

**State of Illinois
REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
FINANCIAL AUDIT
For the Year Ended June 30, 2014**

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

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**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

OFFICIALS

Regional Superintendent
(Current and during the audit period)

Mr. Kelton J.V. Davis

Assistant Regional Superintendent
(Current and during the audit period)

Ms. Mary Ann Quivey

Offices are located at:

107 East Mill Street
Waterloo, Illinois 62298

Randolph County Courthouse
#1 Taylor Street
Chester, Illinois 62233

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

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	0	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>
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FINDINGS (GOVERNMENT AUDITING STANDARDS)

None

PRIOR AUDIT FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

None

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

EXIT CONFERENCE

An informal exit conference was held with Agency personnel on August 20, 2014. There were no findings to discuss. Attending were Kelton Davis, Regional Superintendent (by phone); Linda Schmidt, Comptroller; Tricia Bockhorn, Fiscal Assistant; Michelle Coleman, Fiscal Assistant; Kimberly Walker, CPA, Partner, Kemper CPA Group LLP; and Kara Bevis, CPA, Manager, Kemper CPA Group LLP.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES**

FINANCIAL STATEMENT REPORT SUMMARY

The audit of the accompanying basic financial statements of the Monroe and Randolph Counties Regional Office of Education #45 was performed by Kemper CPA Group LLP, Certified Public Accountants and Consultants.

Based on their audit, the auditors expressed an unmodified opinion on the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements.

INDEPENDENT AUDITORS' REPORT

Honorable William G. Holland
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 Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of June 30, 2014, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Illinois Municipal Retirement Fund Schedule of Funding Progress on pages 14a through 14h and 48 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements. The combining schedules of accounts, budgetary comparison schedules, the combining fund financial statements, and Schedule of Disbursements to School District Treasurers and Other Entities are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining schedules of accounts, budgetary comparison schedules, the combining fund financial statements, and 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, budgetary comparison schedules, the combining fund financial statements, and 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 issued our report dated May 15, 2015, on our consideration of the Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting and compliance.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP

Certified Public Accountants and Consultants

Marion, Illinois

May 15, 2015

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

Honorable William G. Holland
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 Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Monroe and Randolph Counties Regional Office of Education #45's basic financial statements and have issued our report thereon dated May 15, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Monroe and Randolph Counties Regional Office of Education #45'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 Monroe and Randolph Counties Regional Office of Education #45's internal control. Accordingly, we do not express an opinion on the effectiveness of the Monroe and Randolph Counties Regional Office of Education #45's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Monroe and Randolph Counties Regional Office of Education #45'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*.

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 Monroe and Randolph Counties Regional Office of Education #45'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 Monroe and Randolph Counties Regional Office of Education #45's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kemper CPA Group LLP

KEMPER CPA GROUP LLP

Certified Public Accountants and Consultants

Marion, Illinois

May 15, 2015

SCHEDULE OF FINDINGS AND RESPONSES

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended June 30, 2014**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None reported
- Noncompliance material to financial statements noted? No

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended June 30, 2014**

SECTION II - FINANCIAL STATEMENT FINDINGS

None

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2014**

CORRECTIVE ACTION PLAN

There are no current year findings; accordingly there is no corrective action plan.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2014**

<u>Finding No.</u>	<u>Condition</u>	<u>Current Status</u>
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	There were no prior year audit findings.	
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MANAGEMENT'S DISCUSSION AND ANALYSIS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis

As management of Monroe and Randolph Counties Regional Office of Education #45 (ROE #45), we offer readers of our financial statements this narrative overview and analysis of the financial activities of the ROE #45 for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with ROE #45's financial statements, which follow this section.

2014 Financial Highlights

- The assets of Regional Office of Education #45 exceeded its liabilities by \$861,254 (net position). Of this amount, \$56,412 is restricted for educational purposes. Capital assets account for \$36,686 with no related debt.
- The Regional Office of Education #45's total net position decreased by \$31,800. This change was mostly attributable to an increase in cash of \$3,183 and a decrease in the amount due from other governments of \$35,140. Unearned revenue for grants ending after June 30, 2014 reflected a \$4,897 increase from the previous year.
- The capital assets (net) of Regional Office of Education #45 decreased by \$4,233 due to total depreciation expense of \$11,798, offset partially by capital asset additions of \$7,565. See Note 8 to the financial statements for further details.

Overview of the Financial Statements

The annual report consists of a series of financial statements and other information, as follows:

- Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the Agency's financial activities.
- The government-wide financial statements consist of a Statement of Net Position and a Statement of Activities. These financial statements provide information about the activities of ROE #45 as a whole and present an overall view of the Agency's finances in a manner similar to private sector businesses.
- The Fund Financial Statements illustrate how governmental services were financed in the short term, as well as what remains for future spending. Fund financial statements report ROE #45's operations in more detail than the government-wide statements by providing information about the most significant funds.
- Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Continued)

- Required Supplementary Information further explains and supports the financial statements.
- Other information includes combining financial statements and budgetary information for certain general fund accounts, education fund accounts, and other non-major accounts.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of ROE #45's finances, in a manner similar to private-sector businesses.

The *Statement of Net Position* presents information on all of ROE #45's assets and liabilities, with the difference between the two reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of ROE #45 is improving or deteriorating.

The *Statement of Activities* presents information showing how ROE #45's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for certain items that will only result in cash flows in future fiscal periods.

In the *government-wide financial statements*, ROE #45's activities are divided into two categories:

- *Governmental activities* : Most of ROE #45's basic services are included here, such as regular and special education instruction, instructional staff support services, and administration. Federal, State, and local grants and contributions finance many of these activities.
- *Business-type activities* : ROE #45 charges fees to help cover the costs of certain services it provides, such as workshops and conferences.

The government-wide financial statements can be found on pages 15-16 of this report.

Fund financial statements. The *fund financial statements* provide detailed information about ROE #45's funds, focusing on its most significant or "major" funds, not ROE #45 as a whole. Funds are accounting devices ROE #45 uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by State law. ROE #45 establishes other funds to control and manage money for particular purposes, such as educational instruction in specific areas or in order to show that it is properly using certain revenues, such as federal grants. All of the funds of ROE #45 can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Continued)

Governmental funds. *Governmental funds* account for most of ROE #45's basic services. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on the balances of spendable resources available at the end of the fiscal year. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. Because the governmental fund information does not encompass the additional long-term focus of the government-wide statements, it is useful to compare the statements. By so doing, the readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

ROE #45 maintains 5 individual governmental funds; the general fund, education fund, bus driver permit fund, general education development fund, and teachers' institute fund. Information is presented separately in the governmental fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance for the general fund and education fund, both considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 17 and 19 of this report.

Proprietary funds. ROE #45 maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide statements. ROE #45 uses enterprise funds to account for educational services for which it charges a fee. Proprietary fund statements provide the same type of information as the government-wide financial statements, but with more detail and additional information, such as cash flows. The proprietary fund financial statements provide separate information for the Registration fund, and it is considered a major fund.

The proprietary fund required 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. The basic proprietary fund financial statements can be found on pages 21-23 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support ROE #45's own programs.

The basic fiduciary fund statement can be found on page 24 of this report.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Continued)

Overview of the Financial Statements (Concluded)

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-47 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning ROE #45. Overall budgeting is not a legal requirement for ROE #45. Accordingly, formal budgets are not adopted; and therefore, budgetary comparison schedules are not included in the required supplementary information (RSI). However, ROE #45 is the recipient of monies from the Illinois State Board of Education (ISBE) for certain accounts within the general fund and for most accounts within the education fund on which ISBE requires budgetary comparison to actual results. Budgetary comparison schedules have been provided for the ISBE accounts to demonstrate compliance. In addition, budgetary comparison schedules have been provided for the grants received from the Illinois Community College Board (ICCB). Budgetary comparison schedules have been included on pages 57-64 and 69-78 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and combining statements for the general and education funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 49-56, 65-68, and 79-82 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of financial position. In the case of ROE #45, assets exceeded liabilities by \$861,254 at the close of fiscal year 2014.

ROE #45's net position is split approximately 74% to governmental activities and 26% to business-type activities. Of the government-wide net position, approximately 4% is invested in capital assets, 7% restricted as to use, and the remaining 89% unrestricted as to use.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Continued)

Government-wide Financial Analysis (Continued)

	ROE #45's Net Position					
	Governmental		Business-type		Total	
	Activities		Activities			
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Current and other assets	\$ 612,112	\$ 636,956	\$ 222,642	\$ 225,788	\$ 834,754	\$ 862,744
Capital assets	<u>33,707</u>	<u>37,652</u>	<u>2,979</u>	<u>3,267</u>	<u>36,686</u>	<u>40,919</u>
Total assets	<u>645,819</u>	<u>674,608</u>	<u>225,621</u>	<u>229,055</u>	<u>871,440</u>	<u>903,663</u>
Deferred outflows of resources	-	-	-	-	-	-
Other liabilities	7,726	7,660	2,460	2,949	10,186	10,609
Long-term debt	-	-	-	-	-	-
Total liabilities	<u>7,726</u>	<u>7,660</u>	<u>2,460</u>	<u>2,949</u>	<u>10,186</u>	<u>10,609</u>
Deferred inflows of resources	-	-	-	-	-	-
Net position:						
Invested in capital assets, net of related debt	33,707	37,652	2,979	3,267	36,686	40,919
Restricted	56,412	59,484	-	-	56,412	59,484
Unrestricted	<u>547,974</u>	<u>569,812</u>	<u>220,182</u>	<u>222,839</u>	<u>768,156</u>	<u>792,651</u>
Total net position	<u>\$ 638,093</u>	<u>\$ 666,948</u>	<u>\$ 223,161</u>	<u>\$ 226,106</u>	<u>\$ 861,254</u>	<u>\$ 893,054</u>

During 2014, current assets, comprised predominately of cash and receivables, decreased \$27,990 due mainly to a reduction in grant funding. There was a decrease of \$4,233 for capital assets due to an increase in depreciation expense offset partially by capital asset purchases. The net position of the business-type activities decreased by \$2,945. A portion of the decrease in the net position of the business type activities is attributed to the facilitation of programs previously supported by grant funding.

As indicated above, ROE #45 reported positive net position for both the governmental and business-type activities. The assets of ROE #45 exceeded its liabilities at the close of the fiscal year by \$861,254 (total net position). Approximately 89% of net position is unrestricted and 7% is restricted for specific purposes of governmental activities. The investment in net capital assets was \$36,686 at June 30, 2014. ROE #45 uses these capital assets in providing services to its citizens; consequently, these assets are not available for future spending.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Continued)

Government-wide Financial Analysis (Concluded)

Net position of ROE #45 decreased by \$31,800 during 2014. Governmental activities contributed a decrease of \$28,855. Business-type activities decreased by \$2,945. Key elements of the change are as follows:

	ROE #45's Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues:						
Program revenues:						
Charges for services	\$ 19,862	\$ 21,399	\$ 52,211	\$ 126,405	\$ 72,073	\$ 147,804
Operating grants & contributions	546,111	892,596	-	-	546,111	892,596
General revenues:						
Local sources	320,199	304,574	-	-	320,199	304,574
State sources	98,844	124,928	-	-	98,844	124,928
On-behalf payments	376,390	346,316	-	-	376,390	346,316
Interest	676	892	478	659	1,154	1,551
Total revenues	<u>1,362,082</u>	<u>1,690,705</u>	<u>52,689</u>	<u>127,064</u>	<u>1,414,771</u>	<u>1,817,769</u>
Expenses:						
Salaries and benefits	710,676	773,743	40,900	56,311	751,576	830,054
Purchased services	172,847	331,661	8,477	78,352	181,324	410,013
Supplies and materials	45,612	65,407	5,969	9,658	51,581	75,065
Payments to Govts	62,425	175,561	-	-	62,425	175,561
Other	11,477	10,089	-	-	11,477	10,089
Depreciation	11,510	10,567	288	844	11,798	11,411
On-behalf payments	376,390	346,316	-	-	376,390	346,316
Total expenses	<u>1,390,937</u>	<u>1,713,344</u>	<u>55,634</u>	<u>145,165</u>	<u>1,446,571</u>	<u>1,858,509</u>
Increase (decrease) in net position	(28,855)	(22,639)	(2,945)	(18,101)	(31,800)	(40,740)
Net position-beginning	<u>666,948</u>	<u>689,587</u>	<u>226,106</u>	<u>244,207</u>	<u>893,054</u>	<u>933,794</u>
Net position-ending	<u>\$ 638,093</u>	<u>\$ 666,948</u>	<u>\$223,161</u>	<u>\$226,106</u>	<u>\$ 861,254</u>	<u>\$ 893,054</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Continued)

Governmental Activities

Revenues for governmental activities were \$1,362,082 and expenses were \$1,390,937. Revenues decreased \$328,623 due mostly to a reduction in grant funding.

