



**STATE OF ILLINOIS
VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54**

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

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

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54**

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**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54**

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**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54**

OFFICIALS

Regional Superintendent
(current and during the audit period)

Mr. Aaron Hird

Assistant Regional Superintendent
(current and during the audit period)

Ms. Courtney Dudley

Office is located at:

200 South College Street, Suite B
Danville, Illinois 61832

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
FINANCIAL REPORT SUMMARY**

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

AUDITOR’S REPORTS

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

SUMMARY OF AUDIT FINDINGS

<u>Number of</u>	<u>This Audit</u>	<u>Prior Audit</u>
Audit findings	1	3
Repeated audit findings	0	1
Prior recommendations implemented or not repeated	3	2

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

SUMMARY OF FINDINGS AND RESPONSES

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
<i>Findings (Government Auditing Standards)</i>			
2022-001	11	Controls over Financial Statement Preparation	Material Weakness
<i>Prior Audit Findings not Repeated (Government Auditing Standards)</i>			
2021-001	16	Lack of Adequate Controls over the Review of Internal Controls over External Service Providers	Significant Deficiency
2021-002	16	Improper Application of Accounting Principle	Significant Deficiency
2021-003	16	Delay of Audit	Noncompliance

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
FINANCIAL REPORT SUMMARY**

EXIT CONFERENCE

The finding and recommendation appearing in this report was discussed with Agency personnel at an informal exit conference on October 27, 2022. Attending from the Regional Office of Education No. 54 were Aaron Hird, Regional Superintendent; and Jamie Johnson, Bookkeeper; and from Adelfia LLC were Maria Divina Valera, Partner; Carl Ong, Supervisor; and Fatima Fortu, Staff. Vermillion County Regional Office of Education No. 54 waived an exit conference in a correspondence from Aaron Hird, Regional Superintendent, on December 22, 2022.

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of Vermilion County Regional Office of Education No. 54 was performed by Adelfia LLC.

Based on their audit, the auditors expressed an unmodified opinion on Vermilion County Regional Office of Education No. 54's basic financial statements.



INDEPENDENT AUDITOR'S REPORT

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Audit of the Financial Statements

Opinions

As Special Assistant Auditors for the Auditor General, we have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Vermilion County Regional Office of Education No. 54, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Vermilion County Regional Office of Education No. 54's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Vermilion County Regional Office of Education No. 54, as of June 30, 2022, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Vermilion County Regional Office of Education No. 54, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

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

- exercise professional judgement and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for purpose of expressing an opinion on the effectiveness of the Vermilion County Regional Office of Education No. 5’s internal control. Accordingly, no such opinion is expressed.

- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Regional Office of Education No. 54's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vermilion County Regional Office of Education No. 54's basic financial statements. The modified cash basis combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and the Schedule of Disbursements to School District Treasurers and Other Entities - Distributive Fund are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the modified cash basis combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and the Schedule of Disbursements to School District Treasurers and Other Entities - Distributive Fund are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the modified cash basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 24, 2023 on our consideration of the Vermilion County Regional Office of Education No. 54'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 the Vermilion County Regional Office of Education No. 54'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 Vermilion County Regional Office of Education No. 54's internal control over financial reporting and compliance.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
January 24, 2023



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

Honorable Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Vermilion County Regional Office of Education No. 54, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Vermilion County Regional Office of Education No. 54’s basic financial statements, and have issued our report thereon dated January 24, 2023.

Report on Internal Control Over Financial Reporting

Management of the Vermilion County Regional Office of Education No. 54 is responsible for establishing and maintaining effective internal control over financial reporting (internal control).

In planning and performing our audit of the financial statements, we considered Vermilion County Regional Office of Education No. 54’s internal control as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Vermilion County Regional Office of Education No. 54’s internal control. Accordingly, we do not express an opinion on the effectiveness of Vermilion County Regional Office of Education No. 54’s internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Responses as item 2022-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Vermilion County Regional Office of Education No. 54's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Regional Office of Education No. 54's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the Regional Office of Education No. 54's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Responses. The Regional Office of Education No. 54's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Vermilion County Regional Office of Education No. 54'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 Vermilion County Regional Office of Education No. 54's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
January 24, 2023

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
SCHEDULE OF FINDINGS AND RESPONSES
SECTION I – SUMMARY OF AUDITOR’S RESULTS
For the Year Ended June 30, 2022

Financial Statements in accordance with Modified Cash Basis

Type of auditor’s report issued:	<i>Unmodified</i>	
Internal control over financial reporting:		
Material weakness(es) identified?	_ <input checked="" type="checkbox"/> _	yes no
Significant deficiency(ies) identified?	_____	yes <input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	_____	yes <input checked="" type="checkbox"/> No

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
SCHEDULE OF FINDINGS AND RESPONSES
SECTION II - FINANCIAL STATEMENT FINDINGS
For the Year Ended June 30, 2022**

FINDING 2022-001 – Controls over Financial Statement Preparation

CRITERIA/SPECIFIC REQUIREMENT:

105 ILCS 5/2-3.17a allows a Regional Office of Education or Educational Service Center to utilize a cash basis, modified cash basis, or generally accepted accounting principles (GAAP) basis of accounting to prepare financial statements for audit. The Regional Office of Education #54 (ROE) has chosen to utilize the modified cash basis of accounting for financial statement reporting. The ROE is required to maintain a system of controls over the preparation of financial statements in accordance with its selected basis of accounting. The ROE's internal controls over financial reporting should include adequately trained personnel with the knowledge, skills, and experience to prepare financial statements and include all related disclosures as required by the Governmental Accounting Standards Board (GASB).

GASB Statement No. 84, *Fiduciary Activities*, establishes criteria for identifying fiduciary activities of all state and local governments. The new requirements change the definition of fiduciary activity and establish new financial reporting requirements for state and local governments that report fiduciary activity. 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. GASB Statement No. 84 states that when assets are derived solely from the government's own-source revenue, the activity would be reported with the governmental or business-type activities.

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* requires governmental fund revenues to be classified in the statement of revenues, expenditures, and changes in fund balances by major revenue source; the statement of activities should report program revenues to reduce the net cost of the function to be financed from the government's general revenues and general revenues should be reported after total net expense of the government's functions.

