

**STATE OF ILLINOIS
LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47 FINANCIAL AUDIT
(In Accordance with the Uniform Guidance)
For the Year Ended June 30, 2022**

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



**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47**

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**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47**

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**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
OFFICIALS**

Regional Superintendent
(Current and During the Audit Period)

Honorable Chris Tennyson

Assistant Regional Superintendent
(Current and During the Audit Period)

Mr. Josh Knuth

Office is located at:

2214 E 4th St. Suite B
Sterling, Illinois 61081

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMPLIANCE REPORT SUMMARY**

The compliance 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 on compliance and on internal controls 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	2	3
Repeated audit findings	2	3
Prior recommendations implemented or not repeated	1	1

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

SUMMARY OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
		<i>Findings (Government Auditing Standards)</i>	
2022-001	14a	Delay of Audit	Noncompliance
		<i>Findings and Questioned Costs (Federal Compliance)</i>	
2022-002	15a	Subrecipient Monitoring	Significant Deficiency and Noncompliance

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMPLIANCE REPORT SUMMARY – (CONCLUDED)**

SUMMARY OF FINDINGS AND QUESTIONED COSTS (CONCLUDED)

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
<i>Prior Audit Findings not Repeated (Government Auditing Standards)</i>			
None			
<i>Prior Audit Findings not Repeated (Federal Compliance)</i>			
2021-002	15a	Lack of Written Policies for Federal Grants	Material Weakness and Noncompliance

EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with Agency personnel. Attending were the Honorable Chris Tennyson, Regional Superintendent; Josh Knuth, Assistant Regional Superintendent; Sherrie Pistole, Bookkeeper; Sarah Kent, Bookkeeper; and Hilda Renteria, Partner, Prado & Renteria Certified Public Accountants. Responses to the findings and recommendations were provided by the Honorable Chris Tennyson, Regional Superintendent on July 15, 2024.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47 was performed by Prado & Renteria Certified Public Accountants.

Based on their audit, the auditors expressed an unmodified opinion on the Lee, Ogle, and Whiteside Counties Regional Office of Education #47'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 cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Lee, Ogle, and Whiteside Counties Regional Office of Education #47's basic financial statements as listed in the table of contents.

In our opinion, the accompanying cash basis financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47, as of June 30, 2022, and the respective changes in cash basis financial position; and, where applicable, cash flows thereof for the year then ended in accordance with the cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter-Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. Lee, Ogle, and Whiteside Counties Regional Office of Education #47's has presented its financial statements in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the 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 generally accepted auditing standards 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 judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47'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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Lee, Ogle, and Whiteside Counties Regional Office of Education #47'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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47's basic financial statements. The combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, the Schedule of Cash Disbursements to School District Treasurers and Other Entities, and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), 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 combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, the Schedule of Cash Disbursements to School District Treasurers and Other Entities, and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the 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 July 23, 2024, on our consideration of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47'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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47'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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47's internal control over financial reporting and compliance.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
July 23, 2024

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

Honorable Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lee, Ogle, and Whiteside Counties Regional Office of Education #47, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Lee, Ogle, and Whiteside Counties Regional Office of Education #47’s cash basis financial statements, and have issued our report thereon dated July 23, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lee, Ogle, and Whiteside Counties Regional Office of Education #47 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 cash basis financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47’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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lee, Ogle, and Whiteside Counties Regional Office of Education #47's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2022-001.

Regional Office of Education #47's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on Lee, Ogle, and Whiteside Counties response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Lee, Ogle, and Whiteside Counties Regional Office of Education #47's response to the finding 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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47'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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
July 23, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Lee, Ogle, and Whiteside Counties Regional Office of Education #47's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Lee, Ogle, and Whiteside Counties Regional Office of Education #47's major federal programs for the year ended June 30, 2022. The Lee, Ogle, and Whiteside Counties Regional Office of Education #47's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Lee, Ogle, and Whiteside Counties Regional Office of Education #47 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Lee, Ogle, and Whiteside Counties Regional Office of Education #47 and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Lee, Ogle, and Whiteside Counties Regional Office of Education #47's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Lee, Ogle, and Whiteside Counties Regional Office of Education #47's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Lee, Ogle, and Whiteside Counties Regional Office of Education #47's compliance based on our audit. 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Lee, Ogle, and Whiteside Counties Regional Office of Education #47's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 Lee, Ogle, and Whiteside Counties Regional Office of Education #47's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Lee, Ogle, and Whiteside Counties Regional Office of Education #47's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters – Instance of Noncompliance

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2022-002. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on Lee, Ogle, and Whiteside Counties Regional Office of Education #47's response to the noncompliance finding identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. Lee, Ogle, and Whiteside Counties Regional Office of Education #47's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Corrective Action Plan

The Lee, Ogle, and Whiteside Counties Regional Office of Education #47 is responsible for preparing a corrective action plan to address each finding included in our auditor's report. The Lee, Ogle, and Whiteside Counties Regional Office of Education #47's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2022-002 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Internal Control Findings

Government Auditing Standards requires the auditor to perform limited procedures on Lee, Ogle, and Whiteside Counties Regional Office of Education #47's response to the internal control over compliance finding identified in our audit described in the accompanying Schedule of Findings and Questioned Costs. Lee, Ogle, and Whiteside Counties Regional Office of Education #47's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Corrective Action Plan

The Lee, Ogle, and Whiteside Counties Regional Office of Education #47 is responsible for preparing a corrective action plan to address each finding included in our auditor's report. The Lee, Ogle, and Whiteside Counties Regional Office of Education #47's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

Chicago, Illinois
July 23, 2024

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION I – SUMMARY OF AUDITOR’S RESULTS
FOR THE YEAR ENDED JUNE 30, 2022**

Financial Statements in accordance with the Cash Basis

Type of auditor’s report issued:

Unmodified

1) Internal control over financial reporting:

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

Federal Awards

1) Internal control over major federal programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? X Yes _____ None reported

2) Type of auditors’ report issued: on compliance for major federal programs:

Unmodified

3) Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ X Yes _____ No

Identification of major federal programs:

Federal Assistance Listing Number	Name of Federal Program or Cluster
84.196A	McKinney Education for Homeless Children
84.425	Education Stabilization Fund

Dollar threshold used to distinguish between type A and type B Programs: _____ \$750,000 _____

Auditee qualified as low risk auditee? _____ Yes X No

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION II – FINANCIAL STATEMENT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022**

FINDING NO. 2022-001 – Delay of Audit (Repeated from Prior Year Findings 21-001, 20-002, 19-002 and 18-002)

Criteria/Specific Requirement:

Regional Office of Education #47 is subject to 105 ILCS 5/2-3.17a which requires the Auditor General's office to cause an audit to be made, as of June 30th of each year, of the financial statements of all accounts, funds, and other moneys in the care, custody or control of the regional superintendent of schools of each educational service region in the State and of each educational service center established in the School Code. The audit is to be conducted in accordance with Generally Accepted Government Auditing Standards. The Regional Office of Education or Education Service Center may utilize a cash basis, modified cash basis or generally accepted accounting principles (GAAP) basis of accounting to prepare the financial statements for audit.

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

In addition, prudent business practices and transparency require timely preparation and completion of financial statements.

Condition:

The Regional Office of Education #47 did not provide completed financial statements in an auditable form by the August 31, 2022 deadline. Completed financial statements were received on September 29, 2023. The June 30, 2018; June 30, 2019; and June 30, 2020 audits were released on December 15, 2021; October 19, 2022; and August 30, 2023 respectively. Additionally, the June 30, 2021 audit was not released until 2024.

Effect:

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

Cause:

Regional Office management indicated they did not provide their books to their outside accountant in time to fully adjust and prepare their financial statements in an auditable form

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION II – FINANCIAL STATEMENT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022**

FINDING NO. 2022-001 – Delay of Audit (Repeated from Prior Year Findings 21-001, 20-002, 19-002 and 18-002) (Concluded)

Recommendation:

The Regional Office of Education #47 needs to ensure compliance with 105 ILCS 5/2-3.17a and 74 Ill. Adm. Code 420.320 (c) (2) for the timely generation of financial statements. These financial statements need to be presented to the Auditor General’s independent auditors for audit by the August 31 deadline.

Management’s Response:

Management agrees with the finding. ROE 47 will ensure that moving forward each fiscal year the financial statements will be prepared and available by August 31st of that year.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION III – FEDERAL AWARD FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022**

FINDING NO: 2022-002 - Subrecipient Monitoring (Repeated from Prior Year Findings 21-003, 20-004, 19-005, 18-004, and 17-003)

Federal Program: McKinney Education for Homeless Children
Project No: 21-4920-00 and 22-4920-00
Federal Assistance Listing No: 84.196A
Passed Through: Illinois State Board of Education
Federal Agency: U.S. Department of Education

AND

Federal Program: COVID-19 ARP - McKinney Education for Homeless Children
Project No: 22-4998-HM
Federal Assistance Listing No: 84.425W
Passed Through: Illinois State Board of Education
Federal Agency: U.S. Department of Education

Criteria/Specific Requirement:

- A. *The Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) require the Regional Office to ensure any subrecipient monitoring using federal funds be consistent with the standards set forth in the Uniform Guidance at 2 CFR 200.332.
- B. *The Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) section 200.303 *Internal Controls* states the following: “The non-Federal entity must:

Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.”

Condition:

Audit procedures revealed that ROE #47 was not properly monitoring subrecipients in accordance with the Uniform Guidance standards as follows:

McKinney Education for Homeless Children – for three (3) of three (3) subrecipients tested, ROE #47:

- Did not evaluate the risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward.
- Did not determine whether the subrecipient met the 2 CFR 200 Subpart F Audit requirements criteria for a single audit.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION III – FEDERAL AWARD FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022**

FINDING NO: 2022-002 - Subrecipient Monitoring (Repeated from Prior Year Findings 21-003, 20-004, 19-005, 18-004, and 17-003) (Concluded)

COVID-19 ARP - McKinney Education for Homeless Children – for two (2) of two (2) subrecipients tested, ROE #47:

- Did not identify the subaward and applicable requirements in the agreements.
- Did not evaluate the risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward.
- Did not conduct subrecipient monitoring procedures.
- Did not determine whether the subrecipient met the 2 CFR 200 Subpart F Audit requirements criteria for a single audit.