With the decrease in revenues, we could expect to see a decrease in expenses as well. Overall governmental expenses decreased approximately \$352,481 (exclusive of on-behalf payments) consisting primarily of a decrease of approximately \$63,067 in salaries and benefits, \$158,814 in purchased services and \$19,795 in supplies and materials. Payments to other governments decreased by \$113,136 and other expenses increased by \$1,388. All decreases were attributable to less grant funding. There was a minimal increase to other expense. The depreciation increase of \$943 is attributable to the useful lives of assets being depreciated.

Business-Type Activities

The charges for services decreased by \$74,194 when compared to 2013. The decrease in revenue was primarily activities conducted in Area V during 2013 not being conducted during 2014. Overall expenses decreased by \$89,531 when compared to 2013. Salaries and benefits decreased by \$15,411, purchased services decreased by \$69,875, and supplies and materials decreased by \$3,689. The reduction of salaries and benefits was due to a position in 2013 that was not replaced in totality in 2014. Purchased service presenters for Area V Trail, Statewide Trail, and ISBE initiatives for Race To The Top during 2013 were not repeated in 2014. The reduction in supplies and materials was commiserate to the decrease of purchased services.

Financial Analysis of ROE #45's Funds

Governmental funds. As previously noted, ROE #45 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. ROE #45's governmental funds reported combined fund balances of \$604,386 representing a decrease of \$24,910 from last year's ending fund balance of \$629,296. The decrease is mostly attributable to funding levels decreasing at a higher rate than expenditures.

The general fund is the chief operating fund of ROE #45. At the end of the current fiscal year, the nonspendable and unassigned fund balances of the general fund decreased by \$20,071. The education fund decreased by \$1,767.

Proprietary funds. ROE #45's proprietary funds consist of enterprise funds. The enterprise fund activity is the same type of information found in the government-wide financial statements, but in more detail. Aspects concerning the finances have already been addressed in the discussion of ROE #45's business-type activities.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
For the Year Ended June 30, 2014**

Management's Discussion and Analysis (Concluded)

Budgetary Highlights

Presenting an overall budget is not a legal requirement of ROE #45. Formal budgets are not adopted for all funds; therefore budgetary comparison schedules are not included in the required supplementary information.

ROE #45 acts as the administrative agent for certain grant programs that are accounted for within the special revenue funds. These programs have separate budgets and are required to be reported to the Illinois State Board of Education. In addition, budgetary comparison schedules have been provided for the grants received from the Illinois Community College Board (ICCB). Comparison of budgeted and actual results for various programs are presented as supplementary information.

Capital Assets

ROE 45's Capital Assets Net of Accumulated Depreciation						
	Governmental		Business-type		Total	
	Activities		Activities			
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Equipment	<u>\$ 33,707</u>	<u>\$ 37,652</u>	<u>\$ 2,979</u>	<u>\$ 3,267</u>	<u>\$ 36,686</u>	<u>\$ 40,919</u>

At June 30, 2014 and June 30, 2013, ROE #45 had invested \$165,541 and \$175,858 respectively, in a broad range of capital assets, including office equipment, computers and audio-visual equipment.

ROE #45 had depreciation expense of \$11,798 and \$11,411 in 2014 and 2013, respectively, with accumulated depreciation of \$128,855 and \$134,939 at June 30, 2014 and 2013, respectively. More detailed information about capital assets is available in Note 8 to the financial statements.

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, ROE #45 was uncertain about funding for the next year. We are diligently pursuing opportunities to acquire new funding through governmental and business-type activities. We anticipate an increased delay in timeliness with state funding and payments for continuing grant programs. Among the grants being sought will be the Truants Alternative Optional Education Program grant and Illinois Math and Science Partnerships grants. We also anticipate additional activities with Foundational Services grant.

Contacting ROE #45's Financial Management

This financial report is designed to provide ROE #45's citizens, taxpayers and clients, with a general overview of ROE #45's finances and to demonstrate ROE #45's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Regional Superintendent's Office of Monroe/Randolph Counties, ROE #45, 107 East Mill Street, Waterloo, Illinois 62298.

BASIC FINANCIAL STATEMENTS

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET POSITION
June 30, 2014**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Current Assets			
Cash and cash equivalents	\$ 535,783	\$ 221,906	\$ 757,689
Due from other governments	66,235	736	66,971
Prepaid expenses	10,094	-	10,094
Total Current Assets	<u>612,112</u>	<u>222,642</u>	<u>834,754</u>
Noncurrent Assets			
Capital assets, net of depreciation	34,354	2,979	37,333
Total Noncurrent Assets	<u>34,354</u>	<u>2,979</u>	<u>37,333</u>
Total Assets	<u>646,466</u>	<u>225,621</u>	<u>872,087</u>
Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
Liabilities			
Current Liabilities			
Accounts payable	-	2,400	2,400
Accrued wages and benefits	832	-	832
Due to other governments	-	60	60
Unearned revenue	6,894	-	6,894
Total Current Liabilities	<u>7,726</u>	<u>2,460</u>	<u>10,186</u>
Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
Net Position			
Net investment in capital assets	34,354	2,979	37,333
Restricted for educational purposes	56,412	-	56,412
Unrestricted	<u>547,327</u>	<u>220,182</u>	<u>767,509</u>
Total Net Position	<u>\$ 638,093</u>	<u>\$ 223,161</u>	<u>\$ 861,254</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2014**

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS							
PRIMARY GOVERNMENT							
Governmental activities							
Instructional services							
Salaries	\$ 531,851	\$ 10,775	\$ 288,117	\$ -	\$ (232,959)	\$ -	\$ (232,959)
Employees benefits	178,825	4,651	87,390	-	(86,784)	-	(86,784)
Purchased services	172,847	3,198	82,109	-	(87,540)	-	(87,540)
Supplies and materials	45,612	629	25,810	-	(19,173)	-	(19,173)
Other	11,477	609	260	-	(10,608)	-	(10,608)
Payments to other governments	62,425	-	62,425	-	-	-	-
Depreciation	11,510	-	-	-	(11,510)	-	(11,510)
Administrative							
On-behalf payments - State	376,390	-	-	-	(376,390)	-	(376,390)
Total Governmental Activities	<u>1,390,937</u>	<u>19,862</u>	<u>546,111</u>	<u>-</u>	<u>(824,964)</u>	<u>-</u>	<u>(824,964)</u>
Business-type activities							
Registration services	55,634	52,211	-	-	-	(3,423)	(3,423)
Total Business-Type Activities	<u>55,634</u>	<u>52,211</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,423)</u>	<u>(3,423)</u>
Total Primary Government	<u>\$ 1,446,571</u>	<u>\$ 72,073</u>	<u>\$ 546,111</u>	<u>\$ -</u>	<u>(824,964)</u>	<u>(3,423)</u>	<u>(828,387)</u>
General revenues							
Local sources					320,199	-	320,199
State sources					98,844	-	98,844
On-behalf payments - State					376,390	-	376,390
Interest					676	478	1,154
Total General Revenues					<u>796,109</u>	<u>478</u>	<u>796,587</u>
Change in Net Position					(28,855)	(2,945)	(31,800)
Net Position - Beginning					666,948	226,106	893,054
Net Position - Ending					<u>\$ 638,093</u>	<u>\$ 223,161</u>	<u>\$ 861,254</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2014**

	General Fund	Education Fund	Other Nonmajor Funds	Eliminations	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 482,121	\$ -	\$ 53,662	\$ -	\$ 535,783
Due from other funds	44,331	-	-	(44,331)	-
Due from other governments	21,904	44,331	-	-	66,235
Prepaid expenses	7,344	-	2,750	-	10,094
Total Assets	<u>555,700</u>	<u>44,331</u>	<u>56,412</u>	<u>(44,331)</u>	<u>612,112</u>
Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 555,700</u>	<u>\$ 44,331</u>	<u>\$ 56,412</u>	<u>\$ (44,331)</u>	<u>\$ 612,112</u>
Liabilities					
Accrued wages and benefits	\$ 832	\$ -	\$ -	\$ -	\$ 832
Due to other funds	-	44,331	-	(44,331)	-
Unearned revenue	6,894	-	-	-	6,894
Total liabilities	<u>7,726</u>	<u>44,331</u>	<u>-</u>	<u>(44,331)</u>	<u>7,726</u>
Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance					
Nonspendable	7,344	-	2,750	-	10,094
Restricted	-	-	53,662	-	53,662
Unassigned	540,630	-	-	-	540,630
Total Fund Balances	<u>547,974</u>	<u>-</u>	<u>56,412</u>	<u>-</u>	<u>604,386</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 555,700</u>	<u>\$ 44,331</u>	<u>\$ 56,412</u>	<u>\$ (44,331)</u>	<u>\$ 612,112</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
THE STATEMENT OF NET POSITION
June 30, 2014**

Total Fund Balances - Governmental Funds \$ 604,386

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

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

34,354

Net Position of Governmental Activities

\$ 638,740

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2014**

	General Fund	Education Fund	Other Nonmajor Funds	Eliminations	Total Governmental Funds
Revenues					
Local sources	\$ 320,199	\$ -	\$ 18,569	\$ -	\$ 338,768
State sources	98,844	173,700	1,293	-	273,837
State sources - payments made on behalf of region	376,390	-	-	-	376,390
Federal sources	9,019	363,392	-	-	372,411
Total Revenues	<u>804,452</u>	<u>537,092</u>	<u>19,862</u>	<u>-</u>	<u>1,361,406</u>
Expenditures					
Instructional Services					
Salaries	230,151	289,193	12,507	-	531,851
Employee benefits	85,711	87,716	5,398	-	178,825
Purchased services	95,772	73,363	3,712	-	172,847
Supplies and materials	18,976	25,906	730	-	45,612
Other	10,509	261	707	-	11,477
Payments to other governments	-	62,425	-	-	62,425
Payments made on behalf of region	376,390	-	-	-	376,390
Capital outlay	7,565	-	-	-	7,565
Total Expenditures	<u>825,074</u>	<u>538,864</u>	<u>23,054</u>	<u>-</u>	<u>1,386,992</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures					
	<u>(20,622)</u>	<u>(1,772)</u>	<u>(3,192)</u>	<u>-</u>	<u>(25,586)</u>
Other Financing Sources (Uses)					
Interest	551	5	120	-	676
Total Other Financing Sources (Uses)	<u>551</u>	<u>5</u>	<u>120</u>	<u>-</u>	<u>676</u>
Net Change in Fund Balance					
	(20,071)	(1,767)	(3,072)	-	(24,910)
Fund Balances - Beginning					
	<u>568,045</u>	<u>1,767</u>	<u>59,484</u>	<u>-</u>	<u>629,296</u>
Fund Balances - Ending					
	<u>\$ 547,974</u>	<u>\$ -</u>	<u>\$ 56,412</u>	<u>\$ -</u>	<u>\$ 604,386</u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
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, 2014**

Net Change in Fund Balance - Total Governmental Funds \$ (24,910)

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

Governmental funds report capital outlays as expenditures and proceeds from disposals as revenue. However, in the Statement of Activities the cost of those assets, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense and gains and losses are reported on disposals.