CONDITION:

ROE No. 54 does not have sufficient internal controls over the financial reporting process. The financial statements required material audit adjustments in order to ensure the balances were accurate for the basis of accounting selected for financial statement presentation. The financial statements submitted for audit contained the following errors and inaccuracies:

- 1) The ROE's fiduciary fund statements included activity related to ROE No. 54 in the distributive fund, which is not a fiduciary relationship under GASB 84. Numerous adjustments were required to report accurate balances.

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
SCHEDULE OF FINDINGS AND RESPONSES
SECTION II - FINANCIAL STATEMENT FINDINGS
For the Year Ended June 30, 2022**

FINDING 2022-001 – Controls over Financial Statement Preparation (continued)

Cash and cash equivalents were understated by \$38,071 and due from other governments were overstated by \$38,071 in the governmental fund statements and the government-wide Statement of Activities due to the adjustments related to the distributive fund.

In addition, National school lunch and breakfast receipts totaling \$54,943 were reported in the Fiduciary Fund activities and not in the governmental activities. Accordingly, federal source revenues and expenditures were understated by \$54,943.

- 2) Revenues were not properly classified as local, State and federal sources in the governmental funds, or as program revenues from operating grants and local sources in the governmental activities.

The Regional Office of Education No. 54 subsequently revised its financial statements to correct the errors noted above.

EFFECT:

The Regional Office of Education No. 54 management or its employees, in the normal course of performing their assigned functions, did not prevent or detect financial statement misstatements in a timely manner.

CAUSE:

The Regional Office of Education No. 54's management indicated this was an oversight.

RECOMMENDATION:

As part of internal control over the preparation of financial statements, the Regional Office of Education No. 54 should implement comprehensive preparation procedures to ensure the financial statements and disclosures are complete and accurate. These procedures should be performed by a properly trained individual(s) possessing a thorough understanding of the basis of accounting selected for financial statements, GASB pronouncements, and knowledge of the Regional Office of Education No. 54's activities and operations.

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
SCHEDULE OF FINDINGS AND RESPONSES
SECTION II - FINANCIAL STATEMENT FINDINGS
For the Year Ended June 30, 2022**

FINDING 2022-001 – Controls over Financial Statement Preparation (concluded)

MANAGEMENT’S RESPONSE:

The Regional Office will work with their accounting firm to ensure their financial statements and disclosures are prepared accurately in accordance with modified cash basis of accounting.

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For Year Ended June 30, 2022**

Corrective Action Plan

FINDING 2022-001 – Controls over Financial Statement Preparation

CONDITION:

ROE No. 54 does not have sufficient internal controls over the financial reporting process. The financial statements required material audit adjustments in order to ensure the balances were accurate for the basis of accounting selected for financial statement presentation. The financial statements submitted for audit contained the following errors and inaccuracies:

- 1) The ROE's fiduciary fund statements included activity related to ROE No. 54 in the distributive fund, which is not a fiduciary relationship under GASB 84. Numerous adjustments were required to report accurate balances.

Cash and cash equivalents were understated by \$38,071 and due from other governments were overstated by \$38,071 in the governmental fund statements and the government-wide Statement of Activities due to the adjustments related to the distributive fund.

In addition, National school lunch and breakfast receipts totaling \$54,943 were reported the Fiduciary Fund activities and not in the governmental activities. Accordingly, federal source revenues and expenditures were understated by \$54,943.

- 2) Revenues were not properly classified as local, State and federal sources in the governmental funds, or as program revenues from operating grants and local sources in the governmental activities.

The Regional Office of Education No. 54 subsequently revised its financial statements to correct the errors noted above.

PLAN:

As part of internal control over the preparation of financial statements, the Regional Office of Education No. 54 would implement comprehensive preparation procedures to ensure the financial statements and disclosures are complete and accurate. These procedures would be performed by a properly trained individual(s) possessing a thorough understanding of the basis of accounting selected for financial statements, GASB pronouncements, and knowledge of the Regional Office of Education No. 54's activities and operations.

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For Year Ended June 30, 2022**

Corrective Action Plan (continued)

FINDING 2022-001 – Controls over Financial Statement Preparation (continued)

ANTICIPATED DATE OF COMPLETION:

June 30, 2023

CONTACT PERSON:

Mr. Aaron Hird, Regional Superintendent of Schools

**VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED
For the Year Ended June 30, 2022**

2021-001	Lack of Adequate Controls over the Review of Internal Controls over External Service Providers	Not Repeated
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During the current audit, audit results indicated the Regional Office of Education No. 54 performed and documented its review of internal controls over external service providers.

2021-002	Improper Application of Accounting Principle	Not Repeated
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During the current audit, audit results indicated the Regional Office of Education No. 54 implemented corrective action and recorded transactions appropriately.

2021-003	Delay of Audit	Not Repeated
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During the current audit, Regional Office of Education No. 54 provided the financial statements by the August 31st due date.

BASIC FINANCIAL STATEMENTS

EXHIBIT A

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 STATEMENT OF NET POSITION - MODIFIED CASH BASIS
 JUNE 30, 2022

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 954,842	\$ 8,519	\$ 963,361
Due from other governments	-	-	-
Total current assets	<u>954,842</u>	<u>8,519</u>	<u>963,361</u>
Noncurrent assets:			
Capital assets, net	<u>5,212</u>	-	<u>5,212</u>
Total noncurrent assets	<u>5,212</u>	-	<u>5,212</u>
Total assets	<u>960,054</u>	<u>8,519</u>	<u>968,573</u>
NET POSITION			
Net investment in capital assets	5,212	-	5,212
Restricted for educational purposes	384,648	-	384,648
Unrestricted	<u>570,194</u>	<u>8,519</u>	<u>578,713</u>
Total net position	<u>\$ 960,054</u>	<u>\$ 8,519</u>	<u>\$ 968,573</u>