Questioned Costs:

None

Context:

The Regional Office of Education #47 expended a total of \$990,919 of federal awards in fiscal year 2022, of which \$274,520 in McKinney Education for Homeless Children and \$61,075 in COVID-19 ARP - McKinney Education for Homeless Children were passed-through to subrecipients.

Effect:

The Regional Office of Education #47 is not in compliance with Title 2 of the *Code of Federal Regulations* (CFR) Part 200.332 as it relates to subrecipient monitoring requirements. Additionally, the effect of noncompliance can result in questioned costs.

Cause:

Regional Office management had not been asked to distribute Federal ARP funds before. All the funds were distributed to public school districts that are subject to state audits every year themselves and we mistakenly did not follow up to get the results of their audits.

Recommendation:

We recommend that the Regional Office of Education #47 establish and maintain effective internal control over federal awards to ensure subrecipients are properly monitored as required by 2 CFR 200.332. This includes:

- a. Identifying the subaward and applicable requirements in the agreements;
- b. Evaluating the risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward;
- c. Conducting subrecipient monitoring procedures; and
- d. Determining whether the subrecipient met the requirement criteria of 2 CFR 200 Subpart F Audit requirements for a single audit.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION III – FEDERAL AWARD FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022**

Management's Response:

Effective April 2024, the Regional Office will formally identify the subaward and the applicable requirements in our agreements. We will conduct subrecipient monitoring procedures. We will determine if the subrecipient met the requirement criteria of 2 CFR 200 Subpart F Audit requirements for a single audit.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2022**

Corrective Action Plan

FINDING NO: 2022-001 – Delay of Audit (Repeated from Prior Year Finding 2021-001, 2020-02, 19-002 and 18-002)

CONDITION:

The Regional Office of Education #47 did not provide completed financial statements in an auditable form by the August 31, 2022 deadline. Completed financial statements were received on September 29, 2023. The June 30, 2018; June 30, 2019; and June 30, 2020 audits were released on December 15, 2021; October 19, 2022; and August 30, 2023 respectively. Additionally, the June 30, 2021 audit was not released until 2024.

PLAN:

The Regional Office is already working with the accounting firm who prepares our financials on FY 2024. We will have all financial records ready and available prior to August 31st, 2024. We also will have all future financial records ready and available by August 31st of each fiscal year.

ANTICIPATED DATE OF COMPLETION:

Fiscal Year 2024

CONTACT PERSON:

Mr. Chris Tennyson, Regional Superintendent for Lee, Ogle, and Whiteside Counties.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2022**

Corrective Action Plan (Concluded)

FINDING NO: 2022-002 - Subrecipient Monitoring (Repeated from Prior Year Findings 21-003, 20-004, 19-005, 18-004, and 17-003)

CONDITION:

Audit procedures revealed that ROE #47 was not properly monitoring subrecipients in accordance with the Uniform Guidance standards as follows:

McKinney Education for Homeless Children – for three (3) of three (3) subrecipients tested, ROE #47:

- Did not evaluate the risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward.
- Did not determine whether the subrecipient met the 2 CFR 200 Subpart F Audit requirements criteria for a single audit.

COVID-19 ARP - McKinney Education for Homeless Children – for two (2) of two (2) subrecipients tested, ROE #47:

- Did not identify the subaward and applicable requirements in the agreements.
- Did not evaluate the risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward.
- Did not conduct subrecipient monitoring procedures.
- Did not determine whether the subrecipient met the 2 CFR 200 Subpart F Audit requirements criteria for a single audit.

PLAN:

Moving forward, The Regional Office will formally identify the subaward and applicable requirements in our agreements. We will conduct subrecipient monitoring procedures. We will determine if the subrecipient met the requirement criteria of 2 CFR 200 Subpart F Audit requirements for a single audit.

ANTICIPATED DATE OF COMPLETION:

Fiscal Year 2025

CONTACT PERSON:

Mr. Chris Tennyson, Regional Superintendent for Lee, Ogle, and Whiteside Counties.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS NOT REPEATED
For the Year Ended June 30, 2022**

2021-002 Lack of Written Policies for Federal Grants Not Repeated

During the current audit, the Regional Office implemented policy 2-012 – Federal Grant Management policy which addresses activities allowed/unallowed and allowable costs/Cost principles in accordance with Subpart E – Cost Principles of the Uniform guidance and the terms and conditions of the federal award.

BASIC FINANCIAL STATEMENTS

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
STATEMENT OF ACTIVITIES AND NET POSITION - CASH BASIS
As of and For the Year Ended June 30, 2022**

FUNCTIONS/PROGRAMS	Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position Primary Government		Total
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	
Primary government						
Governmental activities:						
Instructional services:						
Salaries	\$ 1,390,831	\$ 26,837	\$ 792,673	\$ (571,321)	\$ -	\$ (571,321)
Employee benefits	220,881	3,327	131,584	(85,970)	-	(85,970)
Purchased services	377,974	10,425	134,754	(232,795)	-	(232,795)
Supplies and materials	148,298	3,771	53,902	(90,625)	-	(90,625)
Capital outlay	67,571	-	-	(67,571)	-	(67,571)
Intergovernmental:						
Payments to other governmental units	604,863	-	472,433	(132,430)	-	(132,430)
Total governmental activities	2,810,418	44,360	1,585,346	(1,180,712)	-	(1,180,712)
Business-type activities:						
Other	1,398,290	1,096,307	-	-	(301,983)	(301,983)
Total business-type activities	1,398,290	1,096,307	-	-	(301,983)	(301,983)
Total primary government	\$ 4,208,708	\$ 1,140,667	\$ 1,585,346	(1,180,712)	(301,983)	(1,482,695)
General receipts:						
Local sources				296,306	-	296,306
State sources				742,272	-	742,272
Interest				15,659	-	15,659
Total general receipts				1,054,237	-	1,054,237
CHANGE IN CASH BASIS NET POSITION				(126,475)	(301,983)	(428,458)
CASH BASIS NET POSITION, BEGINNING OF YEAR				1,187,703	1,235,531	2,423,234
CASH BASIS NET POSITION, END OF YEAR				\$ 1,061,228	\$ 933,548	\$ 1,994,776
CASH BASIS ASSETS						
Cash and cash equivalents				\$ 1,061,228	\$ 933,548	\$ 1,994,776
CASH BASIS NET POSITION						
Unrestricted				\$ 795,022	\$ 933,548	\$ 1,728,570
Restricted for educational purposes				266,206	-	266,206
TOTAL CASH BASIS NET POSITION				\$ 1,061,228	\$ 933,548	\$ 1,994,776

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

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES - GOVERNMENTAL FUNDS
As of and For the Year Ended June 30, 2022

	Special Revenue					Total Governmental Funds
	General Fund	Education Fund	Institute	Nonmajor Special-Revenue Funds	Eliminations	
RECEIPTS:						
Local sources	\$ 296,306	\$ -	\$ 40,500	\$ 3,860	\$ -	\$ 340,666
State sources	742,272	740,643	-	1,470	-	1,484,385
Federal sources	-	843,233	-	-	-	843,233
Interest	15,659	-	-	-	-	15,659
Total receipts	<u>1,054,237</u>	<u>1,583,876</u>	<u>40,500</u>	<u>5,330</u>	<u>-</u>	<u>2,683,943</u>
DISBURSEMENTS:						
Instructional services:						
Salaries	512,236	861,563	17,032	-	-	1,390,831
Employee benefits	75,385	143,331	2,165	-	-	220,881
Purchased services	225,892	145,472	2,528	4,082	-	377,974
Supplies and materials	87,270	58,524	2,484	20	-	148,298
Intergovernmental:						
Payments to other governmental units	89,736	515,127	-	-	-	604,863
Capital outlay	67,400	171	-	-	-	67,571
Total disbursements	<u>1,057,919</u>	<u>1,724,188</u>	<u>24,209</u>	<u>4,102</u>	<u>-</u>	<u>2,810,418</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>(3,682)</u>	<u>(140,312)</u>	<u>16,291</u>	<u>1,228</u>	<u>-</u>	<u>(126,475)</u>
OTHER FINANCING SOURCES (USES):						
Transfers in	-	2,242	-	-	(2,242)	-
Transfers out	(2,242)	-	-	-	2,242	-
Total other financing sources (uses)	<u>(2,242)</u>	<u>2,242</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	(5,924)	(138,070)	16,291	1,228	-	(126,475)
CASH BASIS FUND BALANCE, BEGINNING OF YEAR	<u>915,395</u>	<u>106,647</u>	<u>148,689</u>	<u>16,972</u>	<u>-</u>	<u>1,187,703</u>
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 909,471</u>	<u>\$ (31,423)</u>	<u>\$ 164,980</u>	<u>\$ 18,200</u>	<u>\$ -</u>	<u>\$ 1,061,228</u>
CASH BASIS ASSETS - END OF YEAR						
Cash and cash equivalents	<u>\$ 909,471</u>	<u>\$ (31,423)</u>	<u>\$ 164,980</u>	<u>\$ 18,200</u>	<u>\$ -</u>	<u>\$ 1,061,228</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR						
Restricted for educational purposes	\$ -	\$ 83,026	\$ 164,980	\$ 18,200	\$ -	\$ 266,206
Unassigned	<u>909,471</u>	<u>(114,449)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>795,022</u>
TOTAL CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ 909,471</u>	<u>\$ (31,423)</u>	<u>\$ 164,980</u>	<u>\$ 18,200</u>	<u>\$ -</u>	<u>\$ 1,061,228</u>

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

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
STATEMENT OF CASH BASIS ASSETS AND NET POSITION AND CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS NET POSITION - PROPRIETARY FUNDS
As of and For the Year Ended June 30, 2022

