purchased services	-	3,169	140,389	28,475
Supplies and materials	-	1,890	9,285	642
Capital outlay	-	1,419	-	-
Other objects	-	1,514	3,172	2,946
Payments to other governments	-	-	-	-
Pension expense	2,419	2,558	5,079	20,562
	<u>6,811</u>	<u>57,810</u>	<u>172,399</u>	<u>160,899</u>
Total expenditures				
	<u>6,811</u>	<u>57,810</u>	<u>172,399</u>	<u>160,899</u>
Net change in fund balances				
	689	-	(10,429)	(2,115)
Fund balances (deficits), beginning of year				
	<u>(270)</u>	<u>(3,091)</u>	<u>6,744</u>	<u>8,875</u>
Fund balances (deficits), end of year				
	<u>\$ 419</u>	<u>\$ (3,091)</u>	<u>\$ (3,685)</u>	<u>\$ 6,760</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Continued)
EDUCATION FUND ACCOUNTS
For the year ended June 30, 2015**

	<u>I Bio-Tech</u>	<u>Regional Safe School</u>	<u>Title II - Teacher Quality Leadership Grant</u>
Revenues:			
State sources	\$ -	\$ 52,154	\$ -
Federal sources	-	-	2,791
Interest	-	-	-
	<hr/>	<hr/>	<hr/>
Total revenues	-	52,154	2,791
	<hr/>	<hr/>	<hr/>
Expenditures:			
Salaries and benefits	-	52,154	-
Purchased services	-	-	2,791
Supplies and materials	-	-	-
Capital outlay	-	-	-
Other objects	-	-	-
Payments to other governments	-	-	-
Pension expense	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	-	52,154	2,791
	<hr/>	<hr/>	<hr/>
Net change in fund balances	-	-	-
Fund balances (deficits), beginning of year	<hr/> 1,227	<hr/> -	<hr/> -
Fund balances (deficits), end of year	<hr/> <u>\$ 1,227</u>	<hr/> <u>\$ -</u>	<hr/> <u>\$ -</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Concluded)
EDUCATION FUND ACCOUNTS
For the year ended June 30, 2015**

	<u>I-STEM Math</u>	<u>I-STEM Science</u>	<u>Total</u>
Revenues:			
State sources	\$ -	\$ -	\$ 456,271
Federal sources	17,410	17,594	273,630
Interest	-	-	32
	<hr/>	<hr/>	<hr/>
Total revenues	17,410	17,594	729,933
	<hr/>	<hr/>	<hr/>
Expenditures:			
Salaries and benefits	2,436	2,436	311,307
Purchased services	82	174	223,626
Supplies and materials	17,971	14,699	47,717
Capital outlay	-	-	1,419
Other objects	-	-	7,632
Payments to other governments	-	-	113,258
Pension expense	608	608	41,109
	<hr/>	<hr/>	<hr/>
Total expenditures	21,097	17,917	746,068
	<hr/>	<hr/>	<hr/>
Net change in fund balances	(3,687)	(323)	(16,135)
Fund balances (deficits), beginning of year	<hr/> -	<hr/> -	<hr/> 47,303
Fund balances (deficits), end of year	<u>\$ (3,687)</u>	<u>\$ (323)</u>	<u>\$ 31,168</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION – PROJECT #15-3695-15
For the year ended June 30, 2015**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 188,580	\$ 184,337	\$ 184,337
Expenditures:			
Salaries and benefits	54,774	53,138	56,532
Purchased services	17,141	17,141	14,084
Supplies and materials	800	800	352
Payments to other governments	115,865	113,258	113,258
Pension expense	-	-	509
Total expenditures	188,580	184,337	184,735
Deficiency of revenues under expenditures	\$ -	\$ -	(398)
Fund deficit, beginning of year			(9,675)
Fund deficit, end of year			\$ (10,073)

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
ROE/ISC OPERATIONS – PROJECT #15-3730-00
For the year ended June 30, 2015**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 57,810	\$ 57,810	\$ 57,810
Expenditures:			
Salaries and benefits	45,670	45,670	47,260
Purchased services	5,139	5,139	3,169
Supplies and materials	2,135	2,135	1,890
Capital outlay	3,352	3,352	1,419
Other objects	-	-	1,514
Pension expense	-	-	2,558
Indirect cost	1,514	1,514	-
Total expenditures	57,810	57,810	57,810
Net change in fund balance	\$ -	\$ -	-
Fund deficit, beginning of year			(3,091)
Fund deficit, end of year			\$ (3,091)