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

EXHIBIT B

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants	Total	Governmental Activities	Primary Government	
						Business-Type Activities	Total
Governmental activities:							
Instructional services:							
Purchased services	\$ 52,954	\$ -	\$ 30,899	\$ (22,055)	\$ -	\$ -	\$ (22,055)
Supplies and materials	39,223	-	31,102	(8,121)	-	-	(8,121)
Other objects	3,561	-	3,744	183	-	-	183
Depreciation	3,501	-	-	(3,501)	-	-	(3,501)
Intergovernmental:							
Payments to other governments	701,874	-	737,901	36,027	-	-	36,027
Total governmental activities	801,113	-	803,646	2,533	-	-	2,533
Business-type activities:							
Service fees	4,247	3,865	-	-	(382)	(382)	(382)
Total business-type activities	4,247	3,865	-	-	(382)	(382)	(382)
Total primary government	\$ 805,360	\$ 3,865	\$ 803,646	2,533	(382)	(382)	2,151
General revenues:							
Local sources				125,323	-	-	125,323
Interest				253	3	3	256
Total general revenues				125,577	3	3	125,580
Change in net position				128,110	(379)	(379)	127,731
Net position, beginning of year				831,944	8,898	8,898	840,842
Net position, end of year				\$ 960,054	\$ 8,519	\$ 8,519	\$ 968,573

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

EXHIBIT C

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BALANCE SHEET - MODIFIED CASH BASIS
 GOVERNMENTAL FUNDS
 JUNE 30, 2022

	General Fund	Institute Fund	Education Fund	Other Nonmajor Funds	Eliminations	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 555,806	\$ 217,369	\$ 122,375	\$ 59,292	\$ -	\$ 954,842
Due from other funds	30,629	-	-	-	(30,629)	-
Due from other governments	-	-	-	-	-	-
Total assets	<u>\$ 586,435</u>	<u>\$ 217,369</u>	<u>\$ 122,375</u>	<u>\$ 59,292</u>	<u>\$ (30,629)</u>	<u>\$ 954,842</u>
LIABILITIES						
Due to other funds	\$ -	14,388	\$ 16,241	\$ -	\$ (30,629)	\$ -
Total liabilities	-	14,388	16,241	-	(30,629)	-
FUND BALANCES						
Restricted	-	202,981	122,375	59,292	-	384,648
Assigned	532,838	-	-	-	-	532,838
Unassigned	53,597	-	(16,241)	-	-	37,356
Total fund balances	<u>586,435</u>	<u>202,981</u>	<u>106,134</u>	<u>59,292</u>	<u>-</u>	<u>954,842</u>
Total liabilities and fund balances	<u>\$ 586,435</u>	<u>\$ 217,369</u>	<u>\$ 122,375</u>	<u>\$ 59,292</u>	<u>\$ (30,629)</u>	<u>\$ 954,842</u>

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

EXHIBIT D

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2022

Total fund balances - governmental funds	\$ 954,842
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>5,212</u>
Net position of governmental activities	<u><u>\$ 960,054</u></u>

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

EXHIBIT E

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - MODIFIED CASH BASIS
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Institute Fund	Education Fund	Other Nonmajor Funds	Total Governmental Funds
Revenues:					
Local sources	\$ 54,826	\$ 14,623	\$ 51,821	\$ 4,053	\$ 125,323
State sources	203,252	-	252,667	1,287	457,206
Federal sources	54,943	-	291,498	-	346,441
Interest	186	61	-	6	253
Total revenues	<u>313,207</u>	<u>14,684</u>	<u>595,986</u>	<u>5,346</u>	<u>929,223</u>
Expenditures:					
Instructional services:					
Purchased services	8,661	12,952	29,391	1,950	52,954
Supplies and materials	8,004	740	29,584	895	39,223
Other objects	-	-	3,561	-	3,561
Intergovernmental:					
Payments to other governments	166,289	-	535,585	-	701,874
Total expenditures	<u>182,954</u>	<u>13,692</u>	<u>598,121</u>	<u>2,845</u>	<u>797,612</u>
Net change in fund balances	130,253	992	(2,135)	2,501	131,611
Fund balances, beginning of year	<u>456,182</u>	<u>201,989</u>	<u>108,269</u>	<u>56,791</u>	<u>823,231</u>
Fund balances, end of year	<u>\$ 586,435</u>	<u>\$ 202,981</u>	<u>\$ 106,134</u>	<u>\$ 59,292</u>	<u>\$ 954,842</u>

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

EXHIBIT F

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

Net changes in fund balances - governmental funds	\$ 131,611
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation	<u>(3,501)</u>
Change in net position of governmental activities	<u><u>\$ 128,110</u></u>

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

EXHIBIT G

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUND
JUNE 30, 2022

	<u>Business-Type Activities</u>
	<u>Non-Major Enterprise Fund</u>
	<u>Fingerprinting Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 8,519
Total assets	<u>8,519</u>
NET POSITION	
Unrestricted	<u>8,519</u>
Total net position	<u><u>\$ 8,519</u></u>

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

EXHIBIT H

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION - MODIFIED CASH BASIS
 PROPRIETARY FUND
 FOR THE YEAR ENDED JUNE 30, 2022

	Business-Type Activities
	Non-Major Enterprise Fund
	Fingerprinting Fund
Operating revenue:	
Charges for services	\$ 3,865
Total Operating Revenues	3,865
Operating expenses:	
Purchased services	2,547
Supplies and materials	1,700
Total operating expenses	4,247
Operating loss	(382)
Nonoperating revenue:	
Interest	3
Total Nonoperating Revenue	3
Change in net position	(379)
Net position, beginning of year	8,898
Net position, end of year	\$ 8,519

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

EXHIBIT I

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Business-Type Activities</u> <u>Non-Major Enterprise Fund</u> <u>Fingerprinting Fund</u>
Cash flows from operating activities:	
Receipts from customers	\$ 3,865
Payments to suppliers and providers of goods and services	<u>(4,247)</u>
Net cash used for operating activities	<u>(382)</u>
Cash flows from investing activities:	
Interest	<u>3</u>
Net cash provided by investing activities	<u>3</u>
Net decrease in cash and cash equivalents	(379)
Cash and cash equivalents, beginning of year	<u>8,898</u>
Cash and cash equivalents, end of year	<u><u>\$ 8,519</u></u>
Reconciliation of operating loss to net cash used for operating activities:	
Operating loss	<u>\$ (382)</u>
Net cash used for operating activities	<u><u>\$ (382)</u></u>