	Business-Type Activities		Total
	Enterprise Funds		
	Workshops	Nonmajor Enterprise Funds	
OPERATING RECEIPTS:			
Charges for services	\$ 970,297	\$ 126,010	\$ 1,096,307
OPERATING DISBURSEMENTS:			
Salaries	545,298	70,562	615,860
Employee benefits	95,199	9,034	104,233
Purchased services	97,874	21,857	119,731
Supplies and materials	7,195	161	7,356
Payments to other governments	551,110	-	551,110
Total operating disbursements	<u>1,296,676</u>	<u>101,614</u>	<u>1,398,290</u>
OPERATING INCOME (LOSS)	(326,379)	24,396	(301,983)
CASH BASIS NET POSITION, BEGINNING OF YEAR	<u>1,232,207</u>	<u>3,324</u>	<u>1,235,531</u>
CASH BASIS NET POSITION, END OF YEAR	<u>\$ 905,828</u>	<u>\$ 27,720</u>	<u>\$ 933,548</u>
CASH BASIS ASSETS - END OF YEAR			
Cash and cash equivalents	<u>\$ 905,828</u>	<u>\$ 27,720</u>	<u>\$ 933,548</u>
CASH BASIS NET POSITION - END OF YEAR			
Unrestricted	<u>\$ 905,828</u>	<u>\$ 27,720</u>	<u>\$ 933,548</u>

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

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
STATEMENT OF CASH BASIS ASSETS AND FIDUCIARY NET POSITION AND
CASH ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH BASIS
FIDUCIARY NET POSITION - FIDUCIARY FUNDS
As of and For the Year Ended June 30, 2022

	Custodial Funds
ADDITIONS:	
Impact fee collections for other governments	\$ 16,416
Grant collections for other governments	1,019,212
Sales tax collections for other governments	8,879,702
Miscellaneous	58
Total additions	9,915,388
DEDUCTIONS:	
Payments of impact fees to other governments	16,416
Payments of grant funds to other governments	1,019,198
Payments of sales tax to other governments	8,862,677
Miscellaneous	47
Total deductions	9,898,338
CHANGE IN CASH BASIS FIDUCIARY NET POSITION	17,050
CASH BASIS NET FIDUCIARY POSITION, BEGINNING OF YEAR	754,103
CASH BASIS FIDUCIARY NET POSITION, END OF YEAR	\$ 771,153
CASH BASIS ASSETS	
Cash and cash equivalents	\$ 771,153
CASH BASIS FIDUCIARY NET POSITION	
Restricted for other governments	\$ 771,153

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

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Measurement Focus and Basis of Accounting section of this note, these financial statements are presented in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United State of America (GAAP) established by the Governmental Accounting Standards Board (GASB). These cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the cash basis of accounting.

The Regional Office of Education #47 was formed under the provisions of the State of Illinois, Illinois State Board of Education.

In 2022, the Regional Office of Education #47 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. 91, *Conduit Debt Obligations*, applicable sections of GASB No. 93, *Replacement of Interbank Offered Rates*, and applicable sections of GASB No. 97, *Certain Component Unit Criteria*, and *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. The implementation of the GASB Statement No. 87 improves accounting and financial reporting for leases by governments. The implementation of GASB Statement Nos. 89, 91, 93, and 97 did not have a significant effect on the Regional Office of Education #47's financial statements.

A. Date of Management's Review

Management has evaluated subsequent events through July 23, 2024, the date when the financial statements were available to be issued.

B. Financial Reporting Entity

Lee, Ogle, and Whiteside Counties Regional Office of Education #47 operates under the School Code (105 ILCS 5/3 and 5/3A). A Regional Superintendent of Schools serves as chief administrative officer of the Regional Office of Education #47 and is elected pursuant to 105 ILCS 5/3 and 5/3A of the School Code. The principal financial duty of the Regional Superintendent is to receive and distribute monies due to school districts from general state aid, state categorical grants, and various other sources.

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

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Financial Reporting Entity (Concluded)

The Regional Superintendent is also charged with the responsibilities of conducting a special census, when required; providing notice of money distributed to treasurers, board presidents, clerks, and secretaries of the school districts on or before each September 30; maintenance of a map and numbering of the Regional Office of Education #47's districts; providing township treasurers with a list of district treasurers; inspecting and approving building plans which comply with State law; performing and reporting on annual building inspections; investigating bus drivers for valid bus driver permits and taking related action as may be required; maintaining a list of unfilled teaching positions; and carrying out other related duties required or permitted by law.

The Regional Superintendent is responsible for inspection and approval or rejection of school treasurers' bonds. The Regional Superintendent is also required to provide the State Board of Education with an affidavit showing that the treasurers of school districts within the region are properly bonded. The Regional Superintendent is also responsible for apportionment and payment of funds received from the State for the districts in the region, or seeing that no payments are made unless the treasurer has filed or renewed the appropriate bond and that the district has certified publication of the annual financial report. The Regional Superintendent is required to provide opinions and advice related to controversies under school law.

For the period ended June 30, 2022, the Regional Office of Education #47 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 #47. Such activities are reported as a single major special revenue fund (Education Fund).

C. Scope of Reporting Entity

The Regional Office of Education #47's reporting entity includes all related organizations for which it exercises oversight responsibility.

The Regional Office of Education #47 has developed criteria to determine whether outside agencies with activities that benefit the citizens of the region, including districts or joint agreements which serve pupils from numerous regions, should be included in its financial reporting entity. The criteria include, but are not limited to, whether the Regional Office of Education #47 exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The districts and joint agreements have been determined not to be a part of the reporting entity after applying the criteria of exercising oversight, scope of public service, and special financing relationships, and they are therefore excluded from the accompanying financial statements because the Regional Office of Education #47 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education #47 is not aware of any entity, which would exercise such oversight as to result in the Regional Office of Education #47 being considered a component unit of the entity.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Presentation

The Regional Office of Education #47's government-wide financial statement (the Statement of Activities and Net Position – Cash Basis) reports information on all of the non-fiduciary activities of the Regional Office of Education #47. This statement presents a summary of governmental and business-type activities for the Regional Office of Education #47 accompanied by a total column for the primary government. Governmental activities include programs supported primarily by State and federal grants and other intergovernmental receipts. The Regional Office of Education #47 also has business-type activities that rely on fees and charges for support.

The Statement of Activities and Net Position – Cash Basis demonstrates the degree to which the direct disbursements of a given function are offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function. Program receipts include (1) charges to customers or 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 operational or capital requirements of a particular function or segment. Other items not properly included among program receipts are reported instead as general receipts.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statement. Major individual governmental funds and proprietary 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 regards to interfund activities, such as transfers. Interfund activities between governmental funds and between governmental funds and proprietary funds appear as other financing sources/uses on the Statement of Cash Basis Assets and Fund Balances and Cash Receipts, Disbursements, and Changes in Cash Basis Fund Balances – Governmental Funds and on the Statement of Cash Basis Assets and Net Position and Cash Receipts, Disbursements, and Changes in Cash Basis Net Position – Proprietary Funds. All interfund transactions between governmental funds are eliminated on the government-wide financial statement. Interfund activities between governmental funds and business-type funds remain on the government-wide financial statement.

E. Measurement Focus and Basis of Accounting

The Regional Office of Education #47 maintains its financial records on the basis of cash receipts and disbursements and the financial statements of the Regional Office of Education are prepared on that basis. The cash basis of accounting does not give effect to accounts receivable, accounts payable and accrued items. In addition, other economic assets, deferred outflows of resources, liabilities, and deferred inflows of resources that do not arise from a cash transaction or event are not reported. Accordingly, the financial statements do not present financial position and results of operations of the funds in accordance with U.S. generally accepted accounting principles.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus and Basis of Accounting (Concluded)

Under the terms of grant agreements, Regional Office of Education #47 funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general receipts. Thus, when program disbursements are paid, there are both restricted and unrestricted cash basis net position available to finance the program. It is Regional Office of Education #47's policy to first apply cost-reimbursements grant resources to such programs, followed by categorical block grants and then by general receipts.

It is the policy of the Regional Office of Education #47 to have preference utilizing restricted funds first, then unrestricted funds as they are needed. For unrestricted fund balance, committed funds are preferred to use first, then assigned funds, then unassigned, if any.

Proprietary funds distinguish operating receipts and disbursements from non-operating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All receipts and disbursements not meeting this definition are reported as non-operating receipts and disbursements.

F. Fund Accounting

The Regional Office of Education #47 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 that comprise its assets, net position or fund balance, receipts, and disbursements. Fund accounting segregates funds according to their intended purposes and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. The Regional Office of Education #47 uses governmental, proprietary, and fiduciary funds.

Governmental Funds

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

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Fund Accounting (Continued)

Governmental Funds (Continued)

As prescribed by GASB Statement No. 34, governmental fund reporting focuses on the major funds, rather than on the fund type. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Funds that do not meet the major fund determination requirements are reported in aggregate as nonmajor funds.

The Regional Office of Education #47 reports the following major governmental funds:

General Fund – The General Fund is used to account for resources traditionally associated with government which are not required, legally or by sound financial management, to be accounted and reported for in another fund. The General Fund is always considered a major fund. The following accounts are included in the General Fund:

Local Fund – to account for monies received for, and payment of, disbursements for various educational workshops and interest income related to various grants.

E-Rate – to account for monies received through the E-Rate program that are used to help ensure that schools and libraries can obtain telecommunications and internet access at affordable rates.

Alternative Learning Opportunity Program – General State Aid (ALOP-GSA) – to account for state aid funds received for, and payment of, disbursements relating to the operation of an Alternative Learning Opportunity Program.

Major Special Revenue Funds – Special Revenue Funds are used to account for and report the proceeds of specific receipt sources that are restricted or committed to disbursements for specified purposes other than debt service or capital projects. 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 grant agreements or contracts to disbursements for specified purposes supporting education enhancement programs as follows:

Early Childhood Block Grants – to account for grant monies received for, and payment of, disbursements relating to the Early Childhood Block Grant Prevention Initiative program.

Parents as Teachers – this program supports the Early Childhood Block program.

Adult Education and Family Literacy Grant – to account for grant monies received for education and literacy programs for adults.

