

---

**State of Illinois  
REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
FINANCIAL AUDIT  
For the Year Ended June 30, 2021**

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

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

**TABLE OF CONTENTS**

|  |   |
|--|---|
| Officials . . . . .                          | 1 |
| Financial Report Summary . . . . .           | 2 |
| Financial Statement Report Summary . . . . . | 3 |

**AUDITORS' REPORTS**

|   |     |
|---|-----|
| Independent Auditors' Report . . . . .  | 4-6 |
| Independent Auditors' Report on Internal Control over Financial Reporting<br>and on Compliance and Other Matters Based on an Audit of Financial<br>Statements Performed in Accordance with <i>Government Auditing Standards</i> . . . . . | 7-8 |

**SCHEDULE OF FINDINGS AND RESPONSES**

|   |    |
|---|----|
| Section I - Summary of Auditors' Results . . . . .              | 9a |
| Section II – Financial Statement Findings . . . . .             | 9b |
| Summary Schedule of Prior Audit Findings Not Repeated . . . . . | 10 |

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

|  |         |
|--|---------|
| Management's Discussion and Analysis . . . . . | 11a-11g |
|--|---------|

**BASIC FINANCIAL STATEMENTS**

|  |       |
|--|-------|
| Statement of Net Position . . . . .  | 12    |
| Statement of Activities . . . . .  | 13    |
| Balance Sheet - Governmental Funds . . . . .   | 14    |
| Reconciliation of the Governmental Funds Balance Sheet<br>to the Statement of Net Position - Governmental Funds . . . . .                                | 15    |
| Statement of Revenues, Expenditures, and<br>Changes in Fund Balances - Governmental Funds . . . . .  | 16    |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes<br>in Fund Balances to the Statement of Activities - Governmental Funds . . . . . | 17    |
| Statement of Net Position - Proprietary Fund. . . . .  | 18    |
| Statement of Revenues, Expenses, and<br>Changes in Fund Net Position - Proprietary Fund . . . . .  | 19    |
| Statement of Cash Flows - Proprietary Fund . . . . .   | 20    |
| Statement of Fiduciary Net Position - Fiduciary Funds . . . . .  | 21    |
| Statement of Changes in Fiduciary Net Position - Fiduciary Funds . . . . .   | 22    |
| Notes to the Financial Statements . . . . .  | 23-62 |

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

**TABLE OF CONTENTS (CONTINUED)**

**REQUIRED SUPPLEMENTARY INFORMATION**

|   |    |
|---|----|
| Teachers' Retirement System of the State of Illinois - Schedule of the Employer's Proportionate Share of the Net Pension Liability & Schedule of Employer Contributions . . . . . | 63 |
| Illinois Municipal Retirement Fund - Schedule of Changes in the Net Pension Liability and Related Ratios . . . . .  | 64 |
| Illinois Municipal Retirement Fund - Schedule of Employer Contributions . . . . .   | 65 |
| Teachers' Health Insurance Security Fund - Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability & Schedule of Employer Contributions . . . . .     | 66 |
| Other Post Employment Benefits - Health Insurance - Schedule of Changes in the Total OPEB Liability and Related Ratios . . . . .  | 67 |

**OTHER SUPPLEMENTAL INFORMATION**

|   |       |
|---|-------|
| Combining Schedule of Accounts - General Fund . . . . .   | 68    |
| Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - General Fund Accounts . . . . .                    | 69    |
| Combining Schedule of Accounts - Education Fund . . . . .   | 70    |
| Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Education Fund Accounts . . . . .                  | 71    |
| Combining Schedule of Accounts - Education Fund - Chester Office .. . . .   | 72-73 |
| Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Education Fund Accounts - Chester Office . . . . . | 74-75 |
| Budgetary Comparison Schedules - Chester  |       |
| Adult Education and Family Literacy - Federal Basic FY20 . . . . .  | 76    |
| Adult Education and Family Literacy - Federal Basic FY21 . . . . .  | 77    |
| Adult Education and Family Literacy - State Basic FY20 . . . . .  | 78    |
| Adult Education and Family Literacy - State Basic FY21 . . . . .  | 79    |
| Adult Education and Family Literacy - State Performance FY21 . . . . .  | 80    |
| Secretary of State Family Literacy Program . . . . .  | 81    |
| CURES Adult Education . . . . .   | 82    |
| Adult Volunteer Literacy Grant Program . . . . .  | 83    |
| Regional Safe Schools - Project #20-3696-00 . . . . .   | 84    |
| Regional Safe Schools - Project #21-3696-00 . . . . .   | 85    |
| Pilot Regional Safe Schools Cooperative Program - Project #20-3999-RS . . . . .   | 86    |
| Pilot Regional Safe Schools Cooperative Program - Project #21-3999-RS . . . . .   | 87    |

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

**TABLE OF CONTENTS (CONCLUDED)**

**OTHER SUPPLEMENTAL INFORMATION (CONCLUDED)**

|  |         |
|--|---------|
| Combining Schedule of Accounts - Education Fund - Waterloo Office . . . . .  | 88-89   |
| Combining Schedule of Revenues, Expenditures, and Changes in<br>Fund Balances - Education Fund Accounts - Waterloo Office. . . . . | 90-91   |
| Budgetary Comparison Schedules   |         |
| McKinney Vento Education for Homeless Children FY20 . . . . .  | 92      |
| McKinney Vento Education for Homeless Children FY21 . . . . .  | 93      |
| ROE/ISC Operations - Project #21-3730-00 . . . . .   | 94      |
| Truants Alternative/Optional Education - Project #20-3695-18 . . . . .   | 95      |
| Supporting Effective Educator Development - PY 3 . . . . .   | 96      |
| Teacher Quality - Project #20-4935-02 . . . . .  | 97      |
| Teacher Quality - Project #21-4935-02 . . . . .  | 98      |
| Elementary and Secondary School Emergency Relief (ESSER) . . . . .   | 99      |
| Digital Equity . . . . .   | 100     |
| <br>Combining Balance Sheet - Nonmajor Special Revenue Funds . . . . .   | <br>101 |
| Combining Statement of Revenues, Expenditures, and Changes<br>in Fund Balances - Nonmajor Special Revenue Funds . . . . .          | 102     |
| <br>Combining Statement of Fiduciary Net Position - Custodial Funds . . . . .  | <br>103 |
| Combining Statement of Changes in Fiduciary Net Position -<br>Custodial Funds. . . . .   | 104     |
| <br>Schedule of Disbursements to School District Treasurers and Other<br>Entities - Distributive Fund . . . . .                    | <br>105 |

**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)

Mr. William C. Diddlebock

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                 | 1                  |
| Repeated audit findings                              | 0                 | 0                  |
| Prior recommendations implemented<br>or not repeated | 1                 | 0                  |

**SUMMARY OF FINDINGS AND RESPONSES**

| <u>Item No.</u> | <u>Page</u> | <u>Description</u> | <u>Finding Type</u> |
|-----------------|-------------|--------------------|---------------------|
|-----------------|-------------|--------------------|---------------------|

FINDINGS (GOVERNMENT AUDITING STANDARDS)

None

PRIOR AUDIT FINDINGS NOT REPEATED (GOVERNMENT AUDITING STANDARDS)

|          |    |   |                        |
|----------|----|---|------------------------|
| 2020-001 | 10 | Lack of Adequate Controls over the Review of<br>Internal Controls over External Service Providers | Significant Deficiency |
|----------|----|---|------------------------|

**EXIT CONFERENCE**

An informal exit conference was held with Agency personnel on September 24, 2021. There were no findings to discuss. Attending were Kelton Davis, Regional Superintendent; Chris Diddlebock, Assistant Superintendent; Tricia Bockhorn, Comptroller; Michelle Coleman, Fiscal Assistant; and Kimberly Walker, CPA, Partner, 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 Frank J. Mautino  
Auditor General  
State of Illinois

### **Report on the Financial Statements**

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2021, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of 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, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Emphasis of Matter

As discussed in Note 1 to the financial statements, the Monroe and Randolph Regional Office of Education #45 adopted new accounting guidance related to Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

## Other Matters

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 11a-11g and the Teachers' Retirement System of the State of Illinois - Schedule of the Employer's Proportionate Share of the Net Pension Liability & Schedule of Employer Contributions, Illinois Municipal Retirement Fund - Schedule of Changes in the Net Pension Liability and Related Ratios, Illinois Municipal Retirement Fund - Schedule of Employer Contributions, Teachers' Health Insurance Security Fund - Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability & Schedule of Employer Contributions, and Other Post Employment Benefits - Health Insurance - Schedule of Changes in the Total OPEB Liability and Related Ratios on pages 63-67, 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 - Distributive Fund 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 - Distributive Fund 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 - Distributive Fund 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 July 29, 2022, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Monroe and Randolph Counties Regional Office of Education #45's internal control over financial reporting and compliance.

**SIGNED ORIGINAL ON FILE**

KEMPER CPA GROUP LLP  
*Certified Public Accountants and Consultants*

Marion, Illinois  
July 29, 2022

**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 Frank J. Mautino  
Auditor General  
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Monroe and Randolph Counties Regional Office of Education #45, as of and for the year ended June 30, 2021, 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 July 29, 2022.

**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) as a basis for designing 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

**SIGNED ORIGINAL ON FILE**

KEMPER CPA GROUP LLP  
*Certified Public Accountants and Consultants*

Marion, Illinois  
July 29, 2022

## **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, 2021**

**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**Financial Statements in Accordance with GAAP**

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, 2021**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

No findings were noted for the year ended June 30, 2021.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED  
For the Year Ended June 30, 2021**

Finding 2020-001      Lack of Adequate Controls over the Review of Internal Controls over External Service Providers

Not Repeated

The Regional Office of Education #45 obtained and reviewed the Service Organization Controls (SOC) report for the service provider that provides hosting and backup services for the Regional Office of Education #45's accounting software.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

As management of Monroe Randolph 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, 2021. We encourage readers to consider the information presented here in conjunction with ROE #45's financial statements, which follow this section.

**2021 Financial Highlights**

- The assets and deferred outflows of resources of Regional Office of Education #45 were more than its liabilities and deferred inflows of resources by \$669,119 (net position). Of this amount, \$292,701 is restricted. Capital assets account for \$33,127 with no related debt.
- The Regional Office of Education #45's total net position increased by \$466,743. This change was largely attributable to the decrease in the net pension liability and related deferred inflows and outflows of resources of \$278,641. In addition, the governmental activities realized an increase in its net position, due in part to an increase in the Chester General State Aid account, included in the General Fund.
- The capital assets (net) of Regional Office of Education #45 decreased by \$3,367. Total asset additions of \$3,096 and the depreciation expense of \$6,463 account for this change. See note #5 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.
- 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.

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

**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, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them 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 12-13 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.

**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, teacher's institute, bus driver permit fund, and general education development fund. Information is presented separately in the governmental fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances 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.

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

The basic governmental fund financial statements and related reconciliations can be found on pages 14-17 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 is considered a major fund.

The proprietary funds 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 18-20 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 accounting for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund statements can be found on page 21-22 of this report.

**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 23-62 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 76-87 and 92-100 of this report. RSI has been included on pages 63-67 of this report.

The combining statements referred to earlier in connection with non-major governmental funds, combining statements for fiduciary funds, and combining schedules 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 68-75, 88-91, and 101-104 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 and deferred outflows of resources were more than its liabilities and deferred inflows of resources by \$669,119 at the close of fiscal year 2021.

ROE #45's net position is split between governmental activities and business-type activities. The governmental activities' net position was \$450,068 and the business-type activities' net position was \$219,051.

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

|  | <b>ROE 45's Net Position</b>       |                    |                                     |                   |                   |                   |
|--|------------------------------------|--------------------|-------------------------------------|-------------------|-------------------|-------------------|
|  | <b>Governmental<br/>Activities</b> |                    | <b>Business-type<br/>Activities</b> |                   | <b>Total</b>      |                   |
|  | <u>2021</u>                        | <u>2020</u>        | <u>2021</u>                         | <u>2020</u>       | <u>2021</u>       | <u>2020</u>       |
| <b>Current and other assets</b>                  | \$ 1,641,344                       | \$ 1,358,393       | \$ 216,377                          | \$ 218,147        | \$ 1,857,721      | \$ 1,576,540      |
| <b>Capital assets</b>                            | 30,453                             | 32,483             | 2,674                               | 4,011             | 33,127            | 36,494            |
| <b>Total assets</b>                              | <u>1,671,797</u>                   | <u>1,390,876</u>   | <u>219,051</u>                      | <u>222,158</u>    | <u>1,890,848</u>  | <u>1,613,034</u>  |
| <b>Deferred outflows of<br/>resources</b>        | <u>84,957</u>                      | <u>143,189</u>     | <u>-</u>                            | <u>-</u>          | <u>84,957</u>     | <u>143,189</u>    |
| <b>Current liabilities</b>                       | 8,918                              | 117,258            | -                                   | 752               | 8,918             | 118,010           |
| <b>Net pension liability</b>                     | 28,694                             | 69,986             | -                                   | -                 | 28,694            | 69,986            |
| <b>OPEB liabilities</b>                          | 351,070                            | 363,512            | -                                   | -                 | 351,070           | 363,512           |
| <b>Total liabilities</b>                         | <u>388,682</u>                     | <u>550,756</u>     | <u>-</u>                            | <u>752</u>        | <u>388,682</u>    | <u>551,508</u>    |
| <b>Deferred inflows of<br/>resources</b>         | <u>918,004</u>                     | <u>1,002,339</u>   | <u>-</u>                            | <u>-</u>          | <u>918,004</u>    | <u>1,002,339</u>  |
| <b>Net position:</b>                             |                                    |                    |                                     |                   |                   |                   |
| <b>Net investment in<br/>  capital assets</b>    | 30,453                             | 32,483             | 2,674                               | 4,011             | 33,127            | 36,494            |
| <b>Restricted for educational<br/>  purposes</b> | 292,701                            | 88,789             | -                                   | -                 | 292,701           | 88,789            |
| <b>Unrestricted</b>                              | <u>126,914</u>                     | <u>(140,302)</u>   | <u>216,377</u>                      | <u>217,395</u>    | <u>343,291</u>    | <u>77,093</u>     |
| <b>Total net position</b>                        | <u>\$ 450,068</u>                  | <u>\$ (19,030)</u> | <u>\$ 219,051</u>                   | <u>\$ 221,406</u> | <u>\$ 669,119</u> | <u>\$ 202,376</u> |

At June 30, 2021, total current and other assets, comprised predominately of cash and receivables, increased \$281,181 due in large part to the General Fund Accounts. In particular the Chester General State Aid fund had an increase in fund balance of \$152,329 and the Waterloo County Account had an increase of \$45,379 which in turn increased the current assets. The ROE has continued to control their cost within the General Fund which caused the increases in fund balances. The deferred outflows of resources decreased by \$58,232 as a result of the difference between the projected and actual investment earnings and other assumptions. Total liabilities decreased by \$162,826. The net pension and OPEB liabilities decreased \$53,734 as the assumptions for the actuarially determined amounts decreased. Within the current liabilities, the unearned revenue decreased \$111,526 as grant money from the prior year was spent in the current year. Deferred inflows of resources showed a net decrease of \$84,335. This is a function of the decrease in the ROE#45's proportion of the TRS pension balances partially offset by the increase in the differences between projected and actual earnings on pension plan investments.

As indicated above, ROE #45 reported a net position of \$450,068 for the governmental activities and a net position of \$219,051 for the business-type activities. The increase in the net position of the governmental activities can be attributed in part to the reporting requirements for the pension and OPEB liability and related deferred amounts which accounts for a net \$290,476 increase this year. \$292,701 of the net position is restricted for certain educational purposes and the investment in net capital assets was \$33,127 at the end of fiscal year 2021. ROE #45 uses these capital assets in providing services to its citizens; consequently, these assets are not available for future spending.

Net position of ROE #45 increased by \$466,743 during fiscal year 2021. Governmental activities contributed \$469,098 of the increase while the business-type activities decreased \$2,355. Key elements of the change in net position are as follows:

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

|                                      | ROE #45's Changes in Net Position |                    |                             |                  |                   |                   |
|--------------------------------------|-----------------------------------|--------------------|-----------------------------|------------------|-------------------|-------------------|
|                                      | Governmental<br>Activities        |                    | Business-type<br>Activities |                  | Total             |                   |
|                                      | <u>2021</u>                       | <u>2020</u>        | <u>2021</u>                 | <u>2020</u>      | <u>2021</u>       | <u>2020</u>       |
| Revenues:                            |                                   |                    |                             |                  |                   |                   |
| Program revenues:                    |                                   |                    |                             |                  |                   |                   |
| Charges for services                 | \$ 23,831                         | \$ -               | \$ 77,543                   | \$ 27,110        | \$ 101,374        | \$ 27,110         |
| Operating grants & contributions     | 455,427                           | 670,726            | -                           | -                | 455,427           | 670,726           |
| General revenues:                    |                                   |                    |                             |                  |                   |                   |
| Local sources                        | 540,802                           | 552,125            | -                           | -                | 540,802           | 552,125           |
| State sources                        | 161,866                           | -                  | -                           | -                | 161,866           | -                 |
| On-behalf payments                   | 536,012                           | 501,809            | -                           | -                | 536,012           | 501,809           |
| Interest                             | 2,122                             | 2,564              | 458                         | 486              | 2,580             | 3,050             |
| Total revenues                       | <u>1,720,060</u>                  | <u>1,727,224</u>   | <u>78,001</u>               | <u>27,596</u>    | <u>1,798,061</u>  | <u>1,754,820</u>  |
| Expenses:                            |                                   |                    |                             |                  |                   |                   |
| Instructional services:              |                                   |                    |                             |                  |                   |                   |
| Salaries and benefits                | 705,039                           | 713,330            | 13,868                      | 6,277            | 718,907           | 719,607           |
| Purchased services                   | 150,593                           | 206,967            | 40,119                      | 21,354           | 190,712           | 228,321           |
| Supplies and materials               | 52,396                            | 29,284             | 3,325                       | 14,391           | 55,721            | 43,675            |
| Other                                | 7,631                             | 9,757              | -                           | -                | 7,631             | 9,757             |
| Depreciation                         | 5,126                             | 11,239             | 1,337                       | 430              | 6,463             | 11,669            |
| Pension                              | (231,676)                         | (77,399)           | -                           | -                | (231,676)         | (77,399)          |
| OPEB                                 | (9,187)                           | (38,883)           | -                           | -                | (9,187)           | (38,883)          |
| Intergovernmental:                   |                                   |                    |                             |                  |                   |                   |
| Payments to other governmental units | 35,028                            | 7,000              | 21,707                      | 10,350           | 56,735            | 17,350            |
| Administrative:                      |                                   |                    |                             |                  |                   |                   |
| On-behalf payments                   | 536,012                           | 501,809            | -                           | -                | 536,012           | 501,809           |
| Total expenses                       | <u>1,250,962</u>                  | <u>1,363,104</u>   | <u>80,356</u>               | <u>52,802</u>    | <u>1,331,318</u>  | <u>1,415,906</u>  |
| Change in net position               | 469,098                           | 364,120            | (2,355)                     | (25,206)         | 466,743           | 338,914           |
| Net position-beginning               | <u>(19,030)</u>                   | <u>(383,150)</u>   | <u>221,406</u>              | <u>246,612</u>   | <u>202,376</u>    | <u>(136,538)</u>  |
| Net position-ending                  | <u>\$ 450,068</u>                 | <u>\$ (19,030)</u> | <u>\$219,051</u>            | <u>\$221,406</u> | <u>\$ 669,119</u> | <u>\$ 202,376</u> |

**Governmental Activities**

Revenues for governmental activities were \$1,720,060 and expenses were \$1,250,962. Governmental revenues decreased \$41,367 (exclusive of on-behalf payments). Funding for several grants were decreased in fiscal year 2021 as the State continues to limit the funding available.

Expenditures for governmental activities decreased in fiscal year 2021 by \$146,345 (exclusive of on behalf payments). The most significant decrease is a result of the decrease from the pension expense as a result of the decrease in the unfunded pension liability in addition to the decrease in funds available from the decrease in the revenues for several grants.

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

**Business-Type Activities**

The charges for services increased by \$50,433 when compared to fiscal year 2020 as services were limited in 2020 due to the Coronavirus pandemic. The expenses increased \$27,554, again, as a direct result of the limited services that were offered in 2020 due to the Coronavirus pandemic.

**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 \$1,421,787, an increase of \$197,702 from last year's ending fund balance of \$1,224,085. In 2021, the General Fund increased \$195,018 and the Education Fund increased \$9,749. In fiscal year 2020, the General Fund increased its fund balance by \$190,532, and the Education Fund increased its fund balance by \$21,947.