Capital outlay	\$	7,565	
Depreciation expense		<u>(11,510)</u>	<u>(3,945)</u>

Change in Net Position of Governmental Activities \$ (28,855)

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF NET POSITION
PROPRIETARY FUND
June 30, 2014**

	Business-Type Activities
	Enterprise Fund
	Registration
Assets	
Current Assets	
Cash and cash equivalents	\$ 221,906
Due from other governments	736
Total Current Assets	222,642
Noncurrent Assets	
Capital assets, net of accumulated depreciation	2,979
Total Noncurrent Assets	2,979
Total Assets	225,621
Liabilities	
Current Liabilities	
Accounts payable	2,400
Due to other governments	60
Total Current Liabilities	2,460
Net Position	
Net investment in capital assets	2,979
Unrestricted	220,182
Total Net Position	\$ 223,161

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
For the Year Ended June 30, 2014**

	Business-Type Activities Enterprise Fund
	Registration
Operating Revenues	
Charge for services	\$ 52,211
Operating Expenses	
Salaries	36,511
Employee benefits	4,389
Purchased services	8,477
Supplies and materials	5,969
Depreciation	288
Total Operating Expenses	55,634
Operating Income (Loss)	(3,423)
Nonoperating Revenues	
Interest	478
Total Nonoperating Revenues	478
Change in Net Position	(2,945)
Net Position - Beginning	226,106
Net Position - Ending	\$ 223,161

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For the Year Ended June 30, 2014**

	Business-Type Activities
	Enterprise Fund
	Registration
Cash flows from operating activities:	
Receipts from customers	\$ 51,201
Payments to suppliers and providers for goods and services	(14,011)
Payments to employees	(40,900)
Net cash provided by (used for) operating activities	(3,710)
Cash flows from investing activities:	
Interest received on investments	478
Net cash provided by (used for) investing activities	478
Net increase (decrease) in cash and cash equivalents	(3,232)
Cash and cash equivalents - beginning of year	225,138
Cash and cash equivalents - end of year	\$ 221,906
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:	
Operating income (loss)	\$ (3,423)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:	
Depreciation	288
Change in assets and liabilities:	
(Increase) decrease in due from other governments	(86)
Increase (decrease) in accounts payable	2,175
Increase (decrease) in due to other governments	(1,740)
Increase (decrease) in unearned revenue	(924)
Net cash provided by (used for) operating activities	\$ (3,710)

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2014**

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 100,385
Due from other governments	<u>108,364</u>
Total Assets	<u><u>\$ 208,749</u></u>
Liabilities	
Due to other governments	<u>\$ 208,749</u>
Total Liabilities	<u><u>\$ 208,749</u></u>

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education #45 was formed under the provisions of the State of Illinois, Illinois State Board of Education.

In 2014, the Regional Office of Education #45 implemented Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*; GASB Statement No. 66, *Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62*; GASB Statement No. 67, *Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25*; and GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. The Regional Office of Education #45 implemented these standards during the current year; however, GASB Statement No. 66, GASB Statement No. 67, and GASB Statement No. 70 had no impact on the financial statements. The implementation of GASB Statement No. 65 reclassifies, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The implementation of GASB Statement No. 66 resolved conflicting guidance that resulted from the issuance of GASB Statements Nos. 54 and 62 regarding risk financing activities, operating leases, purchased loans, and servicing fees. The implementation of GASB Statement No. 67 improved financial reporting by state and local governmental pension plans.

A. Date of Management’s Review

Management has evaluated subsequent events through May 15, 2015, the date when the financial statements were available to be issued.

B. Financial Reporting Entity

The Regional Office operates under the School Code (Articles 5/3 and 5/3A of *Illinois Compiled Statutes*, Chapter 105). The Regional Office of Education #45 encompasses Monroe and Randolph Counties. The Regional Superintendent of Schools (Regional Superintendent) serves as chief administrative officer of the Regional Office of Education #45 and is elected pursuant to Article 3, *Illinois Compiled Statutes*, Chapter 105.

The Regional Superintendent is responsible for supervision and control of school districts within the Regional Office of Education #45. This includes all aspects of supervision, reports and financial accounting of districts which are considered by State law to be in the Service Region. In addition, the Regional Superintendent is charged with responsibility for registration of the names of applicants for scholarships to State controlled universities; examinations and related duties; visitation of public schools; direction of teachers and school officers; serving as the official advisor and assistant of school officers and teachers; conducting teachers institutes as well as aiding and encouraging the formation of other teachers’ meetings and assisting in their management; evaluating the schools in the region; examining evidence of indebtedness; filing and keeping the returns of elections required to be returned to the Regional Superintendent’s office; and filing and keeping the reports and statements returned by school treasurers and trustees.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Financial Reporting Entity (Concluded)

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintenance of a map and numbering of the Regional Office of Education #45's districts; providing township treasurers with a list of district treasurers; to inspect and approve building plans which comply with State law; to perform and report on annual building inspections; investigate bus drivers for valid bus driver permits and take related action as may be required; to maintain a list of unfilled teaching positions and to carry out other related duties required or permitted by law.

The Regional Superintendent is responsible for inspection and approval or rejection of school treasurer's bonds. The Regional Superintendent is also required to provide the State Board of Education with an affidavit showing that the treasurers of school districts under the Regional Superintendent's control are properly bonded.

The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the Regional Office of Education #45, or see that no payments are made unless the treasurer has filed or renewed appropriate bonds and that the district has certified publication of the annual financial report. The Regional Superintendent is required to provide opinions and advice related to controversies under school law.

For the period ended June 30, 2014, the Regional Office of Education #45 applied for, received, and administered numerous State and federal programs and grants in assistance and support of the educational activities of the school districts in Regional Office of Education #45. Such activities are reported as a single major special revenue fund (Education Fund).

C. Scope of the Reporting Entity

The Regional Office of Education #45's reporting entity includes all related organizations for which they exercise oversight responsibility.

The Regional Office of Education #45 has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Regional Office of Education #45, including districts or joint agreements which serve pupils from numerous regions, should be included in its financial reporting entity. The criteria include, but are not limited to, whether the Regional Office of Education #45 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Scope of the Reporting Entity (Concluded)

The districts and joint agreements have been determined not to be a part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and are therefore excluded from the accompanying financial statements because the Regional Office of Education #45 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education #45 is not aware of any entity, which would exercise such oversight as to result in the Regional Office of Education #45 being considered a component unit of the entity.

D. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the Regional Office of Education #45's activities with most of the interfund activities removed. Governmental activities include programs supported primarily by State and federal grants and other intergovernmental revenues. The Regional Office of Education #45 also has business-type activities that rely on fees and charges for support.

The Regional Office of Education #45's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present a summary of governmental and business-type activities for the Regional Office of Education #45 accompanied by a total column. These statements are presented on an "economic resources" measurement focus as prescribed by GASB Statement No. 34. All of the Regional Office of Education #45's assets, including capital assets, and deferred outflows of resources and liabilities and deferred inflows of resources are included in the accompanying Statement of Net Position. The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges for services, and (2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function.

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

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards 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 proprietary fund Statement of Net Position and as other sources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances and the proprietary fund Statement of Revenues, Expenses, and Changes in Fund Net Position. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities. In the Statement of Activities those transactions between governmental and business-type activities have not been eliminated.

The purpose of interfund borrowing and permanent transfers is to cover temporary or permanent shortfalls in cash flow within grant programs and funds.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Proprietary Fund 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.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and deferred outflows of resources and liabilities and deferred inflows of resources (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

F. Governmental Fund Financial Statements

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 non-major 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.

The governmental fund financial statements have been prepared in accordance with generally accepted accounting principles on the modified accrual basis. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual i.e., 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. Revenues received more than 60 days after the end of the current period are deferred inflows of resources in the governmental fund financial statements but are recognized as current revenues in the government-wide financial statements. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for prepaid expenses and other long-term obligations, which are recognized when paid.

G. Measurement Focus and Basis of Accounting

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Measurement Focus and Basis of Accounting (Concluded)

The governmental funds financial statements focus on the measurement of spending or "financial flow" and the determination of changes in financial position, rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current position) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current position. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Monroe & Randolph Counties Regional Office of Education #45; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually recoverable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

Under the terms of grant agreements, Regional Office of Education #45 funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted funding resources available to finance the program. It is Regional Office of Education #45's policy to first apply restricted funds, then unrestricted. For unrestricted funds, committed funds are used first, then assigned funds, then unassigned if any.

H. Fund Accounting

The Regional Office of Education #45 uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Regional Office of Education #45 uses governmental, proprietary, and fiduciary funds.

Governmental Funds

Governmental funds are those through which most governmental functions of the Regional Office of Education #45 are typically reported. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows of resources and liabilities and deferred inflows of resources is reported as a fund balance.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Fund Accounting (Continued)

Governmental Funds (Continued)

As prescribed by GASB Statement No. 34, governmental fund reporting focuses on the major funds, rather than on the fund type. There is a two-step process for determining if a fund should be reported as a major fund: (1) total assets (including deferred outflows or resources), liabilities (including deferred inflows of resources), revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 10% of the corresponding total for the fund type, and (2) total assets (including deferred outflows of resources), liabilities (including deferred inflows of resources), revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 5% of the corresponding total for the total of all governmental and proprietary funds combined. Funds that do not meet the major fund determination requirements are reported in aggregate as nonmajor funds. The Regional Office of Education #45 has presented all major funds that met the above qualifications.

The Regional Office of Education #45 reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Regional Office of Education #45. It is used to account for all financial resources, which benefit all school districts in the region except those required to be accounted and reported for in another fund. General funds include the following:

Chester Office – This fund is used for general operations of the Chester office of the Regional Office of Education. It is used to account for all financial resources, except those required to be accounted for in another fund.

Waterloo Office – This fund is used for general operations of the Waterloo office of the Regional Office of Education. It is used to account for all financial resources, except those required to be accounted for in another fund.

General State Aid – This fund accounts for General State Aid used for the general operations of the Regional Safe Schools program.

County Account – The Regional Office of Education #45 receives a tax appropriation from Monroe and Randolph counties for operation purposes. These appropriations are requested on a yearly basis.

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Fund Accounting (Continued)

Governmental Funds (Continued)

Adult Education – This fund accounts for monies received from the Illinois Community College Board (ICCB) for academic and vocational adult education programs including the following:

Federal Basic – This fund accounts for federal monies received from the ICCB which provide for adult basic education (GED) services for adult education clients.

Public Assistance – This fund accounts for State funds received from the ICCB for vocational training for adult education clients including computer and certified nurse assistant classes.

State Basic – This fund accounts for State funds received from the ICCB for vocational training and can be used the same as Public Assistance funds.

State Performance – This fund accounts for State monies received from the ICCB that can be used for any purpose that supports the adult education program.

Adult Volunteer Literacy Grant Program – This program provides free one-on-one tutoring for adults who want to improve their basic reading and math skills and for English as a Second Language students. The Regional Office of Education #45 provides the training and the teaching materials for the volunteer tutors and the books and materials for the students.