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS – PROJECT #15-3696-00
For the year ended June 30, 2015**

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues:			
State sources	\$ 53,354	\$ 52,154	\$ 52,154
Expenditures:			
Salaries and benefits	53,354	52,154	52,154
Total expenditures	53,354	52,154	52,154
Net change in fund balance	\$ -	\$ -	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
TITLE II – TEACHER QUALITY LEADERSHIP GRANT – PROJECT #15-4935-02
For the year ended June 30, 2015**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 2,791	\$ 2,791	\$ 2,791
Expenditures:			
Purchased services	2,771	2,771	2,791
Supplies and materials	20	20	-
Total expenditures	2,791	2,791	2,791
Net change in fund balance	\$ -	\$ -	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
I-STEM MATH - PROJECT #15-4936-MA
For the year ended June 30, 2015**

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
Revenues:			
Federal sources	\$ 250,000	\$ 250,000	\$ 17,410
Expenditures:			
Salaries and benefits	68,499	47,499	2,436
Purchased services	6,389	6,189	82
Supplies and materials	29,553	76,753	17,971
Payment to other governments	145,559	119,559	-
Pension expense	-	-	608
Total expenditures	<u>250,000</u>	<u>250,000</u>	<u>21,097</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(3,687)
Fund balance, beginning of year			<u>-</u>
Fund deficit, end of year			<u>\$ (3,687)</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**BUDGETARY COMPARISON SCHEDULE
EDUCATION FUND ACCOUNTS
I-STEM SCIENCE - PROJECT #15-4936-SA
For the year ended June 30, 2015**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 250,000	\$ 250,000	\$ 17,594
Expenditures:			
Salaries and benefits	68,499	47,499	2,436
Purchased services	16,148	15,948	174
Supplies and materials	33,644	67,844	14,699
Payment to other governments	131,709	118,709	-
Pension expense	-	-	608
Total expenditures	<u>250,000</u>	<u>250,000</u>	<u>17,917</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(323)
Fund balance, beginning of year			<u>-</u>
Fund deficit, end of year			<u>\$ (323)</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2015**

	<u>Bus Driver Training</u>	<u>Supervisory</u>	<u>General Education Development</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 5,301	\$ 200	\$ 6,199	\$ 11,700
Accounts receivable	-	-	204	204
Total assets	<u>\$ 5,301</u>	<u>\$ 200</u>	<u>\$ 6,403</u>	<u>\$ 11,904</u>
LIABILITIES AND FUND BALANCES				
FUND BALANCES				
Restricted	<u>\$ 5,301</u>	<u>\$ 200</u>	<u>\$ 6,403</u>	<u>\$ 11,904</u>
Total liabilities and fund balances	<u>\$ 5,301</u>	<u>\$ 200</u>	<u>\$ 6,403</u>	<u>\$ 11,904</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the year ended June 30, 2015**

	Bus Driver Training	Supervisory	General Education Development	Total
Revenues:				
Local sources	\$ 2,764	\$ -	\$ 1,797	\$ 4,561
State sources	759	-	-	759
Interest	16	-	32	48
	<u>3,539</u>	<u>-</u>	<u>1,829</u>	<u>5,368</u>
Total revenues				
Expenditures:				
Salaries and benefits	-	-	3,230	3,230
Purchased services	2,407	-	19	2,426
Supplies and materials	-	-	776	776
Pension expense	-	-	164	164
	<u>2,407</u>	<u>-</u>	<u>4,189</u>	<u>6,596</u>
Total expenditures				
Net change in fund balances	1,132	-	(2,360)	(1,228)
Fund balances, beginning of year	<u>4,169</u>	<u>200</u>	<u>8,763</u>	<u>13,132</u>
Fund balances, end of year	<u>\$ 5,301</u>	<u>\$ 200</u>	<u>\$ 6,403</u>	<u>\$ 11,904</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the year ended June 30, 2015**

	<u>Balance June 30, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2015</u>
<u>DISTRIBUTIVE</u>				
ASSETS				
Cash and cash equivalents	\$ 61,484	\$ 51,606,398	\$ 51,659,579	\$ 8,303
Due from other governments	617,063	1,693,924	617,063	1,693,924
Total assets	<u>\$ 678,547</u>	<u>\$ 53,300,322</u>	<u>\$ 52,276,642</u>	<u>\$ 1,702,227</u>
LIABILITIES				
Due to other governments	<u>\$ 678,547</u>	<u>\$ 53,300,322</u>	<u>\$ 52,276,642</u>	<u>\$ 1,702,227</u>
Total liabilities	<u>\$ 678,547</u>	<u>\$ 53,300,322</u>	<u>\$ 52,276,642</u>	<u>\$ 1,702,227</u>