Within the General Fund, as was the case last year, the largest contributing factor to the increase in fund balance for fiscal year 2021 was the General State Aid Fund. Fund balance increased \$152,329 with an increase in Local funding of \$26,152 and an decrease in its expenditures of \$29,131 (exclusive of on-behalf payments). The small increase in the Education Fund balance for fiscal year 2021 is a function of when the grant revenue is recognized for fund balance reporting. Revenue must be received within 60 days of year end to be reflected as revenue. At June 30, 2020, \$9,427 of grant revenue was deferred and reported as unavailable revenue. This amount was reported as grant revenue for fiscal year 2021.

The general fund is the chief operating fund of ROE #45. At the end of the current fiscal year, the unassigned balance of the general fund increased by \$197,713 to \$1,335,847.

**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.

**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 required in the financial statements.

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.

**MONROE AND RANDOLPH COUNTIES  
REGIONAL OFFICE OF EDUCATION NO. 45**

**Management's Discussion and Analysis  
For the year ended June 30, 2021**

**Capital Assets**

**ROE 45's Capital Assets  
Net of Accumulated Depreciation**

|           | <b>Governmental</b> |             | <b>Business-type</b> |             | <b>Total</b> |             |
|-----------|---------------------|-------------|----------------------|-------------|--------------|-------------|
|           | <b>Activities</b>   |             | <b>Activities</b>    |             |              |             |
|           | <u>2021</u>         | <u>2020</u> | <u>2021</u>          | <u>2020</u> | <u>2021</u>  | <u>2020</u> |
| Equipment | \$ 30,453           | \$ 32,483   | \$ 2,674             | \$ 4,011    | \$ 33,127    | \$ 36,494   |

At June 30, 2021 and June 30, 2020, ROE #45 had invested \$135,249 and \$167,219, respectively, in a broad range of capital assets, including office equipment, computers and audio-visual equipment.

ROE #45 had depreciation expense of \$6,463 and \$11,669 in 2021 and 2020, respectively, with accumulated depreciation of \$102,122 and \$130,725 at June 30, 2021 and 2020, respectively. More detailed information about capital assets is available in footnote #5 to the financial statements.

During fiscal year 2021, the ROE scrapped obsolete electronic equipment and furniture that had an original cost of \$35,066. All scrapped equipment was fully depreciated.

**Economic Factors and Next Year's Budget**

The ROE will be receive funding for the Truant's Alternative/Optional Education Grant, Elementary and Secondary School Emergency Relief Grants and County/State funding for covid testing. At the time of these financial statements the State is in the midst of the coronavirus (COVID-19) pandemic. Other financial impact is unknown at this time.

**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, 2021**

|                                       | <u>Governmental<br/>Activities</u> | <u>Business-Type<br/>Activities</u> | <u>Total</u>      |
|---------------------------------------|------------------------------------|-------------------------------------|-------------------|
| <b>Assets</b>                         |                                    |                                     |                   |
| <b>Current Assets</b>                 |                                    |                                     |                   |
| Cash and cash equivalents             | \$ 1,375,703                       | \$ 204,091                          | \$ 1,579,794      |
| Accounts receivable                   | 1,767                              | -                                   | 1,767             |
| Due from other governments            | 49,357                             | 12,286                              | 61,643            |
| Prepaid expenses                      | 3,878                              | -                                   | 3,878             |
| Total current assets                  | <u>1,430,705</u>                   | <u>216,377</u>                      | <u>1,647,082</u>  |
| <b>Noncurrent Assets</b>              |                                    |                                     |                   |
| Net pension asset                     | 210,639                            |                                     | 210,639           |
| Capital assets, net of depreciation   | 30,453                             | 2,674                               | 33,127            |
| Total noncurrent assets               | <u>241,092</u>                     | <u>2,674</u>                        | <u>243,766</u>    |
| Total assets                          | <u>1,671,797</u>                   | <u>219,051</u>                      | <u>1,890,848</u>  |
| <b>Deferred Outflows of Resources</b> |                                    |                                     |                   |
| Deferred outflows related to pensions | 82,207                             | -                                   | 82,207            |
| Deferred outflows related to OPEB     | 2,750                              | -                                   | 2,750             |
| Total deferred outflows of resources  | <u>84,957</u>                      | <u>-</u>                            | <u>84,957</u>     |
| <b>Liabilities</b>                    |                                    |                                     |                   |
| <b>Current Liabilities</b>            |                                    |                                     |                   |
| Accounts payable                      | 679                                |                                     | 679               |
| Due to other governments              | 3,928                              | -                                   | 3,928             |
| Unearned revenue                      | 4,311                              | -                                   | 4,311             |
| Total Current Liabilities             | <u>8,918</u>                       | <u>-</u>                            | <u>8,918</u>      |
| <b>Noncurrent Liabilities</b>         |                                    |                                     |                   |
| Net pension liability                 | 28,694                             | -                                   | 28,694            |
| OPEB liabilities                      | 351,070                            | -                                   | 351,070           |
| Total noncurrent liabilities          | <u>379,764</u>                     | <u>-</u>                            | <u>379,764</u>    |
| Total liabilities                     | <u>388,682</u>                     | <u>-</u>                            | <u>388,682</u>    |
| <b>Deferred Inflows of Resources</b>  |                                    |                                     |                   |
| Deferred inflows related to pensions  | 769,238                            | -                                   | 769,238           |
| Deferred inflows related to OPEB      | 148,766                            | -                                   | 148,766           |
| Total deferred inflows of resources   | <u>918,004</u>                     | <u>-</u>                            | <u>918,004</u>    |
| <b>Net Position</b>                   |                                    |                                     |                   |
| Net investment in capital assets      | 30,453                             | 2,674                               | 33,127            |
| Restricted for educational purposes   | 292,701                            | -                                   | 292,701           |
| Unrestricted                          | 126,914                            | 216,377                             | 343,291           |
| Total Net Position                    | <u>\$ 450,068</u>                  | <u>\$ 219,051</u>                   | <u>\$ 669,119</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, 2021**

|                                | Program Revenues    |                         |  |  | Net (Expense) Revenue and Changes in Net Position |                             |                   |
|--------------------------------|---------------------|-------------------------|--|--|---|-----------------------------|-------------------|
|                                | Expenses            | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Governmental<br>Activities                        | Business-Type<br>Activities | Total             |
| <b>FUNCTIONS/PROGRAMS</b>      |                     |                         |  |  |   |                             |                   |
| <b>PRIMARY GOVERNMENT</b>      |                     |                         |  |  |   |                             |                   |
| Governmental activities        |                     |                         |  |  |   |                             |                   |
| Instructional services:        |                     |                         |  |  |   |                             |                   |
| Salaries                       | \$ 611,518          | \$ 11,764               | \$ 262,962                               | \$ -                                   | \$ (336,792)                                      | \$ -                        | \$ (336,792)      |
| Employees benefits             | 93,521              | 2,137                   | 35,919                                   | -                                      | (55,465)  | -                           | (55,465)          |
| Purchased services             | 150,593             | 6,227                   | 65,836                                   | -                                      | (78,530)  | -                           | (78,530)          |
| Supplies and materials         | 52,396              | 2,633                   | 32,822                                   | -                                      | (16,941)  | -                           | (16,941)          |
| Capital outlay                 | -                   | -                       | 2,099                                    | -                                      | 2,099   | -                           | 2,099             |
| Other                          | 7,631               | 10                      | 2,446                                    | -                                      | (5,175)   | -                           | (5,175)           |
| Depreciation                   | 5,126               | -                       | -  | -                                      | (5,126)   | -                           | (5,126)           |
| Pension                        | (231,676)           | 1,060                   | 18,315                                   | -                                      | 251,051   | -                           | 251,051           |
| OPEB                           | (9,187)             | -                       | -  | -                                      | 9,187   | -                           | 9,187             |
| Intergovernmental:             |                     |                         |  |  |   |                             |                   |
| Payments to other governments  | 35,028              | -                       | 35,028                                   | -                                      | -   | -                           | -                 |
| Administrative                 |                     |                         |  |  |   |                             |                   |
| On-behalf payments - State     | 536,012             | -                       | -  | -                                      | (536,012)   | -                           | (536,012)         |
| Total Governmental Activities  | <u>1,250,962</u>    | <u>23,831</u>           | <u>455,427</u>                           | <u>-</u>                               | <u>(771,704)</u>                                  | <u>-</u>                    | <u>(771,704)</u>  |
| Business-type activities       |                     |                         |  |  |   |                             |                   |
| Registration services          | 80,356              | 77,543                  | -  | -                                      | -   | (2,813)                     | (2,813)           |
| Total Business-Type Activities | <u>80,356</u>       | <u>77,543</u>           | <u>-</u>                                 | <u>-</u>                               | <u>-</u>  | <u>(2,813)</u>              | <u>(2,813)</u>    |
| Total Primary Government       | <u>\$ 1,331,318</u> | <u>\$ 101,374</u>       | <u>\$ 455,427</u>                        | <u>\$ -</u>                            | <u>(771,704)</u>                                  | <u>(2,813)</u>              | <u>(774,517)</u>  |
| General revenues               |                     |                         |  |  |   |                             |                   |
| Local sources                  |                     |                         |  |  | 540,802   | -                           | 540,802           |
| State sources                  |                     |                         |  |  | 161,866   | -                           | 161,866           |
| On-behalf payments - State     |                     |                         |  |  | 536,012   | -                           | 536,012           |
| Interest                       |                     |                         |  |  | 2,122   | 458                         | 2,580             |
| Total General Revenues         |                     |                         |  |  | <u>1,240,802</u>                                  | <u>458</u>                  | <u>1,241,260</u>  |
| Change in Net Position         |                     |                         |  |  | 469,098   | (2,355)                     | 466,743           |
| Net Position - Beginning       |                     |                         |  |  | (19,030)  | 221,406                     | 202,376           |
| Net Position - Ending          |                     |                         |  |  | <u>\$ 450,068</u>                                 | <u>\$ 219,051</u>           | <u>\$ 669,119</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, 2021**

|  | General<br>Fund     | Education<br>Fund | Other<br>Nonmajor<br>Funds | Total<br>Governmental<br>Funds |
|--|---------------------|-------------------|----------------------------|--------------------------------|
| <b>Assets</b>  |                     |                   |                            |                                |
| Cash and cash equivalents  | \$ 1,289,757        | \$ 10,598         | \$ 75,348                  | \$ 1,375,703                   |
| Accounts receivable  | 1,692               | -                 | 75                         | 1,767                          |
| Due from other funds   | 34,096              | -                 | -                          | 34,096                         |
| Due from other governments   | 15,261              | 34,096            | -                          | 49,357                         |
| Prepaid expenses   | 3,878               | -                 | -                          | 3,878                          |
| <b>Total Assets</b>  | <u>1,344,684</u>    | <u>44,694</u>     | <u>75,423</u>              | <u>1,464,801</u>               |
| <b>Deferred Outflows of Resources</b>  |                     |                   |                            |                                |
|  | -                   | -                 | -                          | -                              |
| <b>Total Assets and Deferred Outflows of Resources</b>                         | <u>\$ 1,344,684</u> | <u>\$ 44,694</u>  | <u>\$ 75,423</u>           | <u>\$ 1,464,801</u>            |
| <b>Liabilities</b>   |                     |                   |                            |                                |
| Accounts payable   | \$ 679              | \$ -              | \$ -                       | \$ 679                         |
| Due to other funds   | -                   | 34,096            | -                          | 34,096                         |
| Due to other governments   | 3,928               | -                 | -                          | 3,928                          |
| Unearned revenue   | 352                 | 3,959             | -                          | 4,311                          |
| <b>Total liabilities</b>   | <u>4,959</u>        | <u>38,055</u>     | <u>-</u>                   | <u>43,014</u>                  |
| <b>Deferred Inflows of Resources</b>   |                     |                   |                            |                                |
| Unavailable revenue  | -                   | -                 | -                          | -                              |
| <b>Fund Balance</b>  |                     |                   |                            |                                |
| Nonspendable   | 3,878               | -                 | -                          | 3,878                          |
| Restricted   | -                   | 6,639             | 75,423                     | 82,062                         |
| Unassigned   | 1,335,847           | -                 | -                          | 1,335,847                      |
| <b>Total Fund Balances</b>   | <u>1,339,725</u>    | <u>6,639</u>      | <u>75,423</u>              | <u>1,421,787</u>               |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources, and Fund Balances</b> | <u>\$ 1,344,684</u> | <u>\$ 44,694</u>  | <u>\$ 75,423</u>           | <u>\$ 1,464,801</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, 2021**

|   |           |              |
|---|-----------|--------------|
| Total Fund Balances - Governmental Funds  |           | \$ 1,421,787 |
| <p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>   |           |              |
| <p>Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.</p>   |           | 30,453       |
| <p>Pension and OPEB related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore are not reported in the governmental funds.</p> |           |              |
| Deferred outflows of resources  | 84,957    |              |
| Deferred inflows of resources   | (918,004) | (833,047)    |
| <p>Noncurrent assets related to pension benefits are collected but not payable in the current period and therefore, are not reported in the funds</p>   |           |              |
| Net pension asset   |           | 210,639      |
| <p>Noncurrent liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>   |           |              |
| Net pension liability   | (28,694)  |              |
| OPEB liabilities  | (351,070) | (379,764)    |
| Net Position of Governmental Activities   |           | \$ 450,068   |

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, 2021**

|  | General<br>Fund     | Education<br>Fund | Other<br>Nonmajor<br>Funds | Total<br>Governmental<br>Funds |
|--|---------------------|-------------------|----------------------------|--------------------------------|
| Revenues   |                     |                   |                            |                                |
| Local sources  | \$ 540,802          | \$ -              | \$ 22,625                  | \$ 563,427                     |
| State sources  | 161,866             | 362,866           | 1,206                      | 525,938                        |
| State sources - payments made on behalf of region            | 285,499             | -                 | -                          | 285,499                        |
| Federal sources  | -                   | 109,611           | -                          | 109,611                        |
| Interest   | 1,909               | 47                | 166                        | 2,122                          |
| Total Revenues   | <u>990,076</u>      | <u>472,524</u>    | <u>23,997</u>              | <u>1,486,597</u>               |
| Expenditures   |                     |                   |                            |                                |
| Instructional services:                                      |                     |                   |                            |                                |
| Salaries   | 328,604             | 267,581           | 15,333                     | 611,518                        |
| Employee benefits  | 54,185              | 36,550            | 2,786                      | 93,521                         |
| Pension expense  | 26,947              | 18,637            | 1,381                      | 46,965                         |
| OPEB expense   | 2,648               | -                 | -                          | 2,648                          |
| Purchased services   | 75,484              | 66,993            | 8,116                      | 150,593                        |
| Supplies and materials                                       | 15,565              | 33,399            | 3,432                      | 52,396                         |
| Other  | 5,129               | 2,488             | 14                         | 7,631                          |
| Payments made on behalf of region                            | 285,499             | -                 | -                          | 285,499                        |
| Intergovernmental:   |                     |                   |                            |                                |
| Payments to other governments                                | -                   | 35,028            | -                          | 35,028                         |
| Capital outlay   | 997                 | 2,099             | -                          | 3,096                          |
| Total Expenditures   | <u>795,058</u>      | <u>462,775</u>    | <u>31,062</u>              | <u>1,288,895</u>               |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>195,018</u>      | <u>9,749</u>      | <u>(7,065)</u>             | <u>197,702</u>                 |
| Net Change in Fund Balance                                   | 195,018             | 9,749             | (7,065)                    | 197,702                        |
| Fund Balances - Beginning                                    | <u>1,144,707</u>    | <u>(3,110)</u>    | <u>82,488</u>              | <u>1,224,085</u>               |
| Fund Balances - Ending                                       | <u>\$ 1,339,725</u> | <u>\$ 6,639</u>   | <u>\$ 75,423</u>           | <u>\$ 1,421,787</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, 2021**

Net Change in Fund Balance - Total Governmental Funds \$ 197,702

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       | \$ 3,096       |         |
| Depreciation expense | <u>(5,126)</u> | (2,030) |

Some revenues will not be collected for several months after the Regional Office's fiscal year ends. They are not considered "available" revenues and are deferred in the governmental funds.

|                                |  |          |
|--------------------------------|--|----------|
| Prior year unavailable revenue |  | (17,050) |
|--------------------------------|--|----------|

Certain expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

|                 |               |                |
|-----------------|---------------|----------------|
| Pension expense | 278,641       |                |
| OPEB expense    | <u>11,835</u> | <u>290,476</u> |

|   |  |                   |
|---|--|-------------------|
| Change in Net Position of Governmental Activities |  | <u>\$ 469,098</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 NET POSITION  
PROPRIETARY FUND  
June 30, 2021**

|   | Business-Type<br>Activities |
|---|-----------------------------|
|   | Enterprise Fund             |
|   | Registration                |
| Assets  |                             |
| Current Assets                                  |                             |
| Cash and cash equivalents                       | \$ 204,091                  |
| Due from other governments                      | 12,286                      |
| Total Current Assets                            | 216,377                     |
| Noncurrent Assets                               |                             |
| Capital assets, net of accumulated depreciation | 2,674                       |
| Total Noncurrent Assets                         | 2,674                       |
| Total Assets                                    | 219,051                     |
| Liabilities                                     | -                           |
| Net Position                                    |                             |
| Net investment in capital assets                | 2,674                       |
| Unrestricted                                    | 216,377                     |
| Total Net Position                              | \$ 219,051                  |

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, 2021**

|                                      | Business-Type<br>Activities |
|--------------------------------------|-----------------------------|
|                                      | Enterprise Fund             |
|                                      | Registration                |
| Operating Revenues                   |                             |
| Charge for services                  | \$ 77,543                   |
| Total Operating Revenues             | 77,543                      |
| Operating Expenses                   |                             |
| Salaries                             | 12,705                      |
| Employee benefits                    | 1,163                       |
| Purchased services                   | 40,119                      |
| Supplies and materials               | 3,325                       |
| Depreciation                         | 1,337                       |
| Payments to other governmental units | 21,707                      |
| Total Operating Expenses             | 80,356                      |
| Operating Income (Loss)              | (2,813)                     |
| Nonoperating Revenues                |                             |
| Interest                             | 458                         |
| Total Nonoperating Revenues          | 458                         |
| Change in Net Position               | (2,355)                     |
| Net Position - Beginning             | 221,406                     |
| Net Position - Ending                | \$ 219,051                  |

The notes to the financial statements 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, 2021**

|  | Business-Type<br>Activities |
|--|-----------------------------|
|  | Enterprise Fund             |
|  | Registration                |
| Cash flows from operating activities:  |                             |
| Collection of fees   | \$ 79,530                   |
| Payments to suppliers and providers for goods<br>and services  | (43,619)                    |
| Payments to employees  | (13,868)                    |
| Payments to other governments  | (21,707)                    |
| Net cash provided by (used for) operating activities   | 336                         |
| Cash flows from investing activities:  |                             |
| Interest received on investments   | 458                         |
| Net cash provided by (used for) investing activities   | 458                         |
| Net increase (decrease) in cash and cash equivalents   | 794                         |
| Cash and cash equivalents - beginning of year  | 203,297                     |
| Cash and cash equivalents - end of year  | \$ 204,091                  |
| Reconciliation of operating income (loss) to net cash<br>provided by (used for) operating activities:        |                             |
| Operating income (loss)  | \$ (2,813)                  |
| Adjustments to reconcile operating income (loss) to<br>net cash provided by (used for) operating activities: |                             |
| Depreciation   | 1,337                       |
| Change in assets and liabilities:  |                             |
| (Increase) decrease in accounts receivable   | 12,960                      |
| (Increase) decrease in due from other governments  | (10,396)                    |
| Increase (decrease) in accounts payable  | (175)                       |
| Increase (decrease) in unearned revenue  | (577)                       |
| Net cash provided by (used for) operating activities   | \$ 336                      |

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, 2021**

|  | Custodial<br>Funds |
|--|--------------------|
| Assets   |                    |
| Cash and cash equivalents                        | \$ 715,243         |
| Investments                                      | 8,055              |
| Due from other governments                       | 1,761,642          |
| Prepaid expenses                                 | 4,200              |
| Total Assets                                     | \$ 2,489,140       |
| Liabilities                                      |                    |
| Unearned revenue                                 | \$ 11,414          |
| Due to other governments                         | 2,355,016          |
| Total Liabilities                                | 2,366,430          |
| Restricted for other individuals and governments | 122,710            |
| Total Liabilities and Net Position               | \$ 2,489,140       |

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

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2021**

|   | Custodial<br>Funds |
|---|--------------------|
| Additions   |                    |
| Governmental contributions                        | \$ 7,284,925       |
| Member fees                                       | 160,625            |
| Interest income                                   | 4,282              |
| Total Additions                                   | 7,449,832          |
| Deductions  |                    |
| Payments to other governments                     | 7,333,524          |
| Beneficiary expenditures                          | 126,967            |
| Total Deductions                                  | 7,460,491          |
| Net increase (decrease) in fiduciary net position | (10,659)           |
| Net position - beginning                          | 133,369            |
| Net position - ending                             | \$ 122,710         |

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, 2021**

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

The Regional Office of Education #45's accounting policies conform to generally accepted accounting principles which are appropriate to local governments of this type.