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

EXHIBIT J

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS
FIDUCIARY FUNDS
JUNE 30, 2022

	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	\$ 44,671
Total assets	<u>44,671</u>
LIABILITIES	
Due to other governments	<u>-</u>
Total Liabilities	<u>-</u>
NET POSITION	
Restricted for:	
Individuals, organizations and other governments	<u>44,671</u>
Total Net Position	<u><u>\$ 44,671</u></u>

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

EXHIBIT K

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - MODIFIED CASH BASIS
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

ADDITIONS:	<u>Custodial Funds</u>
Local Sources	
Donations	\$ 750
Fundraising	14,229
Program fees	16,552
Payments from Illinois State Board of Education	
State	113,284
Federal	95,582
Flow-through tuition payments from students	2,320
Investment earnings	11
Total Additions	<u>242,728</u>
DEDUCTIONS:	
Program expenses	33,949
Payments to local school districts	209,179
Flow-through tuition payments to University	848
Total Deductions	<u>243,976</u>
Net Increase (Decrease) in Fiduciary Net Position	(1,248)
Net position, beginning of the year	<u>45,919</u>
Net position, end of the year	<u>\$ 44,671</u>

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

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and presentation of the basic financial statements of the Regional Office of Education No. 54 have been prepared in conformity with the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles, as applicable to governments. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Reporting Entity

The Regional Office of Education No. 54 was created by Illinois Public Act 76-735, as amended, effective August 8, 1995. The region encompasses Vermilion County.

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

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

The Regional Office of Education No. 54 derives its oversight power and authority over the school districts from the School Code and is responsible for its own fiscal and budgetary matters. The Regional Office of Education No. 54 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 No. 54’s financial statements. In addition, the Regional Office of Education No. 54 is not aware of any entity that would exercise oversight as to result in the Regional Office of Education No. 54 being considered a component unit of the entity.

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide and Fund Financial Statements

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

The Statement of Net Position includes all of the Regional Office of Education No. 54's assets and liabilities, including capital assets. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

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

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

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

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

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide statements report using the economic resources measurement focus, while the governmental fund financial statements report using the current financial resources measurement focus. Since the governmental fund financial statements are presented on a different measurement focus than the government-wide statements (due mainly to inclusion of capital assets and long-term debt activity in the government-wide presentation) a reconciliation is presented, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Basis of accounting refers to when revenues received, and expenses or expenditures disbursed are recognized in the accounts and how they are reported on the financial statements. The Regional Office of Education No. 54 maintains its accounting records for all funds on the modified cash basis of accounting. Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. Their revenues are recognized when they are received, and expenses or expenditures are recognized when paid.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the Regional Office of Education No. 54's enterprise fund is charges to customers for workshop fees. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

It is the Regional Office of Education No. 54's policy to first apply restricted resources when an expenditure or expense is incurred for which both restricted and unrestricted resources are available. For unrestricted fund balances, committed fund balances are used first, then assigned fund balances, then unassigned, if any.

Governmental Funds

The Regional Office of Education No. 54 reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Regional Office of Education No. 54 and is used to account for all financial resources except those required to be accounted for and reported in another fund. This fund is available to pay general and administrative expenditures of the Regional Office of Education No. 54. Included in this fund are:

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental Funds (Continued)

General Fund (Concluded)

Direct Services - The Direct Services accounts are used for various programs that benefit the school districts or the regional office, such as the computer consortium and technology hub. Interest from the Distributive Fund is transferred to this program.

Regional Safe School - General State Aid - This program accounts for the general operations of the Regional Safe School. In addition, this program includes State and Federal lunch and breakfast programs.

Institute Fund – This special revenue fund accounts for the Regional Office of Education No. 54’s stewardship of the assets held in trust for the benefit of the Regional Office of Education No. 54’s teachers. Fees are collected from registration of teachers’ licenses. Monies are expended to conduct teachers’ institutes, conferences, and workshops.

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

Individuals with Disabilities Act (IDEA) - Improvement Grants - Part D - This program accounts for the IDEA Improvement Grants Part D grant monies. The program provides professional development to education personnel to improve intervention results for children with disabilities.

McKinney-Vento Homeless Children and Youth Program - This program accounts for the proceeds of the McKinney-Vento Homeless Children and Youth Program grant. This program is designed to assist in implementing homeless services. The program collaborates with all schools within the region concerning the identification of homeless youth and works with the districts to provide local and State resources to those students.

Regional Safe Schools Program - The program accounts for the Regional Safe Schools grant monies. The program concentrates on the education of students who have been expelled from the school districts served by the Vermilion County Regional Office of Education No. 54.

ROE/ISC Operations - This program accounts for grant monies received for and in payment of expenditures for assisting schools in all areas of school improvement.

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental Funds (Concluded)

Education Funds (Concluded)

Truants Alternative Optional Education - This program accounts for the proceeds of a grant from the Illinois State Board of Education to provide educational opportunities for drop-outs and truants.

Other Federal Programs (Digital Grant) – This program accounts for proceeds of a grant from Illinois State Board of Education to be utilized to acquire updated electronic devices such as Chromebook, audio headsets, and microphones, to improve accessibility and efficiency for online learning during remote and blended instruction.

Other State Programs (Regional Safe School Cooperative Education Program) – This program accounts for the Career Education program from the Illinois State Board of Education and is administered through the Vermilion Association of Special Education.

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

General Education Development - This fund accounts for the receipts and expenses pertaining to the GED/High School Equivalency program for high school dropouts.

Bus Driver Training - This fund accounts for State and local receipts and expenses related to initial and refresher courses of instruction for school bus drivers.

Supervisory - This fund accounts for State receipts provided to the Regional Office of Education to pay day-to-day expenses as approved by the Regional Superintendent.