Education Outreach Program – this program is associated with workforce investment activities that are designed to increase educational and occupational skill attainment by participants.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Fund Accounting (Continued)

Governmental Funds (Continued)

Foundation Level Services – to account for grant monies received for, and payment of, disbursements relating to the Title I School Improvement and Accountability Part A – Statewide System of Support program. This fund supports the improvement of basic programs operated by the Regional Office of Education #47 by providing professional development for data analysis, school improvement plan/development, standards-aligned curriculum/instruction, and classroom assessment to System of Support status schools on the Academic Early Warning and Watch lists.

IDEA Improvement Grant, Part D – to account for grant monies passed through the Illinois State Board of Education (ISBE) received for, and payment of disbursements relating to the Individuals with Disabilities Education Act (IDEA) – Response to Intervention program, which provides a statewide network for technical assistance and professional development.

Math & Science Partnership – Math Area Partner – to account for grant funds for math professional development from the Illinois Math and Science Partnerships.

Math & Science Partnership – Science Area Partner – to account for grant funds for science professional development from the Illinois Math and Science Partnerships.

McKinney Education for Homeless Children – to account for grant monies associated with a federal program designed to provide counseling and education support to homeless children and their families. This program is funded by the Stewart B. McKinney Education for Homeless Children and Youth grant and passed through the ISBE.

National School Lunch Program – to account for federal grant monies passed through the ISBE under the National School Lunch Program to provide lunch to students enrolled in the Regional Office of Education #47's alternative education programs.

School Breakfast Program – to account for federal grant monies passed through the ISBE under the School Breakfast Program to provide breakfast to students enrolled in the Regional Office of Education #47's alternative education programs.

State Free Lunch and Breakfast – to account for monies used to provide breakfast and lunch to students who qualify for free lunch and breakfast and are enrolled in the Regional Office of Education #47's alternative education programs.

Regional Safe Schools Program – This program works with students in grades 6-12 who have been suspended multiple times or expelled from school, allowing them to continue their education. It provides instruction services and materials for the alternative school program for at-risk youth, creating alternative placement for those students into a safe school program.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Fund Accounting (Continued)

Governmental Funds (Continued)

ROE Operations – to account for the funding of the Regional Office of Education #47 pursuant to the Illinois Administrative Code which mandates the Regional Office to provide professional development activities in the fundamental learning areas, gifted education, administrators’ academy, school improvement, technology and other activities based upon the needs of local school districts and State and federal mandates.

Rural Education Achievement Program – to account for the grant monies received for, and payment of, disbursements relating to the federal Small, Rural School Achievement Program.

Regional Safe Schools Program Cooperative – to account for grant funds used to advance student practical learning, provide professional career development, develop student written and verbal communications, and develop technical and interpersonal skills.

Title II Teacher Quality Leadership – to account for grant funds to provide leadership workshops and resources for hiring, retaining, and recruiting highly qualified teachers and for training teachers and paraprofessionals. Funds are focused on districts/schools which were in status.

Sterling Truants Alternative Program – to account for funds received to assist in prevention of truancy within the Alternative School in the Sterling area.

Truants Alternative Education – This fund provides alternative educational program services to truant students referred from local schools to the Regional Office of Education #47. It offers prevention and intervention services, which include case management, home visits, school visits, student advocacy, wraparound, referrals to community agencies, and technical assistance to individual school districts and the community.

Elementary and Secondary School Emergency Relief – to account for grant monies received for and payment of disbursements related to emergency relief funds to address the impact that Novel Coronavirus Disease 2019 (COVID-19). Funding may be appropriated in the following ways: addressing needs of individual schools resulting from the coronavirus and resultant school closures; facilitating efforts between districts and other partners to develop, prevent, prepare for, and respond to coronavirus; providing professional development to minimize the spread of infectious diseases; cleaning and sanitizing school and district buildings; addressing learning loss; preparing schools for reopening; testing, repairing, and upgrading projects to improve air quality in school buildings; and other activities necessary to maintain the operation and continuity of services.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Fund Accounting (Continued)

Governmental Funds (Concluded)

Digital Equity – to account for grant monies received for and payment of disbursements relating to Illinois Digital Equity formula funded grant. The purpose of these funds is to close the digital divide and enable digital-age teaching and learning.

Federal Special Education IDEA Discretionary – to account for grant monies received for and payment of disbursements related to IDEA Part D federal funding allocated to ISBE and awarded to ROE 47 to support state personnel development, technical assistance and dissemination, technology, and parent-training and information centers through the Illinois Multi-Tiered Systems of Supports (MTSS) Network.

ARP – McKinney Education for Homeless Children – to account for grant monies received for and payment of disbursements related to emergency relief funds to address the impact that Novel Coronavirus Disease 2019 (COVID-19) had on homeless children and their families.

Special Education – to account for grant monies received for and payment of disbursements related to providing professional development coaching and mentoring to area special education teachers and administrators.

Institute – This major fund is used to account for the stewardship of the assets held in trust for the benefit of the teachers. Fees are collected from registration of teachers' licenses. These funds are to be used to defray disbursements connected with improving the technology necessary for the efficient processing of licenses as well as any expenses incidental to teachers' institutes, conferences and workshops or meetings of a professional nature that are designed to promote growth of teachers. All funds generated remain restricted until expended only on the aforementioned activities.

Nonmajor Special Revenue Funds – Special Revenue Funds are used to account for and report the proceeds of specific receipt sources that are restricted to disbursements for specified purposes. Nonmajor special revenue funds include the following:

Bus Driver Training – to account for State and local resources accumulated for, and payment of, disbursements of issuing school bus driver permits and administering school bus driver training.

General Education Development – to account for proceeds earned from students who participate in the high school equivalence program. These proceeds are used to pay the administrative expenses incurred to administer the GED program.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Fund Accounting (Concluded)

Proprietary Funds

Proprietary funds account for receipts and disbursements related to services provided to organizations within the region on a cost-reimbursement basis. Enterprise funds are proprietary funds that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to external entities or the general public on a continuing basis should be financed or recovered primarily through user charges. The Regional Office of Education #47 reports the following enterprise funds:

Major Proprietary Fund – The Regional Office of Education #47 reports the following proprietary fund as a major fund:

Workshops – to account for workshops associated with various grant programs.

Nonmajor Proprietary Funds – The Regional Office of Education #47 reports the following nonmajor proprietary funds:

School Improvement Plan (SIP) – to account for monies received from school districts held for disbursements relating to their school improvement plans.

Fingerprinting – to account for resources accumulated for, and payment of, disbursements for providing criminal background checks.

Fiduciary Funds

Custodial Funds are used to account for assets held by the Regional Office of Education #47 in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Custodial funds include the following:

Impact Fees – to account for monies received from owners/builders for the issuance of a zoning certificate. The Regional Superintendent, as agent, remits the fees collected to the appropriate school district.

Distributive Fund – to account for the distribution of monies received from the State out to the school districts and other entities.

School Facility Occupation Tax – to account for the distribution of School Facility Occupation Tax monies received from the Illinois Department of Revenue to the applicable school districts and other entities.

Emergency Assistance for Nonpublic Schools – to account for the distribution of monies to private schools affected by the Novel Coronavirus Disease 2019 (COVID-19).

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Governmental Fund Balances

In the governmental fund financial statements, cash basis fund balances are classified as follows:

Nonspendable Fund Balance – The portion of a governmental fund’s net position that is not available to be spent, either short term or long term, in either form or through legal restrictions. There are no accounts presenting a nonspendable fund balance.

Restricted Fund Balance – The portion of a governmental fund’s net position that is subject to external enforceable legal restrictions. The following funds are restricted by Illinois Statute: Bus Driver Training, General Education Development, and Institute. The following Education Fund accounts have a restricted fund balance: Early Childhood Block Grant (FY22), Parents as Teachers, Adult Education and Family Literacy Grant, Foundation Level Services, IDEA Improvement Grants, Part D, Math & Science Partnership – Math Area Partner (FY17), Math & Science Partnership – Science Area Partner (FY15), National School Lunch Program, School Breakfast Program, State Free Lunch and Breakfast, Rural Education Achievement Program, Regional Safe Schools Program Cooperative, Sterling Truants Alternative Program, and Truants Alternative Education.

Committed Fund Balance – The portion of a governmental fund’s net position with self-imposed constraints or limitations that have been placed at the highest level of decision making. The Regional Office of Education #47 has no committed fund balances.

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

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 balance (deficit): Local Fund, E-Rate, and Alternative Learning Opportunity Program – General State Aid (ALOP-GSA). The following Education Fund accounts have an unassigned fund deficit: Education Outreach Program, McKinney Education for Homeless Children, Elementary and Secondary School Emergency Relief, Digital Equity, ARP – McKinney Education for Homeless Children, and Special Education.

H. Net Position

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

Restricted net position – Results when constraints placed on the use of cash balances are either externally imposed or are imposed by law through constitutional provisions or enabling legislation.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

H. Net Position (Concluded)

Unrestricted net position – Consists of cash balances not meeting the definition of the preceding category. Unrestricted net position is often subject to constraints imposed by management which can be removed or modified.

I. Cash and Cash Equivalents

Cash and cash equivalents consists of cash on deposit. The Regional Office of Education #47 considers all liquid investments, including certificates of deposit, to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and, at the day of purchase, have a maturity date no longer than three months.

J. Compensated Absences

Full-time employees can earn from 10 to 15 vacation days for a full year of service. Employee vacation pay is recorded when paid. Upon termination, employees can receive accrued vacation pay. However, vacation time cannot be carried forward into the next calendar year.

An employee working 20 hours or more per week is entitled to ten sick days annually. Employee sick leave is recorded when paid. Unused sick days may be allowed to accumulate to a maximum amount allowable by TRS or IMRF without penalty. Upon termination, employees do not receive any accumulated sick leave pay.

An employee working 20 hours or more per week is entitled to two personal leave days per year. Personal leave days do not accumulate from year to year, but unused leave days will be allowed to accumulate toward the sick leave accumulation maximum.