A. Date of Management's Review

Management has evaluated subsequent events through July 29, 2022, the date when the financial statements were available to be issued.

B. Financial Reporting Entity

The Regional Office of Education #45 was created by Illinois Public Act 76-735, as amended, effective August 7, 1995. The Regional Office operates under the School Code (105 ILCS 5/3 and 5/3A). The region encompasses Monroe and Randolph Counties.

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

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

The Regional Office of Education #45 derives its oversight power and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education #45 exercises no oversight responsibility on financial interdependency, selection of governing authority, designation of management, or the ability to significantly influence the operations of any other outside agencies. Control or dependency is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing order. Therefore, no other agency has been included as a component unit in the Regional Office of Education #45's financial statements. In addition, the Regional Office of Education #45 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education #45 being considered a component unit of the entity.

For the period ended June 30, 2021, 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).

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

C. 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 non-fiduciary activities of the Regional Office of Education #45. The effect of interfund activity has been removed from these statements. Governmental activities are supported by intergovernmental revenues and are reported separate from business-type activities, which rely, to a significant extent, on fees and charges for services.

The Statement of Net Position and the Statement of Activities are presented on an “economic resources” measurement focus prescribed by GASB Statement No. 34. All of the Regional Office of Education No. 41’s assets and deferred outflows of resources and liabilities and deferred inflows of resources, including capital assets, 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 to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Other items not properly included among program revenues are reported instead as general revenues.

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

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to interfund activities such as payables, receivables, and transfers. Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due from on the governmental fund Balance Sheet and proprietary fund Statement of Net Position and as transfers in/out on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances and the proprietary fund Statement of Revenues, Expenses, and Changes in Fund Net Position. All interfund transactions between governmental funds are eliminated on the government-wide financial statements. All internal balances in the Statement of Net Position have been eliminated.

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and 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.

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.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

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

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

The governmental fund financial statements have been prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Regional Office of Education #45 considers revenues to be available if they are collectible within 60 days after year-end.

Expenditures are generally recognized in the accounting period in which the fund liability is incurred, if measurable, with the exception of expenditures for prepaid items and long-term obligations, which are recognized when due, as well as expenditures related to compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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

Proprietary fund distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Regional Office of Education #45’s enterprise fund are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

It is the Regional Office of Education #45’s policy to first apply restricted funds when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned if any.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

E. 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.

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 used to account for all financial resources, except those required to be accounted for and reported in another fund. This fund is available to pay general administrative expenditures. The General Fund is always considered a major fund. Included in this fund are:

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.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

E. Fund Accounting (Continued)

*Governmental Funds (Continued)*

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:

Adult Education – This group of funds account 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.

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

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.

Coronavirus Urgent Remediation Emergency Support (CURES) Adult Education – This fund is to be used to enhance instructional opportunities through the use of technology. The funds will be used to convert face-to-face instruction to online, distance education, remote learning format and to ensure access to technology.

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.

National School Lunch Program (NSLP) – This fund accounts for the Federal Breakfast and Lunch funds received from ISBE for the National School Lunch Program (NSLP) and School Breakfast Program.

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

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

E. Fund Accounting (Continued)

*Governmental Funds (Continued)*

Pilot Regional Safe Schools Cooperative Education – This program serves eligible students and enhances the educational opportunity with highly structured private sector work experience and job training programs which follows State course description for Cooperative Education.

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.

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

Truants Alternative Optional Education – This program provides alternative educational program services to truant, chronic truant, potential dropout, and dropout students referred from local schools to the Regional Office of Education #45.

Supporting Effective Educator Development – The purpose of this program is to increase the number of highly effective educators by supporting the implementation of evidence-based practices that prepare, develop, or enhance educators.

Teacher Quality – These grant funds are for the use of purchasing evaluator training for teachers and evaluator training for principals through prescribed Illinois Administrators' Academy courses.

Elementary and Secondary School Emergency Relief (ESSER) – The purpose of this grant is to provide local educational agencies, including charter schools, with emergency relief funds to address the impact that the Coronavirus Disease (COVID-19) has had, and continues to have, on elementary and secondary schools.

Digital Equity – The purpose of this program is to assist school districts in closing the digital divide and enabling digital-age teaching and learning. School districts may use funds to provide students with technology tools and home internet access necessary for technology-rich remote learning experiences.

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.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

E. Fund Accounting (Continued)

*Governmental Funds (Concluded)*

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

The Regional Office of Education #45 reports the following major enterprise fund:

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.

*Fiduciary Funds*

Custodial Funds - Custodial funds are used to account for assets held by the Regional Office of Education #45 in a trustee capacity or as a custodian for individuals, private organizations, other governmental units, and/or other funds.

The Regional Office of Education #45 reports the following custodial 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.

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.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

E. Fund Accounting (Concluded)

*Fiduciary Funds (Concluded)*

School Facility Sales Tax – Voters in both of the Regional Office’s counties approved the use of a 1 percent sales tax to be used exclusively for school facility capital projects. Regional Office of Education #45 is the fiscal agent for processing payments from the State of Illinois to the school districts.

F. Cash and Investments

The Regional Office of Education #45 considers cash on hand, checking accounts, savings accounts, money market accounts, and investments held with an original maturity date of less than 90 days to be cash and cash equivalents. State regulations require that the Regional Office deposit funds under its control into accounts insured by the federal government, accounts secured by substantial collateral, or pooled investments trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

Statutes authorize the Regional Office of Education #45 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

G. Interfund Receivables and Payables

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

H. Prepaid Expenses

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

I. Capital Assets

Capital assets are reported in the applicable columns in the government-wide and proprietary fund financial statements. 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 acquisition 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, 2021**

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

I. Capital Assets (Concluded)

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

J. Deferred Inflows and Outflows of Resources

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

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

Deferred inflows of resources in the governmental funds balance sheet consist of receivables not collected within 60 days after the year end. Deferred inflows of resources in the statement of net position consist of unrecognized items that have not yet reduced pension and OPEB expense.

K. Postemployment Benefits Other Than Pensions (OPEB)

For the purposes of measuring the Regional Office of Education #45’s OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Regional Office of Education #45’s OPEB Plan and additions to/deductions from the Regional Office of Education #45’s fiduciary net position have been determined on the same basis as they are reported by the Regional Office of Education #45’s Plan. For this purpose, the Regional Office of Education #45’s Plan recognizes benefit payments when due and payable in accordance with the benefit terms. The Regional Office of Education #45’s OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense from the ROE’s single employer defined benefit OPEB plan have been actuarially determined using the Alternative Measurement Method.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

L. 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.

M. Equity Classifications

*Government-wide and Proprietary Fund Financial Statements*

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

Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes or other borrowings, 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.

*Governmental Fund Statements*

Governmental fund equity is classified as fund balance. Fund balance is the difference between assets deferred outflows of resources and liabilities and deferred inflows of resources in a governmental fund. The following types of fund balances may be presented in the governmental funds Balance Sheet, the general fund and education fund Combining Schedules of Accounts, and the nonmajor special revenue funds Combining Balance Sheet:

Nonspendable Fund Balance – The portion of a governmental fund's fund balance that is not available to be spent, either short term or long term, in either form or through legal restrictions. The general fund's Chester Office account and Waterloo Office account have nonspendable fund balances related to prepaid items, as these are not available to be spent.

Restricted Fund Balance – The portion of a governmental fund's fund balance that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: Teacher's Institute fund, Bus Driver Permit fund, and General Education Development fund. The NSLP Federal Lunch and Breakfast fund account is restricted by a grant agreement or contract.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

M. Equity Classifications (Concluded)

*Governmental Fund Statements (Concluded)*

Committed Fund Balance – The portion of a governmental fund’s fund balance 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.

Assigned Fund Balance – The portion of a governmental fund’s fund balance to denote an intended use of resources. The accounts presented with assigned fund balances are specified for a particular purpose by the Regional Superintendent. The 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 account, Waterloo Office account, General State Aid account, and County account.

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 was not legally required to adopt annual budgets for all funds under its control, and some annual budgets prepared were not based upon the same operating period. Therefore, budgetary reports comparing budgeted to actual expenditures are not presented.

Budgets relating to programs funded by grants from the Illinois State Board of Education are prepared and submitted to the State Board as part of the grant awards process. The State Board must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgets relating to programs funded by grants from the Illinois Community College Board must be prepared and submitted for approval. Budgets are also prepared for certain grants awarded through other pass-through entities. Budgetary Comparison Schedules have been presented for the following grants: Adult Education and Family Literacy – Federal Basic, Adult Education and Family Literacy – State Basic, Adult Education and Family Literacy – State Performance, Secretary of State Family Literacy Program, CURES Adult Education, Adult Volunteer Literacy Grant Program, Regional Safe Schools Program, Pilot Regional Safe Schools Cooperative Education Program, McKinney Vento Education for Homeless Children, ROE/ISC Operations, Truants Alternative/Optional Education, Supporting Effective Educator Development, Teacher Quality, Elementary and Secondary School Emergency Relief (ESSER), and Digital Equity.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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

P. New Accounting Pronouncements

In 2021, the Regional Office of Education No. 45 implemented GASB Statement No. 84, *Fiduciary Activities*, GASB Statement No. 90, *Majority Equity Interests-An Amendment of GASB Statements No. 14 and No. 61*, and GASB Statement No. 93, *Replacement of Interbank Offered Rates*, paragraphs other than 11b, 13, and 14.

GASB Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

GASB Statement No. 90 addresses whether a government's majority equity interest in a legally separate organization represents an investment or a component unit. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund which should measure the majority equity interest at fair value. For all other holdings of a majority equity interest in a legally separate organization, a government should report the legally separate organization as a component unit, and the government or fund that holds the equity interest should report an asset related to the majority equity interest using the equity method.

GASB Statement No. 93, paragraphs other than 11b, 13, and 14, address the accounting and financial reporting of implications that result from the replacement of an IBOR (interbank offering rate).

The implementation of GASB Statement No. 84 required changes to the Regional Office of Education No. 45's financial statement reporting related to their fiduciary funds. The implementation of GASB Statements No. 90 and 93 had no significant impact on the financial statements of the Regional Office of Education No. 45.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 2: CASH DEPOSITS**

At June 30, 2021, the carrying amount of the Regional Office of Education #45's deposits, which do not include The Illinois Funds accounts, for the governmental activities, business-type activities, and fiduciary funds were \$1,375,703, \$204,091, and \$715,243 (\$1,000 petty cash for the Maidez Center), respectively. The bank balances for the governmental activities, business-type activities, and fiduciary funds totaled \$2,418,345, all of which was secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education #45's name.

**NOTE 3: INTERFUND RECEIVABLES AND PAYABLES**

Interfund due to/from other fund balances at June 30, 2021 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<br>Other Funds | Due to<br>Other Funds |
|--------------------------------|-------------------------|-----------------------|
| General Fund                   |                         |                       |
| Office Account-Waterloo Office | \$ 34,096               | \$ -                  |
| Education Fund                 |                         |                       |
| Chester Office                 |                         |                       |
| Adult Education-Federal Basic  | -                       | 6,625                 |
| Waterloo Office                |                         |                       |
| McKinney Vento Education       | -                       | 25,887                |
| Teacher Quality                | -                       | 147                   |
| ESSER                          |                         | 637                   |
| Digital Equity                 |                         | 800                   |
|                                | <u>\$ 34,096</u>        | <u>\$ 34,096</u>      |

At June 30, 2021, amounts due from other funds to the General Fund primarily consisted of loans to various Education fund accounts to cover temporary cash shortages. These funds utilize the same pooled cash account.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 4: DUE TO/DUE FROM OTHER GOVERNMENTAL UNITS**

At June 30, 2021, the Regional Office of Education #45's General fund, Education fund, Enterprise fund, and Custodial fund had amounts due to and due from various other governmental units which consisted of the following:

Due from Other Governments:

|                                   |                  |
|-----------------------------------|------------------|
| General Fund                      |                  |
| Local Governments                 | \$ <u>15,261</u> |
|                                   |                  |
| Education Fund                    |                  |
| Regional Office of Education #3   | 25,887           |
| Illinois Community College Board  | 6,625            |
| Illinois State Board of Education | <u>1,584</u>     |
|                                   | <u>34,096</u>    |
|                                   |                  |
| Enterprise Fund                   |                  |
| Local Governments                 | <u>12,286</u>    |
|                                   |                  |
| Total                             | <u>\$ 61,643</u> |

Custodial Funds

|                                   |                     |
|-----------------------------------|---------------------|
| Local Governments                 | \$ 2,850            |
| Illinois State Board of Education | 116,027             |
| Illinois Comptroller              | <u>1,642,765</u>    |
| Total                             | <u>\$ 1,761,642</u> |

Due to Other Governments:

|   |                 |
|---|-----------------|
| General Fund                            |                 |
| Illinois State Police                   | \$ 508          |
| Local Governments                       | 539             |
| Teachers Retirement System              | 2,386           |
| Teachers Health Insurance Security Fund | <u>495</u>      |
|   |                 |
| Total                                   | <u>\$ 3,928</u> |

Custodial Funds

|                   |                     |
|-------------------|---------------------|
| Local Governments | <u>\$ 2,355,016</u> |
|-------------------|---------------------|

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 5: CAPITAL ASSETS**

Capital asset activities for the year ended June 30, 2021 are as follows:

| <u>Asset Class</u>               | <u>July 1, 2020</u> | <u>Additions</u>  | <u>Deletions</u> | <u>June 30, 2021</u> |
|----------------------------------|---------------------|-------------------|------------------|----------------------|
| <b>Governmental Activities:</b>  |                     |                   |                  |                      |
| Equipment and Furniture          | \$ 155,097          | \$ 3,096          | \$ 35,066        | \$ 123,127           |
| Less: Accumulated Depreciation   | 122,614             | 5,126             | 35,066           | 92,674               |
| Net Investment in Capital Assets | <u>\$ 32,483</u>    | <u>\$ (2,030)</u> | <u>\$ -</u>      | <u>\$ 30,453</u>     |
| <b>Business-Type Activities:</b> |                     |                   |                  |                      |
| Equipment and Furniture          | \$ 12,122           | \$ -              | \$ -             | \$ 12,122            |
| Less: Accumulated Depreciation   | 8,111               | 1,337             | -                | 9,448                |
| Net Investment in Capital Assets | <u>\$ 4,011</u>     | <u>\$ (1,337)</u> | <u>\$ -</u>      | <u>\$ 2,674</u>      |

For the government activities, depreciation expense for the year ended June 30, 2021, amounted to \$5,126 and accounted for in the instructional services function. For the business-type activities, depreciation expense of \$1,337 was charged to registration services.

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS**

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

**Plan Description**

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. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2020>; by writing to TRS at 2815 W. Washington, P.O. Box 19253, Springfield, Illinois 62794; or by calling (888) 678-3675, option 2.

**Benefits Provided**

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

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

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

**Benefits Provided (Concluded)**

Tier 2 members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially all Tier 1 retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3 percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2024. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and Tier 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

**Contributions**

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2020, was 9.00 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education #45.

**On behalf contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2021, the State of Illinois contributions recognized by the Regional Office of Education #45 were based on the State's proportionate share of the pension expense associated with the Regional Office of Education #45, and the Regional Office of Education #45 recognized revenue and expenditures of \$239,352 in pension contributions from the State of Illinois.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

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

**Contributions (Concluded)**

**2.2 formula contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This contribution rate is specified by statute. Contributions for the year ended June 30, 2021 were \$1,670 and are deferred because they were paid after the June 30, 2020 measurement date.

**Federal and special trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #45, there is a statutory requirement for the Regional Office of Education #45 to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

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

For the year ended June 30, 2021, the employer pension contribution was 10.41 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2021, salaries totaling \$14,442 were paid from federal and special trust funds that required employer contributions of \$1,503. Employer contributions totaling \$1,483 were paid, with the underpayment considered a write-off by TRS. These contributions are deferred because they were paid after the June 30, 2020, measurement date.

**Early retirement cost contributions.** Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The Regional Office of Education #45 is required to make a one-time employer contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2021, the Regional Office of Education #45 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent and no payments for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2021, the Regional Office of Education #45 reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for State pension support provided to the employer. The State's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the employer follows below:

|   |                           |
|---|---------------------------|
| Employers proportionate share of the net pension liability                            | \$ 28,694                 |
| State's proportionate share of the net pension liability associated with the employer | <u>2,247,425</u>          |
| <b>Total</b>  | <b><u>\$2,276,119</u></b> |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

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

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

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019 and rolled forward to June 30, 2020. The Regional Office of Education #45's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2020, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2020, the Regional Office of Education #45's proportion was 0.0000332813%, which was a decrease of 0.0000006354 from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the Regional Office of Education #45 recognized pension expense of \$239,352 and revenue of \$239,352 for support provided by the State. For the year ended June 30, 2021, the Regional Office of Education #45 recognized pension benefit of \$106,327. At June 30, 2021, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
|--|---|--|
| Differences between expected and actual experience   | \$ 278  | \$ 8   |
| Net difference between projected and actual earnings<br>on pension plan investments                              | 857   | -  |
| Change of assumptions  | 118   | 301  |
| Changes in proportion and differences between employer<br>contributions and proportionate share of contributions | <u>18,740</u>                                 | <u>441,327</u>                               |
| Total deferred amounts to be realized in pension expense<br>in future periods                                    | 19,993  | 441,636                                      |
| Employer contributions subsequent to the measurement date  | <u>3,153</u>                                  | <u>-</u>                                     |
| <b>Total</b>   | <b><u>\$ 23,146</u></b>                       | <b><u>\$ 441,636</u></b>                     |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

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

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

\$3,153 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

| <b>Year<br/>Ending<br/>June 30,</b> | <b>Net Deferred<br/>Outflows (Inflows)<br/>of Resources</b> |
|-------------------------------------|---|
| 2022                                | \$ (180,854)  |
| 2023                                | (166,182)   |
| 2024                                | (74,309)  |
| 2025                                | (258)   |
| 2026                                | (40)  |
| Thereafter                          | -   |
| <b>Total</b>                        | <b>\$ (421,643)</b>   |

**Actuarial Assumptions**

The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|                           |   |
|---------------------------|---|
| Inflation                 | 2.5 percent   |
| Salary Increases          | Varies by amount of service credit  |
| Investment Rate of Return | 7.00 percent, net of pension plan investment expense, including inflation |

In the June 30, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully generational basis using projection table MP-2017. In the June 30, 2019 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully generational basis using projection table MP-2014.

The long-term (20-year) expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

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

| <u>Asset Class</u>               | <u>Target<br/>Allocation</u> | <u>Long-Term<br/>Expected Real<br/>Rate of Return</u> |
|----------------------------------|------------------------------|---|
| U.S. Equities Large Cap          | 16.5%                        | 6.10%   |
| U.S. Equities Small/Mid Cap      | 2.3                          | 7.20%   |
| International Equities Developed | 12.2                         | 7.00%   |
| Emerging Market Equities         | 3.0                          | 9.40%   |
| U.S. Bonds Core                  | 7.0                          | 2.20%   |
| U.S. Bonds High Yield            | 2.5                          | 4.10%   |
| International Debt Developed     | 3.1                          | 1.50%   |
| Emerging International Debt      | 3.2                          | 4.50%   |
| Real Estate                      | 16.0                         | 5.70%   |
| Private Debt                     | 5.2                          | 6.30%   |
| Hedge Funds                      | 10.0                         | 4.30%   |
| Private Equity                   | 15.0                         | 10.50%  |
| Infrastructure                   | 4.0                          | 6.20%   |
|                                  | <u>100.0%</u>                |   |

**Discount Rate**

At June 30, 2020, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2019 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2020, was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially-funded by Tier 2 members, as the Tier 2-member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return of TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

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

**Sensitivity of the Regional Office of Education #45's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following presents the Regional Office of Education #45's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the Regional Office of Education #45's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00 percent) or 1 percentage point higher (8.00 percent) than the current rate.

|   | <b>1% Decrease<br/>(6.00%)</b> | <b>Current<br/>Discount Rate<br/>(7.00%)</b> | <b>1% Increase<br/>(8.00%)</b> |
|---|--------------------------------|--|--------------------------------|
| Employer's proportionate share of the net pension liability | \$ 34,829                      | \$ 28,694                                    | \$ 23,642                      |

**TRS Fiduciary Net Position**

Detailed information about the TRS's fiduciary net position as of June 30, 2020, is available in the separately issued TRS *Comprehensive Annual Financial Report*.