Secretary of State Family Literacy Program – The program provides continuing adult education, English as a second language, childhood education, parenting resources, and activities for at risk families in the community of the Regional Office of Education #45.

Regional Safe Schools – This program provides funding for an alternative school program for students removed from the regular school setting due to disruptive behavior.

Mathematics and Science Partnership – This program is a professional development program designed to improve the content knowledge and pedagogical skills of 5th through 12th grade teachers in mathematics and science.

Title I School Improvement System of Support – Grant monies in this fund are used to provide professional development activities to schools that are on Illinois' Academic Watch List. To be on the list, students in the buildings have not made Adequate Yearly Progress for at least two years.

Film Co-op – This account was established for the elementary, secondary, and private schools in the counties of the Regional Office of Education #45 to provide film and other audio-visual materials to its member school districts.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Fund Accounting (Continued)

Governmental Funds (Concluded)

Rural Education Achievement Program – This grant is intended to assist the district in raising student academic achievement and meeting the State’s definition of adequate yearly progress.

McKinney-Vento Education for Homeless Children – The fund provides educational services and strives to heighten community awareness of the need to serve the homeless population.

Area-Wide I-RTI Network Instructional Leader – This fund provides an area-wide instructional leader, area-wide assistant, and lead coach for the Area V Regional Offices of Education.

ROE/ISC Operations – This account is used for general operation of the Regional Office of Education office.

Title II Teacher Quality - Leadership – The purpose of this program is to provide training and professional development for the improvement of teacher preparation programs.

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

Teacher’s Institute Fund – The Teacher’s Institute Fund is authorized by Section 3-12 of the School Code. All examination, registration and renewal fees are paid into the Teacher’s Institute Fund. The monies are used to defray administrative expenses incidental to teacher’s institutes, workshops, or meetings of a professional nature. All funds generated remain restricted until expended only on the aforementioned activities.

Bus Driver Permit Fund – This fund is used to account for the issuance of school bus driver permits and to sponsor instructional training courses for school bus drivers.

General Education Development Fund – This fund was established to administer the high school level test of General Educational Development.

Proprietary Funds

Enterprise Funds - The Enterprise Funds account for the operation of the Registration program. This operation is financed and operated in a manner similar to private business operations.

Registration - The purpose of the Registration fund is to support professional development workshops for educators and enrichment programs for students. Educators/students pay registration fees for programs presented by the office. Presenter fees, supplies, room rental, and food costs are examples of expenses paid out of the registration fund.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Fund Accounting (Concluded)

Fiduciary Funds

Agency Funds are used to account for assets held by the Regional Office of Education #45 in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds include the following:

Distributive Fund - This fund distributes monies received by the State to the school districts and other entities.

Area V Trail – This fund receives and disburses monies for workshops provided and paid for by all the Area V Regional Offices of Education.

State Trail – This fund receives and disburses monies for workshops provided and paid for by the Regional Offices of Education State-wide.

Connecting Conference – This fund receives and disburses monies for workshops provided and paid for by the Illinois Association of Regional Superintendent of Schools.

M'aidez Center – This fund receives and disburses monies for the M'aidez Center, a 501(c)(3) organization that provides charitable support to other organizations serving youth and families.

I. Governmental Fund Balances

Fund balance is the difference between assets and liabilities 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 net position that is not available to be spent, either short term or long term, in either form or through legal restrictions. The Teacher's Institute Fund and Waterloo Office Accounts have a nonspendable fund balance.

Restricted Fund Balance – The portion of a governmental fund's net position that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: Teacher's Institute Fund, Bus Driver Permit Fund, and General Education Development Fund.

Committed Fund Balance – The portion of a governmental fund's net position with self-imposed constraints or limitations that has been placed at the highest level of decision making. The Regional Office of Education #45 has no committed fund balances.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Governmental Fund Balances (Concluded)

Assigned Fund Balance – The portion of a governmental fund’s net position for which an intended use of resources has been denoted. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The Regional Office of Education #45 has no assigned fund balances.

Unassigned Fund Balance – Available expendable financial resources in a governmental fund that are not designated for a specific purpose. The following General Fund accounts have unassigned fund balances: Chester Office, Waterloo Office, General State Aid, and County Account.

J. Net Position

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, if any, 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.

K. Cash and Cash Equivalents

Cash and cash equivalents consists of cash on deposit. The Regional Office of Education #45 considers all liquid investments, including certificates of deposit, to be cash equivalents.

L. Capital Assets

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

Equipment Furniture	5-10 years
Office Equipment	3-7 years

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Interfund Receivables and Payables

The recordings of due from and due to other funds are a result of various borrowings between funds during the year.

N. 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.

O. Budget Information

The Regional Office of Education #45 acts as the administrative agent for certain grant programs that are accounted for within the Education Fund. These programs have separate budgets and are required to be reported to the Illinois State Board of Education and Illinois Community College Board; however, none of the annual budgets have been legally adopted, nor are they required to do so. Certain programs within the Special Revenue Fund do not have separate budgets.

Comparisons of budgeted and actual results for the following programs are presented as supplementary information: Adult Education - Federal Basic, Adult Education - Public Assistance, Adult Education - State Basic, Adult Education - State Performance, Adult Volunteer Literacy Grant Program, Secretary of State Family Literacy Program, Regional Safe Schools, Mathematics and Science Partnership, Title I School Improvement System of Support, Rural Education Achievement Program, McKinney Vento Education for Homeless Children, Area-Wide I-RTI Network Instructional Leader, ROE/ISC Operations, and Title II Teacher Quality – Leadership.

P. Compensated Absences

Vacation pay is considered an expenditure in the year it is paid. All vacation has to be used before fiscal year end, so no accrual is required.

Accumulated sick pay benefits are available to all full-time employees to use in future years. However, upon termination, the employees are not compensated for any unused sick days; therefore, no accruals or reserves have been established.

Q. Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

R. Deferred Inflows and Outflows of Resources

GASB Statement No. 65 reclassified as deferred outflows of resources or deferred inflows of resources certain items that were previously reported as assets and liabilities. Decreases in net assets that relate to future periods are reported as deferred inflows of resources. Increases in net assets that relate to future periods are reported as deferred outflows of resources. When an asset is recorded in the governmental fund financial statements but the revenue is not available, the Regional Office reports a deferred inflow of resources until such time as the revenue becomes available. *Available* means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues are not available if they are received more than 60 days after the end of the fiscal year. The Regional Office had no deferred inflows or outflows of resources in the current year.

NOTE 2: CASH AND CASH EQUIVALENTS

Illinois Compiled Statutes authorize the Regional Office of Education #45 to make deposits and invest in U.S. Government, State of Illinois and municipal securities, certificates of deposit or time savings deposits insured by the FDIC, mortgage notes, bonds, or debentures issued by the Federal Housing Administration, bonds and other obligations of the Federal National Mortgage Association, commercial paper rated within the three highest classifications by at least two standard rating services, credit union shares, and the Illinois Public Treasurer's Investment Pool.

At June 30, 2014, the carrying amount of the Regional Office of Education #45's government-wide and fiduciary fund deposits were \$757,689 and \$100,385 respectively, and the bank balances were \$783,348 and \$136,746, respectively.

At June 30, 2014, \$500,000 of the Regional Office of Education #45's cash deposits was insured by the Federal Deposit Insurance Corporation. Another \$420,094 was collateralized by securities pledged by the Regional Office of Education #45's financial institutions in the name of the Regional Office.

Credit Risk

The Regional Office of Education #45 is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235/2 and 6), and Section 8-7 of the School Code. The Regional Office of Education #45 has no investment policy that would further limit its investment choices. As of June 30, 2014 the Regional Office of Education #45 was in compliance with these guidelines.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The Regional Office of Education #45 does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 2: CASH AND CASH EQUIVALENTS (CONCLUDED)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the Regional Office of Education's deposits may not be returned to it. The Regional Office of Education #45 does not have a deposit policy for custodial credit risk but follows the Public Funds Investment Act (30 ILCS 235/2 and 6), and Section 8-7 of the School Code.

NOTE 3: DEFINED BENEFIT PENSION PLAN

Plan Description. The Regional Office of Education #45'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 #45's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. 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 financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on line at www.imrf.org.

Funding Policy. As set by statute, the Regional Office of Education #45's Regular plan members are required to contribute 4.50% 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 #45's annual required contribution rate for calendar year 2013 was 23.25%. The Regional Office of Education #45 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. The required contribution for calendar year 2013 was \$88,230.

THREE YEAR TREND INFORMATION

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/13	\$ 88,230	100%	\$ 0
12/31/12	89,738	100%	0
12/31/11	90,759	100%	0

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included a) 7.5% investment rate of return (net of administrative and direct investment expenses), b) projected salary increases of 4.00% a year, attributable to inflation, c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and d) post retirement benefit increases of 3% annually. The actuarial value of the Regional Office of Education #45's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 3: DEFINED BENEFIT PENSION PLAN (CONCLUDED)

value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Regional Office of Education #45's Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 10 year basis.

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 52.73% funded. The actuarial accrued liability for benefits was \$882,633 and the actuarial value of assets was \$465,382, resulting in an underfunded actuarial accrued liability (UAAL) of \$417,251. The payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$379,483 and the ratio of the UAAL to the covered payroll was 110%.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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

The Regional Office of Education #45 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.

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 State of Illinois maintains the primary responsibility for funding the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The active member contribution rate for the year ended June 30, 2014, was 9.4% of creditable earnings. The same contribution rate applies to members whose first contributing service is on or after January 1, 2011, the effective date of the benefit changes contained in Public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4% for the years ended June 30, 2013 and 2012.

The State of Illinois makes contributions directly to TRS on behalf of the Regional Office of Education #45's TRS-covered employees.

- **On behalf contributions.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2014, the State of Illinois contributions were based on 35.41% of creditable earnings not paid from federal funds, and the Regional Office of Education #45 recognized revenue and expenditures of \$110,946 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2013 and June 30, 2012, the contribution were 28.05% (\$79,875) and 24.91% (\$79,967), respectively.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

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

The Regional Office of Education #45 makes other types of employer contributions directly to TRS.

- **2.2 formula contributions.** Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2014 were \$1,172. Contributions for the years ending June 30, 2013, and June 30, 2012, were \$1,170 and \$1,412, respectively.
- **Federal and special trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #45, there is a statutory requirement for the Regional Office of Education #45 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, 2014, the employer pension contribution was 35.41% of salaries paid from federal and special trust funds. For the years ended June 30, 2013 and 2012, the employer contribution was 28.05% and 24.91%, respectively. For the year ended June 30, 2014, salaries totaling \$87,864 were paid from federal and special trust funds that required employer contributions of \$31,113. For the years ended June 30, 2013 and June 30, 2012, required Regional Office of Education #45 contributions were \$27,930 and \$28,079 respectively.

- **Early retirement option.** The Regional Office of Education #45 is also required to make one-time employer contributions to TRS for members retiring under the early retirement option (ERO). The payments vary depending on the age and salary of the member.

The maximum employer ERO contribution under the current program is 146.5% and applies when the member is age 55 at retirement.

For the year ended June 30, 2014, the Regional Office of Education #45 paid no employer contributions to TRS under the ERO program. For the years ended June 30, 2013 and June 30, 2012, the Regional Office of Education #45 paid no employer ERO contributions.

- **Salary increases over 6 percent and excess sick leave.** If the Regional Office of Education #45 grants salary increases over 6% and those salaries are used to calculate a retiree's final average salary, the Regional Office of Education #45 makes a contribution to TRS. The contribution will cover the difference in actuarial cost of the benefit based on actual salary increases and the benefit based on salary increases of up to 6%.