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Concluded)

Proprietary Funds

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

The Regional Office of Education No. 54 reports the following non-major proprietary fund:

Fingerprinting - The Vermilion County Regional Office of Education No. 54 provides fingerprinting services for background checks to schools in Vermilion County for new hires. The fee for the fingerprinting service is paid by each school district.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the Vermilion County Regional Office of Education No. 54 in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

Custodial Funds – Custodial funds, which prior to GASB 84 were reported as agency funds, are used to report fiduciary activities that are not required to be reported as another fiduciary fund type. Custodial funds include the following:

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

EIU Courses - This fund accounts for tuition payments received from teachers for coursework offered by Eastern Illinois University (EIU) and remitted to EIU.

Vermilion County’s Drug and Alcohol Abuse Prevention Program (DAAPP) - This fund is used to account for funding generated by the Vermilion County Sheriff’s department to fund their DARE program, which does drug prevention programs with the local grade schools.

Board of School Trustees - The fund accounts for the Regional Board of School Trustees’ operating accounts.

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, and Net Position or Equity

Deposits and Investments

The Regional Office of Education No. 54 considers cash on hand, checking accounts, savings accounts, and investments held with an original maturity date of 90 days or less to be cash and cash equivalents. State regulations require that the Regional Office of Education No. 54 deposit funds under its control into accounts insured by the federal governments, accounts secured by substantial collateral, or pooled investment trusts. All funds not needed for immediate disbursement are maintained in interest bearing accounts.

The Regional Office of Education No. 54 does not have a formal investment policy. Statutes authorize the Regional Office of Education No. 54 to make deposits or invest in obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Money Market Fund.

Interfund Transactions

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 business-type activities are reported in the government-wide financial statements as “internal balances.”

Capital Assets

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

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

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

<u>Assets</u>	<u>Years</u>
Office equipment	5-7
Computer equipment	3

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

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classifications

Government-wide and Proprietary Fund Statements

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

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

Restricted net position – Consists of restricted assets reduced by liabilities related to those assets.

Unrestricted net position – The net amount of the assets and liabilities 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 and liabilities in a governmental fund. The following types of fund balances may be presented on 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. There are no accounts presenting a nonspendable fund balance.

Restricted Fund Balance – the portion of a governmental fund’s fund balance that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: Institute Fund, General Education Development Fund, Bus Driver Training, and Supervisory Fund. The following Education Funds are restricted by grantor or donor restrictions: IDEA – Improvement Grants – Part D, Regional Safe Schools Program, ROE/ISC Operations, Truant Alternative Optional Education, Other Federal Programs (Digital Grant), and Other State Programs (RSSCEP).

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

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classifications (Concluded)

Governmental Fund Statements (Concluded)

Assigned Fund Balance – the portion of a Governmental Fund’s fund balance to denote an intended use of resources. The Regional Safe School - General State Aid account is specified for a particular purpose by the Regional Superintendent.

Unassigned Fund Balance – available expendable financial resources in a governmental fund that are not designated for a specific purpose. The following accounts’ fund balances make up the unassigned fund balance: Direct Services and McKinney-Vento Homeless Children & Youth Program.

New Accounting Pronouncements

For the fiscal year ended June 30, 2022, the Regional Office of Education #54 implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, GASB Statement No. 92, *Omnibus 2020*, GASB Statement No. 93, *Replacement of Interbank Offered Rates*, GASB Statement No. 97, *Certain Component Unit Criteria*, and *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an Amendment of GASB Statements No. 14 and No. 84*, and a *Supersession of GASB Statement No. 32*, and certain provisions of *GASB Statement No. 99, Omnibus 2022*. The implementation of these GASB Statements had no significant impact on the Regional Office of Education #54’s financial statements.

Budgets and Budgetary Accounting

The Regional Office of Education No. 54 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 or other granting agencies are prepared and submitted to the granting agency as part of the grant awards process. The granting agency must also approve amendments to these budgets. Grant project budgets are based on the award period. Budgetary Comparison Schedules have been presented for the following grants received from the Illinois State Board of Education: IDEA – Improvement Grants – Part D (RTI), McKinney-Vento Homeless Children and Youth Program, Regional Safe Schools Program, ROE/ISC Operations, Truants Alternative Optional Education, Other Federal Programs (Digital Grant) and Other State Programs (RSSCEP).

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

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

Interest on Distributive Fund Account

The Vermilion County Regional Office of Education No. 54 has agreements with all districts in the region whereby the Vermilion County Regional Office of Education No. 54 is allowed to keep the interest on the Distributive Fund for expenditures benefiting all districts.

NOTE 2: DEPOSITS AND INVESTMENTS

Deposits

At June 30, 2022, the carrying amount of the Regional Office of Education No. 54's deposits for the governmental activities, business-type activities, and fiduciary funds were \$954,842, \$8,519, and \$44,671, respectively. The bank balances for the governmental funds, business-type activities, and fiduciary funds totaled \$1,083,005, all of which were secured by federal depository insurance or collateralized with securities held by the pledging financial institution's trust department in the Regional Office of Education No. 54's name, and were, therefore, not exposed to custodial credit risk.

Investments

At June 30, 2022, the carrying amount of the Regional Office of Education No. 54's deposits in the Illinois Funds Money Market Fund for the governmental activities was \$3,443. The bank balance invested in the Illinois Funds Money Market Fund was \$3,443. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. These deposits are included in cash and cash equivalents in the Regional Office of Education No. 54's governmental activities and fiduciary funds.

Credit Risk

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

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2: DEPOSITS AND INVESTMENTS (Concluded)

Interest Rate Risk

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

Concentration of Credit Risk

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

NOTE 3 – RISK MANAGEMENT – CLAIMS AND JUDGEMENTS

The Regional Office of Education No. 54 is exposed to various risks of loss related to torts; theft or, damage to and destruction of assets; errors and omissions; workers' compensation; and natural disasters. The Regional Office of Education No. 54 is covered by commercial insurance to cover these risks of loss. No settlements have exceeded insurance coverage in the current or three previous years.

NOTE 4 – CONTINGENCIES

The Regional Office of Education No. 54 has received funding from federal and State grants in the current and prior years, which are subject to audits by granting agencies. The Regional Office of Education No. 54 believes any adjustments that may arise will be insignificant to the Regional Office of Education No. 54's operations.