B. Illinois Municipal Retirement Fund

**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 managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information (RSI). The report is available for download at [www.imrf.org](http://www.imrf.org).

**Benefits Provided**

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

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

B. Illinois Municipal Retirement Fund (Continued)

**Benefits Provided (Concluded)**

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

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

- 3 percent of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

**Employees Covered by Benefit Terms**

As of December 31, 2020, the following employees were covered by the benefit terms:

|   |    |
|---|----|
| Retirees and beneficiaries currently receiving benefits           | 32 |
| Inactive plan members entitled to, but not yet receiving benefits | 15 |
| Active plan members   | 9  |
| Total   | 56 |

**Contributions**

As set by statute, the Regional Office of Education #45's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Regional Office of Education #45's annual contribution rate for calendar year 2020 was 17.40 percent. For the fiscal year 2021 the Regional Office of Education #45 contributed \$43,812 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

B. Illinois Municipal Retirement Fund (Continued)

**Net Pension Liability**

The Regional Office of Education #45's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Actuarial Assumptions**

The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

- The *Actuarial Cost Method* used was Entry Age Normal.
- The *Asset Valuation Method* used was Fair Value of Assets.
- The *Inflation Rate* was assumed to be 2.25 percent.
- *Salary Increases* were expected to be 2.85 percent to 13.75 percent, including inflation.
- The *Investment Rate of Return* was assumed to be 7.25 percent.
- *Projected Retirement Age* was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
- For *Non-disabled Retirees*, the Pub-2010, Amount-Weighted, below median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used.
- For *Disabled Retirees*, the Pub-2010, Amount-Weighted, below median income, General, Disabled Retiree, Male and Female (both adjusted) tables, and future mortality improvements projected using scale MP-2020.
- For *Active Members*, the Pub-2010, Amount-Weighted, below median income, General, Employee, Male and Female (both adjusted) tables, and future mortality improvements projected using scale MP-2020.

The *Long-Term Expected Rate of Return* on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2020:

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

B. Illinois Municipal Retirement Fund (Continued)

**Actuarial Assumptions (Concluded)**

| <u>Asset Class</u>      | <u>Target<br/>Allocation</u> | <u>Long-Term<br/>Expected Real<br/>Rate of Return</u> |
|-------------------------|------------------------------|---|
| Domestic Equity         | 37.0%                        | 5.00%   |
| International Equity    | 18.0                         | 6.00%   |
| Fixed Income            | 28.0                         | 1.30%   |
| Real Estate             | 9.0                          | 6.20%   |
| Alternative Investments | 7.0                          | 2.85-6.95%  |
| Cash Equivalents        | 1.0                          | 0.70%   |
| <b>Total</b>            | <b>100.0%</b>                |   |

**Single Discount Rate**

A Single Discount Rate of 7.25 percent was used to measure the total pension liability as of December 31, 2020. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25 percent, the municipal bond rate is 2.00 percent, and the resulting single discount rate is 7.25 percent.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

B. Illinois Municipal Retirement Fund (Continued)

**Changes in the Net Pension Liability (Asset)**

|  | <b>Total<br/>Pension<br/>Liability<br/>(A)</b> | <b>Plan Fiduciary<br/>Net Position<br/>(B)</b> | <b>Net Pension<br/>Liability (Asset)<br/>(A) - (B)</b> |
|--|--|--|--|
| <b>Balances at December 31, 2019</b>   | \$ 3,373,465                                   | \$ 3,330,988                                   | \$ 42,477  |
| <b>Changes for the year:</b>   |  |  |  |
| Service Cost   | 33,102   | -  | 33,102   |
| Interest on the Total Pension Liability  | 237,694  | -  | 237,694  |
| Changes of Benefit Terms   | -  | -  | -  |
| Differences Between Expected and Actual<br>Experience of the Total Pension Liability | 79,492   | -  | 79,492   |
| Changes of Assumptions   | (24,051)                                       | -  | (24,051)   |
| Contributions - Employer   | -  | 52,009   | (52,009)   |
| Contributions - Employees  | -  | 13,451   | (13,451)   |
| Net Investment Income  | -  | 516,315  | (516,315)  |
| Benefit Payments, including Refunds<br>of Employee Contributions                     | (222,954)                                      | (222,954)                                      | -  |
| Other (Net Transfer)   | -  | (2,422)  | 2,422  |
| <b>Net Changes</b>   | <b>103,283</b>                                 | <b>356,399</b>                                 | <b>(253,116)</b>                                       |
| <b>Balances at December 31, 2020</b>   | <b>\$ 3,476,748</b>                            | <b>\$ 3,687,387</b>                            | <b>\$ (210,639)</b>                                    |

**Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate**

The following presents the plan's net pension liability (asset), calculated using the Single Discount Rate of 7.25 percent, as well as what the plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25 percent) or 1 percentage point higher (8.25 percent) than the current rate.

|                                      | <b>1% Lower<br/>6.25%</b> | <b>Current<br/>Discount<br/>7.25%</b> | <b>1% Higher<br/>8.25%</b> |
|--------------------------------------|---------------------------|---------------------------------------|----------------------------|
| <b>Net Pension Liability (Asset)</b> | \$ 162,193                | \$ (210,639)                          | \$ 513,808                 |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONTINUED)**

B. Illinois Municipal Retirement Fund (Concluded)

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

For the year ended June 30, 2021, the employer recognized pension benefit of (\$125,349). At June 30, 2021, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| <b>Deferred Amounts Related to Pensions</b>   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
|---|---|--|
| <i>Deferred Amounts to be Recognized in<br/>Pension Expense in Future Periods</i>   |   |  |
| Differences between expected and actual experience                                  | \$ 38,656                                     | \$ -   |
| Changes of assumptions  | -   | 11,696                                       |
| Net difference between projected and actual<br>earnings on pension plan investments | -   | 315,906                                      |
| Total deferred amounts to be recognized in<br>pension expense in future periods     | <u>38,656</u>                                 | <u>327,602</u>                               |
| <i>Pension Contributions made Subsequent<br/>to the Measurement Date</i>            | <u>20,405</u>                                 | <u>-</u>                                     |
| <b>Total Deferred Amounts Related to Pensions</b>                                   | <b><u>\$ 59,061</u></b>                       | <b><u>\$ 327,602</u></b>                     |

\$20,405 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| <b>Year<br/>Ending<br/>December 31,</b> | <b>Net Deferred<br/>Outflows (Inflows)<br/>of Resources</b> |
|---|---|
| 2021                                    | \$ (74,826)   |
| 2022                                    | (37,541)  |
| 2023                                    | (125,615)   |
| 2024                                    | (50,964)  |
| 2025                                    | -   |
| Thereafter                              | -   |
| <b>Total</b>                            | <b><u>\$ (288,946)</u></b>                                  |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 6: PENSION AND RETIREMENT COMMITMENTS (CONCLUDED)**

C. Social Security

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

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS**

A. Teacher Health Insurance Security Fund

**THIS Plan Description**

The Regional Office of Education #45 participates in the Teacher Health Insurance Security (THIS) Fund. The THIS fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing the health benefits to retirees, as established under the plan, and associated administrative costs. The THIS fund is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that covers retired employees of participating employers throughout the State of Illinois, excluding the Chicago Public School System. THIS health coverage includes provisions for medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits. Annuitants may participate in the State administered Preferred Provider Organization plan or choose from several managed care options. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to THIS were transferred to the Department of Central Management Services (department) as of July 1, 2013. The Department administers the plan with the cooperation of the Teachers' Retirement System (TRS).

**Benefits Provided**

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

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

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

The State of Illinois makes employer retiree health insurance contributions on behalf of the Regional Office of Education #45. For the year ended June 30, 2021, State of Illinois contributions recognized by the Regional Office of Education #45 were based on the State's proportionate share of the collective net OPEB liability associated with the Regional Office of Education #45, and recognized revenue and expenditures of \$11,161 in OPEB contributions from the State of Illinois.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

A. Teacher Health Insurance Security Fund (Continued)

**Employer Contributions to the THIS Fund**

The Regional Office of Education #45 also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.92 percent during the years ended June 30, 2021, 2020, and 2019. For the year ended June 30, 2021, the Regional Office of Education #45 paid \$2,648 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2020 and 2019, the Regional Office of Education #45 paid \$2,574 and \$2,535 to the THIS fund, respectively, which was 100 percent of the required contribution.

**Further Information on the THIS Fund**

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

**Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

|                             |  |
|-----------------------------|--|
| Inflation                   | 2.50%  |
| Salary increases            | Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption  |
| Investment rate of return   | 0%, net of OPEB plan investment expense, including inflation   |
| Healthcare cost trend rates | Trend for fiscal year 2020 based on expected increases used to develop average costs. For fiscal years after 2021, trend starts at 8.25% for non-Medicare costs and Medicare costs, and gradually decreases to an ultimate trend of 4.25%. There is to additional trend rate adjustment due to the repeal of the Excise Tax. |

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled annuitant’s mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

A. Teacher Health Insurance Security Fund (Continued)

**Single Discount Rate**

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since the THIS fund is financed on a pay-as-you-go basis, a discount rate consistent with fixed income municipal bonds with 20 years to maturity that includes only federal tax-exempt municipal bonds as reported in Fidelity's index's "20 year Municipal GO AA Index" has been selected. The discount rates are 2.45 percent as of June 30, 2020, and 3.13 percent as of June 30, 2019.

**Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Discount Rate**

The following presents the Regional Office of Education #45's proportionate share of the collective net OPEB liability, as well as what the ROE's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.45 percent) or 1 percentage point higher (3.45 percent) than the current discount rate.

|   | <b>1% Decrease<br/>(1.45%)</b> | <b>Current<br/>Discount Rate<br/>(2.45%)</b> | <b>1% Increase<br/>(3.45%)</b> |
|---|--------------------------------|--|--------------------------------|
| Employer's proportionate share of the collective net OPEB liability | \$ 355,389                     | \$ 295,570                                   | \$ 248,410                     |

**Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the Regional Office of Education #45's proportionate share of the collective net OPEB liability as of June 30, 2020, using current trend rates and sensitivity trend rates that are either 1 percentage point higher or lower. The key trend rates are 8.25 percent in 2021 decreasing to an ultimate trend rate of 4.81 percent in 2037.

|   | <b>1% Decrease<sup>a</sup></b> | <b>Healthcare Cost<br/>Trend Rate</b> | <b>1% Increase<sup>b</sup></b> |
|---|--------------------------------|---------------------------------------|--------------------------------|
| Employer's proportionate share of the collective net OPEB liability | \$ 237,832                     | \$ 295,570                            | \$ 373,924                     |

<sup>a</sup> One percentage point decrease in healthcare trend rates are 7.25 percent in 2021 decreasing to an ultimate trend rate of 3.25 percent in 2037.

<sup>b</sup> One percentage point increase in healthcare trend rates are 9.25 percent in 2021 decreasing to an ultimate trend rate of 5.25 percent in 2037.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

A. Teacher Health Insurance Security Fund (Concluded)

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB**

At June 30, 2021, the Regional Office of Education #45 reported a liability for its proportionate share of the collective net OPEB liability that reflected a reduction for State OPEB support provided to the Regional Office of Education #45. The amount recognized by the ROE as its proportionate share of the collective net OPEB liability, the related State support, and the total portion of the collective net OPEB liability that was associated with the Regional Office of Education #45 were as follows:

|   |                          |
|---|--------------------------|
| Employer's proportionate share of the collective net OPEB liability                           | \$ 295,570               |
| State's proportionate share of the collective net OPEB liability associated with the employer | 400,435                  |
| <b>Total</b>  | <b><u>\$ 696,005</u></b> |

The collective net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of June 30, 2019 and rolled forward to the June 30, 2020, measurement date. The Regional Office of Education #45's proportion of the collective net OPEB liability was based on a projection of the Regional Office of Education #45's long-term share of contributions to the OPEB plan relative to the projected contributions of the Regional Office of Education #45, actuarially determined. At June 30, 2020, the Regional Office of Education #45's proportion was 0.001106%, which was a decrease of 0.000015 from its proportion measured as of June 30, 2019 (0.001121 percent). The State's support and total are for disclosure purposes only.

For the year ended June 30, 2021, the Regional Office of Education #45 recognized pension expense of \$11,161 and revenue of \$11,161 for support provided by the State. For the year ending June 30, 2021, the Regional Office of Education #45 recognized OPEB benefit of \$11,436. At June 30, 2021, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | <b><u>Deferred<br/>Outflows of<br/>Resources</u></b> | <b><u>Deferred<br/>Inflows of<br/>Resources</u></b> |
|---|--|---|
| Differences between expected and actual experience  | \$ -   | \$ 7,853  |
| Change of assumptions   | 100  | 48,754  |
| Net difference between projected and actual earnings on OPEB plan investments                                 | -  | 8   |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 2  | 92,151  |
| Employer contributions subsequent to the measurement date   | <u>2,648</u>   | <u>-</u>  |
| <b>Total</b>  | <b><u>\$ 2,750</u></b>                               | <b><u>\$ 148,766</u></b>                            |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

A. Teacher Health Insurance Security Fund (Concluded)

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB (Concluded)**

\$2,648 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

| <b>Year Ending<br/>June 30,</b> | <b>Net Deferred (Inflows)<br/>Outflows of Resources</b> |
|---------------------------------|---|
| 2022                            | \$ (20,282)   |
| 2023                            | (20,282)  |
| 2024                            | (20,282)  |
| 2025                            | (20,281)  |
| 2026                            | (20,280)  |
| Thereafter                      | (47,257)  |
| <b>Total</b>                    | <b>\$ (148,664)</b>                                     |

***THIS fiduciary net position*** – Detailed information about the THIS fund fiduciary net position as of June 30, 2020, is available in the separately issued THIS financial report.

B. Health Insurance

**Plan Description**

The Regional Office of Education #45 provides a single-employer defined-benefit post-employment healthcare plan to retirees who participate in the IMRF retirement plan. This plan extends the same health benefits to annuitants as to active employees in the IMRF plan. The Governmental Accounting Standards Board (GASB) issued Statement No.'s 74 and 75 that established generally accepted accounting principles for the annual financial statements for post-employment benefit plans other than pension plans. The required information is as follows:

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

B. Health Insurance (Continued)

**Eligibility Provisions**

*Full-time employees – IMRF*

Tier 1 IMRF full-time employees:

- Age 55 with at least 8 years of service (reduced pension)
- Age 55 with at least 30 years of service (reduced pension)
- Age 55 with at least 35 years of service (full pension)
- Age 60 with at least 8 years of service (full pension)

Tier 2 IMRF full-time employees:

- Age 62 with at least 10 years of service (reduced pension)
- Age 62 with at least 30 years of service (reduced pension)
- Age 62 with at least 35 years of service (full pension)
- Age 67 with at least 10 years of service (full pension)

*Full-time employees – TRS*

Tier 1 TRS full-time employees:

- Age 55 with at least 20 years of service (reduced pension)
- Age 55 with at least 35 years of service (full pension)
- Age 60 with at least 10 years of service (full pension)
- Age 62 with at least 5 years of service (full pension)

Tier 2 TRS full-time employees:

- Age 62 with at least 10 years of service (reduced pension)
- Age 67 with at least 10 years of service (full pension)

**Benefits Provided**

The Regional Office of Education #45 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education #45 retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. The Regional Office of Education #45 offers the Medical PPO Plan to full-time IMRF employees. Retirees pay the full cost of coverage. Eligible spouse or dependent coverage may continue should the retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The spouse or dependent is responsible for the full cost of the coverage. TRS employees are not permitted to remain on ROE insurance in retirement and must seek outside coverage such as that offered through the THIS (Teacher Health Insurance Security) fund.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

B. Health Insurance (Continued)

**Membership**

At June 30, 2021, membership consisted of:

|  |    |
|--|----|
| Inactive employees currently receiving benefits                | -  |
| Inactive employees entitled to, but not yet receiving benefits | -  |
| Active employees   | 15 |
| Total  | 15 |

**Funding Policy and Contributions**

There is no funding policy that exists for the post-retirement plan at this time, as the total OPEB liabilities are currently an unfunded obligation.

The employer contributions and benefit payments are related to the increase in active premiums due to the presence of retirees in the determination of blended retiree/active premiums.

The contributions of \$0 from other Regional Office of Education #45 resources and benefit payments of \$0 from other Regional Office of Education #45 resources are contributions made to and benefit payments made from the OPEB Plan that were not directly made to or from the OPEB Trust.

**Total OPEB Liability**

The total OPEB liability for the current fiscal year has been developed based on the July 1, 2020, actuarial valuation date and adjusted to the June 30, 2021, measurement date based on procedures that conform to the Alternative Measurement Method and generally accepted actuarial principles and practices.

**Actuarial Assumptions**

|  |   |
|--|---|
| Discount Rate Used for the Total OPEB Liability  | 2.21% beginning of the year to 2.16%, end of the year.  |
| Inflation  | Long-term inflation expectation is 2.25%  |
| Long-term Expected Rate of Return on Plan Assets | N/A, OPEB obligation is unfunded.   |
| High Quality 20 Year Tax-exempt G.O. Bond Rates  | Assumed rate was changed from 2.21% to 2.16% for the current year.  |
| Salary Increases                                 | The salary increase assumption of 2.5% was based on a review of the IMRF Experience Study Report dated November 8, 2017 and the TRS Experience Study Report dated September 18, 2018. |
| Annual Blended Premium                           | Premiums charged for coverage of retiree and spouse are \$8,089 and \$8,543, respectively.  |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

B. Health Insurance (Continued)

**Actuarial Assumptions (Concluded)**

|                            |   |
|----------------------------|---|
| Healthcare Trend Rates     | The initial trend rate is based on the 2020 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range. Trend starts at 6.8% to an ultimate trend of 5.00%. No adjustment has been made to the trend for the impact of COVID-19.  |
| Retiree Contribution rates | Same as Healthcare Trend Rates  |
| Mortality Rates            | IMRF – RP-2014 with Blue Collar Adjustment and MP-2016 Improvement, weighed per IMRF Experience Study Report dated November 8, 2017; age 85 for males and age 88 for females.<br>TRS – RP-2014 with White Collar Adjustment and MP-2017 Improvement, weighed per TRS Experience Study Report dated September 18, 2018; age 88 for males and age 89 for females. |
| Retirement Rates           | IMRF – Based on rates from IMRF Experience Study Report dated November 8, 2017; age 60 for Tier 1 and age 62 for Tier 2.<br>TRS – Based on rates from TRS Experience Study Report dated September 18, 2018; age 60 for Tier 1 and age 62 for Tier 2.  |

For any active participant who will not meet the service requirement necessary to retire at assumed retirement ages, it is assumed they have prior service with a different employer and therefore will be eligible to retire. In the current valuation, there is 1 participant impacted by this assumption.

The mortality rates were used to estimate assumed ages at death pursuant to the Alternative Measurement Method for GASB 74/75.

The probability of working to the assumed retirement age was determined based on the underlying termination and disability rates pursuant to the Alternative Measurement Method for GASB 74/75.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

B. Health Insurance (Continued)

**Assumption Changes**

The actuarial assumptions were changed in the current year to the tables shown in the Actuarial assumptions section above. The assumptions impacted include:

- Inflation rate
- Total payroll increases
- Mortality rates
- Mortality improvement rates
- Retirement rates
- Termination rates
- Disability rates

All IMRF rates are based on rates from IMRF Experience Study Report dated November 8, 2017, for IMRF employees. All TRS rates are based on rates from TRS Experience Study Report dated September 18, 2018, for TRS employees.

The above stated assumption changes were made to better reflect the future anticipated experience of the plan.

The assumed rate on High Quality 20-year Tax Exempt G.O. Bonds was changed from 2.21 percent to 2.16 percent for the current year. The underlying index used in the Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index.

Since the employer does not have a trust dedicated exclusively to the payment of OPEB benefits, the discount rate used in the determination of the total OPEB liability was also changed from 2.21 percent to 2.16 percent.