For the year ended June 30, 2014, the Regional Office of Education #45 paid \$0 to TRS for employer contributions due on salary increases in excess of 6%. For the years ended June 30, 2013 and June 30, 2012, the Regional Office of Education #45 paid \$5,118 and \$0, respectively.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

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

- If the Regional Office of Education #45 grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, Regional Office of Education #45 makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary rate reported by the Regional Office of Education #45 during the four-year sick leave review period, and the TRS total normal cost rate (17.29% of salary during the year ended June 30, 2014).

For the year ended June 30, 2014, the Regional Office of Education #45 paid no employer contributions to TRS for sick leave days granted in excess of the normal annual allotment. For the years ended June 30, 2013 and 2012, the Regional Office of Education #45 paid no employer contributions granted for sick leave days.

Further information on TRS. TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and State funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2013. The report for the year ended June 30, 2014, is expected to be available in late 2014.

The reports may be obtained by writing to the Teacher's Retirement System of the State of Illinois, 2815 West Washington Street, P.O. Box 19253, Springfield, Illinois 62794-9253. The most current report is also available on the TRS website at <http://trs.illinois.gov>.

NOTE 5: OTHER POSTEMPLOYMENT COMMITMENTS

A. Teacher Health Insurance Security Fund

The Regional Office of Education #45 participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' 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. Beginning February 1, 2014, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage plans.

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

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

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 5: OTHER POSTEMPLOYEMENT COMMITMENTS (CONTINUED)

A. Teacher Health Insurance Security Fund (Concluded)

- **On-behalf contributions to THIS Fund.** The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education #45. State contributions are intended to match contributions to the THIS Fund from active members which were 0.97% of pay during the year ended June 30, 2014. State of Illinois contributions were \$1,960, and the Regional Office of Education #45 recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2013 and June 30, 2012 were 0.92% and 0.88% of pay, respectively. State contributions on behalf of the Regional Office of Education #45's employees were \$1,856 and \$2,143, respectively.

- **Employer contributions to THIS Fund.** The Regional Office of Education #45 also makes contributions to THIS Fund. The Regional Office of Education #45's THIS Fund contribution was 0.72% during the year ended June 30, 2014 and 0.69% and 0.66% during the years ended June 30, 2013 and June 30, 2012, respectively. For the year ended June 30, 2014, the Regional Office of Education #45 paid \$1,455 to the THIS Fund. For the years ended June 30, 2013 and 2012, the Regional Office of Education #45 paid \$1,392 and \$1,607, respectively, which was 100% of the required contribution.

Further information on THIS Fund. The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

B. Egyptian Area Schools Employee Benefit Trust

Plan Description. The Regional Office of Education #45 contributes to the Egyptian Area Schools Employee Benefit Trust (the "Trust"), a cost-sharing multiple-employer defined benefit health care plan administered by the Board of Managers of the Trust. The Trust provides medical benefits to active and retired employees of approximately 180 participating employers. The Trust issues a publicly available financial report that includes financial statements and required supplementary information for the Trust. A copy of the report may be obtained by writing to the Egyptian Area Schools Employee Benefit Trust, c/o Meritain Health, 1109 Hartman Lane, Suite 202, Shiloh, IL 62221, or by calling Meritain Health at (618) 509-6082. The financial report is also posted on the Trust's website at www.egtrust.org.

Funding Policy. The Trust Agreement establishing the Trust provides that contribution rates are established and may be modified by the Board of Managers of the Trust. Contribution rates are normally adjusted as of September 1 each year. As of June 30, 2014, participating employers were contractually required to contribute at the following rates for active and retired employees and dependents.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 5: OTHER POSTEMPLOYEMENT COMMITMENTS (CONCLUDED)

B. Egyptian Area Schools Employee Benefit Trust (Concluded)

	Platinum Plan	Gold Plan	Silver Plan	Bronze Plan
Employee (Retiree)	\$710	\$642	\$554	\$472
Employee + spouse	\$1,464	\$1,322	\$1,146	\$970
Employee + child(ren)	\$1,414	\$1,274	\$1,106	\$952
Family	\$1,576	\$1,420	\$1,234	\$1,046

Participating employers may require employees and/or retirees to pay some or all of the required contributions to the employer, but the employer has the legal obligation to pay contributions to the Trust. The Regional Office of Education #45 requires retirees to pay 100% of the contribution for the coverage for retirees and their dependents.

The Board of Managers of the Trust sets the employer contribution rates each year based on an actuarial valuation. The Trust's actuary has determined that as of June 30, 2014 the contribution rates exceed the Annual Required Contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The Regional Office of Education #45's contributions to the Trust for the years ending June 30, 2014, June 30, 2013 and June 30, 2012, were \$83,580, \$83,202 and \$76,675 respectively, which equaled the contractually required contributions each year.

NOTE 6: INTERFUND RECEIVABLES AND PAYABLES

Interfund due to / from other fund balances at June 30, 2014 consist of the following individual due to / from other funds in the governmental fund Balance Sheet. These balances were eliminated in the government-wide Statement of Position.

Fund	Due From	Due to
General Fund		
Office Account-Chester Office	\$ 3,510	\$ -
Office Account-Waterloo Office	36,591	-
General State Aid	4,230	-
Education Fund		
Chester Office		
Adult Education-Public Assistance	-	73
Adult Education-State Basic	-	1,974
Adult Education-State Performance	-	1,463
Regional Safe Schools	-	4,230
Waterloo Office		
Area-Wide I-RTI Network Instructional Leader	-	13,962
Title II Teacher Quality – Leadership	-	1
Title I School Improvement System of Support	-	22,628
	<u>\$ 44,331</u>	<u>\$ 44,331</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 7: DUE TO/DUE FROM OTHER GOVERNMENTAL UNITS

The Regional Office of Education #45's General Fund, Education Fund, Proprietary Fund and Agency Funds, have funds due to and due from various other governmental units which consist of the following:

Due from Other Governments:

General Fund – Chester Office Account – Local Governments	\$ 50
General Fund – Waterloo Office Account – Local Governments	19,104
General Fund – Chester General State Aid Account – Local Governments	2,750
Special Revenue Fund – Education Fund	
Illinois State Board of Education	4,231
Illinois Community College Board	3,510
Local Governments	36,590
Proprietary Fund - Registration Fund - Local Governments	736
Fiduciary Fund - Distributive Fund - Illinois State Board of Education	102,061
Fiduciary Fund - Area V Trail - Local Governments	1,875
Fiduciary Fund - State Trail - Local Governments	4,178
Fiduciary Fund – Connecting Conference – Local Governments	250
Total	<u>\$ 175,335</u>

Due to Other Governments:

Proprietary Fund - Registration Fund - Lindenwood University	\$ 60
Fiduciary Fund - Distributive Fund - Local School Districts and Other Entities	102,061
Fiduciary Fund - Area V Trail - Local Governments	47,479
Fiduciary Fund - State Trail - Local Governments	24,446
Fiduciary Fund – Connecting Conference – Local Governments	28,258
Fiduciary Fund – M'aidez Center – Local Governments	6,505
Total	<u>\$ 208,809</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 8: CAPITAL ASSETS

Governmental Activities

Capital asset activity for fiscal year 2014 was as follows:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
Governmental Funds				
Total Capital Assets	\$ 170,954	\$ 7,565	\$ 17,882	\$ 160,637
Less: Accumulated Depreciation	<u>133,302</u>	<u>11,510</u>	<u>17,882</u>	<u>126,930</u>
Governmental Funds				
Investment in Capital Assets, Net	<u>\$ 37,652</u>	<u>\$ (3,945)</u>	<u>\$ -</u>	<u>\$ 33,707</u>

Business-Type Activities

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
Business-type Activities				
Total Capital Assets	\$ 4,904	\$ -	\$ -	\$ 4,904
Less: Accumulated Depreciation	<u>1,637</u>	<u>288</u>	<u>-</u>	<u>1,925</u>
Business-type Activities				
Investment in Capital Assets, Net	<u>\$ 3,267</u>	<u>\$ (288)</u>	<u>\$ -</u>	<u>\$ 2,979</u>

Capital assets are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense of \$11,510 and \$288 was charged to the governmental activities instructional services function and business-type activities instructional services function, respectively, on the government-wide Statement of Activities for the year ended June 30, 2014. Investment in capital assets is the component of net position that reports capital assets net of accumulated depreciation.

NOTE 9: DISTRIBUTIVE FUND INTEREST

A written agreement between the Regional Office of Education #45's school boards, which receive funds through the Regional Office of Education #45, provides for the retention of interest earned on the State Distributive Fund checking account by the Regional Superintendent to be used for the benefit of all of the districts in the region. The distributive fund did not earn any interest during the year ended June 30, 2014.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 10: RISK MANAGEMENT

The Regional Office of Education #45 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Regional Office of Education #45 has purchased commercial insurance to cover these risks. During the year ended June 30, 2014, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

NOTE 11: ON-BEHALF PAYMENTS

The State of Illinois pays the following salaries and benefits on behalf of Regional Office of Education #45:

Regional Superintendent Salary	\$	104,784
Regional Superintendent Fringe Benefits (includes State paid insurance)		32,503
Assistant Regional Superintendent Salary		94,320
Assistant Regional Superintendent Fringe Benefits (includes State paid insurance)		31,877
TRS Pension Contributions		110,946
THIS Fund Contributions		<u>1,960</u>
Total	\$	<u>376,390</u>

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

These amounts have been recorded in the accompanying governmental fund financial statements as state revenue and expenditures.

NOTE 12: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Generally accepted accounting principles require disclosure of certain information concerning individual funds which are presented only in combination on the financial statements. Funds having deficit fund balances/net position and funds which over expend appropriations during the year are required to be disclosed.

No funds/fund accounts had deficit fund balances at June 30, 2014.

NOTE 13: OPERATING LEASES

Lease 1: On December 1, 2012 the Regional Office of Education #45 entered into a one year lease agreement for rental of 107 East Mill Street, Waterloo (Waterloo Regional Office building) beginning December 1, 2012 and terminating November 30, 2013. The Regional Office of Education #45 renewed the lease starting December 1, 2013 and terminating November 30, 2014. The lease is payable in monthly installments of \$1,800. Lease expense for the office building for fiscal year 2014 was \$21,600.

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 13: OPERATING LEASES (CONCLUDED)

Lease 2: On June 15, 2012 the Regional Office of Education #45 entered into a lease agreement for a postage meter held at the Chester office for 36 months beginning July 1, 2012 through June 30, 2015. The lease is payable in quarterly amounts of \$60. Total lease expense for fiscal year 2014 was \$240.

Lease 3: On June 21, 2010 the Regional Office of Education #45 entered into a lease agreement for rental of the building known as “red brick school” for three years beginning July 1, 2013 and terminating June 30, 2016. The lease is payable in monthly installments of \$875 per month. Lease expense for the “red brick school” for fiscal year 2014 was \$10,500.

Lease 4: On October 21, 2009, the Regional Office of Education #45 entered into a lease agreement for rental of a copier kept at the Waterloo office building for 5 years and 3 months beginning with December 1, 2009 and terminating February 28, 2015. The lease is payable in monthly installments of \$257. Lease expense for the copier for fiscal year 2014 was \$3,084.

Lease 5: On October 21, 2009, the Regional Office of Education #45 entered into a lease agreement for rental of a copier kept at the Red Brick School for 5 years and 3 months beginning with December 1, 2009 and terminating February 28, 2015. The lease is payable in monthly installments of \$248. Lease expense for the copier for fiscal year 2014 was \$2,976.

Lease 6: On October 21, 2009, the Regional Office of Education #45 entered into a lease agreement for rental of a copier kept at the Chester office building for 5 years and 3 months beginning with December 1, 2009 and terminating February 28, 2015. The lease is payable in monthly installments of \$214. Lease expense for the copier for fiscal year 2014 was \$2,568.