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 - CAPITAL ASSETS

In accordance with GASB Statement No. 34, the Regional Office of Education No. 54 has reported capital assets in the government-wide Statement of Net Position. Purchases are reported as capital outlay in the governmental fund statements. The following table provides a summary of changes in total assets, accumulated depreciation, and investment in capital assets for the year ended June 30, 2022:

	Balance 7/1/2021	Additions	Disposals	Balance 6/30/2022
Governmental Activities				
Capital assets being depreciated:				
Office Equipment	\$ 27,765	\$ -	\$ -	\$ 27,765
Total Capital Assets	27,765	-	-	27,765
Less: Accumulated Depreciation	(19,052)	(3,501)	-	(22,553)
Governmental Activities				
Investment in Capital Assets, Net	\$ 8,713	\$ (3,501)	\$ -	\$ 5,212
Business-Type Activities				
Capital assets being depreciated:				
Office Equipment	\$ 954	\$ -	\$ -	\$ 954
Total Capital Assets	954	-	-	954
Less: Accumulated Depreciation	(954)	-	-	(954)
Business-Type Activities				
Investment in Capital Assets, Net	\$ -	\$ -	\$ -	\$ -

Capital assets are depreciated using the straight-line method over the estimated useful lives of the assets. Depreciation expense for the year ended June 30, 2022, of \$3,501 and \$-0- is charged to governmental activities instructional services and business-type activities, respectively, on the government-wide Statement of Activities. Investment in capital assets is the component of net position that reports capital assets net of accumulated depreciation.

NOTE 6: BOND

The Illinois School Code (105 ILCS 5/3-2) directs the Regional Office of Education No. 54 to execute a bond of not less than \$100,000 on the Regional Superintendent. The Regional Office of Education No. 54 has secured and maintained such a bond with coverage of \$100,000 on the Regional Superintendent.

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2022

NOTE 7 – DEFICIT FUND BALANCE/NET POSITION

The following Education Fund Account carried a deficit fund balance as of June 30, 2022:

McKinney-Vento Homeless Children & Youth Program: \$ 16,241

The Regional Office anticipates additional grant funding to cover the deficit.

NOTE 8 – INTERFUND ACTIVITY

DUE TO/FROM OTHER FUNDS

Interfund due to/from other fund balances at June 30, 2022, consist of the following individual due to/from other funds in the Governmental Fund Balance Sheet. The balances between governmental funds were eliminated in the government-wide Statement of Net Position.

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 30,629	\$ -
Education Fund	-	16,241
Institute Fund	-	14,388
Totals	<u>\$ 30,629</u>	<u>\$ 30,629</u>

NOTE 9 - ON-BEHALF PAYMENTS

Vermilion County provides the Regional Office of Education No. 54 with staff and pays certain expenditures on behalf of the Regional Office of Education No. 54. The expenditures paid by Vermilion County for the year ended June 30, 2022, were as follows:

Office Salaries & Benefits	\$ 89,428
Contractual	9,238
Travel	2,447
Supplies	1,934
Maintenance	528
Other expenses	1,144
	<u>\$ 104,719</u>

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 - ON-BEHALF PAYMENTS (Concluded)

The State of Illinois paid the following salaries on behalf of the Regional Office of Education No. 54:

Regional Superintendent		
Salary	\$	118,932
Benefits (includes state-paid insurance)		38,751
Assistant Regional Superintendent		
Salary		107,040
Benefits (includes state-paid insurance)		24,326
	\$	<u>289,049</u>

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

Because the Regional Office prepares their financial statements in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America, the on-behalf payments are not reflected in the Regional Office's financial statements.

NOTE 10: DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through January 24, 2023, the date when the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

SCHEDULE 1

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING SCHEDULE OF ACCOUNTS - MODIFIED CASH BASIS
 GENERAL FUND
 JUNE 30, 2022

	<u>Direct Services</u>	<u>Regional Safe School - General State Aid</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 37,356	\$ 518,450	\$ 555,806
Due from other funds	16,241	14,388	30,629
Due from other governments	-	-	-
Total assets	<u>\$ 53,597</u>	<u>\$ 532,838</u>	<u>\$ 586,435</u>
FUND BALANCES			
Assigned	\$ -	\$ 532,838	\$ 532,838
Unassigned	53,597	-	53,597
Total fund balances	<u>53,597</u>	<u>532,838</u>	<u>586,435</u>
Total fund balances	<u>\$ 53,597</u>	<u>\$ 532,838</u>	<u>\$ 586,435</u>

SCHEDULE 2

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - MODIFIED CASH BASIS
 GENERAL FUND ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2022

	Direct Services	Regional Safe School - General State Aid	Total
Revenues:			
Local sources	\$ 54,826	\$ -	\$ 54,826
State sources	-	203,252	203,252
Federal sources	-	54,943	54,943
Interest	186	-	186
Total revenues	<u>55,012</u>	<u>258,195</u>	<u>313,207</u>
Expenditures:			
Instructional services:			
Purchased services	8,661	-	8,661
Supplies and materials	8,004	-	8,004
Intergovernmental:			
Payments to other governments	-	166,289	166,289
Total expenditures	<u>16,665</u>	<u>166,289</u>	<u>182,954</u>
Net changes in fund balances	38,347	91,906	130,253
Fund balances, beginning of year	<u>15,250</u>	<u>440,932</u>	<u>456,182</u>
Fund balances, end of year	<u>\$ 53,597</u>	<u>\$ 532,838</u>	<u>\$ 586,435</u>

SCHEDULE 3

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING SCHEDULE OF ACCOUNTS - MODIFIED CASH BASIS
 EDUCATION FUND
 JUNE 30, 2022