K. Budget Information

The Regional Office of Education #47 acts as the administrative agent for certain grant programs that are accounted for within the Education Fund. These programs have separate budgets and are required to be reported to the Illinois State Board of Education; however, none of the annual budgets have been legally adopted, nor are they required to do so. Certain programs within the Special Revenue Fund do not have separate budgets. Comparisons of budgeted and actual results for the following programs are presented as supplementary information: Early Childhood Block Grant (FY21), Early Childhood Block Grant (FY22), Education Outreach Program, IDEA Improvement Grants, Part D, McKinney Education for Homeless Children, Regional Safe Schools, ROE Operations, Regional Safe Schools Cooperative, Title II Teacher Quality Leadership, Truants Alternative Education, Elementary and Secondary School Emergency Relief, Digital Equity, Federal Special Education IDEA Discretionary, and ARP – McKinney Education for Homeless Children.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 2: CASH AND CASH EQUIVALENTS

The Regional Office of Education #47's established investment policy follows the State of Illinois Public Funds Investment Act which authorizes the Regional Office of Education #47 to purchase certain obligations of the U.S. Treasury, federal agencies and instrumentalities; certificates of deposit and time deposits covered by Federal Depository Insurance; commercial paper of U.S. corporations with assets exceeding \$500,000,000, if such paper is rated at the highest classification established by at least two standard rating services; money market funds and the Illinois Funds.

A. Cash Deposits

At June 30, 2022, the carrying amount of the Regional Office of Education #47's government-wide and fiduciary fund deposits were \$1,994,776 and \$771,153, respectively, and the bank balances were \$2,044,585 and \$795,477, respectively. The bank balances include \$1,537,119 held on deposit with the Bloom Township School Treasurer. At June 30, 2022, all of the Regional Office of Education #47's cash deposits were insured by the Federal Deposit Insurance Corporation. Risk category was not determinable for the amount pooled and held on deposit with a separate legal governmental agency (Bloom Township School Treasurer).

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the Regional Office of Education's deposits may not be returned to it. To guard against custodial credit risk for deposits with financial institutions, the Regional Office of Education #47's investment policy requires that deposits with financial institutions in excess of FDIC limits be secured by some form of collateral, by a written agreement, and held at an independent, third-party institution in the name of the Regional Office of Education #47.

B. Investments

The Regional Office of Education #47's investments are internally pooled in the Illinois Funds Money Market Fund. As of June 30, 2022, the Regional Office of Education #47 had investments with carrying and fair values of \$4,484 invested in the Illinois Funds Money Market Fund, which is reported as cash and cash equivalents in the financial statements.

Credit Risk

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

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 2: CASH AND CASH EQUIVALENTS (CONCLUDED)

B. 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 Funds 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: ILLINOIS MUNICIPAL RETIREMENT SYSTEM

IMRF Plan Description

The Regional Office of Education #47's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and their beneficiaries. The Regional Office of Education #47's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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).

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 3: ILLINOIS MUNICIPAL RETIREMENT SYSTEM (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% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

Employees Covered by Benefit Terms

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

	IMRF
Retirees and Beneficiaries currently receiving benefits	27
Inactive Plan Members entitled to but not yet receiving benefits	39
Active Plan Members	26
Total	92

Contributions

As set by statute, the Regional Office of Education #47's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Regional Office of Education #47's annual contribution rate for calendar year 2021 was 11.09% and for calendar year 2022 was 8.21%. For the fiscal year ended June 30, 2022, the Regional Office of Education #47 contributed \$89,136 to the plan. The Regional Office of Education #47 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.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

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

The Regional Office of Education #47 participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <http://www.trsil.org/financial/acfrs/fy2021>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest 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.

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

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

Public Act 100-0023, enacted in 2017, creates an optional Tier III 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 I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II 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.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

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

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, 2022, 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 #47.

On behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the Regional Office of Education #47.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022 were \$5,632.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the Regional Office of Education #47, there is a statutory requirement for the Regional Office of Education #47 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, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$254,541 were paid from federal and special trust funds that required employer contributions of \$26,243.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The Regional Office of Education #47 is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2022, the Regional Office of Education #47 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 allotment.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 5: TEACHERS' HEALTH INSURANCE SECURITY FUND

The Regional Office of Education #47 participates in the Teachers' Health Insurance Security (THIS) fund. The THIS fund is a non-appropriated trust fund held outside the State Treasury, with the State Treasurer as custodian. Additions deposited into the Trust are for the sole purpose of providing health benefits to retirees, as established under the plan, and associated administrative costs. The THIS fund is a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers retired employees of participating employers throughout the State of Illinois, excluding the Chicago Public School System. THIS health coverage includes provisions for medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants may participate in the State administered Preferred Provider Organization plan or choose from several managed care options. As a result of the Governor's Executive Order 12-01, the responsibilities in relation to THIS were transferred to the Illinois Department of Central Management Services (CMS) as of July 1, 2013. The CMS administers the plan with the cooperation of the Teachers' Retirement System (TRS).

Benefits Provided. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.5) outlines the eligibility and benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the CMS with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 required 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 #47.

Employer contributions to THIS Fund. The Regional Office of Education #47 also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2022, and 0.92 percent during the years ended June 30, 2021 and 2020. For the year ended June 30, 2022, the Regional Office of Education #47 paid \$6,506 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2021 and 2020, the Regional Office of Education #47 paid \$8,449 and \$6,921 to the THIS Fund, respectively, which was 100 percent of the required contribution.

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

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 6: TRANSFERS

Interfund transfers in / out to other funds at June 30, 2022 consist of the following individual transfers in / out to other funds in the fund statements. The transfer balances between governmental funds were eliminated in the government-wide Statement of Activities and Net Position – Cash Basis. The purpose of interfund transfers was to cover permanent shortfalls in cash flow within grant programs and funds.

<u>Fund</u>	<u>Transfer In</u>	<u>Transfers Out</u>
General Fund		
Local Fund	\$ -	\$ 720
Alternative Learning Opportunity Program - General State Aid (ALOP-GSA)	-	1,522
Education Fund		
Early Childhood Block Grant (FY21)	38	-
McKinney Education for Homeless Children	634	-
Title II Teacher Quality Leadership	48	-
Digital Equity	1,522	-
	<u>\$ 2,242</u>	<u>\$ 2,242</u>

NOTE 7: DISTRIBUTIVE FUND INTEREST

The school district boards within Lee, Ogle, and Whiteside Counties Regional Office of Education #47 have signed formal agreements that allow Lee, Ogle, and Whiteside Counties Regional Office of Education #47 to retain any interest earned during the year.

NOTE 8: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The following funds have deficit fund balances/net position that may be due to timing of cash receipts and disbursements being on a cash basis and will be eliminated during the fiscal year ending June 30, 2022 when cash is received. For funds that ultimately have deficit fund balances/net position, the Regional Office of Education #47 intends to reduce expenditures or transfer unrestricted funds to compensate for the deficit fund balances.

General Fund	
E-Rate	\$ (52,202)
Education Fund	
Education Outreach Program	(21,982)
McKinney Education for Homeless Children	(28,743)
Elementary and Secondary School Emergency Relief	(2,661)
Digital Equity	(1,154)
ARP - McKinney Education for Homeless Children	(23,770)
Special Education	(36,139)
Enterprise Fund	
Fingerprinting	(3,406)

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 8: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONCLUDED)

The Regional Office of Education #47 will monitor expenses within these programs during the course of the subsequent fiscal year.

NOTE 9: ON-BEHALF PAYMENTS

The salaries of the Regional Superintendent and the Assistant Regional Superintendent are paid directly by the State of Illinois. Lee, Ogle, and Whiteside Counties also make direct contributions on-behalf of the Regional Office of Education #47. The break out is as follows:

Regional Superintendent Salary	\$	124,308
Regional Superintendent Fringe Benefits*		32,085
Assistant Regional Superintendent Salary		111,876
Assistant Regional Superintendent Fringe Benefits*		31,330
Counties - Salary and Fringe Benefits		205,781
Total on-behalf payments	<u>\$</u>	<u>505,380</u>

*Includes State paid insurance

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

NOTE 10: LEASE COMMITMENTS

On July 1, 2019, the Regional Office of Education #47 entered into an agreement for the lease of a school building. The lease agreement is for the period of July 1, 2019 through June 30, 2023. Rent is \$2,200 per month for the period July 1, 2019 through June 30, 2023. Lease expense for the building in fiscal year 2022 was \$26,400.

On July 1, 2021, the Regional Office of Education #47 entered into an agreement as a joint tenant for the lease of office space. The lease agreement is for the period of July 1, 2021 through June 30, 2022 with the option to extend the lease for an additional year. The Regional Office of Education #47's portion of the rent is \$700 per month. Lease expense for the building in fiscal year 2022 was \$8,400. Future minimum lease payments below include lease payments for the extended year.

The Regional Office of Education #47 has entered into multiple lease agreements as lessee for financing the acquisition of copiers. These lease agreements require monthly payments ranging from \$80 per month to \$393 per month. The leases end at various dates between fiscal year 2023 and 2026. Lease expense for the copiers in fiscal year 2022 was \$11,354.

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022**

NOTE 10: LEASE COMMITMENTS (CONCLUDED)

Future minimum lease payments under these leases are as follows:

<u>Year ending June 30,</u>	<u>Total</u>
2023	\$ 45,600
2024	4,708
2025	2,899
2026	326
	<u>\$ 53,533</u>

NOTE 11: RISK MANAGEMENT

The Regional Office of Education #47 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Regional Office of Education #47 has purchased commercial insurance to cover these risks. No losses have been incurred in excess of the amounts covered by insurance over the past three years.