Lease 7: On September 26, 2012, the Regional Office of Education #45 entered into a lease agreement for 3 years for a postage meter held at the Waterloo Office beginning November 1, 2012 through October 31, 2015. The lease is payable in quarterly payments of \$78. The lease expense for fiscal year 2014 was \$312.

Lease 8: On February 6, 2013 the Regional Office of Education #45 entered into a month-to-month lease agreement for rental of a storage unit in Waterloo. The lease is payable on a monthly basis with a monthly rental fee of \$55. Rent expense for the storage unit for fiscal year 2014 was \$660.

The Regional Office of Education #45’s future minimum lease payments based on the leases detailed above are as follows:

Fiscal Year		
2015	\$	25,804
2016		10,604
	\$	36,408

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2014**

NOTE 14: PROSPECTIVE ACCOUNTING CHANGE

The Governmental Accounting Standards Board has issued Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB No. 27*. This statement will be implemented for the fiscal year ending June 30, 2015. The revised requirements establish new financial reporting requirements for state and local governments which provide their employees with pension benefits, including additional note disclosures and required supplementary information. In addition, the Statement of Net Position is expected to include a significant liability for the government's proportionate share of the employee pension plan.

REQUIRED SUPPLEMENTARY INFORMATION
(Other than Management's Discussion and Analysis)

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS
June 30, 2014**

UNAUDITED

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$465,382	\$882,633	\$417,251	52.73%	\$379,483	109.95%
12/31/12	\$332,975	\$855,041	\$522,066	38.94%	\$406,054	128.57%
12/31/11	\$638,242	\$1,182,469	\$544,227	53.98%	\$417,285	130.42%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$710,790. On a market basis, the funded ratio would be 80.53%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Monroe and Randolph Counties Regional Office of Education #45. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

OTHER SUPPLEMENTAL INFORMATION

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
GENERAL FUND
June 30, 2014**

	Office Account		General State Aid	County Account		Total
	Chester	Waterloo	Chester	Waterloo		
Assets						
Cash and cash equivalents	\$ 66,441	\$ 143,902	\$ 224,366	\$ 47,412		\$ 482,121
Due from other funds	3,510	36,591	4,230	-		44,331
Due from other governments	50	19,104	2,750	-		21,904
Prepaid expenses	-	7,344	-	-		7,344
Total Assets	70,001	206,941	231,346	47,412		555,700
Deferred Outflows of Resources	-	-	-	-		-
Total Assets and Deferred Outflows of Resources	\$ 70,001	\$ 206,941	\$ 231,346	\$ 47,412		\$ 555,700
Liabilities						
Accrued wages and benefits	\$ -	\$ 832	\$ -	\$ -		\$ 832
Unearned revenue	58	6,836	-	-		6,894
Total Liabilities	58	7,668	-	-		7,726
Deferred Inflows of Resources	-	-	-	-		-
Fund Balance						
Nonspendable	-	7,344	-	-		7,344
Unassigned	69,943	191,929	231,346	47,412		540,630
Total Fund Balances	69,943	199,273	231,346	47,412		547,974
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 70,001	\$ 206,941	\$ 231,346	\$ 47,412		\$ 555,700

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUND ACCOUNTS
For the Year Ended June 30, 2014**

	Office Account		General State Aid	County Account	Total
	Chester	Waterloo	Chester	Waterloo	
Revenues					
Local sources	\$ 1,022	\$ 62,319	\$ 48,543	\$ 208,315	\$ 320,199
State sources	-	-	98,844	-	98,844
State sources - On behalf payments	-	376,390	-	-	376,390
Federal sources	-	-	9,019	-	9,019
Total Revenue	<u>1,022</u>	<u>438,709</u>	<u>156,406</u>	<u>208,315</u>	<u>804,452</u>
Expenditures					
Salaries	-	30,973	91,801	107,377	230,151
Employee benefits	-	10,984	29,469	45,258	85,711
Purchased services	486	21,608	27,478	46,200	95,772
Supplies and materials	197	295	10,943	7,541	18,976
Capital outlay	-	-	6,918	647	7,565
Other	50	1,131	-	9,328	10,509
Payments made on behalf of region	-	376,390	-	-	376,390
Total Expenditures	<u>733</u>	<u>441,381</u>	<u>166,609</u>	<u>216,351</u>	<u>825,074</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>289</u>	<u>(2,672)</u>	<u>(10,203)</u>	<u>(8,036)</u>	<u>(20,622)</u>
Other Financing Sources (Uses)					
Interest	<u>33</u>	<u>357</u>	<u>99</u>	<u>62</u>	<u>551</u>
Total Other Financing Sources (Uses)	<u>33</u>	<u>357</u>	<u>99</u>	<u>62</u>	<u>551</u>
Net Change in Fund Balance	322	(2,315)	(10,104)	(7,974)	(20,071)
Fund Balance - Beginning	<u>69,621</u>	<u>201,588</u>	<u>241,450</u>	<u>55,386</u>	<u>568,045</u>
Fund Balance - Ending	<u>\$ 69,943</u>	<u>\$ 199,273</u>	<u>\$ 231,346</u>	<u>\$ 47,412</u>	<u>\$ 547,974</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
June 30, 2014**

	<u>Education Fund</u>		<u>Total</u>
	<u>Chester</u>	<u>Waterloo</u>	
Assets			
Due from other governments	<u>\$ 7,740</u>	<u>\$ 36,591</u>	<u>\$ 44,331</u>
Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u><u>\$ 7,740</u></u>	<u><u>\$ 36,591</u></u>	<u><u>\$ 44,331</u></u>
Liabilities			
Due to other funds	<u>\$ 7,740</u>	<u>\$ 36,591</u>	<u>\$ 44,331</u>
Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance			
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u><u>\$ 7,740</u></u>	<u><u>\$ 36,591</u></u>	<u><u>\$ 44,331</u></u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
For the Year Ended June 30, 2014

	Education Fund		
	Chester	Waterloo	Total
Revenues			
State sources	\$ 147,745	\$ 25,955	\$ 173,700
Federal sources	45,741	317,651	363,392
Total Revenues	<u>193,486</u>	<u>343,606</u>	<u>537,092</u>
Expenditures			
Salaries	118,364	170,829	289,193
Employee benefits	32,456	55,260	87,716
Purchased services	25,656	47,707	73,363
Supplies and materials	11,582	14,324	25,906
Other	3	258	261
Payments to other governments	5,428	56,997	62,425
Total Expenditures	<u>193,489</u>	<u>345,375</u>	<u>538,864</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3)</u>	<u>(1,769)</u>	<u>(1,772)</u>
Other Financing Sources (Uses)			
Interest	3	2	5
Total Other Financing Sources (Uses)	<u>3</u>	<u>2</u>	<u>5</u>
Net Change in Fund Balance	-	(1,767)	(1,767)
Fund Balance - Beginning	<u>-</u>	<u>1,767</u>	<u>1,767</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
CHESTER OFFICE
June 30, 2014**

	Adult Education Programs	Adult Volunteer Literacy Grant Program	Secretary of State Family Literacy Program	Regional Safe Schools	Mathematics and Science Partnership (2013-4936-20)	Total
Assets						
Due from other governments	\$ 3,510	\$ -	\$ -	\$ 4,230	\$ -	\$ 7,740
Deferred Outflows of Resources	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 3,510</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,230</u>	<u>\$ -</u>	<u>\$ 7,740</u>
Liabilities						
Due to other funds	\$ 3,510	\$ -	\$ -	\$ 4,230	\$ -	\$ 7,740
Deferred Inflows of Resources	-	-	-	-	-	-
Fund Balance						
Unassigned	-	-	-	-	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,510</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,230</u>	<u>\$ -</u>	<u>\$ 7,740</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
CHESTER OFFICE
For the Year Ended June 30, 2014**

	Adult Education Programs	Adult Volunteer Literacy Grant Program	Secretary of State Family Literacy Program	Regional Safe Schools	Mathematics and Science Partnership (2013-4936-20)	Total
Revenues						
State sources	\$ 42,115	\$ 25,000	\$ 28,000	\$ 52,630	\$ -	\$ 147,745
Federal sources	21,226	-	-	-	24,515	45,741
Total Revenues	<u>63,341</u>	<u>25,000</u>	<u>28,000</u>	<u>52,630</u>	<u>24,515</u>	<u>193,486</u>
Expenditures						
Salaries	35,195	15,450	22,300	40,594	4,825	118,364
Employee benefits	14,776	6,156	3,194	5,455	2,875	32,456
Purchased services	6,679	2,706	939	4,336	10,996	25,656
Supplies and materials	6,691	688	1,567	2,245	391	11,582
Other	1	1	1	-	-	3
Payments to other governments	-	-	-	-	5,428	5,428
Total Expenditures	<u>63,342</u>	<u>25,001</u>	<u>28,001</u>	<u>52,630</u>	<u>24,515</u>	<u>193,489</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1)	(1)	(1)	-	-	(3)
Other Financing Sources (Uses)						
Interest	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>3</u>
Total Other Financing Sources (Uses)	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>3</u>
Net Change in Fund Balance	-	-	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
ADULT EDUCATION PROGRAMS
CHESTER OFFICE
June 30, 2014**

	<u>Federal Basic</u>	<u>Public Assistance</u>	<u>State Basic</u>	<u>State Performance</u>	<u>Total</u>
Assets					
Due from other governments	\$ -	\$ 73	\$ 1,974	\$ 1,463	\$ 3,510
Deferred Outflows of Resources	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ 1,974</u>	<u>\$ 1,463</u>	<u>\$ 3,510</u>
Liabilities					
Due to other funds	\$ -	\$ 73	\$ 1,974	\$ 1,463	\$ 3,510
Deferred Inflows of Resources	-	-	-	-	-
Fund Balance					
Unassigned	-	-	-	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ 1,974</u>	<u>\$ 1,463</u>	<u>\$ 3,510</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
ADULT EDUCATION PROGRAMS
CHESTER OFFICE
For the Year Ended June 30, 2014**