**Changes in the Total OPEB Liability**

|                          | <b>Total OPEB<br/>Liability</b> |
|--------------------------|---------------------------------|
| Balance at July 1, 2020  | \$ 53,251                       |
| Changes for the year:    |                                 |
| Service cost             | 762                             |
| Interest                 | 1,177                           |
| Changes of Assumptions   | 310                             |
| Net changes              | 2,249                           |
| Balance at June 30, 2021 | \$ 55,500                       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

B. Health Insurance (Continued)

**Discount Rate**

The discount rate used in the determination of the total OPEB liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. If the employer does not have a trust dedicated exclusively to the payment of OPEB benefits, as is the case with the Regional Office of Education #45, then only the municipal bond rate is used in determining the total OPEB liability.

If the postretirement plan is funded, cash flow projections are used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net OPEB liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net OPEB liability associated with those payments.

Projected benefit payments are determined during the valuation process based on the assumptions. The expected contributions are based on the funding policy of the plan.

**Municipal Bond Rate**

The municipal bond rate assumption is based on the Bond Buyer 20-Bond GO Index. The beginning of year rate is 2.21 percent and the end of year rate is 2.16 percent, as of June 30, 2021. The 20-Bond GO Index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA.

The indexes represent theoretical yields rather than actual price or yield quotations. Municipal bond traders are asked to estimate what a current-coupon bond for each issuer in the indexes would yield if the bond was sold at par value. The indexes are simple averages of the average estimated yield of the bonds.

**Sensitivity of the Discount Rate**

The following presents the Regional Office of Education #45's total OPEB liability calculated using a discount rate of 2.16 percent, as well as what the ROE's total OPEB liability would be if it were calculated using a single discount rate that is 1 percentage point lower (1.16 percent) or 1 percentage point higher (3.16 percent) than the current rate.

|                               | <b>1% Decrease<br/>(1.16%)</b> | <b>Current<br/>Discount Rate<br/>(2.16%)</b> | <b>1% Increase<br/>(3.16%)</b> |
|-------------------------------|--------------------------------|--|--------------------------------|
| Employer total OPEB liability | \$ 62,201                      | \$ 55,500                                    | \$ 49,772                      |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONTINUED)**

B. Health Insurance (Continued)

**Sensitivity of the Healthcare Trend Rates**

The following presents the Regional Office of Education #45's total OPEB liability, calculated using the healthcare cost trend rates as well as what the Regional Office of Education #45's total OPEB liability would be if it were 1 percentage point higher or lower than the current healthcare cost trend rates. The key trend rates are 6.8 percent in 2020 decreasing to an ultimate trend rate of 5.00 percent in 2031.

|                               | <u>1% Decrease</u> | <u>Healthcare<br/>Cost Trend Rate</u> | <u>1% Increase</u> |
|-------------------------------|--------------------|---------------------------------------|--------------------|
| Employer total OPEB liability | \$ 49,053          | \$ 55,500                             | \$ 62,912          |

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2021, the Regional Office of Education #45 recognized OPEB expense of \$2,249. At June 30, 2021, the Regional Office of Education #45 reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|  | <u>Deferred<br/>Outflows of<br/>Resources</u> | <u>Deferred<br/>Inflows of<br/>Resources</u> |
|--|---|--|
| Differences between expected and actual experience   | \$ -  | \$ -   |
| Change of assumptions  | -   | -  |
| Net difference between projected and actual earnings on<br>OPEB plan investments                                 | -   | -  |
| Changes in proportion and differences between employer<br>contributions and proportionate share of contributions | -   | -  |
| Employer contributions subsequent to the measurement date  | -   | -  |
| <b>Total</b>   | <u>\$ -</u>                                   | <u>\$ -</u>                                  |

Contributions subsequent to the measurement date may be recognized as a reduction to the net OPEB liability. The amount is not known as of the date of this report. Subsequent to the measurement date, the following amounts will be recognized in OPEB expense in the upcoming years:

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 7: OTHER POSTEMPLOYMENT COMMITMENTS (CONCLUDED)**

B. Health Insurance (Concluded)

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB (Concluded)**

| Year Ending<br>June 30, | Net Deferred (Inflows)<br>Outflows of Resources |
|-------------------------|---|
| 2022                    | \$ -  |
| 2023                    | -   |
| 2024                    | -   |
| 2025                    | -   |
| 2026                    | -   |
| Thereafter              | -   |
| <b>Total</b>            | <b>\$ -</b>                                     |

**NOTE 8: LONG-TERM LIABILITIES**

Changes in long-term liabilities during the fiscal year were as follows:

| Asset Class                  | July 1, 2020 | Additions | Deletions | June 30, 2021 |
|------------------------------|--------------|-----------|-----------|---------------|
| Net pension liability        | \$ 69,986    | \$ -      | \$ 41,292 | \$ 28,694     |
| OPEB liabilities             | 363,512      | -         | 12,442    | 351,070       |
| Total noncurrent liabilities | \$ 433,498   | \$ -      | \$ 53,734 | \$ 379,764    |

**NOTE 9: COMMITMENTS AND CONTINGENCIES**

In the normal course of operations, the Regional Office of Education #45 receives grant funds from various federal and State agencies. These grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds.

Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Significant losses are covered by the commercial insurance for all major programs: property, liability, and workman's compensation. During the year ended June 30, 2021, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past four years.

**NOTE 10: ON-BEHALF PAYMENTS**

The State of Illinois paid the following salaries of the Regional Superintendent and the Assistant Regional Superintendent and contributions on-behalf of Regional Office of Education #45. The breakdown of the State on-behalf payments for the year ended June 30, 2021, is as follows:

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 10: ON-BEHALF PAYMENTS (CONCLUDED)**

|  |        |                    |
|--|--------|--------------------|
| State of Illinois  |        |                    |
| Regional Superintendent Salary   | \$     | 117,288            |
| Regional Superintendent Benefits (includes State paid insurance)           |        | 39,494             |
| Assistant Regional Superintendent Salary                                   |        | 105,564            |
| Assistant Regional Superintendent Benefits (includes State paid insurance) |        | 23,153             |
|  |        | <hr/>              |
|  |        | 285,499            |
| ROE #45's Share of TRS Pension Expense                                     |        | 239,352            |
| ROE #45's Share of THIS OPEB Expense                                       |        | 11,161             |
|  |        | <hr/>              |
|  |        | 11,161             |
| <br>Total  | <br>\$ | <br><u>536,012</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 (ISBE). These amounts have been recorded in the accompanying governmental fund financial statements as State revenue and expenditures.

The Regional Office of Education #45 also recorded \$239,352 in revenue and expenses as on-behalf payments from ISBE for the Regional Office's share of the State's Teachers' Retirement System (TRS) pension expense and \$11,161 in revenue and expenses as on-behalf payments from the State for the Regional Office's share of the OPEB expense in the Statement of Activities. In addition, the Regional Office of Education #45 has not included any on-behalf payments related to the State's TRS pension expense for the Regional Superintendent or Assistant Superintendent.

**NOTE 11: OPERATING LEASES**

Lease 1: 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, 2019. The Regional Office of Education #45 renewed the lease for another year starting December 1, 2020 and terminating November 30, 2021. The lease is payable in monthly installments of \$1,890.

Lease 2: The Regional Office of Education #45 entered into a one-year lease agreement for rental of two classrooms and an office located at 6137 Beck Road, Red Bud beginning August 1, 2020 and terminating July 31, 2021. The lease is payable in monthly installments of \$917.

Lease expense for the fiscal year ended June 30, 2021, was \$23,313.

**NOTE 12: DISTRIBUTIVE FUND AND SCHOOL FACILITY SALES TAX 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 and School Sales Tax bank accounts by the Regional Superintendent to be used for the benefit of all of the districts in the region.

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

**NOTE 13: CHANGE IN ACCOUNTING PRINCIPLE**

For the fiscal year ended June 30, 2021, the ROE #45 implemented GASB Statement No. 84, *Fiduciary Activities*. With the implementation, the ROE is required to record the beginning net position of custodial funds.

The beginning net position of the fiduciary funds has been restated to reflect the new guidance as follows:

|  |           |                |
|--|-----------|----------------|
| Beginning net position, as previously stated | \$        | -              |
| Record net position of custodial funds       |           | <u>133,369</u> |
| Beginning net position, as restated          | <u>\$</u> | <u>133,369</u> |

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

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

**SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY†  
Teachers' Retirement System of the State of Illinois  
For the Year Ended June 30, 2021**

|  | <u>FY2020*</u>      | <u>FY2019*</u>      | <u>FY2018*</u>      | <u>FY2017*</u>      | <u>FY2016*</u>      | <u>FY2015*</u>      | <u>FY2014*</u>      |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Employer's proportion of the net pension liability   | 0.0000332813%       | 0.0000339167%       | 0.0000405932%       | 0.0012433401%       | 0.0015296022%       | 0.0008213755%       | 0.0009048518%       |
| Employer's proportionate share of the net pension liability  | \$ 28,694           | \$ 27,509           | \$ 31,640           | \$ 949,889          | \$ 1,207,408        | \$ 538,084          | \$ 550,677          |
| State's proportionate share of the net pension liability associated with the employer              | 2,247,425           | 1,957,800           | 2,167,495           | 2,627,581           | 3,013,143           | 1,654,931           | 1,246,578           |
| Total  | <u>\$ 2,276,119</u> | <u>\$ 1,985,309</u> | <u>\$ 2,199,135</u> | <u>\$ 3,577,470</u> | <u>\$ 4,220,551</u> | <u>\$ 2,193,015</u> | <u>\$ 1,797,255</u> |
| Employer's covered payroll   | \$ 279,678          | \$ 275,537          | \$ 280,032          | \$ 354,736          | \$ 379,610          | \$ 255,558          | \$ 237,694          |
| Employer's proportionate share of the net pension liability as a percentage of its covered payroll | 10.3%               | 10.0%               | 11.3%               | 267.8%              | 318.1%              | 210.6%              | 231.7%              |
| Plan fiduciary net position as a percentage of the total pension liability                         | 37.8%               | 39.6%               | 40.0%               | 39.3%               | 36.4%               | 41.5%               | 43.0%               |

\*The amounts presented were determined as of the prior fiscal year end.

**SCHEDULE OF EMPLOYER CONTRIBUTIONS†  
Teachers' Retirement System of the State of Illinois  
For the Year Ended June 30, 2021**

|  | <u>FY2021</u> | <u>FY2020</u> | <u>FY2019</u> | <u>FY2018</u> | <u>FY2017</u> | <u>FY2016</u> | <u>FY2015</u> | <u>FY2014</u> |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Statutorily-required contribution                                  | \$ 3,153      | \$ 2,804      | \$ 3,353      | \$ 11,227     | \$ 51,225     | \$ 59,238     | \$ 28,920     | \$ 32,285     |
| Contributions in relation to the statutorily-required contribution | 3,153         | 2,804         | 3,353         | 11,227        | 51,225        | 59,238        | 28,920        | 32,285        |
| Contribution deficiency (excess)                                   | <u>\$ -</u>   |
| Employer's covered payroll   | \$ 287,876    | \$ 279,678    | \$ 275,537    | \$ 280,032    | \$ 354,736    | \$ 379,610    | \$ 255,558    | \$ 237,694    |
| Contributions as a percentage of covered payroll                   | 1.1%          | 1.0%          | 1.2%          | 4.0%          | 14.4%         | 15.6%         | 11.3%         | 13.6%         |

†The information in both schedules will accumulate until a full 10-year trend is presented as required by GASB Statement No. 68.

**Notes to Supplementary Information**

**Changes of assumptions**

For the 2020, 2019, 2018, 2017, and 2016 measurement years, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.5 percent and real return of 4.5 percent. Salary increases were assumed to vary by service credit and were consistent in 2019 and 2020, but the rates of increase in the 2018 measurement year were slightly higher. These actuarial assumptions were based on an experience study dated September 18, 2018.

For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

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

**ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS  
For the Year Ended June 30, 2021**

| Calendar Year Ended December 31,  | <u>2020</u>         | <u>2019</u>         | <u>2018</u>         | <u>2017</u>         | <u>2016</u>         | <u>2015</u>         | <u>2014</u>         |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Total Pension Liability</b>  |                     |                     |                     |                     |                     |                     |                     |
| Service Cost  | \$ 33,102           | \$ 37,292           | \$ 35,444           | \$ 37,417           | \$ 41,466           | \$ 37,862           | \$ 44,199           |
| Interest on the Total Pension Liability   | 237,694             | 236,272             | 231,699             | 230,357             | 222,175             | 214,000             | 200,487             |
| Changes of Benefit Terms  | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Differences Between Expected and Actual Experience<br>of the Total Pension Liability  | 79,492              | (29,933)            | 30,790              | 48,411              | 34,294              | 29,763              | (15,402)            |
| Changes of Assumptions  | (24,051)            | -                   | 85,163              | (95,176)            | -                   | -                   | 121,901             |
| Benefit Payments, including Refunds of Employee Contributions                         | (222,954)           | (220,889)           | (207,931)           | (196,343)           | (177,282)           | (171,568)           | (164,114)           |
| <b>Net Change in Total Pension Liability</b>  | <u>103,283</u>      | <u>22,742</u>       | <u>175,165</u>      | <u>24,666</u>       | <u>120,653</u>      | <u>110,057</u>      | <u>187,071</u>      |
| <b>Total Pension Liability - Beginning</b>  | <u>3,373,465</u>    | <u>3,350,723</u>    | <u>3,175,558</u>    | <u>3,150,892</u>    | <u>3,030,239</u>    | <u>2,920,182</u>    | <u>2,733,111</u>    |
| <b>Total Pension Liability - Ending (A)</b>   | <u>\$ 3,476,748</u> | <u>\$ 3,373,465</u> | <u>\$ 3,350,723</u> | <u>\$ 3,175,558</u> | <u>\$ 3,150,892</u> | <u>\$ 3,030,239</u> | <u>\$ 2,920,182</u> |
| <b>Plan Fiduciary Net Position</b>  |                     |                     |                     |                     |                     |                     |                     |
| Contributions - Employer  | \$ 52,009           | \$ 40,180           | \$ 67,094           | \$ 58,417           | \$ 83,223           | \$ 74,683           | \$ 74,093           |
| Contributions - Employees   | 13,451              | 19,362              | 16,401              | 15,284              | 16,784              | 16,491              | 14,865              |
| Net Investment Income   | 516,315             | 551,590             | (98,831)            | 467,131             | 269,564             | 78,694              | 171,708             |
| Benefit Payments, including Refunds of Employee Contributions                         | (222,954)           | (220,889)           | (207,931)           | (196,343)           | (177,282)           | (171,568)           | (164,114)           |
| Other (Net Transfer)  | (2,422)             | (2,804)             | (1,963)             | (2,516)             | (3,566)             | (16,436)            | (2,267)             |
| <b>Net Change in Plan Fiduciary Net Position</b>                                      | <u>356,399</u>      | <u>387,439</u>      | <u>(225,230)</u>    | <u>341,973</u>      | <u>188,723</u>      | <u>(18,136)</u>     | <u>94,285</u>       |
| <b>Plan Fiduciary Net Position - Beginning</b>  | <u>3,330,988</u>    | <u>2,943,549</u>    | <u>3,168,779</u>    | <u>2,826,806</u>    | <u>2,638,083</u>    | <u>2,656,219</u>    | <u>2,561,934</u>    |
| <b>Plan Fiduciary Net Position - Ending (B)</b>                                       | <u>\$ 3,687,387</u> | <u>\$ 3,330,988</u> | <u>\$ 2,943,549</u> | <u>\$ 3,168,779</u> | <u>\$ 2,826,806</u> | <u>\$ 2,638,083</u> | <u>\$ 2,656,219</u> |
| <b>Net Pension Liability - Ending (A) - (B)</b>                                       | <u>\$ (210,639)</u> | <u>\$ 42,477</u>    | <u>\$ 407,174</u>   | <u>\$ 6,779</u>     | <u>\$ 324,086</u>   | <u>\$ 392,156</u>   | <u>\$ 263,963</u>   |
| <b>Plan Fiduciary Net Position as a Percentage<br/>of the Total Pension Liability</b> | 106.06%             | 98.74%              | 87.85%              | 99.79%              | 89.71%              | 87.06%              | 90.96%              |
| <b>Covered Payroll</b>  | \$ 298,903          | \$ 321,959          | \$ 364,444          | \$ 339,632          | \$ 373,806          | \$ 366,453          | \$ 330,328          |
| <b>Net Pension Liability as a Percentage<br/>of Covered Payroll</b>                   | -70.47%             | 13.19%              | 111.72%             | 2.00%               | 86.70%              | 107.01%             | 79.91%              |

**Notes to Schedule**

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

**Changes in assumptions**

- For 2014, changes are primarily from adopting IMRF specific mortality tables with fully generational projection scale MP-2014 (base year 2014) developed from the RP-2014 mortality tables.
- For 2015, changes are primarily from a change in the calculated single discount rate from 7.49 percent in 2014 to 7.47 percent in 2015.
- For 2016, changes are primarily from a change in the calculated single discount rate from 7.47 percent in 2015 to 7.50 percent in 2016.
- For 2017, changes are primarily from adopting IMRF specific mortality tables with fully generational projection scale MP-2017 (base year 2015) developed from the RP-2014 mortality tables.
- For 2018, the assumed investment rate of return was lowered from 7.50 percent to 7.25 percent.
- For 2020, changes are primarily from adopting the Pub-2010, amount weighted, general mortality tables for retirees and active members.

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

**ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
For the Year Ended June 30, 2021**

| (a)<br>Fiscal<br>Year<br>Ended<br>June 30, | (a)<br>Actuarially<br>Determined<br>Contribution | (a)<br>Actual<br>Contribution | (a)<br>Contribution<br>Deficiency<br>(Excess) | (a)<br>Covered<br>Payroll | (a)<br>Actual Contribution<br>as a Percentage<br>of Covered Payroll |
|--|--|-------------------------------|---|---------------------------|---|
| 2015                                       | \$ 75,873  | \$ 75,873                     | \$ -  | \$ 355,776                | 21.33%  |
| 2016                                       | 77,439   | 77,439                        | -   | 362,229                   | 21.38%  |
| 2017                                       | 71,020   | 71,020                        | -   | 357,523                   | 19.86%  |
| 2018                                       | 63,340   | 63,340                        | -   | 355,130                   | 17.84%  |
| 2019                                       | 52,679   | 52,679                        | -   | 337,597                   | 15.60%  |
| 2020                                       | 48,846   | 48,846                        | -   | 326,588                   | 14.96%  |
| 2021                                       | 43,812   | 43,812                        | -   | 272,116                   | 16.10%  |

(a) These amounts have been converted from IMRF's calendar year end to the entity's fiscal year end utilizing information from the entity's records and therefore will not agree to the IMRF actuarial report issued on March 26, 2021 for the period ended December 31, 2020.

**Notes to Schedule:**

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

***Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2020 Contribution Rate\****

**Valuation Date:**

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

**Methods and Assumptions Used to Determine 2020 Contribution Rates:**

|                                       |   |
|---------------------------------------|---|
| <i>Actuarial Cost Method:</i>         | Aggregate entry age = normal  |
| <i>Amortization Method:</i>           | Level percentage of payroll, closed   |
| <i>Remaining Amortization Period:</i> | 25-year closed period   |
| <i>Asset Valuation Method:</i>        | 5-year smoothed market; 20% corridor  |
| <i>Wage Growth:</i>                   | 3.25%   |
| <i>Price Inflation:</i>               | 2.50%   |
| <i>Salary Increases:</i>              | 3.35% to 14.25%, including inflation  |
| <i>Investment Rate of Return:</i>     | 7.25%   |
| <i>Retirement Age:</i>                | Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.   |
| <i>Mortality:</i>                     | For non-disabled retirees, IMRF-specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience. |

***Other Information:***

Notes: There were no benefit changes during the year.

\* Based on Valuation Assumptions used in the December 31, 2018, actuarial valuation; note two-year lag between valuation and rate setting.

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

**SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY†  
Teachers' Health Insurance Security Fund  
For the Year Ended June 30, 2021**

|   | <u>FY2020*</u>    | <u>FY2019*</u>    | <u>FY2018*</u>    | <u>FY2017*</u>    | <u>FY2016*</u>      |
|---|-------------------|-------------------|-------------------|-------------------|---------------------|
| Employer's proportion of the collective net OPEB liability (asset)  | 0.001106%         | 0.001121%         | 0.001181%         | 0.001542%         | 0.001630%           |
| Employer's proportionate share of the collective net OPEB liability (asset)   | \$ 295,570        | \$ 310,261        | \$ 311,230        | \$ 400,175        | \$ 445,514          |
| State's proportionate share of the collective net OPEB liability associated with the Employer                         | 400,435           | 420,133           | 417,851           | 525,532           | 617,786             |
| Total   | <u>\$ 696,005</u> | <u>\$ 730,394</u> | <u>\$ 729,081</u> | <u>\$ 925,707</u> | <u>\$ 1,063,300</u> |
| Employer's covered payroll  | \$ 279,678        | \$ 275,537        | \$ 280,032        | \$ 354,736        | \$ 379,610          |
| Employer's proportionate share of the collective net OPEB liability (asset)<br>as a percentage of its covered payroll | 105.68%           | 112.60%           | 111.14%           | 112.81%           | 117.36%             |
| Plan fiduciary net position as a percentage of the total OPEB liability   | 0.70%             | 0.25%             | -0.07%            | -0.17%            | -0.22%              |

\*The amounts presented were determined as of the prior fiscal-year end.