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT
TREASURERS AND OTHER ENTITIES
DISTRIBUTIVE FUND
For the year ended June 30, 2015**

	Pinckneyville Community Unit #101	Giant City Community Unit #130	Unity Point Community Unit #140	Carbondale Community Unit #165
Forest Reserve	\$ -	\$ 8	\$ 13	\$ -
Gen. State Aid	1,128,721	564,051	-	1,061,172
Sp. Educ Private Fac. Tuition	-	-	-	13,841
Fund for Child Req Sp. Ed. Serv.	39,952	24,346	-	103,341
Sp. Ed. Personnel	37,600	33,692	-	95,272
Special Ed. - Orphanage	8,893	-	-	72,045
Sp. Ed. Orphanage-Summer Ind.	-	-	-	-
Sp. Ed. Summer School	-	-	-	-
V.E.Career & Technical Ed. Imp.	-	-	-	-
Agriculture Ed.	-	-	-	1,721
Bilingual Ed.	-	-	-	4,188
State Free Lunch & B'fast	720	495	-	3,510
Driver Education	23,331	-	-	50,333
Transportation-Reg. & Voc.	37,645	16,199	-	14,796
Transportation Sp. Educ.	55,272	13,402	-	96,508
School Bus	-	-	-	-
National Bus Driver Certification Initiatives	-	-	-	-
Truants Alternative	-	-	-	77,353
Reg. Safe Schools	-	-	-	-
Early Childhood Block Grant	-	-	-	127,258
ROE/ISC Operations	-	-	-	-
Orphanage Tuition	-	-	-	30,611
Other State Program	22,180	11,153	-	27,108
Title VI Rural Educ. Init.	-	-	-	-
National School Lunch	49,106	35,513	-	202,876
School Breakfast Program	28,160	6,714	-	92,015
Summer Food Service Prog.	-	-	-	-
Fresh Fruits and Vegetables	-	-	-	-
NSLP Equipment Assistance Grant	-	-	-	-
Title I Low Income	57,322	55,193	-	409,431
Title IV-21st Century Comm L C	-	-	-	-
Sp. Ed. Pre-School	-	-	-	-
Special Educ. IDEA	-	-	-	-
CTE Perkins -Secondary	-	-	-	-
Title III Immigrant Educ. Progr.	-	-	-	-
Title III - Lang Inst Prog.	-	-	-	-
Title II - Teacher Quality	16,359	15,273	-	34,987
Title II Teach Qual-Leadership	-	-	-	-
Interest	-	-	-	-
TOTAL	\$ 1,505,261	\$ 776,039	\$ 13	\$ 2,518,366

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT
TREASURERS AND OTHER ENTITIES (Continued)
DISTRIBUTIVE FUND
For the year ended June 30, 2015**

	Trico Community Unit #176	Murphysboro Community Unit #186	Elverado Community Unit #196	Comm. Cons. Community Unit #204
Forest Reserve	\$ 167	\$ 451	\$ -	\$ -
Gen. State Aid	2,508,356	7,804,191	2,173,188	193,086
Sp. Educ Private Fac. Tuition	-	-	-	-
Fund for Child Req Sp. Ed. Serv.	92,358	210,842	48,107	16,051
Sp. Ed. Personnel	86,575	292,543	62,118	11,068
Special Ed. - Orphanage	337	95,784	-	-
Sp. Ed. Orphanage-Summer Ind.	-	-	-	-
Sp. Ed. Summer School	-	2,199	744	-
V.E.Career & Technical Ed. Imp.	-	-	-	-
Agriculture Ed.	1,640	-	5,000	-
Bilingual Ed.	-	5,292	-	-
State Free Lunch & B'fast	2,888	10,332	1,711	336
Driver Education	14,120	29,338	8,678	-
Transportation-Reg. & Voc.	264,759	286,256	97,460	47,409
Transportation Sp. Educ.	83,430	233,870	60,545	-
School Bus	-	-	-	-
National Bus Driver Certification Initiatives	1,350	-	-	-
Truants Alternative	-	-	-	-
Reg. Safe Schools	-	-	-	-
Early Childhood Block Grant	-	4,463,567	-	-
ROE/ISC Operations	-	-	-	-
Orphanage Tuition	-	-	-	-
Other State Program	50,247	205,463	52,174	-
Title VI Rural Educ. Init.	17,639	39,909	-	-
National School Lunch	186,042	565,929	108,752	29,779
School Breakfast Program	72,773	245,361	50,308	9,864
Summer Food Service Prog.	-	27,203	-	-
Fresh Fruits and Vegetables	-	-	-	-
NSLP Equipment Assistance Grant	-	-	-	-
Title I Low Income	315,050	1,022,374	178,029	29,084
Title IV-21st Century Comm L C	-	-	-	-
Sp. Ed. Pre-School	-	-	-	-
Special Educ. IDEA	-	-	-	-
CTE Perkins -Secondary	-	-	-	-
Title III Immigrant Educ. Progr.	-	-	-	-
Title III - Lang Inst Prog.	-	-	-	-
Title II - Teacher Quality	57,237	212,781	19,743	9,025
Title II Teach Qual-Leadership	-	-	-	-
Interest	-	-	-	-
TOTAL	\$ 3,754,968	\$ 15,753,685	\$ 2,866,557	\$ 345,702