	IDEA - Improvement Grants - Part D	McKinney-Vento Homeless Children & Youth Program	Regional Safe Schools Program	ROE/ISC Operations	Truants Alternative Optional Education	Other Federal Programs (Digital Grant)	Other State Programs (RSSCEP)	Total
ASSETS								
Cash and cash equivalents	\$ 18,376	\$ -	\$ 855	\$ 19,755	\$ 22,819	\$ 2,709	\$ 57,861	\$ 122,375
Total assets	\$ 18,376	\$ -	\$ 855	\$ 19,755	\$ 22,819	\$ 2,709	\$ 57,861	\$ 122,375
LIABILITIES								
Due to other funds	\$ -	\$ 16,241	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,241
Total liabilities	\$ -	\$ 16,241	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,241
FUND BALANCES (DEFICITS)								
Restricted	18,376	-	855	19,755	22,819	2,709	57,861	122,375
Unassigned	-	(16,241)	-	-	-	-	-	(16,241)
Total fund balances (deficits)	18,376	(16,241)	855	19,755	22,819	2,709	57,861	106,134
Total liabilities and fund balances	\$ 18,376	\$ -	\$ 855	\$ 19,755	\$ 22,819	\$ 2,709	\$ 57,861	\$ 122,375

SCHEDULE 4

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 EDUCATION FUND ACCOUNTS - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2022

	IDEA - Improvement Grants - Part D	McKinney-Vento Homeless Children & Youth Program	Regional Safe Schools Program	ROE/ISC Operations	Truants Alternative Optional Education	Other Federal Programs (Digital Grant)	Other State Programs (RSSCEP)	Total
Revenues:								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,821	\$ 51,821
State sources	-	-	60,774	109,727	61,620	-	20,546	252,667
Federal sources	222,864	44,755	-	2,599	-	21,280	-	291,498
Total revenues	222,864	44,755	60,774	112,326	61,620	21,280	72,367	595,986
Expenditures:								
Instructional services:								
Purchased services	-	29,391	-	-	-	-	-	29,391
Supplies and materials	-	22,519	-	7,065	-	-	-	29,584
Other objects	-	-	-	3,561	-	-	-	3,561
Intergovernmental:								
Payments to other governments	228,944	-	62,651	133,653	60,519	19,028	30,790	535,585
Total expenditures	228,944	51,910	62,651	144,279	60,519	19,028	30,790	598,121
Net change in fund balances	(6,080)	(7,155)	(1,877)	(31,953)	1,101	2,252	41,577	(2,135)
Fund balances (deficits), beginning of year	24,456	(9,086)	2,732	51,708	21,718	457	16,284	108,269
Fund balances (deficits), end of year	\$ 18,376	\$ (16,241)	\$ 855	\$ 19,755	\$ 22,819	\$ 2,709	\$ 57,861	\$ 106,134

SCHEDULE 5

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 IDEA - IMPROVEMENT GRANTS - PART D (RTI)
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 239,841	\$ 239,841	\$ 222,864
Total revenues	239,841	239,841	222,864
Expenditures:			
Payments to other governments	239,841	239,841	228,944
Total expenditures	239,841	239,841	228,944
Net change in fund balance (deficit)	\$ -	\$ -	(6,080)
Fund balance, beginning of year			24,456
Fund balance, end of year			\$ 18,376

Revenues and expenditures differ from budgeted amounts because the grant runs from October 1 to September 30; only part of the grant was received and expended in the current fiscal year.

SCHEDULE 6

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 MCKINNEY-VENTO HOMELESS CHILDREN AND YOUTH
 PROGRAM - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 37,565	\$ 51,240	\$ 44,755
Total revenues	37,565	51,240	44,755
Expenditures:			
Purchased services	25,225	25,225	29,391
Supplies and materials	9,840	16,515	22,519
Capital outlay	2,500	3,500	-
Payments to other governments	-	6,000	-
Total expenditures	37,565	51,240	51,910
Net change in fund balance	\$ -	\$ -	(7,155)
Fund balance (deficit), beginning of the year			(9,086)
Fund balance (deficit), end of year			\$ (16,241)

SCHEDULE 7

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 REGIONAL SAFE SCHOOLS PROGRAM
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 60,774	\$ 60,744	\$ 60,774
Total revenues	60,774	60,744	60,774
Expenditures:			
Payments to other governments	60,774	60,744	62,651
Total expenditures	60,774	60,744	62,651
Net change in fund balance	\$ -	\$ -	(1,877)
Fund balance, beginning of year			2,732
Fund balance, end of year			\$ 855

SCHEDULE 8

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 ROE/ISC OPERATIONS
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 109,727	\$ 109,727	\$ 109,727
Federal sources	2,599	2,599	2,599
Total revenues	<u>112,326</u>	<u>112,326</u>	<u>112,326</u>
Expenditures:			
Purchased services	5,145	7,575	-
Supplies and materials	4,000	8,584	7,065
Capital outlay	3,000	3,041	-
Payments to other governments	95,082	88,027	133,653
Other objects	2,500	2,500	3,561
Total expenditures	<u>109,727</u>	<u>109,727</u>	<u>144,279</u>
Net change in fund balance	<u>\$ 2,599</u>	<u>\$ 2,599</u>	(31,953)
Fund balance, beginning of year			<u>51,708</u>
Fund balance, end of year			<u>\$ 19,755</u>

Note: Federal sources included Fiscal Year 2021 Elementary and Secondary School Relief Grant totally spent as purchased service payments to other governments in Fiscal Year 2022.

SCHEDULE 9

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 TRUANTS ALTERNATIVE OPTIONAL EDUCATION
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 69,750	\$ 69,750	\$ 61,620
Total revenues	69,750	69,750	61,620
Expenditures:			
Purchased services	1,900	1,900	-
Supplies and materials	4,375	4,375	-
Capital outlay	-	-	-
Payments to other governments	63,475	63,475	60,519
Total expenditures	69,750	69,750	60,519
Net change in fund balance	\$ -	\$ -	1,101
Fund balance, beginning of year			21,718
Fund balance, end of year			\$ 22,819

SCHEDULE 10

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 OTHER FEDERAL PROGRAMS (DIGITAL GRANT)
 FOR THE YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues:			
Federal sources	\$ 22,012	\$ 22,012	\$ 21,280
Total revenues	<u>22,012</u>	<u>22,012</u>	<u>21,280</u>
Expenditures:			
Supplies and materials	344	344	-
Capital outlay	21,668	21,668	-
Payments to other governments	<u>-</u>	<u>-</u>	<u>19,028</u>
Total expenditures	<u>22,012</u>	<u>22,012</u>	<u>19,028</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	2,252
Fund balance, beginning of year			<u>457</u>
Fund balance, end of year			<u>\$ 2,709</u>