SUPPLEMENTARY INFORMATION

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - GENERAL FUND ACCOUNTS
As of and For the Year Ended June 30, 2022

	<u>Local Fund</u>	<u>E-Rate</u>	<u>Alternative Learning Opportunity Program - General State Aid (ALOP-GSA)</u>	<u>Total</u>
RECEIPTS:				
Local sources	\$ 157,168	\$ -	\$ 139,138	\$ 296,306
State sources	-	-	742,272	742,272
Interest	15,659	-	-	15,659
Total receipts	<u>172,827</u>	<u>-</u>	<u>881,410</u>	<u>1,054,237</u>
DISBURSEMENTS:				
Instructional services:				
Salaries	54,589	-	457,647	512,236
Employee benefits	9,154	-	66,231	75,385
Purchased services	182,908	13,500	29,484	225,892
Supplies and materials	43,834	-	43,436	87,270
Intergovernmental:				
Payments to other governmental units	-	-	89,736	89,736
Capital outlay	67,400	-	-	67,400
Total disbursements	<u>357,885</u>	<u>13,500</u>	<u>686,534</u>	<u>1,057,919</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(185,058)	(13,500)	194,876	(3,682)
OTHER FINANCING USES:				
Transfers out	(720)	-	(1,522)	(2,242)
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	(185,778)	(13,500)	193,354	(5,924)
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>478,004</u>	<u>(38,702)</u>	<u>476,093</u>	<u>915,395</u>
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 292,226</u>	<u>\$ (52,202)</u>	<u>\$ 669,447</u>	<u>\$ 909,471</u>
CASH BASIS ASSETS - END OF YEAR				
Cash and cash equivalents	<u>\$ 292,226</u>	<u>\$ (52,202)</u>	<u>\$ 669,447</u>	<u>\$ 909,471</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR				
Unassigned	<u>\$ 292,226</u>	<u>\$ (52,202)</u>	<u>\$ 669,447</u>	<u>\$ 909,471</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - EDUCATION FUND ACCOUNTS
As of and For the Year Ended June 30, 2022**

	Early Childhood Block Grant (FY21)	Early Childhood Block Grant (FY22)	Parents as Teachers	Adult Education and Family Literacy Grant	Education Outreach Program
RECEIPTS:					
State sources	\$ 43,191	\$ 270,528	\$ -	\$ 4,000	\$ -
Federal sources	-	-	-	-	150,861
Total receipts	<u>43,191</u>	<u>270,528</u>	<u>-</u>	<u>4,000</u>	<u>150,861</u>
DISBURSEMENTS:					
Instructional services:					
Salaries	47,581	195,288	-	3,904	89,515
Employee benefits	8,748	32,240	-	57	12,824
Purchased services	8,198	15,033	10	41	39,540
Supplies and materials	9,525	3,014	177	-	5,931
Intergovernmental:					
Payments to other governmental units	-	-	-	-	-
Capital outlay	-	-	-	-	171
Total disbursements	<u>74,052</u>	<u>245,575</u>	<u>187</u>	<u>4,002</u>	<u>147,981</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(30,861)	24,953	(187)	(2)	2,880
OTHER FINANCING SOURCES:					
Transfers in	38	-	-	-	-
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	(30,823)	24,953	(187)	(2)	2,880
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR	30,823	-	6,388	2,910	(24,862)
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ 24,953</u>	<u>\$ 6,201</u>	<u>\$ 2,908</u>	<u>\$ (21,982)</u>
CASH BASIS ASSETS - END OF YEAR					
Cash and cash equivalents	<u>\$ -</u>	<u>\$ 24,953</u>	<u>\$ 6,201</u>	<u>\$ 2,908</u>	<u>\$ (21,982)</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR					
Restricted for educational purposes	\$ -	\$ 24,953	\$ 6,201	\$ 2,908	\$ -
Unassigned	-	-	-	-	(21,982)
TOTAL CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ -</u>	<u>\$ 24,953</u>	<u>\$ 6,201</u>	<u>\$ 2,908</u>	<u>\$ (21,982)</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - EDUCATION FUND ACCOUNTS
As of and For the Year Ended June 30, 2022**

	Foundation Level Services	IDEA Improvement Grants, Part D	Math & Science Partnership - Math Area Partner (FY17)	Math & Science Partnership - Science Area Partner (FY15)	McKinney Education for Homeless Children
RECEIPTS:					
State sources	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	-	10,248	-	-	394,120
Total receipts	<u>-</u>	<u>10,248</u>	<u>-</u>	<u>-</u>	<u>394,120</u>
DISBURSEMENTS:					
Instructional services:					
Salaries	-	-	-	-	86,242
Employee benefits	-	-	-	-	14,714
Purchased services	-	166	-	-	11,698
Supplies and materials	-	-	-	-	14,778
Intergovernmental:					
Payments to other governmental units	-	126,279	-	-	275,154
Capital outlay	-	-	-	-	-
Total disbursements	<u>-</u>	<u>126,445</u>	<u>-</u>	<u>-</u>	<u>402,586</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	-	(116,197)	-	-	(8,466)
OTHER FINANCING SOURCES:					
Transfers in	-	-	-	-	634
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	-	(116,197)	-	-	(7,832)
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>2,033</u>	<u>116,763</u>	<u>2,579</u>	<u>3,568</u>	<u>(20,911)</u>
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 2,033</u>	<u>\$ 566</u>	<u>\$ 2,579</u>	<u>\$ 3,568</u>	<u>\$ (28,743)</u>
CASH BASIS ASSETS - END OF YEAR					
Cash and cash equivalents	<u>\$ 2,033</u>	<u>\$ 566</u>	<u>\$ 2,579</u>	<u>\$ 3,568</u>	<u>\$ (28,743)</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR					
Restricted for educational purposes	\$ 2,033	\$ 566	\$ 2,579	\$ 3,568	\$ -
Unassigned	-	-	-	-	(28,743)
TOTAL CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ 2,033</u>	<u>\$ 566</u>	<u>\$ 2,579</u>	<u>\$ 3,568</u>	<u>\$ (28,743)</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - EDUCATION FUND ACCOUNTS
As of and For the Year Ended June 30, 2022**

	<u>National School Lunch Program</u>	<u>School Breakfast Program</u>	<u>State Free Lunch and Breakfast</u>	<u>Regional Safe Schools Program</u>	<u>ROE Operations</u>
RECEIPTS:					
State sources	\$ -	\$ -	\$ 381	\$ 85,638	\$ 127,879
Federal sources	26,166	6,896	-	-	-
Total receipts	<u>26,166</u>	<u>6,896</u>	<u>381</u>	<u>85,638</u>	<u>127,879</u>
DISBURSEMENTS:					
Instructional services:					
Salaries	-	-	-	34,600	101,879
Employee benefits	-	-	-	5,056	17,391
Purchased services	-	3,043	-	3,665	8,609
Supplies and materials	-	-	-	-	-
Intergovernmental:					
Payments to other governmental units	10,302	-	-	42,317	-
Capital outlay	-	-	-	-	-
Total disbursements	<u>10,302</u>	<u>3,043</u>	<u>-</u>	<u>85,638</u>	<u>127,879</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	15,864	3,853	381	-	-
OTHER FINANCING SOURCES:					
Transfers in	-	-	-	-	-
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	15,864	3,853	381	-	-
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>(13,468)</u>	<u>9,910</u>	<u>772</u>	<u>-</u>	<u>-</u>
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 2,396</u>	<u>\$ 13,763</u>	<u>\$ 1,153</u>	<u>\$ -</u>	<u>\$ -</u>
CASH BASIS ASSETS - END OF YEAR					
Cash and cash equivalents	<u>\$ 2,396</u>	<u>\$ 13,763</u>	<u>\$ 1,153</u>	<u>\$ -</u>	<u>\$ -</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR					
Restricted for educational purposes	\$ 2,396	\$ 13,763	\$ 1,153	\$ -	\$ -
Unassigned	-	-	-	-	-
TOTAL CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ 2,396</u>	<u>\$ 13,763</u>	<u>\$ 1,153</u>	<u>\$ -</u>	<u>\$ -</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - EDUCATION FUND ACCOUNTS
As of and For the Year Ended June 30, 2022

	Rural Education Achievement Program	Regional Safe Schools Program Cooperative	Title II Teacher Quality Leadership	Sterling Truants Alternative Program	Truants Alternative Education	Elementary and Secondary School Emergency Relief
RECEIPTS:						
State sources	\$ -	\$ 39,362	\$ -	\$ 22,000	\$ 147,664	\$ -
Federal sources	-	-	1,327	-	-	20,226
Total receipts	<u>-</u>	<u>39,362</u>	<u>1,327</u>	<u>22,000</u>	<u>147,664</u>	<u>20,226</u>
DISBURSEMENTS:						
Instructional services:						
Salaries	-	34,000	-	24,185	113,365	12,941
Employee benefits	-	4,708	-	4,173	19,139	-
Purchased services	-	256	1,375	240	9,877	3,692
Supplies and materials	-	-	-	-	5,028	6,254
Intergovernmental:						
Payments to other governmental units	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>38,964</u>	<u>1,375</u>	<u>28,598</u>	<u>147,409</u>	<u>22,887</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	-	398	(48)	(6,598)	255	(2,661)
OTHER FINANCING SOURCES:						
Transfers in	-	-	48	-	-	-
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	-	398	-	(6,598)	255	(2,661)
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR	925	-	-	27,926	-	-
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 925</u>	<u>\$ 398</u>	<u>\$ -</u>	<u>\$ 21,328</u>	<u>\$ 255</u>	<u>\$ (2,661)</u>
CASH BASIS ASSETS - END OF YEAR						
Cash and cash equivalents	<u>\$ 925</u>	<u>\$ 398</u>	<u>\$ -</u>	<u>\$ 21,328</u>	<u>\$ 255</u>	<u>\$ (2,661)</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR						
Restricted for educational purposes	\$ 925	\$ 398	\$ -	\$ 21,328	\$ 255	\$ -
Unassigned	-	-	-	-	-	(2,661)
TOTAL CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ 925</u>	<u>\$ 398</u>	<u>\$ -</u>	<u>\$ 21,328</u>	<u>\$ 255</u>	<u>\$ (2,661)</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - EDUCATION FUND ACCOUNTS
As of and For the Year Ended June 30, 2022**