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT
TREASURERS AND OTHER ENTITIES (Continued)
DISTRIBUTIVE FUND
For the year ended June 30, 2015**

	DuQuoin Community Unit #300	Tamaroa Community Unit #5	Cobden Community Unit #17	Pinckneyville Community Unit #50
Forest Reserve	\$ -	\$ -	\$ 27	\$ -
Gen. State Aid	6,148,414	540,391	-	1,966,605
Sp. Educ Private Fac. Tuition	32,125	-	-	-
Fund for Child Req Sp. Ed. Serv.	147,148	11,938	-	58,488
Sp. Ed. Personnel	163,617	13,353	-	38,454
Special Ed. - Orphanage	21,810	-	-	3,583
Sp. Ed. Orphanage-Summer Ind.	-	-	-	-
Sp. Ed. Summer School	803	-	-	-
V.E.Career & Technical Ed. Imp.	-	-	-	-
Agriculture Ed.	2,339	-	-	-
Bilingual Ed.	-	-	-	-
State Free Lunch & B'fast	5,246	686	-	1,857
Driver Education	23,837	-	-	-
Transportation-Reg. & Voc.	152,813	13,784	-	60,294
Transportation Sp. Educ.	81,358	22,984	-	101,814
School Bus	-	-	-	-
National Bus Driver Certification Initiatives	-	-	-	-
Truants Alternative	-	-	-	-
Reg. Safe Schools	-	-	-	-
Early Childhood Block Grant	-	-	-	-
ROE/ISC Operations	-	-	-	-
Orphanage Tuition	-	-	-	-
Other State Program	111,658	12,982	-	37,478
Title VI Rural Educ. Init.	25,640	-	-	23,377
National School Lunch	344,600	45,808	-	114,335
School Breakfast Program	117,949	19,840	-	38,405
Summer Food Service Prog.	29,029	-	-	-
Fresh Fruits and Vegetables	-	-	-	-
NSLP Equipment Assistance Grant	50,000	-	-	-
Title I Low Income	453,819	38,394	-	208,730
Title IV-21st Century Comm L C	271,470	-	-	-
Sp. Ed. Pre-School	-	-	-	-
Special Educ. IDEA	-	-	-	-
CTE Perkins -Secondary	-	-	-	-
Title III Immigrant Educ. Progr.	-	-	-	-
Title III - Lang Inst Prog.	-	-	-	-
Title II - Teacher Quality	85,031	6,939	-	51,155
Title II Teach Qual-Leadership	-	-	-	-
Interest	-	-	-	-
TOTAL	\$ 8,268,706	\$ 727,099	\$ 27	\$ 2,704,575

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT
TREASURERS AND OTHER ENTITIES (Continued)
DISTRIBUTIVE FUND
For the year ended June 30, 2015**