**SCHEDULE OF EMPLOYER CONTRIBUTIONS†  
Teachers' Health Insurance Security Fund  
For the Year Ended June 30, 2021**

|  | <u>FY2021</u> | <u>FY2020</u> | <u>FY2019</u> | <u>FY2018</u> | <u>FY2017</u> | <u>FY2016</u> |
|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Statutorily-required contribution                                  | \$ 2,648      | \$ 2,574      | \$ 2,535      | \$ 2,464      | \$ 2,980      | \$ 3,037      |
| Contributions in relation to the statutorily-required contribution | 2,648         | 2,574         | 2,535         | 2,464         | 2,980         | 3,037         |
| Contribution deficiency (excess)                                   | <u>\$ -</u>   |
| Employer's covered payroll   | \$ 287,876    | \$ 279,678    | \$ 275,537    | \$ 280,032    | \$ 354,736    | \$ 379,610    |
| Contributions as a percentage of covered payroll                   | 0.92%         | 0.92%         | 0.92%         | 0.88%         | 0.84%         | 0.80%         |

†The information in both schedules will accumulate until a full 10-year trend is presented as required by GASB Statement No. 75.

**Notes to Required Supplementary Information**

**Changes of Benefit Terms**

In the June 30, 2019 actuarial valuation, there have been no changes of benefit terms from the prior period.

**Changes of assumptions**

For the 2020 and 2019 measurement years, the assumed investment rate of return was 0%, including an inflation rate of 2.50%. For the 2018 and 2017 measurement years, the assumed investment rate of return was of 0%, including an inflation rate of 2.75%. Salary increases were assumed to vary by service credit and were the same for the 2020, 2019, 2018, and 2017 measurement years. Trend for fiscal year 2020 based on expected increases used to develop average costs. For fiscal years after 2020, trend starts at 8.25% for non-Medicare costs and Medicare costs, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate adjustment due to the repeal of the Excise Tax. For the 2019 and 2018 measurement periods, the actual trend was used for fiscal years 2019 and 2018. For fiscal years on and after 2019, trend starts at 8.00% and 9.00% for non-Medicare costs and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.36% is added to non-Medicare costs on and after 2022 to account for the Excise Tax. For the 2017 measurement period, actual trend was used for fiscal year 2017. For fiscal years on and after 2018, trend starts at 8.00% and 9.00% for non-Medicare costs and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.59% is added to non-Medicare costs on and after 2020 to account for the Excise Tax.

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

**OTHER POST EMPLOYMENT BENEFITS - HEALTH INSURANCE  
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
For the Year Ended June 30, 2021**

| For the Year Ended June 30,  | <b>2021</b>    | <b>2020</b>    | <b>2019</b>    | <b>2018</b>    |
|--|----------------|----------------|----------------|----------------|
| <b>Total OPEB Liability</b>  |                |                |                |                |
| Service Cost   | \$ 762         | \$ 1,772       | \$ 2,803       | \$ 2,699       |
| Interest   | 1,177          | 3,213          | 3,195          | 3,027          |
| Differences Between Expected and Actual Experience                     | -              | (50,622)       | -              | -              |
| Changes of Assumptions   | 310            | 7,743          | 3,301          | -              |
| Benefit Payments   | -              | -              | (1,431)        | (1,331)        |
| <b>Net Change in Total OPEB Liability</b>                              | 2,249          | (37,894)       | 7,868          | 4,395          |
| <b>Total OPEB Liability - Beginning</b>                                | 53,251         | 91,145         | 83,277         | 78,882         |
| <b>Total OPEB Liability - Ending</b>                                   | \$ 55,500      | \$ 53,251      | \$ 91,145      | \$ 83,277      |
| <br><b>Covered Payroll</b>   | <br>\$ 636,645 | <br>\$ 638,854 | <br>\$ 756,050 | <br>\$ 791,902 |
| <br><b>Total OPEB Liability as a Percentage<br/>of Covered Payroll</b> | <br>8.72%      | <br>8.34%      | <br>12.06%     | <br>10.52%     |

**Notes to Schedule**

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

***Changes of benefit term***

For the 2020 measurement year, there were no changes of benefit terms from the prior period.

***Changes in assumptions***

The assumed rate on High Quality 20-year Tax Exempt G.O. Bonds was changed from 2.21% to 2.16% for the current year. The underlying index is the Bond Buyer 20-Bond GO index as discussed in more detail in footnote 7. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year end based on changes in market conditions as reflected in the Index. The change was made to reflect our understanding of the requirements of GASB under Statement 74 and Statement 75.

Since the Employer does not have a trust dedicated exclusively to the payment of OPEB benefits, the discount rate used in the determination of the Total OPEB Liability was also changed from 2.21% to 2.16%.

**OTHER SUPPLEMENTAL INFORMATION**

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING SCHEDULE OF ACCOUNTS  
GENERAL FUND  
June 30, 2021**

|  | Office Account   |                   | General<br>State Aid | County<br>Account |                     | Total |
|--|------------------|-------------------|----------------------|-------------------|---------------------|-------|
|  | Chester          | Waterloo          | Chester              | Waterloo          |                     |       |
| Assets   |                  |                   |                      |                   |                     |       |
| Cash and cash equivalents  | \$ 74,849        | \$ 211,524        | \$ 697,112           | \$ 306,272        | \$ 1,289,757        |       |
| Accounts receivable  | -                | 1,692             | -                    | -                 | 1,692               |       |
| Due from other funds   | -                | 34,096            | -                    | -                 | 34,096              |       |
| Due from other governments   | 1,054            | 6,013             | 1,760                | 6,434             | 15,261              |       |
| Prepaid expenses   | 203              | 3,675             | -                    | -                 | 3,878               |       |
| Total Assets   | <u>76,106</u>    | <u>257,000</u>    | <u>698,872</u>       | <u>312,706</u>    | <u>1,344,684</u>    |       |
| Deferred Outflows of Resources   | -                | -                 | -                    | -                 | -                   |       |
| Total Assets and Deferred Outflows of Resources                        | <u>\$ 76,106</u> | <u>\$ 257,000</u> | <u>\$ 698,872</u>    | <u>\$ 312,706</u> | <u>\$ 1,344,684</u> |       |
| Liabilities  |                  |                   |                      |                   |                     |       |
| Accounts payable   | \$ -             | \$ 679            | \$ -                 | \$ -              | \$ 679              |       |
| Due to other governments   | -                | 1,047             | -                    | 2,881             | 3,928               |       |
| Unearned revenue   | -                | -                 | 352                  | -                 | 352                 |       |
| Total Liabilities  | <u>-</u>         | <u>1,726</u>      | <u>352</u>           | <u>2,881</u>      | <u>4,959</u>        |       |
| Deferred Inflows of Resources  |                  |                   |                      |                   |                     |       |
| Unavailable revenue  | -                | -                 | -                    | -                 | -                   |       |
| Fund Balance   |                  |                   |                      |                   |                     |       |
| Nonspendable   | 203              | 3,675             | -                    | -                 | 3,878               |       |
| Unassigned   | 75,903           | 251,599           | 698,520              | 309,825           | 1,335,847           |       |
| Total Fund Balances  | <u>76,106</u>    | <u>255,274</u>    | <u>698,520</u>       | <u>309,825</u>    | <u>1,339,725</u>    |       |
| Total Liabilities, Deferred Inflows<br>of Resources, and Fund Balances | <u>\$ 76,106</u> | <u>\$ 257,000</u> | <u>\$ 698,872</u>    | <u>\$ 312,706</u> | <u>\$ 1,344,684</u> |       |

**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, 2021**

|  | Office Account   |                   | General<br>State Aid | County<br>Account |                     | Total |
|--|------------------|-------------------|----------------------|-------------------|---------------------|-------|
|  | Chester          | Waterloo          | Chester              | Waterloo          |                     |       |
| <b>Revenues</b>  |                  |                   |                      |                   |                     |       |
| Local sources  | \$ 401           | \$ 209,978        | \$ 75,460            | \$ 254,963        | \$ 540,802          |       |
| State sources  | -                | -                 | 161,866              | -                 | 161,866             |       |
| State sources - On behalf payments                           | -                | -                 | 285,499              | -                 | 285,499             |       |
| Interest   | 50               | 371               | 745                  | 743               | 1,909               |       |
| Total Revenue  | <u>451</u>       | <u>210,349</u>    | <u>523,570</u>       | <u>255,706</u>    | <u>990,076</u>      |       |
| <b>Expenditures</b>  |                  |                   |                      |                   |                     |       |
| Instructional Services                                       |                  |                   |                      |                   |                     |       |
| Salaries   | -                | 143,334           | 68,059               | 117,211           | 328,604             |       |
| Employee benefits  | -                | 22,882            | 9,920                | 21,383            | 54,185              |       |
| Pension  | -                | 10,077            | 2,525                | 14,345            | 26,947              |       |
| OPEB   | -                | -                 | -                    | 2,648             | 2,648               |       |
| Purchased services   | 287              | 36,844            | 4,337                | 34,016            | 75,484              |       |
| Supplies and materials                                       | 25               | 41                | 901                  | 14,598            | 15,565              |       |
| Other  | -                | -                 | -                    | 5,129             | 5,129               |       |
| Payments made on behalf of region                            | -                | -                 | 285,499              | -                 | 285,499             |       |
| Capital outlay   | -                | -                 | -                    | 997               | 997                 |       |
| Total Expenditures   | <u>312</u>       | <u>213,178</u>    | <u>371,241</u>       | <u>210,327</u>    | <u>795,058</u>      |       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>139</u>       | <u>(2,829)</u>    | <u>152,329</u>       | <u>45,379</u>     | <u>195,018</u>      |       |
| Net Change in Fund Balance                                   | 139              | (2,829)           | 152,329              | 45,379            | 195,018             |       |
| Fund Balance - Beginning                                     | <u>75,967</u>    | <u>258,103</u>    | <u>546,191</u>       | <u>264,446</u>    | <u>1,144,707</u>    |       |
| Fund Balance - Ending  | <u>\$ 76,106</u> | <u>\$ 255,274</u> | <u>\$ 698,520</u>    | <u>\$ 309,825</u> | <u>\$ 1,339,725</u> |       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING SCHEDULE OF ACCOUNTS  
EDUCATION FUND  
June 30, 2021**

|  | Education Fund |           |           |
|--|----------------|-----------|-----------|
|  | Chester        | Waterloo  | Total     |
| Assets   |                |           |           |
| Cash and cash equivalents  | \$ 10,598      | \$ -      | \$ 10,598 |
| Due from other governments   | 6,625          | 27,471    | 34,096    |
| Total Assets   | 17,223         | 27,471    | 44,694    |
| Deferred Outflows of Resources   | -              | -         | -         |
| Total Assets and Deferred Outflows of Resources                        | \$ 17,223      | \$ 27,471 | \$ 44,694 |
| Liabilities  |                |           |           |
| Due to other funds   | \$ 6,625       | \$ 27,471 | \$ 34,096 |
| Unearned revenue   | 3,959          | -         | 3,959     |
| Total Liabilities  | 10,584         | 27,471    | 38,055    |
| Deferred Inflows of Resources  | -              | -         | -         |
| Fund Balance   |                |           |           |
| Restricted   | 6,639          | -         | 6,639     |
| Unassigned   | -              | -         | -         |
| Total Fund Balance   | 6,639          | -         | 6,639     |
| Total Liabilities, Deferred Inflows<br>of Resources, and Fund Balances | \$ 17,223      | \$ 27,471 | \$ 44,694 |

**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, 2021**

|  | Education Fund  |                |                 |
|--|-----------------|----------------|-----------------|
|  | Chester         | Waterloo       | Total           |
| Revenues   |                 |                |                 |
| State sources  | \$ 199,615      | \$ 163,251     | \$ 362,866      |
| Federal sources  | 38,313          | 71,298         | 109,611         |
| Interest   | 47              | -              | 47              |
| Total Revenues   | <u>237,975</u>  | <u>234,549</u> | <u>472,524</u>  |
| Expenditures   |                 |                |                 |
| Instructional Services:                                      |                 |                |                 |
| Salaries   | 134,463         | 133,118        | 267,581         |
| Employee benefits  | 17,075          | 19,475         | 36,550          |
| Pension  | 8,179           | 10,458         | 18,637          |
| Purchased services   | 29,458          | 37,535         | 66,993          |
| Supplies and materials                                       | 28,915          | 4,484          | 33,399          |
| Other  | 37              | 2,451          | 2,488           |
| Intergovernmental:   |                 |                |                 |
| Payments to other governments                                | 8,800           | 26,228         | 35,028          |
| Capital outlay   | 1,299           | 800            | 2,099           |
| Total Expenditures   | <u>228,226</u>  | <u>234,549</u> | <u>462,775</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>9,749</u>    | <u>-</u>       | <u>9,749</u>    |
| Net Change in Fund Balance                                   | 9,749           | -              | 9,749           |
| Fund Balance - Beginning                                     | <u>(3,110)</u>  | <u>-</u>       | <u>(3,110)</u>  |
| Fund Balance - Ending  | <u>\$ 6,639</u> | <u>\$ -</u>    | <u>\$ 6,639</u> |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING SCHEDULE OF ACCOUNTS  
EDUCATION FUND  
CHESTER OFFICE  
June 30, 2021**

|  | <u>Adult Education and Family Literacy</u> |                        |                              | Secretary of<br>State Family<br>Literacy<br>Program | CURES<br>Adult<br>Education |
|--|--|------------------------|------------------------------|---|-----------------------------|
|  | <u>Federal<br/>Basic</u>                   | <u>State<br/>Basic</u> | <u>State<br/>Performance</u> |   |                             |
| Assets   |  |                        |                              |   |                             |
| Cash and cash equivalents  | \$ -                                       | \$ -                   | \$ -                         | \$ -  | \$ -                        |
| Due from other governments   | <u>6,625</u>                               | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Total Assets   | <u>6,625</u>                               | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Deferred Outflows of Resources   | <u>-</u>                                   | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Total Assets and Deferred Outflows of Resources                        | <u>\$ 6,625</u>                            | <u>\$ -</u>            | <u>\$ -</u>                  | <u>\$ -</u>   | <u>\$ -</u>                 |
| Liabilities  |  |                        |                              |   |                             |
| Due to other funds   | \$ 6,625                                   | \$ -                   | \$ -                         | \$ -  | \$ -                        |
| Unearned revenue   | <u>-</u>                                   | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Total Liabilities  | <u>6,625</u>                               | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Deferred Inflows of Resources  | <u>-</u>                                   | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Fund Balance   |  |                        |                              |   |                             |
| Restricted   |  |                        |                              |   |                             |
| Unassigned   | <u>-</u>                                   | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Total Fund Balances  | <u>-</u>                                   | <u>-</u>               | <u>-</u>                     | <u>-</u>  | <u>-</u>                    |
| Total Liabilities, Deferred Inflows<br>of Resources, and Fund Balances | <u>\$ 6,625</u>                            | <u>\$ -</u>            | <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, 2021**

|  | Adult<br>Volunteer<br>Literacy<br>Grant Program | NSLP -<br>Federal<br>Lunch and<br>Breakfast | Regional<br>Safe<br>Schools | Pilot Regional<br>Safe Schools<br>Cooperative<br>Education<br>Program | Total            |
|--|---|---|-----------------------------|---|------------------|
| <b>Assets</b>  |   |   |                             |   |                  |
| Cash and cash equivalents  | \$ -  | \$ 6,639                                    | \$ -                        | \$ 3,959  | \$ 10,598        |
| Due from other governments   | -   | -   | -                           | -   | 6,625            |
| <b>Total Assets</b>  | <b>-</b>  | <b>6,639</b>                                | <b>-</b>                    | <b>3,959</b>  | <b>17,223</b>    |
| Deferred Outflows of Resources   | -   | -   | -                           | -   | -                |
| <b>Total Assets and Deferred Outflows of Resources</b>                         | <b>\$ -</b>                                     | <b>\$ 6,639</b>                             | <b>\$ -</b>                 | <b>\$ 3,959</b>   | <b>\$ 17,223</b> |
| <b>Liabilities</b>   |   |   |                             |   |                  |
| Due to other funds   | \$ -  | \$ -  | \$ -                        | \$ -  | \$ 6,625         |
| Unearned revenue   | -   | -   | -                           | 3,959   | 3,959            |
| <b>Total Liabilities</b>   | <b>-</b>  | <b>-</b>                                    | <b>-</b>                    | <b>3,959</b>  | <b>10,584</b>    |
| Deferred Inflows of Resources  | -   | -   | -                           | -   | -                |
| <b>Fund Balance</b>  |   |   |                             |   |                  |
| Restricted   | -   | 6,639                                       | -                           | -   | 6,639            |
| Unassigned   | -   | -   | -                           | -   | -                |
| <b>Total Fund Balances</b>   | <b>-</b>  | <b>6,639</b>                                | <b>-</b>                    | <b>-</b>  | <b>6,639</b>     |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources, and Fund Balances</b> | <b>\$ -</b>                                     | <b>\$ 6,639</b>                             | <b>\$ -</b>                 | <b>\$ 3,959</b>   | <b>\$ 17,223</b> |

**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, 2021**

|  | Adult Education and Family Literacy |                |                      | Secretary of<br>State Family<br>Literacy<br>Program | CURES<br>Adult<br>Education |
|--|-------------------------------------|----------------|----------------------|---|-----------------------------|
|  | Federal<br>Basic                    | State<br>Basic | State<br>Performance |   |                             |
| Revenues   |                                     |                |                      |   |                             |
| State sources  | \$ -                                | \$ 30,953      | \$ 6,390             | \$ 36,750   | \$ -                        |
| Federal sources  | 31,101                              | -              | -                    | -   | 1,890                       |
| Interest   | -                                   | 2              | -                    | 17  | -                           |
| Total Revenues   | <u>31,101</u>                       | <u>30,955</u>  | <u>6,390</u>         | <u>36,767</u>                                       | <u>1,890</u>                |
| Expenditures   |                                     |                |                      |   |                             |
| Instructional Services:                                      |                                     |                |                      |   |                             |
| Salaries   | 13,115                              | 17,791         | 4,045                | 23,311  | -                           |
| Employee benefits  | 933                                 | 1,812          | 604                  | 2,446   | -                           |
| Pension  | 509                                 | 680            | 531                  | 1,487   | -                           |
| Purchased services   | 1,145                               | 3,561          | 719                  | 937   | 1,130                       |
| Supplies and materials                                       | 5,972                               | 5,810          | 491                  | 8,569   | 760                         |
| Other  | -                                   | 2              | -                    | 17  | -                           |
| Intergovernmental:   |                                     |                |                      |   |                             |
| Payments to other governments                                | -                                   | -              | -                    | -   | -                           |
| Capital outlay   | -                                   | 1,299          | -                    | -   | -                           |
| Total Expenditures   | <u>21,674</u>                       | <u>30,955</u>  | <u>6,390</u>         | <u>36,767</u>                                       | <u>1,890</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>9,427</u>                        | <u>-</u>       | <u>-</u>             | <u>-</u>  | <u>-</u>                    |
| Net Change in Fund Balance                                   | 9,427                               | -              | -                    | -   | -                           |
| Fund Balance - Beginning                                     | <u>(9,427)</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  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
EDUCATION FUND ACCOUNTS  
CHESTER OFFICE  
For the Year Ended June 30, 2021**

|  | Adult<br>Volunteer<br>Literacy<br>Grant Program | NSLP -<br>Federal<br>Lunch and<br>Breakfast | Regional<br>Safe<br>Schools | Pilot Regional<br>Safe Schools<br>Cooperative<br>Education<br>Program | Total           |
|--|---|---|-----------------------------|---|-----------------|
| <b>Revenues</b>  |   |   |                             |   |                 |
| State sources  | \$ 29,950                                       | \$ -  | \$ 55,749                   | \$ 39,823   | \$ 199,615      |
| Federal sources  | -   | 5,322                                       | -                           | -   | 38,313          |
| Interest   | 13  | 5   | 4                           | 6   | 47              |
| Total Revenues   | <u>29,963</u>                                   | <u>5,327</u>                                | <u>55,753</u>               | <u>39,829</u>   | <u>237,975</u>  |
| <b>Expenditures</b>  |   |   |                             |   |                 |
| Instructional Services:                                      |   |   |                             |   |                 |
| Salaries   | 20,344  | -   | 35,000                      | 20,857  | 134,463         |
| Employee benefits  | 2,105   | -   | 4,382                       | 4,793   | 17,075          |
| Pension  | 1,129   | -   | 517                         | 3,326   | 8,179           |
| Purchased services   | 2,715   | 5,005                                       | 12,395                      | 1,851   | 29,458          |
| Supplies and materials                                       | 3,657   | -   | 3,455                       | 201   | 28,915          |
| Other  | 13  | -   | 4                           | 1   | 37              |
| Intergovernmental:   |   |   |                             |   |                 |
| Payments to other governments                                | -   | -   | -                           | 8,800   | 8,800           |
| Capital outlay   | -   | -   | -                           | -   | 1,299           |
| Total Expenditures   | <u>29,963</u>                                   | <u>5,005</u>                                | <u>55,753</u>               | <u>39,829</u>   | <u>228,226</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>-</u>  | <u>322</u>                                  | <u>-</u>                    | <u>-</u>  | <u>9,749</u>    |
| Net Change in Fund Balance                                   | -   | 322   | -                           | -   | 9,749           |
| Fund Balance - Beginning                                     | <u>-</u>  | <u>6,317</u>                                | <u>-</u>                    | <u>-</u>  | <u>(3,110)</u>  |
| Fund Balance - Ending  | <u>\$ -</u>                                     | <u>\$ 6,639</u>                             | <u>\$ -</u>                 | <u>\$ -</u>   | <u>\$ 6,639</u> |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ADULT EDUCATION AND FAMILY LITERACY - FEDERAL BASIC FY20  
For the Year Ended June 30, 2021**