	<u>Federal Basic</u>	<u>Public Assistance</u>	<u>State Basic</u>	<u>State Performance</u>	<u>Total</u>
Revenues					
State sources	\$ -	\$ 879	\$ 23,685	\$ 17,551	\$ 42,115
Federal sources	21,226	-	-	-	21,226
Total Revenues	<u>21,226</u>	<u>879</u>	<u>23,685</u>	<u>17,551</u>	<u>63,341</u>
Expenditures					
Salaries	13,600	600	13,462	7,533	35,195
Employee benefits	4,603	186	6,695	3,292	14,776
Purchased services	1,602	3	1,666	3,408	6,679
Supplies and materials	1,421	90	1,862	3,318	6,691
Other	-	-	-	1	1
Total Expenditures	<u>21,226</u>	<u>879</u>	<u>23,685</u>	<u>17,552</u>	<u>63,342</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
Other Financing Sources (Uses)					
Interest	-	-	-	1	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - FEDERAL BASIC
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 21,226	\$ 21,226	\$ 21,226
Total Revenues	<u>21,226</u>	<u>21,226</u>	<u>21,226</u>
Expenditures			
Salaries	12,550	12,550	13,600
Employee benefits	3,946	3,946	4,603
Purchased services	1,540	1,540	1,602
Supplies and materials	3,190	3,190	1,421
Total Expenditures	<u>21,226</u>	<u>21,226</u>	<u>21,226</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - PUBLIC ASSISTANCE
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 879	\$ 879	\$ 879
Total Revenues	<u>879</u>	<u>879</u>	<u>879</u>
Expenditures			
Salaries	600	600	600
Employee benefits	183	183	186
Purchased services	9	9	3
Supplies and materials	87	87	90
Total Expenditures	<u>879</u>	<u>879</u>	<u>879</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - STATE BASIC
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 23,685	\$ 23,685	\$ 23,685
Total Revenues	<u>23,685</u>	<u>23,685</u>	<u>23,685</u>
Expenditures			
Salaries	13,461	13,461	13,462
Employee benefits	7,819	7,819	6,695
Purchased services	1,044	1,044	1,666
Supplies and materials	1,361	1,361	1,862
Total Expenditures	<u>23,685</u>	<u>23,685</u>	<u>23,685</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
ADULT EDUCATION - STATE PERFORMANCE
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 17,551	\$ 17,551	\$ 17,551
Total Revenues	<u>17,551</u>	<u>17,551</u>	<u>17,551</u>
Expenditures			
Salaries	7,604	7,604	7,533
Employee benefits	3,179	3,179	3,292
Purchased services	5,268	5,268	3,408
Supplies and materials	1,500	1,500	3,318
Other	-	-	1
Total Expenditures	<u>17,551</u>	<u>17,551</u>	<u>17,552</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(1)</u>
Other Financing Sources (Uses)			
Interest	-	-	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
ADULT VOLUNTEER LITERACY GRANT PROGRAM
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 25,000	\$ 25,000	\$ 25,000
Total Revenues	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
Expenditures:			
Salaries	20,816	20,816	15,450
Employee benefits	-	-	6,156
Purchased services	2,284	2,284	2,706
Supplies and materials	1,900	1,900	688
Other	-	-	1
Total Expenditures	<u>25,000</u>	<u>25,000</u>	<u>25,001</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(1)</u>
Other Financing Sources (Uses)			
Interest	-	-	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
SECRETARY OF STATE FAMILY LITERACY PROGRAM
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 28,000	\$ 28,000	\$ 28,000
Total Revenues	<u>28,000</u>	<u>28,000</u>	<u>28,000</u>
Expenditures:			
Salaries	25,800	25,800	22,300
Employee benefits	-	-	3,194
Purchased services	1,100	1,100	939
Supplies and materials	1,100	1,100	1,567
Other	-	-	1
Total Expenditures	<u>28,000</u>	<u>28,000</u>	<u>28,001</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(1)</u>
Other Financing Sources (Uses)			
Interest	-	-	1
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 52,630	\$ 52,630	\$ 52,630
Total Revenues	<u>52,630</u>	<u>52,630</u>	<u>52,630</u>
Expenditures			
Salaries	39,624	40,625	40,594
Employee benefits	5,271	5,298	5,455
Purchased services	5,261	4,275	4,336
Supplies and materials	2,474	2,432	2,245
Total Expenditures	<u>52,630</u>	<u>52,630</u>	<u>52,630</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 1, 2012 to September 30, 2013)
EDUCATION FUND ACCOUNTS
MATHEMATICS AND SCIENCE PARTNERSHIP (2013-4936-20)
For the Year Ended June 30, 2014
Chester Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 100,000	\$ 100,000	\$ 24,515
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>24,515</u>
Expenditures			
Salaries	20,860	20,860	4,825
Employee benefits	8,109	8,109	2,875
Purchased services	28,917	28,917	10,996
Supplies and materials	1,652	1,652	391
Payments to other governments	40,462	40,462	5,428
Total Expenditures	<u>100,000</u>	<u>100,000</u>	<u>24,515</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2014**

	Mathematics and Science Partnership (2013-4936-21)	Title I School Improvement System of Support	Film Co-op	Rural Education Achievement Program	McKinney Vento Education for Homeless Children (2014)	McKinney Vento Education for Homeless Children (2013)
Assets						
Due from other governments	\$ -	\$ 22,628	\$ -	\$ -	\$ -	\$ -
Deferred Outflows of Resources	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ -	\$ 22,628	\$ -	\$ -	\$ -	\$ -
Liabilities						
Due to other funds	\$ -	\$ 22,628	\$ -	\$ -	\$ -	\$ -
Deferred Inflows of Resources	-	-	-	-	-	-
Fund Balance						
Unassigned	-	-	-	-	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 22,628	\$ -	\$ -	\$ -	\$ -

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF ACCOUNTS
EDUCATION FUND
WATERLOO OFFICE
June 30, 2014**

	Area-Wide I-RTI Network Instructional Leader (2014)	Area-Wide I-RTI Network Instructional Leader (2013)	ROE/ISC Operations	Title II Teacher Quality Leadership	Total
Assets					
Due from other governments	\$ 13,962	\$ -	\$ -	\$ 1	\$ 36,591
Deferred Outflows of Resources	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 13,962</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 36,591</u>
Liabilities					
Due to other funds	\$ 13,962	\$ -	\$ -	\$ 1	\$ 36,591
Deferred Inflows of Resources	-	-	-	-	-
Fund Balance					
Unassigned	-	-	-	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 13,962</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 36,591</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2014**

	Mathematics and Science Partnership (2013-4936-21)	Title I School Improvement System of Support	Film Co-op	Rural Education Achievement Program	McKinney Vento Education for Homeless Children (2014)	McKinney Vento Education for Homeless Children (2013)
Revenues						
State sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	43,731	22,628	-	39,527	16,835	5,930
Total Revenues	<u>43,731</u>	<u>22,628</u>	<u>-</u>	<u>39,527</u>	<u>16,835</u>	<u>5,930</u>
Expenditures						
Salaries	8,341	13,303	650	-	12,180	3,902
Employee benefits	2,421	760	9	-	339	224
Purchased services	15,448	1,011	1,076	-	877	267
Supplies and materials	6,815	790	34	-	3,439	1,537
Other	-	-	-	-	-	-
Payments to other governments	10,706	6,764	-	39,527	-	-
Total Expenditures	<u>43,731</u>	<u>22,628</u>	<u>1,769</u>	<u>39,527</u>	<u>16,835</u>	<u>5,930</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>(1,769)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)						
Interest	-	-	2	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>2</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	(1,767)	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>1,767</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EDUCATION FUND ACCOUNTS
WATERLOO OFFICE
For the Year Ended June 30, 2014**

	Area-Wide I-RTI Network Instructional Leader (2014)	Area-Wide I-RTI Network Instructional Leader (2013)	ROE/ISC Operations	Title II Teacher Quality Leadership	Total
Revenues					
State sources	\$ -	\$ -	\$ 25,955	\$ -	\$ 25,955
Federal sources	135,663	50,816	-	2,521	317,651
Total Revenues	<u>135,663</u>	<u>50,816</u>	<u>25,955</u>	<u>2,521</u>	<u>343,606</u>
Expenditures					
Salaries	86,194	29,983	16,185	91	170,829
Employee benefits	34,307	13,302	3,870	28	55,260
Purchased services	14,798	6,725	5,103	2,402	47,707
Supplies and materials	364	806	539	-	14,324
Other	-	-	258	-	258
Payments to other governments	-	-	-	-	56,997
Total Expenditures	<u>135,663</u>	<u>50,816</u>	<u>25,955</u>	<u>2,521</u>	<u>345,375</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,769)</u>
Other Financing Sources (Uses)					
Interest	-	-	-	-	2
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>
Net Change in Fund Balance	-	-	-	-	(1,767)
Fund Balance - Beginning	-	-	-	-	1,767
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 1, 2012 to September 30, 2013)
EDUCATION FUND ACCOUNTS
MATHEMATICS AND SCIENCE PARTNERSHIP (2013-4936-21)
For the Year Ended June 30, 2014
Waterloo Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 100,000	\$ 100,000	\$ 43,731
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>43,731</u>
Expenditures			
Salaries	9,750	13,750	8,341
Employee benefits	4,299	4,299	2,421
Purchased services	54,533	54,533	15,448
Supplies and materials	3,051	6,551	6,815
Payments to other governments	28,367	20,867	10,706
Total Expenditures	<u>100,000</u>	<u>100,000</u>	<u>43,731</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of February 21, 2014 to June 30, 2014)
EDUCATION FUND ACCOUNTS
TITLE I SCHOOL IMPROVEMENT SYSTEM OF SUPPORT
For the Year Ended June 30, 2014
Waterloo Office

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 52,160	\$ 52,160	\$ 22,628
Total Revenues	<u>52,160</u>	<u>52,160</u>	<u>22,628</u>
Expenditures			
Salaries	36,686	36,686	13,303
Employee benefits	903	903	760
Purchased services	5,944	5,944	1,011
Supplies and materials	2,627	2,627	790
Payments to other governments	6,000	6,000	6,764
Total Expenditures	<u>52,160</u>	<u>52,160</u>	<u>22,628</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2012 to September 30, 2013)
EDUCATION FUND ACCOUNTS
RURAL EDUCATION ACHIEVEMENT PROGRAM (2013)
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 21,344	\$ 21,344	\$ 19,857
Total Revenues	<u>21,344</u>	<u>21,344</u>	<u>19,857</u>
Expenditures			
Payments to other governments	21,344	21,344	19,857
Total Expenditures	<u>21,344</u>	<u>21,344</u>	<u>19,857</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to September 30, 2014)
EDUCATION FUND ACCOUNTS
RURAL EDUCATION ACHIEVEMENT PROGRAM (2014)
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 19,670	\$ 19,670	\$ 19,670
Total Revenues	<u>19,670</u>	<u>19,670</u>	<u>19,670</u>
Expenditures			
Payments to other governments	19,670	19,670	19,670
Total Expenditures	<u>19,670</u>	<u>19,670</u>	<u>19,670</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN (2014)
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 16,835	\$ 16,835	\$ 16,835
Total Revenues	<u>16,835</u>	<u>16,835</u>	<u>16,835</u>
Expenditures			
Salaries	12,180	12,180	12,180
Employee benefits	340	340	339
Purchased services	1,163	1,163	877
Supplies and materials	3,152	3,152	3,439
Total Expenditures	<u>16,835</u>	<u>16,835</u>	<u>16,835</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2012 to August 31, 2013)
EDUCATION FUND ACCOUNTS
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN (2013)
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 12,159	\$ 22,159	\$ 5,930
Total Revenues	<u>12,159</u>	<u>22,159</u>	<u>5,930</u>
Expenditures			
Salaries	9,945	13,005	3,902
Employee benefits	145	189	224
Purchased services	2,012	4,413	267
Supplies and materials	57	4,552	1,537
Total Expenditures	<u>12,159</u>	<u>22,159</u>	<u>5,930</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 1, 2013 to September 30, 2014)
EDUCATION FUND ACCOUNTS
AREA-WIDE I-RTI NETWORK INSTRUCTIONAL LEADER (2014)
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 185,851	\$ 185,851	\$ 135,663
Total Revenues	<u>185,851</u>	<u>185,851</u>	<u>135,663</u>
Expenditures			
Salaries	114,802	114,802	86,194
Employee benefits	53,203	53,203	34,307
Purchased services	17,246	17,246	14,798
Supplies and materials	600	600	364
Total Expenditures	<u>185,851</u>	<u>185,851</u>	<u>135,663</u>
Net Change in Fund Balances	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 1, 2012 to September 30, 2013)
EDUCATION FUND ACCOUNTS
AREA-WIDE I-RTI NETWORK INSTRUCTIONAL LEADER (2013)
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 162,631	\$ 174,210	\$ 50,816
Total Revenues	<u>162,631</u>	<u>174,210</u>	<u>50,816</u>
Expenditures			
Salaries	90,334	110,394	29,983
Employee benefits	42,423	45,221	13,302
Purchased services	29,274	17,995	6,725
Supplies and materials	600	600	806
Total Expenditures	<u>162,631</u>	<u>174,210</u>	<u>50,816</u>
Net Change in Fund Balances	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of July 1, 2013 to June 30, 2014)
EDUCATION FUND ACCOUNTS
ROE/ISC OPERATIONS
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
State sources	\$ 25,955	\$ 25,955	\$ 25,955
Total Revenues	<u>25,955</u>	<u>25,955</u>	<u>25,955</u>
Expenditures			
Salaries	15,160	15,160	16,185
Employee benefits	3,201	3,201	3,870
Purchased services	5,840	5,840	5,103
Supplies and materials	539	539	539
Capital outlay	500	500	-
Other	715	715	258
Total Expenditures	<u>25,955</u>	<u>25,955</u>	<u>25,955</u>
Net Change in Fund Balances	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
BUDGETARY COMPARISON SCHEDULE
(For the Period of October 28, 2013 to August 31, 2014)
EDUCATION FUND ACCOUNTS
TITLE II TEACHER QUALITY - LEADERSHIP
For the Year Ended June 30, 2014
Waterloo Office**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Federal sources	\$ 2,521	\$ 2,521	\$ 2,521
Total Revenues	<u>2,521</u>	<u>2,521</u>	<u>2,521</u>
Expenditures			
Salaries	85	85	91
Employee benefits	35	35	28
Purchased services	2,400	2,401	2,402
Supplies and materials	1	-	-
Total Expenditures	<u>2,521</u>	<u>2,521</u>	<u>2,521</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2014**