	Shawnee Community Unit #84	DeSoto Community Unit #86	Carbondale Community Unit #95	Tri-County
Forest Reserve	\$ 254	\$ -	\$ -	\$ -
Gen. State Aid	-	815,214	2,196,541	-
Sp. Educ Private Fac. Tuition	-	-	-	-
Fund for Child Req Sp. Ed. Serv.	-	23,968	145,660	-
Sp. Ed. Personnel	-	36,605	168,626	911,011
Special Ed. - Orphanage	-	15,610	37,910	121,467
Sp. Ed. Orphanage-Summer Ind.	-	-	-	2,886
Sp. Ed. Summer School	-	-	769	-
V.E.Career & Technical Ed. Imp.	-	-	-	-
Agriculture Ed.	-	-	-	-
Bilingual Ed.	-	-	39,189	-
State Free Lunch & B'fast	-	1,292	9,825	1,814
Driver Education	-	-	-	-
Transportation-Reg. & Voc.	-	29,614	177,044	-
Transportation Sp. Educ.	-	27,816	108,535	29,352
School Bus	-	-	-	-
National Bus Driver Certification Initiatives	-	-	-	-
Truants Alternative	-	-	-	-
Reg. Safe Schools	-	-	-	-
Early Childhood Block Grant	-	-	558,854	-
ROE/ISC Operations	-	-	-	-
Orphanage Tuition	-	-	-	-
Other State Program	-	15,659	56,454	-
Title VI Rural Educ. Init.	-	-	-	-
National School Lunch	-	69,814	559,632	101,342
School Breakfast Program	-	27,770	197,908	56,780
Summer Food Service Prog.	-	-	-	-
Fresh Fruits and Vegetables	-	-	-	1,128
NSLP Equipment Assistance Grant	-	-	-	-
Title I Low Income	-	78,335	851,884	-
Title IV-21st Century Comm L C	-	-	35,429	-
Sp. Ed. Pre-School	-	-	-	143,872
Special Educ. IDEA	-	-	-	3,771,917
CTE Perkins -Secondary	-	-	-	-
Title III Immigrant Educ. Progr.	-	-	21,136	-
Title III - Lang Inst Prog.	-	-	1,407	-
Title II - Teacher Quality	-	16,303	155,825	-
Title II Teach Qual-Leadership	-	-	-	-
Interest	-	-	-	-
TOTAL	\$ 254	\$ 1,158,000	\$ 5,322,628	\$ 5,141,569

**JACKSON AND PERRY COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 30**

**SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT
TREASURERS AND OTHER ENTITIES (Concluded)
DISTRIBUTIVE FUND
For the year ended June 30, 2015**

	Ed. For Employ.	ROE #30	Total
Forest Reserve	\$ -	\$ -	\$ 920
Gen. State Aid	-	82,251	27,182,181
Sp. Educ Private Fac. Tuition	-	-	45,966
Fund for Child Req Sp. Ed. Serv.	-	-	922,199
Sp. Ed. Personnel	-	-	1,950,534
Special Ed. - Orphanage	-	-	377,439
Sp. Ed. Orphanage-Summer Ind.	-	-	2,886
Sp. Ed. Summer School	-	-	4,515
V.E.Career & Technical Ed. Imp.	291,017	-	291,017
Agriculture Ed.	-	-	10,700
Bilingual Ed.	-	-	48,669
State Free Lunch & B'fast	-	185	40,897
Driver Education	-	-	149,637
Transportation-Reg. & Voc.	-	-	1,198,073
Transportation Sp. Educ.	-	-	914,886
School Bus	-	759	759
National Bus Driver Certification Initiatives	-	-	1,350
Truants Alternative	-	181,537	258,890
Reg. Safe Schools	-	52,154	52,154
Early Childhood Block Grant	-	-	5,149,679
ROE/ISC Operations	-	57,810	57,810
Orphanage Tuition	-	-	30,611
Other State Program	-	-	602,556
Title VI Rural Educ. Init.	-	-	106,565
National School Lunch	-	13,257	2,426,785
School Breakfast Program	-	4,856	968,703
Summer Food Service Prog.	-	-	56,232
Fresh Fruits and Vegetables	-	-	1,128
NSLP Equipment Assistance Grant	-	-	50,000
Title I Low Income	-	-	3,697,645
Title IV-21st Century Comm L C	-	-	306,899
Sp. Ed. Pre-School	-	-	143,872
Special Educ. IDEA	-	-	3,771,917
CTE Perkins -Secondary	129,195	-	129,195
Title III Immigrant Educ. Progr.	-	-	21,136
Title III - Lang Inst Prog.	-	-	1,407
Title II - Teacher Quality	-	-	680,658
Title II Teach Qual-Leadership	-	2,548	2,548
Interest	-	561	561
TOTAL	\$ 420,212	\$ 395,918	\$ 51,659,579