**Chester Office**

|                                    | Budgeted Amounts |               | Actual<br>Amounts |
|------------------------------------|------------------|---------------|-------------------|
|                                    | Original         | Final         |                   |
| Revenues                           |                  |               |                   |
| Federal sources                    | \$ 19,285        | \$ 28,085     | \$ 11,803         |
| Total Revenues                     | <u>19,285</u>    | <u>28,085</u> | <u>11,803</u>     |
| Expenditures                       |                  |               |                   |
| Salaries                           | 13,797           | 13,797        | -                 |
| Employee benefits                  | 2,121            | 2,121         | -                 |
| Purchased services                 | 2,005            | 2,005         | 100               |
| Supplies and materials             | 1,362            | 10,162        | 2,276             |
| Total Expenditures                 | <u>19,285</u>    | <u>28,085</u> | <u>2,376</u>      |
| Net Change in Fund Balance         | <u>\$ -</u>      | <u>\$ -</u>   | 9,427             |
| Fund Balance (Deficit) - Beginning |                  |               | <u>(9,427)</u>    |
| Fund Balance - Ending              |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ADULT EDUCATION AND FAMILY LITERACY - FEDERAL BASIC FY21  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues                   |                  |               |                   |
| Federal sources            | \$ 19,298        | \$ 19,298     | \$ 19,298         |
| Total Revenues             | <u>19,298</u>    | <u>19,298</u> | <u>19,298</u>     |
| Expenditures               |                  |               |                   |
| Salaries                   | 13,689           | 13,689        | 13,115            |
| Employee benefits          | 4,076            | 4,076         | 933               |
| Pension                    | -                | -             | 509               |
| Purchased services         | 950              | 950           | 1,045             |
| Supplies and materials     | 583              | 583           | 3,696             |
| Total Expenditures         | <u>19,298</u>    | <u>19,298</u> | <u>19,298</u>     |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ADULT EDUCATION AND FAMILY LITERACY - STATE BASIC FY20  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues                   |                  |               |                   |
| State sources              | \$ 26,985        | \$ 26,985     | \$ 3,981          |
| Total Revenues             | <u>26,985</u>    | <u>26,985</u> | <u>3,981</u>      |
| Expenditures               |                  |               |                   |
| Salaries                   | 17,204           | 17,204        | 1,518             |
| Employee benefits          | 4,463            | 4,463         | 345               |
| Pension                    | -                | -             | 259               |
| Purchased services         | 4,062            | 4,062         | 119               |
| Supplies and materials     | 1,256            | 1,256         | 1,740             |
| Total Expenditures         | <u>26,985</u>    | <u>26,985</u> | <u>3,981</u>      |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ADULT EDUCATION AND FAMILY LITERACY - STATE BASIC FY21  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues                   |                  |               |                   |
| State sources              | \$ 26,972        | \$ 26,972     | \$ 26,972         |
| Interest                   | -                | -             | 2                 |
| Total Revenues             | <u>26,972</u>    | <u>26,972</u> | <u>26,974</u>     |
| Expenditures               |                  |               |                   |
| Salaries                   | 17,140           | 17,140        | 16,273            |
| Employee benefits          | 4,037            | 4,037         | 1,467             |
| Pension                    | -                | -             | 421               |
| Purchased services         | 1,597            | 1,597         | 3,442             |
| Supplies and materials     | 4,198            | 4,198         | 4,070             |
| Other                      | -                | -             | 2                 |
| Capital outlay             | -                | -             | 1,299             |
| Total Expenditures         | <u>26,972</u>    | <u>26,972</u> | <u>26,974</u>     |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ADULT EDUCATION AND FAMILY LITERACY - STATE PERFORMANCE FY21  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |              | Actual<br>Amounts |
|----------------------------|------------------|--------------|-------------------|
|                            | Original         | Final        |                   |
| Revenues                   |                  |              |                   |
| State sources              | \$ 6,390         | \$ 6,390     | \$ 6,390          |
| Total Revenues             | <u>6,390</u>     | <u>6,390</u> | <u>6,390</u>      |
| Expenditures               |                  |              |                   |
| Salaries                   | 4,000            | 4,000        | 4,045             |
| Employee benefits          | 1,085            | 1,085        | 604               |
| Pension                    | -                | -            | 531               |
| Purchased services         | 950              | 950          | 719               |
| Supplies and materials     | 355              | 355          | 491               |
| Total Expenditures         | <u>6,390</u>     | <u>6,390</u> | <u>6,390</u>      |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>  | -                 |
| Fund Balance - Beginning   |                  |              | <u>-</u>          |
| Fund Balance - Ending      |                  |              | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
SECRETARY OF STATE FAMILY LITERACY PROGRAM  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues:                  |                  |               |                   |
| State sources              | \$ 36,750        | \$ 36,750     | \$ 36,750         |
| Interest                   | -                | -             | 17                |
| Total Revenues             | <u>36,750</u>    | <u>36,750</u> | <u>36,767</u>     |
| Expenditures:              |                  |               |                   |
| Salaries                   | 28,800           | 25,100        | 23,311            |
| Employee benefits          | -                | -             | 2,446             |
| Pension                    | -                | -             | 1,487             |
| Purchased services         | 4,050            | 3,950         | 937               |
| Supplies and materials     | 3,900            | 7,700         | 8,569             |
| Other                      | -                | -             | 17                |
| Total Expenditures         | <u>36,750</u>    | <u>36,750</u> | <u>36,767</u>     |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
CURES ADULT EDUCATION  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |              | Actual<br>Amounts |
|----------------------------|------------------|--------------|-------------------|
|                            | Original         | Final        |                   |
| Revenues                   |                  |              |                   |
| Federal sources            | \$ 1,890         | \$ 1,890     | \$ 1,890          |
| Total Revenues             | <u>1,890</u>     | <u>1,890</u> | <u>1,890</u>      |
| Expenditures               |                  |              |                   |
| Purchased services         | 1,200            | 1,200        | 1,130             |
| Supplies and materials     | 690              | 690          | 760               |
| Total Expenditures         | <u>1,890</u>     | <u>1,890</u> | <u>1,890</u>      |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>  | -                 |
| Fund Balance - Beginning   |                  |              | <u>-</u>          |
| Fund Balance - Ending      |                  |              | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ADULT VOLUNTEER LITERACY GRANT PROGRAM  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues:                  |                  |               |                   |
| State sources              | \$ 29,950        | \$ 29,950     | \$ 29,950         |
| Interest                   | -                | -             | 13                |
| Total Revenues             | <u>29,950</u>    | <u>29,950</u> | <u>29,963</u>     |
| Expenditures:              |                  |               |                   |
| Salaries                   | 24,350           | 21,350        | 20,344            |
| Employee benefits          | -                | -             | 2,105             |
| Pension                    | -                | -             | 1,129             |
| Purchased services         | 2,400            | 3,100         | 2,715             |
| Supplies and materials     | 3,200            | 5,500         | 3,657             |
| Other                      | -                | -             | 13                |
| Total Expenditures         | <u>29,950</u>    | <u>29,950</u> | <u>29,963</u>     |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
REGIONAL SAFE SCHOOLS - PROJECT #20-3696-00  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues                   |                  |               |                   |
| State sources              | \$ 53,940        | \$ 53,940     | \$ 1,152          |
| Total Revenues             | <u>53,940</u>    | <u>53,940</u> | <u>1,152</u>      |
| Expenditures               |                  |               |                   |
| Salaries                   | 35,425           | 35,425        | -                 |
| Employee benefits          | 4,962            | 4,962         | 1                 |
| Purchased services         | 12,129           | 12,129        | 163               |
| Supplies and materials     | 1,424            | 1,424         | 988               |
| Total Expenditures         | <u>53,940</u>    | <u>53,940</u> | <u>1,152</u>      |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
REGIONAL SAFE SCHOOLS - PROJECT #21-3696-00  
For the Year Ended June 30, 2021**

**Chester Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues                   |                  |               |                   |
| State sources              | \$ 54,597        | \$ 54,597     | \$ 54,597         |
| Interest                   | -                | -             | 4                 |
| Total Revenues             | <u>54,597</u>    | <u>54,597</u> | <u>54,601</u>     |
| Expenditures               |                  |               |                   |
| Salaries                   | 35,850           | 35,850        | 35,000            |
| Employee benefits          | 4,968            | 4,968         | 4,381             |
| Pension                    | -                | -             | 517               |
| Purchased services         | 12,300           | 12,300        | 12,232            |
| Supplies and materials     | 1,479            | 1,479         | 2,467             |
| Other                      | -                | -             | 4                 |
| Total Expenditures         | <u>54,597</u>    | <u>54,597</u> | <u>54,601</u>     |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
PILOT REGIONAL SAFE SCHOOLS COOPERATIVE EDUCATION PROGRAM -  
PROJECT #20-3999-RS  
For the Year Ended June 30, 2021**

**Chester Office**

|                               | Budgeted Amounts |               | Actual<br>Amounts |
|-------------------------------|------------------|---------------|-------------------|
|                               | Original         | Final         |                   |
| Revenues                      |                  |               |                   |
| State sources                 | \$ 37,427        | \$ 37,427     | \$ 6,644          |
| Total Revenues                | <u>37,427</u>    | <u>37,427</u> | <u>6,644</u>      |
| Expenditures                  |                  |               |                   |
| Salaries                      | 17,066           | 21,006        | 4,645             |
| Employee benefits             | 5,584            | 8,156         | 1,062             |
| Pension                       | -                | -             | 792               |
| Purchased services            | 5,627            | 1,820         | 144               |
| Supplies and materials        | 2,850            | 145           | -                 |
| Other                         | -                | -             | 1                 |
| Intergovernmental:            |                  |               |                   |
| Payments to other governments | 6,300            | 6,300         | -                 |
| Total Expenditures            | <u>37,427</u>    | <u>37,427</u> | <u>6,644</u>      |
| Net Change in Fund Balance    | <u>\$ -</u>      | <u>\$ -</u>   | <u>-</u>          |
| Fund Balance - Beginning      |                  |               | <u>-</u>          |
| Fund Balance - Ending         |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
PILOT REGIONAL SAFE SCHOOLS COOPERATIVE EDUCATION PROGRAM -  
PROJECT #21-3999-RS  
For the Year Ended June 30, 2021**

**Chester Office**

|                               | Budgeted Amounts |               | Actual<br>Amounts |
|-------------------------------|------------------|---------------|-------------------|
|                               | Original         | Final         |                   |
| Revenues                      |                  |               |                   |
| State sources                 | \$ 37,138        | \$ 37,138     | \$ 33,179         |
| Interest                      | -                | -             | 6                 |
| Total Revenues                | <u>37,138</u>    | <u>37,138</u> | <u>33,185</u>     |
| Expenditures                  |                  |               |                   |
| Salaries                      | 17,211           | 17,695        | 16,212            |
| Employee benefits             | 5,630            | 6,211         | 3,731             |
| Pension                       | -                | -             | 2,534             |
| Purchased services            | 4,901            | 1,878         | 1,707             |
| Supplies and materials        | 3,396            | 2,534         | 201               |
| Intergovernmental:            |                  |               |                   |
| Payments to other governments | 6,000            | 8,820         | 8,800             |
| Total Expenditures            | <u>37,138</u>    | <u>37,138</u> | <u>33,185</u>     |
| Net Change in Fund Balance    | <u>\$ -</u>      | <u>\$ -</u>   | <u>-</u>          |
| Fund Balance - Beginning      |                  |               | <u>-</u>          |
| Fund Balance - Ending         |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING SCHEDULE OF ACCOUNTS  
EDUCATION FUND  
WATERLOO OFFICE  
June 30, 2021**

|  | McKinney<br>Vento<br>Education for<br>Homeless<br>Children | ROE/ISC<br>Operations | Truants<br>Alternative<br>Optional<br>Education | Supporting<br>Effective<br>Educator<br>Development |
|--|--|-----------------------|---|--|
| <b>Assets</b>  |  |                       |   |  |
| Cash and cash equivalents  | \$ -   | \$ -                  | \$ -  | \$ -   |
| Due from other governments   | 25,887   | -                     | -   | -  |
| <b>Total Assets</b>  | <b>25,887</b>  | <b>-</b>              | <b>-</b>  | <b>-</b>   |
| <b>Deferred Outflows of Resources</b>  |  |                       |   |  |
|  | -  | -                     | -   | -  |
| <b>Total Assets and Deferred Outflows of Resources</b>                         | <b>\$ 25,887</b>   | <b>\$ -</b>           | <b>\$ -</b>                                     | <b>\$ -</b>  |
| <b>Liabilities</b>   |  |                       |   |  |
| Due to other funds   | \$ 25,887  | \$ -                  | \$ -  | \$ -   |
| Unearned revenue   | -  | -                     | -   | -  |
| <b>Total Liabilities</b>   | <b>25,887</b>  | <b>-</b>              | <b>-</b>  | <b>-</b>   |
| <b>Deferred Inflows of Resources</b>   |  |                       |   |  |
|  | -  | -                     | -   | -  |
| <b>Fund Balance</b>  |  |                       |   |  |
| Restricted   | -  | -                     | -   | -  |
| Unassigned   | -  | -                     | -   | -  |
| <b>Total Fund Balances</b>   | <b>-</b>   | <b>-</b>              | <b>-</b>  | <b>-</b>   |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources, and Fund Balances</b> | <b>\$ 25,887</b>   | <b>\$ -</b>           | <b>\$ -</b>                                     | <b>\$ -</b>  |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING SCHEDULE OF ACCOUNTS  
EDUCATION FUND  
WATERLOO OFFICE  
June 30, 2021**

|  | Teacher<br>Quality | ESSER         | Digital<br>Equity | Total            |
|--|--------------------|---------------|-------------------|------------------|
| <b>Assets</b>  |                    |               |                   |                  |
| Cash and cash equivalents  | \$ -               | \$ -          | \$ -              | \$ -             |
| Due from other governments   | 147                | 637           | 800               | 27,471           |
| <b>Total Assets</b>  | <b>147</b>         | <b>637</b>    | <b>800</b>        | <b>27,471</b>    |
| Deferred Outflows of Resources   | -                  | -             | -                 | -                |
| <b>Total Assets and Deferred Outflows of Resources</b>                         | <b>\$ 147</b>      | <b>\$ 637</b> | <b>\$ 800</b>     | <b>\$ 27,471</b> |
| <b>Liabilities</b>   |                    |               |                   |                  |
| Due to other funds   | \$ 147             | \$ 637        | \$ 800            | \$ 27,471        |
| Unearned revenue   | -                  | -             | -                 | -                |
| <b>Total Liabilities</b>   | <b>147</b>         | <b>637</b>    | <b>800</b>        | <b>27,471</b>    |
| Deferred Inflows of Resources  | -                  | -             | -                 | -                |
| <b>Fund Balance</b>  |                    |               |                   |                  |
| Restricted   | -                  | -             | -                 | -                |
| Unassigned   | -                  | -             | -                 | -                |
| <b>Total Fund Balances</b>   | <b>-</b>           | <b>-</b>      | <b>-</b>          | <b>-</b>         |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources, and Fund Balances</b> | <b>\$ 147</b>      | <b>\$ 637</b> | <b>\$ 800</b>     | <b>\$ 27,471</b> |

**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, 2021**

|  | McKinney<br>Vento<br>Education for<br>Homeless<br>Children | ROE/ISC<br>Operations | Truants<br>Alternative<br>Optional<br>Education | Supporting<br>Effective<br>Educator<br>Development |
|--|--|-----------------------|---|--|
| Revenues   |  |                       |   |  |
| State sources  | \$ -   | \$ 105,982            | \$ 57,269                                       | \$ -   |
| Federal sources  | 44,973   | -                     | -   | 23,660   |
| Interest   | -  | -                     | -   | -  |
| Total Revenues   | <u>44,973</u>  | <u>105,982</u>        | <u>57,269</u>                                   | <u>23,660</u>                                      |
| Expenditures   |  |                       |   |  |
| Instructional Services:                                      |  |                       |   |  |
| Salaries   | 14,595   | 72,860                | 43,336  | 2,327  |
| Employee benefits  | 3,092  | 11,139                | 4,913   | 331  |
| Pension  | 2,212  | 5,019                 | 2,810   | 417  |
| Purchased services   | 541  | 13,610                | 2,799   | 20,585   |
| Supplies and materials                                       | 2,533  | 903                   | 411   | -  |
| Other  | -  | 2,451                 | -   | -  |
| Intergovernmental:   |  |                       |   |  |
| Payments to other governments                                | 22,000   | -                     | 3,000   | -  |
| Capital outlay   | -  | -                     | -   | -  |
| Total Expenditures   | <u>44,973</u>  | <u>105,982</u>        | <u>57,269</u>                                   | <u>23,660</u>                                      |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>-</u>   | <u>-</u>              | <u>-</u>  | <u>-</u>   |
| Net Change in Fund Balance                                   | -  | -                     | -   | -  |
| Fund Balance - Beginning                                     | <u>-</u>   | <u>-</u>              | <u>-</u>  | <u>-</u>   |
| Fund Balance - Ending  | <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, 2021**