	<u>Teacher's Institute Fund</u>	<u>Bus Driver Permit Fund</u>	<u>General Education Development Fund</u>	
	<u>Waterloo</u>	<u>Waterloo</u>	<u>Waterloo</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 31,272	\$ 3,235	\$ 19,155	\$ 53,662
Prepaid expenses	2,750	-	-	2,750
Total Assets	<u>34,022</u>	<u>3,235</u>	<u>19,155</u>	<u>56,412</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 34,022</u>	<u>\$ 3,235</u>	<u>\$ 19,155</u>	<u>\$ 56,412</u>
Liabilities	-	-	-	-
Deferred Inflows of Resources	-	-	-	-
Fund Balance				
Nonspendable	2,750	-	-	2,750
Restricted	31,272	3,235	19,155	53,662
Total Fund Balances	<u>34,022</u>	<u>3,235</u>	<u>19,155</u>	<u>56,412</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 34,022</u>	<u>\$ 3,235</u>	<u>\$ 19,155</u>	<u>\$ 56,412</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2014**

	Teacher's Institute Fund	Bus Driver Permit Fund	General Education Development Fund	
	Waterloo	Waterloo	Waterloo	Total
Revenues				
Local sources	\$ 10,635	\$ 1,384	\$ 6,550	\$ 18,569
State sources	-	763	530	1,293
Total Revenues	<u>10,635</u>	<u>2,147</u>	<u>7,080</u>	<u>19,862</u>
Expenditures				
Salaries	8,507	-	4,000	12,507
Employee benefits	3,030	-	2,368	5,398
Purchased services	786	1,209	1,717	3,712
Supplies and materials	-	50	680	730
Other	-	70	637	707
Total Expenditures	<u>12,323</u>	<u>1,329</u>	<u>9,402</u>	<u>23,054</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>(1,688)</u>	<u>818</u>	<u>(2,322)</u>	<u>(3,192)</u>
Other Financing Sources (Uses)				
Interest	71	7	42	120
Total Other Financing Sources (Uses)	<u>71</u>	<u>7</u>	<u>42</u>	<u>120</u>
Net Change in Fund Balance	(1,617)	825	(2,280)	(3,072)
Fund Balance - Beginning	<u>35,639</u>	<u>2,410</u>	<u>21,435</u>	<u>59,484</u>
Fund Balance - Ending	<u>\$ 34,022</u>	<u>\$ 3,235</u>	<u>\$ 19,155</u>	<u>\$ 56,412</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
June 30, 2014**

	Distributive Fund	Area V Trail	State Trail	Connecting Conference	M'aidez Center	Total Agency Funds
Assets						
Cash and cash equivalents	\$ -	\$ 45,604	\$ 20,268	\$ 28,008	\$ 6,505	\$ 100,385
Due from other governments	<u>102,061</u>	<u>1,875</u>	<u>4,178</u>	<u>250</u>	<u>-</u>	<u>108,364</u>
Total Assets	<u>\$ 102,061</u>	<u>\$ 47,479</u>	<u>\$ 24,446</u>	<u>\$ 28,258</u>	<u>\$ 6,505</u>	<u>\$ 208,749</u>
Liabilities						
Due to other governments	<u>\$ 102,061</u>	<u>\$ 47,479</u>	<u>\$ 24,446</u>	<u>\$ 28,258</u>	<u>\$ 6,505</u>	<u>\$ 208,749</u>
Total Liabilities	<u>\$ 102,061</u>	<u>\$ 47,479</u>	<u>\$ 24,446</u>	<u>\$ 28,258</u>	<u>\$ 6,505</u>	<u>\$ 208,749</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended June 30, 2014**

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
<u>Distributive Fund</u>				
Assets				
Cash and cash equivalents	\$ -	\$ 1,923,762	\$ 1,923,762	\$ -
Due from other governments	<u>51,484</u>	<u>102,061</u>	<u>51,484</u>	<u>102,061</u>
Total Assets	<u>\$ 51,484</u>	<u>\$ 2,025,823</u>	<u>\$ 1,975,246</u>	<u>\$ 102,061</u>
Liabilities				
Due to other governments	<u>\$ 51,484</u>	<u>\$ 2,025,823</u>	<u>\$ 1,975,246</u>	<u>\$ 102,061</u>
Total Liabilities	<u>\$ 51,484</u>	<u>\$ 2,025,823</u>	<u>\$ 1,975,246</u>	<u>\$ 102,061</u>
<u>Area V Trail</u>				
Assets				
Cash and cash equivalents	\$ 24,935	\$ 28,152	\$ 7,483	\$ 45,604
Due from other governments	<u>480</u>	<u>1,875</u>	<u>480</u>	<u>1,875</u>
Total Assets	<u>\$ 25,415</u>	<u>\$ 30,027</u>	<u>\$ 7,963</u>	<u>\$ 47,479</u>
Liabilities				
Due to other governments	<u>\$ 25,415</u>	<u>\$ 30,027</u>	<u>\$ 7,963</u>	<u>\$ 47,479</u>
Total Liabilities	<u>\$ 25,415</u>	<u>\$ 30,027</u>	<u>\$ 7,963</u>	<u>\$ 47,479</u>
<u>State Trail</u>				
Assets				
Cash and cash equivalents	\$ 31,999	\$ 84,241	\$ 95,972	\$ 20,268
Due from other governments	<u>7,165</u>	<u>4,178</u>	<u>7,165</u>	<u>4,178</u>
Total Assets	<u>\$ 39,164</u>	<u>\$ 88,419</u>	<u>\$ 103,137</u>	<u>\$ 24,446</u>
Liabilities				
Due to other governments	<u>\$ 39,164</u>	<u>\$ 88,419</u>	<u>\$ 103,137</u>	<u>\$ 24,446</u>
Total Liabilities	<u>\$ 39,164</u>	<u>\$ 88,419</u>	<u>\$ 103,137</u>	<u>\$ 24,446</u>
<u>Connecting Conference</u>				
Assets				
Cash and cash equivalents	\$ 28,806	\$ 5,810	\$ 6,608	\$ 28,008
Due from other governments	<u>250</u>	<u>250</u>	<u>250</u>	<u>250</u>
Total Assets	<u>\$ 29,056</u>	<u>\$ 6,060</u>	<u>\$ 6,858</u>	<u>\$ 28,258</u>
Liabilities				
Due to other governments	<u>\$ 29,056</u>	<u>\$ 6,060</u>	<u>\$ 6,858</u>	<u>\$ 28,258</u>
Total Liabilities	<u>\$ 29,056</u>	<u>\$ 6,060</u>	<u>\$ 6,858</u>	<u>\$ 28,258</u>
<u>M'aidez Center</u>				
Assets				
Cash and cash equivalents	\$ -	\$ 6,540	\$ 35	\$ 6,505
Total Assets	<u>\$ -</u>	<u>\$ 6,540</u>	<u>\$ 35</u>	<u>\$ 6,505</u>
Liabilities				
Due to other governments	<u>\$ -</u>	<u>\$ 6,540</u>	<u>\$ 35</u>	<u>\$ 6,505</u>
Total Liabilities	<u>\$ -</u>	<u>\$ 6,540</u>	<u>\$ 35</u>	<u>\$ 6,505</u>
<u>TOTAL</u>				
Assets				
Cash and cash equivalents	\$ 85,740	\$ 2,048,505	\$ 2,033,860	\$ 100,385
Due from other governments	<u>59,379</u>	<u>108,364</u>	<u>59,379</u>	<u>108,364</u>
Total Assets	<u>\$ 145,119</u>	<u>\$ 2,156,869</u>	<u>\$ 2,093,239</u>	<u>\$ 208,749</u>
Liabilities				
Due to other governments	<u>\$ 145,119</u>	<u>\$ 2,156,869</u>	<u>\$ 2,093,239</u>	<u>\$ 208,749</u>
Total Liabilities	<u>\$ 145,119</u>	<u>\$ 2,156,869</u>	<u>\$ 2,093,239</u>	<u>\$ 208,749</u>

**REGIONAL OFFICE OF EDUCATION #45
MONROE AND RANDOLPH COUNTIES
SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS AND OTHER ENTITIES
DISTRIBUTIVE FUND
For the Year Ended June 30, 2014**

Distributions	Acct. No.	Total	ROE #45	Beck Area Vocational Center	Mental Health	Chester NHSD 122	OKAW Regional Voc System-EFE
State Funds							
General State Aid - Sec. 18-8	3001	\$ 811,157	\$ 98,678	\$ 558,093	-	\$ 154,386	-
Special Ed. - Extraordinary	3105	7,184	-	-	-	7,184	-
Special Ed. - Summer School	3145	387	-	-	-	387	-
Voc. Ed. - Secondary Program Improvement	3220	423,548	-	-	-	-	423,548
State Free Lunch & Breakfast	3360	726	165	561	-	-	-
Transportation - Regular	3500	125,806	-	103,544	-	22,262	-
Transportation - Special Education	3510	12,256	-	-	-	12,256	-
ROE School Bus Driver Training	3520	763	763	-	-	-	-
Truants Alternative/Operational Education	3695	2,240	2,240	-	-	-	-
Regional Safe Schools Program	3696	52,887	52,887	-	-	-	-
ROE/ISC Operations	3730	27,955	27,955	-	-	-	-
Total State Funds		1,464,909	182,688	662,198	-	196,475	423,548
Federal Funds							
National School Lunch Program	4210	22,799	5,540	17,259	-	-	-
School Breakfast Program	4220	13,139	3,479	9,660	-	-	-
Fed. - Sp. Ed. - Pre-School Flow Through	4600	36,443	-	-	36,443	-	-
Fed. - Sp. Ed. - IDEA - Flow Through	4620	35,271	-	-	35,271	-	-
V.E. PERKINS	4740	145,019	-	-	145,019	-	-
V. E. - Perkins - Title IIC - Secondary	4745	92,541	-	-	-	-	92,541
Title II - Teacher Quality	4932	300	-	300	-	-	-
Title II - Teacher Quality - Leadership	4935	6,510	6,510	-	-	-	-
Mathematics & Science Partnerships	4936	106,831	106,831	-	-	-	-
Total Federal Funds		458,853	122,360	27,219	216,733	-	92,541
Total Distributions		\$ 1,923,762	\$ 305,048	\$ 689,417	\$ 216,733	\$ 196,475	\$ 516,089