SCHEDULE 11

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 EDUCATION FUND ACCOUNT
 OTHER STATE PROGRAMS (RSSCEP)
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Local sources	\$ -	\$ -	\$ 51,821
State sources	37,671	37,671	20,546
	37,671	37,671	72,367
Total revenues	37,671	37,671	72,367
Expenditures:			
Salaries and benefits	30,480	30,480	-
Purchased services	4,191	4,191	-
Supplies and materials	3,000	3,000	-
Payments to other governments	-	-	30,790
	37,671	37,671	30,790
Total expenditures	37,671	37,671	30,790
Net change in fund balance	\$ -	\$ -	41,577
Fund balance, beginning of year			16,284
Fund balance, end of year			\$ 57,861

SCHEDULE 12

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING BALANCE SHEET - MODIFIED CASH BASIS
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2022

	General Education Development Fund	Bus Driver Training	Supervisory Fund	Total
ASSETS				
Cash and cash equivalents	\$ 35,867	\$ 21,785	\$ 1,640	\$ 59,292
Total assets	<u>\$ 35,867</u>	<u>\$ 21,785</u>	<u>\$ 1,640</u>	<u>\$ 59,292</u>
FUND BALANCES				
Restricted	\$ 35,867	\$ 21,785	\$ 1,640	\$ 59,292
Total fund balances	<u>\$ 35,867</u>	<u>\$ 21,785</u>	<u>\$ 1,640</u>	<u>\$ 59,292</u>

SCHEDULE 13

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

	General Education Development Fund	Bus Driver Training	Supervisory Fund	Total
Revenues:				
Local sources	\$ 1,950	\$ 2,103	\$ -	\$ 4,053
State sources	-	1,287	-	1,287
Interest income	4	2	-	6
Total revenues	<u>1,954</u>	<u>3,392</u>	<u>-</u>	<u>5,346</u>
Expenditures:				
Purchased services	-	1,470	480	1,950
Supplies and materials	895	-	-	895
Total expenditures	<u>895</u>	<u>1,470</u>	<u>480</u>	<u>2,845</u>
Net change in fund balances	1,059	1,922	(480)	2,501
Fund balances, beginning of year	<u>34,808</u>	<u>19,863</u>	<u>2,120</u>	<u>56,791</u>
Fund balances, end of year	<u>\$ 35,867</u>	<u>\$ 21,785</u>	<u>\$ 1,640</u>	<u>\$ 59,292</u>

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 COMBINING STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS
 CUSTODIAL FUNDS
 JUNE 30, 2022

	Distributive Fund	EIU Courses Fund	DAAPP	Board of School Trustees Fund	Totals
ASSETS					
Cash and cash equivalents	\$ -	\$ 25,827	\$ 10,508	\$ 8,336	\$ 44,671
Total Assets	<u>-</u>	<u>25,827</u>	<u>10,508</u>	<u>8,336</u>	<u>44,671</u>
LIABILITIES					
Due to other governments	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION					
Restricted for:					
Individuals, organizations, and other governments	-	25,827	10,508	8,336	44,671
Total Net Position	<u>\$ -</u>	<u>\$ 25,827</u>	<u>\$ 10,508</u>	<u>\$ 8,336</u>	<u>\$ 44,671</u>

VERMILION COUNTY
REGIONAL OFFICE OF EDUCATION NO. 54
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - MODIFIED CASH BASIS
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Distributive Fund	EIU Courses Fund	DAAPP	Board of School Trustees Fund	Totals
ADDITIONS:					
Local Sources					
Donations	\$ -	\$ -	\$ 750	\$ -	\$ 750
Fundraising	-	-	14,229	-	14,229
Program fees	-	-	16,552	-	16,552
Payments from Illinois State Board of Education					
State	113,284	-	-	-	113,284
Federal	95,582	-	-	-	95,582
Flow-through tuition payments from students	-	2,320	-	-	2,320
Investment earnings	-	8	3	-	11
Total Additions	<u>208,866</u>	<u>2,328</u>	<u>31,534</u>	<u>-</u>	<u>242,728</u>
DEDUCTIONS:					
Program expenses	-	-	33,540	409	33,949
Payments to local school districts	209,179	-	-	-	209,179
Flow-through tuition payments to University	-	848	-	-	848
Total Deductions	<u>209,179</u>	<u>848</u>	<u>33,540</u>	<u>409</u>	<u>243,976</u>
Net Increase (Decrease) in Fiduciary Net Position	(313)	1,480	(2,006)	(409)	(1,248)
Net position, beginning of the year	<u>313</u>	<u>24,347</u>	<u>12,514</u>	<u>8,745</u>	<u>45,919</u>
Net position, end of the year	<u>\$ -</u>	<u>\$ 25,827</u>	<u>\$ 10,508</u>	<u>\$ 8,336</u>	<u>\$ 44,671</u>

SCHEDULE 16

VERMILION COUNTY
 REGIONAL OFFICE OF EDUCATION NO. 54
 SCHEDULE OF DISBURSEMENTS TO SCHOOL DISTRICT TREASURERS
 AND OTHER ENTITIES - MODIFIED CASH BASIS
 DISTRIBUTIVE FUND
 FOR THE YEAR ENDED JUNE 30, 2022

	Armstrong Twp. High School District #225 Armstrong Illinois	Total
General State Aid	\$ 49,673	\$ 49,673
Agriculture Education	8,863	8,863
State Free Lunch & Breakfast	937	937
Driver Education	1,114	1,114
Transportation:		
Regular	53,010	53,010
National School Lunch Program	56,031	56,031
Title I - Low Income	4,286	4,286
Title IVA Student Support & Academic Enrich.	8,000	8,000
Fed. - Sp. Ed. - I.D.E.A. Flow Through	12,580	12,580
Title II - Teacher Quality	2,742	2,742
Other Federal Program	11,943	11,943
	\$ 209,179	\$ 209,179