|  | Teacher<br>Quality | ESSER       | Digital<br>Equity | Total          |
|--|--------------------|-------------|-------------------|----------------|
| Revenues   |                    |             |                   |                |
| State sources  | \$ -               | \$ -        | \$ -              | \$ 163,251     |
| Federal sources  | 1,228              | 637         | 800               | 71,298         |
| Interest   | -                  | -           | -                 | -              |
| Total Revenues   | <u>1,228</u>       | <u>637</u>  | <u>800</u>        | <u>234,549</u> |
| Expenditures   |                    |             |                   |                |
| Instructional Services:                                      |                    |             |                   |                |
| Salaries   | -                  | -           | -                 | 133,118        |
| Employee benefits  | -                  | -           | -                 | 19,475         |
| Pension  | -                  | -           | -                 | 10,458         |
| Purchased services   | -                  | -           | -                 | 37,535         |
| Supplies and materials                                       | -                  | 637         | -                 | 4,484          |
| Other  | -                  | -           | -                 | 2,451          |
| Intergovernmental:   |                    |             |                   |                |
| Payments to other governments                                | 1,228              | -           | -                 | 26,228         |
| Capital outlay   | -                  | -           | 800               | 800            |
| Total Expenditures   | <u>1,228</u>       | <u>637</u>  | <u>800</u>        | <u>234,549</u> |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>-</u>           | <u>-</u>    | <u>-</u>          | <u>-</u>       |
| Net Change in Fund Balance                                   | -                  | -           | -                 | -              |
| Fund Balance - Beginning                                     | <u>-</u>           | <u>-</u>    | <u>-</u>          | <u>-</u>       |
| Fund Balance - Ending  | <u>\$ -</u>        | <u>\$ -</u> | <u>\$ -</u>       | <u>\$ -</u>    |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN FY20  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                            | Budgeted Amounts |               | Actual<br>Amounts |
|----------------------------|------------------|---------------|-------------------|
|                            | Original         | Final         |                   |
| Revenues                   |                  |               |                   |
| Federal sources            | \$ 18,278        | \$ 18,278     | \$ 4,846          |
| Total Revenues             | <u>18,278</u>    | <u>18,278</u> | <u>4,846</u>      |
| Expenditures               |                  |               |                   |
| Salaries                   | 9,906            | 9,906         | 1,779             |
| Employee benefits          | 3,694            | 3,979         | 407               |
| Pension                    | -                | -             | 303               |
| Purchased services         | 2,250            | 1,993         | 119               |
| Supplies and materials     | 2,428            | 2,400         | 2,238             |
| Total Expenditures         | <u>18,278</u>    | <u>18,278</u> | <u>4,846</u>      |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning   |                  |               | <u>-</u>          |
| Fund Balance - Ending      |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
MCKINNEY VENTO EDUCATION FOR HOMELESS CHILDREN FY21  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                               | Budgeted Amounts |               | Actual<br>Amounts |
|-------------------------------|------------------|---------------|-------------------|
|                               | Original         | Final         |                   |
| Revenues                      |                  |               |                   |
| Federal sources               | \$ 18,278        | \$ 58,632     | \$ 40,127         |
| Total Revenues                | <u>18,278</u>    | <u>58,632</u> | <u>40,127</u>     |
| Expenditures                  |                  |               |                   |
| Salaries                      | 9,906            | 17,472        | 12,816            |
| Employee benefits             | 3,979            | 6,433         | 2,685             |
| Pension                       | -                | -             | 1,909             |
| Purchased services            | 1,993            | 1,525         | 422               |
| Supplies and materials        | 2,400            | 7,702         | 295               |
| Intergovernmental:            |                  |               |                   |
| Payments to other governments | -                | 25,500        | 22,000            |
| Total Expenditures            | <u>18,278</u>    | <u>58,632</u> | <u>40,127</u>     |
| Net Change in Fund Balance    | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning      |                  |               | <u>-</u>          |
| Fund Balance - Ending         |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ROE/ISC OPERATIONS - PROJECT #21-3730-00  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                             | Budgeted Amounts |                | Actual<br>Amounts |
|-----------------------------|------------------|----------------|-------------------|
|                             | Original         | Final          |                   |
| Revenues                    |                  |                |                   |
| State sources               | \$ 105,982       | \$ 105,982     | \$ 105,982        |
| Total Revenues              | <u>105,982</u>   | <u>105,982</u> | <u>105,982</u>    |
| Expenditures                |                  |                |                   |
| Salaries                    | 70,532           | 70,532         | 72,860            |
| Employee benefits           | 17,226           | 17,226         | 11,139            |
| Pension                     | -                | -              | 5,019             |
| Purchased services          | 14,774           | 14,774         | 13,610            |
| Supplies and materials      | 500              | 500            | 903               |
| Other                       | 2,350            | 2,350          | 2,451             |
| Capital outlay              | 600              | 600            | -                 |
| Total Expenditures          | <u>105,982</u>   | <u>105,982</u> | <u>105,982</u>    |
| Net Change in Fund Balances | <u>\$ -</u>      | <u>\$ -</u>    | -                 |
| Fund Balance - Beginning    |                  |                | <u>-</u>          |
| Fund Balance - Ending       |                  |                | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
TRUANTS ALTERNATIVE/OPTIONAL EDUCATION - PROJECT #20-3695-18  
For the Year Ended June 30, 2021  
Waterloo Office**

|                               | Budgeted Amounts |                | Actual<br>Amounts |
|-------------------------------|------------------|----------------|-------------------|
|                               | Original         | Final          |                   |
| Revenues                      |                  |                |                   |
| State sources                 | \$ 141,399       | \$ 141,399     | \$ 57,269         |
| Total Revenues                | <u>141,399</u>   | <u>141,399</u> | <u>57,269</u>     |
| Expenditures                  |                  |                |                   |
| Salaries                      | 88,565           | 98,723         | 43,336            |
| Employee benefits             | 20,005           | 21,660         | 4,913             |
| Pension                       | -                |                | 2,810             |
| Purchased services            | 18,249           | 16,249         | 2,799             |
| Supplies and materials        | 580              | 767            | 411               |
| Intergovernmental:            |                  |                |                   |
| Payments to other governments | 14,000           | 4,000          | 3,000             |
| Total Expenditures            | <u>141,399</u>   | <u>141,399</u> | <u>57,269</u>     |
| Net Change in Fund Balance    | <u>\$ -</u>      | <u>\$ -</u>    | -                 |
| Fund Balance - Beginning      |                  |                | -                 |
| Fund Balance - Ending         |                  |                | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
SUPPORTING EFFECTIVE EDUCATOR DEVELOPMENT - PY 3  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                            | Budgeted Amounts |                | Actual<br>Amounts |
|----------------------------|------------------|----------------|-------------------|
|                            | Original         | Final          |                   |
| Revenues                   |                  |                |                   |
| Federal sources            | \$ 100,000       | \$ 100,000     | \$ 23,660         |
| Total Revenues             | <u>100,000</u>   | <u>100,000</u> | <u>23,660</u>     |
| Expenditures               |                  |                |                   |
| Salaries                   | 7,000            | 7,000          | 2,327             |
| Employee benefits          | 2,111            | 2,111          | 331               |
| Pension                    | -                | -              | 417               |
| Purchased services         | 90,889           | 90,889         | 20,585            |
| Total Expenditures         | <u>100,000</u>   | <u>100,000</u> | <u>23,660</u>     |
| Net Change in Fund Balance | <u>\$ -</u>      | <u>\$ -</u>    | -                 |
| Fund Balance - Beginning   |                  |                | <u>-</u>          |
| Fund Balance - Ending      |                  |                | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
TEACHER QUALITY - PROJECT #20-4935-02  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                               | Budgeted Amounts |             | Actual<br>Amounts |
|-------------------------------|------------------|-------------|-------------------|
|                               | Original         | Final       |                   |
| Revenues                      |                  |             |                   |
| Federal sources               | \$ 786           | \$ 786      | \$ 786            |
| Total Revenues                | <u>786</u>       | <u>786</u>  | <u>786</u>        |
| Expenditures                  |                  |             |                   |
| Intergovernmental:            |                  |             |                   |
| Payments to other governments | 786              | 786         | 786               |
| Total Expenditures            | <u>786</u>       | <u>786</u>  | <u>786</u>        |
| Net Change in Fund Balances   | <u>\$ -</u>      | <u>\$ -</u> | -                 |
| Fund Balance - Beginning      |                  |             | <u>-</u>          |
| Fund Balance - Ending         |                  |             | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
TEACHER QUALITY - PROJECT #21-4935-02  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                               | Budgeted Amounts |             | Actual<br>Amounts |
|-------------------------------|------------------|-------------|-------------------|
|                               | Original         | Final       |                   |
| Revenues                      |                  |             |                   |
| Federal sources               | \$ 589           | \$ 589      | \$ 442            |
| Total Revenues                | <u>589</u>       | <u>589</u>  | <u>442</u>        |
| Expenditures                  |                  |             |                   |
| Intergovernmental:            |                  |             |                   |
| Payments to other governments | 589              | 589         | 442               |
| Total Expenditures            | <u>589</u>       | <u>589</u>  | <u>442</u>        |
| Net Change in Fund Balances   | <u>\$ -</u>      | <u>\$ -</u> | -                 |
| Fund Balance - Beginning      |                  |             | <u>-</u>          |
| Fund Balance - Ending         |                  |             | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
ELEMENTARY and SECONDARY SCHOOL EMERGENCY RELIEF (ESSER)  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                             | Budgeted Amounts |              | Actual<br>Amounts |
|-----------------------------|------------------|--------------|-------------------|
|                             | Original         | Final        |                   |
| Revenues                    |                  |              |                   |
| Federal sources             | \$ 1,637         | \$ 1,637     | \$ 637            |
| Total Revenues              | <u>1,637</u>     | <u>1,637</u> | <u>637</u>        |
| Expenditures                |                  |              |                   |
| Supplies and materials      | 1,637            | 1,637        | 637               |
| Total Expenditures          | <u>1,637</u>     | <u>1,637</u> | <u>637</u>        |
| Net Change in Fund Balances | <u>\$ -</u>      | <u>\$ -</u>  | -                 |
| Fund Balance - Beginning    |                  |              | <u>-</u>          |
| Fund Balance - Ending       |                  |              | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
BUDGETARY COMPARISON SCHEDULE  
EDUCATION FUND ACCOUNTS  
DIGITAL EQUITY  
For the Year Ended June 30, 2021**

**Waterloo Office**

|                             | Budgeted Amounts |               | Actual<br>Amounts |
|-----------------------------|------------------|---------------|-------------------|
|                             | Original         | Final         |                   |
| Revenues                    |                  |               |                   |
| Federal sources             | \$ 30,678        | \$ 30,678     | \$ 800            |
| Total Revenues              | <u>30,678</u>    | <u>30,678</u> | <u>800</u>        |
| Expenditures                |                  |               |                   |
| Supplies and materials      | 25,678           | 25,678        | -                 |
| Capital outlay              | 5,000            | 5,000         | 800               |
| Total Expenditures          | <u>30,678</u>    | <u>30,678</u> | <u>800</u>        |
| Net Change in Fund Balances | <u>\$ -</u>      | <u>\$ -</u>   | -                 |
| Fund Balance - Beginning    |                  |               | <u>-</u>          |
| Fund Balance - Ending       |                  |               | <u>\$ -</u>       |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
June 30, 2021**

|  | <u>Teacher's<br/>Institute Fund</u> | <u>Bus Driver<br/>Permit Fund</u> | <u>General<br/>Education<br/>Development<br/>Fund</u> |                  |
|--|-------------------------------------|-----------------------------------|---|------------------|
|  | <u>Waterloo</u>                     | <u>Waterloo</u>                   | <u>Waterloo</u>                                       | <u>Total</u>     |
| Assets   |                                     |                                   |   |                  |
| Cash and cash equivalents  | \$ 40,285                           | \$ 14,713                         | \$ 20,350   | \$ 75,348        |
| Accounts receivable  | -                                   | -                                 | 75  | 75               |
| Total Assets   | <u>40,285</u>                       | <u>14,713</u>                     | <u>20,425</u>   | <u>75,423</u>    |
| Deferred Outflows of Resources   | -                                   | -                                 | -   | -                |
| Total Assets and Deferred Outflows of Resources                        | <u>\$ 40,285</u>                    | <u>\$ 14,713</u>                  | <u>\$ 20,425</u>                                      | <u>\$ 75,423</u> |
| Liabilities  | \$ -                                | \$ -                              | \$ -  | \$ -             |
| Deferred Inflows of Resources  | -                                   | -                                 | -   | -                |
| Fund Balance   |                                     |                                   |   |                  |
| Restricted   | 40,285                              | 14,713                            | 20,425  | 75,423           |
| Total Fund Balances  | <u>40,285</u>                       | <u>14,713</u>                     | <u>20,425</u>   | <u>75,423</u>    |
| Total Liabilities, Deferred Inflows<br>of Resources, and Fund Balances | <u>\$ 40,285</u>                    | <u>\$ 14,713</u>                  | <u>\$ 20,425</u>                                      | <u>\$ 75,423</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, 2021**

|   | Teacher's<br>Institute Fund | Bus Driver<br>Permit<br>Fund | General<br>Education<br>Development<br>Fund |                  |
|---|-----------------------------|------------------------------|---|------------------|
|   | Waterloo                    | Waterloo                     | Waterloo                                    | Total            |
| <b>Revenues</b>   |                             |                              |   |                  |
| Local sources   | \$ 17,919                   | \$ 2,430                     | \$ 2,276                                    | \$ 22,625        |
| State sources   | -                           | 1,206                        | -   | 1,206            |
| Interest  | 90                          | 32                           | 44  | 166              |
| Total Revenues  | <u>18,009</u>               | <u>3,668</u>                 | <u>2,320</u>                                | <u>23,997</u>    |
| <b>Expenditures</b>   |                             |                              |   |                  |
| Salaries  | 11,600                      | -                            | 3,733                                       | 15,333           |
| Employee benefits   | 2,268                       | -                            | 518   | 2,786            |
| Pension   | 737                         | -                            | 644   | 1,381            |
| Purchased services  | 6,994                       | 1,019                        | 103   | 8,116            |
| Supplies and materials                                      | 1,818                       | 1,614                        | -   | 3,432            |
| Other   | 14                          | -                            | -   | 14               |
| Total Expenditures  | <u>23,431</u>               | <u>2,633</u>                 | <u>4,998</u>                                | <u>31,062</u>    |
| Excess (Deficiency) of Revenue<br>Over (Under) Expenditures | <u>(5,422)</u>              | <u>1,035</u>                 | <u>(2,678)</u>                              | <u>(7,065)</u>   |
| Net Change in Fund Balance                                  | (5,422)                     | 1,035                        | (2,678)                                     | (7,065)          |
| Fund Balance - Beginning                                    | <u>45,707</u>               | <u>13,678</u>                | <u>23,103</u>                               | <u>82,488</u>    |
| Fund Balance - Ending                                       | <u>\$ 40,285</u>            | <u>\$ 14,713</u>             | <u>\$ 20,425</u>                            | <u>\$ 75,423</u> |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
June 30, 2021**

|  | Distributive<br>Fund     | Area V<br>Trail         | M'aidez<br>Center       | School<br>Facility<br>Sales Tax | Total<br>Custodial<br>Funds |
|--|--------------------------|-------------------------|-------------------------|---------------------------------|-----------------------------|
| <b>Assets</b>                                    |                          |                         |                         |                                 |                             |
| Cash and cash equivalents                        | \$ -                     | \$ 76,122               | \$ 52,897               | \$ 586,224                      | \$ 715,243                  |
| Investments                                      | -                        | -                       | 8,055                   | -                               | 8,055                       |
| Due from other governments                       | 116,027                  | 2,850                   | -                       | 1,642,765                       | 1,761,642                   |
| Prepaid expenses                                 | -                        | 4,200                   | -                       | -                               | 4,200                       |
| <b>Total Assets</b>                              | <b><u>\$ 116,027</u></b> | <b><u>\$ 83,172</u></b> | <b><u>\$ 60,952</u></b> | <b><u>\$ 2,228,989</u></b>      | <b><u>\$ 2,489,140</u></b>  |
| <b>Liabilities</b>                               |                          |                         |                         |                                 |                             |
| Unearned revenue                                 | \$ -                     | \$ 11,414               | \$ -                    | \$ -                            | \$ 11,414                   |
| Due to other governments                         | 116,027                  | -                       | 10,000                  | 2,228,989                       | 2,355,016                   |
| <b>Total Liabilities</b>                         | <b><u>116,027</u></b>    | <b><u>11,414</u></b>    | <b><u>10,000</u></b>    | <b><u>2,228,989</u></b>         | <b><u>2,366,430</u></b>     |
| Restricted for other individuals and governments | -                        | 71,758                  | 50,952                  | -                               | 122,710                     |
| <b>Total Liabilities and Net Position</b>        | <b><u>\$ 116,027</u></b> | <b><u>\$ 83,172</u></b> | <b><u>\$ 60,952</u></b> | <b><u>\$ 2,228,989</u></b>      | <b><u>\$ 2,489,140</u></b>  |

**REGIONAL OFFICE OF EDUCATION #45  
MONROE AND RANDOLPH COUNTIES  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
For the Year Ended June 30, 2021**

|  | Distributive<br>Fund | Area V<br>Trail  | M'aidez<br>Center | School<br>Facility<br>Sales Tax | Total<br>Custodial<br>Funds |
|--|----------------------|------------------|-------------------|---------------------------------|-----------------------------|
| <b>Additions</b>   |                      |                  |                   |                                 |                             |
| Governmental contributions                                   | \$ 1,654,175         | \$ -             | \$ -              | \$ 5,630,750                    | \$ 7,284,925                |
| Member fees  | -                    | 91,907           | 68,718            | -                               | 160,625                     |
| Interest income  | -                    | 182              | 3,152             | 948                             | 4,282                       |
| <b>Total additions</b>                                       | <u>1,654,175</u>     | <u>92,089</u>    | <u>71,870</u>     | <u>5,631,698</u>                | <u>7,449,832</u>            |
| <b>Deductions</b>  |                      |                  |                   |                                 |                             |
| Payments to other governments                                | 1,654,175            | 47,651           | -                 | 5,631,698                       | 7,333,524                   |
| Beneficiary expenditures                                     | -                    | 62,268           | 64,699            | -                               | 126,967                     |
| <b>Total deductions</b>                                      | <u>1,654,175</u>     | <u>109,919</u>   | <u>64,699</u>     | <u>5,631,698</u>                | <u>7,460,491</u>            |
| <b>Net increase (decrease) in<br/>fiduciary net position</b> | <u>-</u>             | <u>(17,830)</u>  | <u>7,171</u>      | <u>-</u>                        | <u>(10,659)</u>             |
| <b>Net position - beginning</b>                              | <u>-</u>             | <u>89,588</u>    | <u>43,781</u>     | <u>-</u>                        | <u>133,369</u>              |
| <b>Net position - ending</b>                                 | <u>\$ -</u>          | <u>\$ 71,758</u> | <u>\$ 50,952</u>  | <u>\$ -</u>                     | <u>\$ 122,710</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, 2021**

| Distributions                            | Acct.<br>No. | Career Center<br>of Southern<br>Illinois | Mental<br>Health | Chester<br>NHSD 122 | OKAW<br>Regional Voc<br>System-EFE | Total        |
|--|--------------|--|------------------|---------------------|------------------------------------|--------------|
| <b>Local Funds</b>                       |              |  |                  |                     |                                    |              |
| Distributive Fund Interest               |              | \$ -                                     | \$ -             | \$ -                | \$ -                               | \$ -         |
| Total Local Funds                        |              | -  | -                | -                   | -                                  | -            |
| <b>State Funds</b>                       |              |  |                  |                     |                                    |              |
| Evidence Based Funding                   |              | \$ 461,493                               | \$ -             | \$ 277,334          | \$ -                               | \$ 738,827   |
| Career and Technical Education           |              |  |                  |                     |                                    |              |
| Improvement (CTEI)                       |              | -  | -                | -                   | 443,532                            | 443,532      |
| State Free Lunch & Breakfast             |              | 316                                      | -                | -                   | -                                  | 316          |
| Transportation - Regular & Vocational    |              | -  | -                | 38,266              | -                                  | 38,266       |
| Transportation - Special Education       |              | -  | -                | 2,134               | -                                  | 2,134        |
| ROE School Bus Driver Training           |              | -  | -                | -                   | -                                  | -            |
| Regional Safe Schools Program            |              | -  | -                | -                   | -                                  | -            |
| ROE/ISC Operations                       |              | -  | -                | -                   | -                                  | -            |
| Other State Programs                     |              | -  | -                | -                   | -                                  | -            |
| Total State Funds                        |              | 461,809                                  | -                | 317,734             | 443,532                            | 1,223,075    |
| <b>Federal Funds</b>                     |              |  |                  |                     |                                    |              |
| National School Lunch Program            |              | 2,279                                    | -                | -                   | -                                  | 2,279        |
| School Breakfast Program                 |              | 1,050                                    | -                | -                   | -                                  | 1,050        |
| Summer School Food Service               |              | 10,744                                   | -                | -                   | -                                  | 10,744       |
| Fed. - Sp. Ed. - Pre-School Flow Through |              | -  | 39,449           | -                   | -                                  | 39,449       |
| Fed. - Sp. Ed. - IDEA - Flow Through     |              | -  | 69,849           | 3,049               | -                                  | 72,898       |
| CTE - Perkins - DHS Education            |              | -  | 198,329          | -                   | -                                  | 198,329      |
| CTE - Perkins - Secondary                |              | -  | -                | -                   | 99,085                             | 99,085       |
| Title II - Teacher Quality - Leadership  |              | -  | -                | -                   | 1,228                              | 1,228        |
| Other Federal Programs                   |              | 3,058                                    | -                | 2,980               | -                                  | 6,038        |
| Total Federal Funds                      |              | 17,131                                   | 307,627          | 6,029               | 100,313                            | 431,100      |
| Total Distributions                      |              | \$ 478,940                               | \$ 307,627       | \$ 323,763          | \$ 543,845                         | \$ 1,654,175 |