	Digital Equity	Federal Special Education IDEA Discretionary	ARP - McKinney Education for Homeless Children	Special Education	Total
RECEIPTS:					
State sources	\$ -	\$ -	\$ -	\$ -	\$ 740,643
Federal sources	24,881	37,718	63,544	107,246	843,233
Total receipts	<u>24,881</u>	<u>37,718</u>	<u>63,544</u>	<u>107,246</u>	<u>1,583,876</u>
DISBURSEMENTS:					
Instructional services:					
Salaries	-	-	8,139	109,924	861,563
Employee benefits	-	-	1,444	22,837	143,331
Purchased services	26,035	531	6,218	7,245	145,472
Supplies and materials	-	-	10,438	3,379	58,524
Intergovernmental:					
Payments to other governmental units	-	-	61,075	-	515,127
Capital outlay	-	-	-	-	171
Total disbursements	<u>26,035</u>	<u>531</u>	<u>87,314</u>	<u>143,385</u>	<u>1,724,188</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,154)	37,187	(23,770)	(36,139)	(140,312)
OTHER FINANCING SOURCES:					
Transfers in	1,522	-	-	-	2,242
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	368	37,187	(23,770)	(36,139)	(138,070)
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(1,522)	(37,187)	-	-	106,647
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ (1,154)</u>	<u>\$ -</u>	<u>\$ (23,770)</u>	<u>\$ (36,139)</u>	<u>\$ (31,423)</u>
CASH BASIS ASSETS - END OF YEAR					
Cash and cash equivalents	<u>\$ (1,154)</u>	<u>\$ -</u>	<u>\$ (23,770)</u>	<u>\$ (36,139)</u>	<u>\$ (31,423)</u>
CASH BASIS FUND BALANCE (DEFICIT) - END OF YEAR					
Restricted for educational purposes	\$ -	\$ -	\$ -	\$ -	\$ 83,026
Unassigned	(1,154)	-	(23,770)	(36,139)	(114,449)
TOTAL CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ (1,154)</u>	<u>\$ -</u>	<u>\$ (23,770)</u>	<u>\$ (36,139)</u>	<u>\$ (31,423)</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2020 to August 31, 2021)
EDUCATION FUND ACCOUNTS
EARLY CHILDHOOD BLOCK GRANT (FY21)
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
State sources	\$ 315,627	\$ 315,627	\$ 43,191
Total receipts	<u>315,627</u>	<u>315,627</u>	<u>43,191</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	232,943	239,351	47,581
Employee benefits	44,981	46,218	8,748
Purchased services	32,652	17,222	8,198
Supplies and materials	5,051	12,836	9,525
Total disbursements	<u>315,627</u>	<u>315,627</u>	<u>74,052</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	-	-	(30,861)
OTHER FINANCING SOURCES:			
Transfers in	-	-	38
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(30,823)
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			<u>30,823</u>
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ -</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to August 31, 2022)
EDUCATION FUND ACCOUNTS
EARLY CHILDHOOD BLOCK GRANT (FY22)
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
State sources	\$ 315,627	\$ 315,627	\$ 270,528
Total receipts	<u>315,627</u>	<u>315,627</u>	<u>270,528</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	233,921	238,275	195,288
Employee benefits	43,837	44,653	32,240
Purchased services	32,859	27,403	15,033
Supplies and materials	5,010	5,296	3,014
Total disbursements	<u>315,627</u>	<u>315,627</u>	<u>245,575</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	24,953
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			-
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ 24,953</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
 REGIONAL OFFICE OF EDUCATION #47
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS
 (For the Period of July 1, 2021 to June 30, 2022)
 EDUCATION FUND ACCOUNTS
 EDUCATION OUTREACH PROGRAM
 For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
RECEIPTS:			
Federal sources	\$ 177,875	\$ 177,875	\$ 150,861
Total receipts	177,875	177,875	150,861
DISBURSEMENTS:			
Instructional services:			
Salaries	99,732	99,732	89,515
Employee benefits	17,423	17,423	12,824
Purchased services	50,720	50,720	39,540
Supplies and materials	9,500	9,500	5,931
Capital outlay	500	500	171
Total disbursements	177,875	177,875	147,981
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	\$ -	\$ -	2,880
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR			(24,862)
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR			\$ (21,982)

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2020 to June 30, 2021)
EDUCATION FUND ACCOUNTS
IDEA IMPROVEMENT GRANTS, PART D
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
Federal sources	\$ 761,982	\$ 761,982	\$ 10,248
Total receipts	<u>761,982</u>	<u>761,982</u>	<u>10,248</u>
DISBURSEMENTS:			
Instructional services:			
Purchased services	71,103	76,178	166
Supplies and materials	1,050	1,300	-
Intergovernmental:			
Payments to other governmental units	689,829	684,504	126,279
Total disbursements	<u>761,982</u>	<u>761,982</u>	<u>126,445</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(116,197)
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			<u>116,763</u>
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ 566</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
 REGIONAL OFFICE OF EDUCATION #47
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS
 (For the Period of July 1, 2021 to August 31, 2022)
 EDUCATION FUND ACCOUNTS
 MCKINNEY EDUCATION FOR HOMELESS CHILDREN
 For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual Amounts
	Original	Final	
RECEIPTS:			
Federal sources	\$ 321,654	\$ 329,824	\$ 394,120
Total receipts	321,654	329,824	394,120
DISBURSEMENTS:			
Instructional services:			
Salaries	86,525	86,525	86,242
Employee benefits	16,248	16,248	14,714
Purchased services	3,290	13,706	11,698
Supplies and materials	400	12,256	14,778
Intergovernmental:			
Payments to other governmental units	215,191	201,089	275,154
Total disbursements	321,654	329,824	402,586
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	-	-	(8,466)
OTHER FINANCING SOURCES:			
Transfers in	-	-	634
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	\$ -	\$ -	(7,832)
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR			(20,911)
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR			\$ (28,743)

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to June 30, 2022)
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts
	Original	Final	
RECEIPTS:			
State sources	\$ 85,638	\$ 85,638	\$ 85,638
Total receipts	<u>85,638</u>	<u>85,638</u>	<u>85,638</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	35,500	35,500	34,600
Employee benefits	4,881	4,881	5,056
Purchased services	2,940	2,940	3,665
Intergovernmental:			
Payments to other governmental units	42,317	42,317	42,317
Total disbursements	<u>85,638</u>	<u>85,638</u>	<u>85,638</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			-
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ -</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to June 30, 2022)
EDUCATION FUND ACCOUNTS
ROE OPERATIONS
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
State sources	\$ 127,879	\$ 127,879	\$ 127,879
Total receipts	<u>127,879</u>	<u>127,879</u>	<u>127,879</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	100,978	101,646	101,879
Employee benefits	17,153	15,939	17,391
Purchased services	9,748	10,294	8,609
Total disbursements	<u>127,879</u>	<u>127,879</u>	<u>127,879</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			-
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ -</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of October 25, 2021 to June 30, 2022)
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS COOPERATIVE
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
State sources	\$ 39,362	\$ 39,362	\$ 39,362
Total receipts	<u>39,362</u>	<u>39,362</u>	<u>39,362</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	26,030	34,000	34,000
Employee benefits	-	4,891	4,708
Purchased services	10,097	437	256
Supplies and materials	3,235	34	-
Total disbursements	<u>39,362</u>	<u>39,362</u>	<u>38,964</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	398
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			-
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ 398</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2020 to June 30, 2021)
EDUCATION FUND ACCOUNTS
TITLE II TEACHER QUALITY LEADERSHIP
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
RECEIPTS:			
Federal sources	\$ 1,327	\$ 1,327	\$ 1,327
Total receipts	<u>1,327</u>	<u>1,327</u>	<u>1,327</u>
DISBURSEMENTS:			
Instructional services:			
Purchased services	<u>1,327</u>	<u>1,327</u>	<u>1,375</u>
Total disbursements	<u>1,327</u>	<u>1,327</u>	<u>1,375</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	-	-	(48)
OTHER FINANCING SOURCES:			
Transfers in	<u>-</u>	<u>-</u>	<u>48</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			<u>-</u>
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ -</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to June 30, 2022)
EDUCATION FUND ACCOUNTS
TRUANTS ALTERNATIVE EDUCATION
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
RECEIPTS:			
State sources	\$ 147,664	\$ 147,664	\$ 147,664
Total receipts	<u>147,664</u>	<u>147,664</u>	<u>147,664</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	110,720	110,720	113,365
Employee benefits	20,749	20,749	19,139
Purchased services	10,601	10,601	9,877
Supplies and materials	5,594	5,594	5,028
Total disbursements	<u>147,664</u>	<u>147,664</u>	<u>147,409</u>
CHANGE IN CASH BASIS FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	255
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			<u>-</u>
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ 255</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to June 30, 2023)
EDUCATION FUND ACCOUNTS
ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
RECEIPTS:			
Federal sources	\$ 134,984	\$ 134,984	\$ 20,226
Total receipts	<u>134,984</u>	<u>134,984</u>	<u>20,226</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	17,250	17,250	12,941
Purchased services	75,377	75,377	3,692
Supplies and materials	42,357	42,357	6,254
Total disbursements	<u>134,984</u>	<u>134,984</u>	<u>22,887</u>
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ -</u>	<u>\$ -</u>	(2,661)
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			<u>-</u>
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR			<u>\$ (2,661)</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to June 30, 2023)
EDUCATION FUND ACCOUNTS
DIGITAL EQUITY
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
Federal sources	\$ 26,035	\$ 26,035	\$ 24,881
Total receipts	26,035	26,035	24,881
DISBURSEMENTS:			
Instructional services:			
Purchased services	26,035	26,035	26,035
Total disbursements	26,035	26,035	26,035
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	-	-	(1,154)
OTHER FINANCING SOURCES:			
Transfers in	-	-	1,522
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	\$ -	\$ -	368
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR			(1,522)
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR			\$ (1,154)

**LEE, OGLE, AND WHITESIDE COUNTIES
 REGIONAL OFFICE OF EDUCATION #47
 BUDGETARY COMPARISON SCHEDULE - CASH BASIS
 (For the Period of July 1, 2020 to June 30, 2021)
 EDUCATION FUND ACCOUNTS
 FEDERAL SPECIAL EDUCATION IDEA DISCRETIONARY
 For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
Federal sources	\$ 400,000	\$ 400,000	\$ 37,718
Total receipts	<u>400,000</u>	<u>400,000</u>	<u>37,718</u>
DISBURSEMENTS:			
Instructional services:			
Salaries	292,078	292,078	-
Employee benefits	72,966	72,966	-
Purchased services	34,956	34,588	531
Supplies and materials	-	368	-
Total disbursements	<u>400,000</u>	<u>400,000</u>	<u>531</u>
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	<u>\$ -</u>	<u>\$ -</u>	37,187
CASH BASIS FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(37,187)</u>
CASH BASIS FUND BALANCE, END OF YEAR			<u>\$ -</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
(For the Period of July 1, 2021 to June 30, 2023)
EDUCATION FUND ACCOUNTS
ARP - MCKINNEY EDUCATION FOR HOMELESS CHILDREN
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual
	Original	Final	Amounts
RECEIPTS:			
Federal sources	\$ 412,340	\$ 412,340	\$ 63,544
Total receipts	412,340	412,340	63,544
DISBURSEMENTS:			
Instructional services:			
Salaries	24,700	24,700	8,139
Employee benefits	4,631	4,631	1,444
Purchased services	188,009	188,009	6,218
Supplies and materials	80,000	80,000	10,438
Intergovernmental:			
Payments to other governmental units	115,000	115,000	61,075
Total disbursements	412,340	412,340	87,314
CHANGE IN CASH BASIS FUND BALANCE (DEFICIT)	\$ -	\$ -	(23,770)
CASH BASIS FUND BALANCE, BEGINNING OF YEAR			-
CASH BASIS FUND BALANCE (DEFICIT), END OF YEAR			\$ (23,770)

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FUND BALANCES AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
As of and For the Year Ended June 30, 2022**

	<u>Bus Driver Training</u>	<u>General Education Development</u>	<u>Total</u>
RECEIPTS:			
Local sources	\$ 3,350	\$ 510	\$ 3,860
State sources	1,470	-	1,470
Total receipts	<u>4,820</u>	<u>510</u>	<u>5,330</u>
DISBURSEMENTS:			
Instructional services:			
Purchased services	4,028	54	4,082
Supplies and materials	-	20	20
Total disbursements	<u>4,028</u>	<u>74</u>	<u>4,102</u>
CHANGE IN CASH BASIS FUND BALANCE	792	436	1,228
CASH BASIS FUND BALANCE, BEGINNING OF YEAR	<u>6,418</u>	<u>10,554</u>	<u>16,972</u>
CASH BASIS FUND BALANCE, END OF YEAR	<u>\$ 7,210</u>	<u>\$ 10,990</u>	<u>\$ 18,200</u>
CASH BASIS ASSETS - END OF YEAR			
Cash and cash equivalents	<u>\$ 7,210</u>	<u>\$ 10,990</u>	<u>\$ 18,200</u>
CASH BASIS FUND BALANCE - END OF YEAR			
Restricted for educational purposes	<u>\$ 7,210</u>	<u>\$ 10,990</u>	<u>\$ 18,200</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND NET POSITION AND CASH RECEIPTS,
DISBURSEMENTS, AND CHANGES IN CASH BASIS NET POSITION - NONMAJOR PROPRIETARY FUNDS
As of and For the Year Ended June 30, 2022**

	Business-Type Activities Nonmajor Enterprise Funds		
	School Improvement Plan (SIP)	Fingerprinting	Total
OPERATING RECEIPTS:			
Charges for services	\$ 97,467	\$ 28,543	\$ 126,010
OPERATING DISBURSEMENTS:			
Salaries	45,116	25,446	70,562
Employee benefits	6,192	2,842	9,034
Purchased services	8,897	12,960	21,857
Supplies and materials	-	161	161
Total operating disbursements	<u>60,205</u>	<u>41,409</u>	<u>101,614</u>
OPERATING INCOME (LOSS)	37,262	(12,866)	24,396
CASH BASIS NET POSITION, BEGINNING OF YEAR	<u>(6,136)</u>	<u>9,460</u>	<u>3,324</u>
CASH BASIS NET POSITION, END OF YEAR	<u>\$ 31,126</u>	<u>\$ (3,406)</u>	<u>\$ 27,720</u>
CASH BASIS ASSETS - END OF YEAR			
Cash and cash equivalents	<u>\$ 31,126</u>	<u>\$ (3,406)</u>	<u>\$ 27,720</u>
CASH BASIS NET POSITION - END OF YEAR			
Unrestricted	<u>\$ 31,126</u>	<u>\$ (3,406)</u>	<u>\$ 27,720</u>

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
COMBINING SCHEDULE OF CASH BASIS ASSETS AND FIDUCIARY NET POSITION AND CASH ADDITIONS,
DEDUCTIONS, AND CHANGES IN CASH BASIS FIDUCIARY NET POSITION - FIDUCIARY FUNDS
As of and For the Year Ended June 30, 2022

	<u>Impact Fees</u>	<u>Distributive Fund</u>	<u>School Facility Occupation Tax</u>	<u>Emergency Assistance for Nonpublic Schools</u>	<u>Total Custodial Funds</u>
ADDITIONS:					
Impact fee collections for other governments	\$ 16,416	\$ -	\$ -	\$ -	\$ 16,416
Grant collections for other governments	-	606,720	-	412,492	1,019,212
Sales tax collections for other governments	-	-	8,879,702	-	8,879,702
Miscellaneous	-	58	-	-	58
Total additions	<u>16,416</u>	<u>606,778</u>	<u>8,879,702</u>	<u>412,492</u>	<u>9,915,388</u>
DEDUCTIONS:					
Payments of impact fees to other governments	16,416	-	-	-	16,416
Payments of grant funds to other governments	-	606,709	-	412,489	1,019,198
Payments of sales tax to other governments	-	-	8,862,677	-	8,862,677
Miscellaneous	-	47	-	-	47
Total deductions	<u>16,416</u>	<u>606,756</u>	<u>8,862,677</u>	<u>412,489</u>	<u>9,898,338</u>
CHANGE IN CASH BASIS FIDUCIARY NET POSITION	-	22	17,025	3	17,050
CASH BASIS FIDUCIARY NET POSITION, BEGINNING OF YEAR	<u>20</u>	<u>16</u>	<u>754,067</u>	<u>-</u>	<u>754,103</u>
CASH BASIS FIDUCIARY NET POSITION, END OF YEAR	<u>\$ 20</u>	<u>\$ 38</u>	<u>\$ 771,092</u>	<u>\$ 3</u>	<u>\$ 771,153</u>
CASH BASIS ASSETS					
Cash and cash equivalents	<u>\$ 20</u>	<u>\$ 38</u>	<u>\$ 771,092</u>	<u>\$ 3</u>	<u>\$ 771,153</u>
CASH BASIS FIDUCIARY NET POSITION					
Restricted for other governments	<u>\$ 20</u>	<u>\$ 38</u>	<u>\$ 771,092</u>	<u>\$ 3</u>	<u>\$ 771,153</u>

**LEE, OGLE, AND WHITESIDE COUNTIES
 REGIONAL OFFICE OF EDUCATION #47
 SCHEDULE OF CASH DISBURSEMENTS TO SCHOOL DISTRICT
 TREASURERS AND OTHER ENTITIES
 DISTRIBUTIVE FUND
 For the Year Ended June 30, 2022**

	Bi-County Special Education Coop
Evidence	\$ 567,593
State Free Lunch & Breakfast	530
National School Lunch Program	24,935
School Breakfast Program	13,651
Other	47
	\$ 606,756

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2022

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
U. S. Department of Agriculture				
Passed through Illinois State Board of Education				
Child Nutrition Cluster				
National School Lunch Program				
<i>National School Lunch Program</i>	10.555	21-4210-00		\$ 3,497
<i>National School Lunch Program</i>	10.555	21-4210-SN		3,518
<i>National School Lunch Program</i>	10.555	22-4210-00		18,537
				<u>25,552</u>
School Breakfast Program				
<i>School Breakfast Program</i>	10.553	21-4220-00		901
<i>School Breakfast Program</i>	10.553	22-4220-00		5,995
				<u>6,896</u>
Total Child Nutrition Cluster				32,448
Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs				
<i>National School Lunch Program</i>	10.649	21-4210-BT		614
Total U. S. Department of Agriculture				<u>33,062</u>
U.S. Department of Labor				
Passed through Best, Inc.				
WIOA Youth Activities				
<i>Education Outreach Program</i>	17.259	36-3297621		147,981
Total U. S. Department of Labor				<u>147,981</u>
U. S. Department of Education				
Passed Through Illinois State Board of Education				
Special Education Grants to States				
<i>Federal Special Education IDEA Discretionary</i>	84.027A	21-4630-47		531
Education for Homeless Children and Youth				
<i>McKinney Education for Homeless Children *</i>	84.196A	21-4920-00	\$ 178,143	204,628
<i>McKinney Education for Homeless Children *</i>	84.196A	22-4920-00	96,377	197,324
			<u>274,520</u>	<u>401,952</u>
Special Education - State Personnel Development				
<i>IDEA - Improvement Grants - Part D</i>	84.323A	21-4631-RN	126,279	126,445
			<u>126,279</u>	<u>126,445</u>
Supporting Effective Instruction State Grants				
<i>Title II Teacher Quality Leadership Grants</i>	84.367A	21-4935-02		1,327
Education Stabilization Fund				
COVID-19 <i>Elementary and Secondary School Emergency Relief*</i>	84.425D	22-4998-E2		6,847
COVID-19 <i>Elementary and Secondary School Emergency Relief*</i>	84.425U	22-4998-E3		16,040
COVID-19 <i>Digital Equity*</i>	84.425D	22-4998-D2		26,035
COVID-19 <i>ARP - McKinney Education for Homeless Children *</i>	84.425W	22-4998-HM	61,075	87,314
			<u>133,996</u>	<u>136,236</u>
Passed Through Regional Office of Education No. 9				
Special Education -State Personnel Development				
<i>Special Education</i>	84.323A	36-2933562		143,385
Total U. S. Department of Education				<u>809,876</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 461,874</u>	<u>\$ 990,919</u>

See Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards

LEE, OGLE, AND WHITESIDE COUNTIES
REGIONAL OFFICE OF EDUCATION #47
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2022

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of the Regional Office of Education #47 under programs of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Regional Office of Education #47, it is not intended to and does not present the financial position, changed in net assets, or cash flows of Regional Office of Education #47.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the basis of cash receipts and disbursements, which is a basis of accounting other than U.S. generally accepted accounting principles. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Regional Office of Education #47 has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.