



**STATE OF ILLINOIS
CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**FINANCIAL AUDIT
(In Accordance with the Uniform Guidance)
For the Year Ended June 30, 2023**

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

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**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

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**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

OFFICIALS

Regional Superintendent
(current and during the audit period)

Mr. Gary Lewis

Assistant Regional Superintendent
(current and during the audit period)

Ms. Donna Kaufman

Office is located at:

3358 Big Pine Trail
Champaign, Illinois 61822

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
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 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 finding	1	-
Repeated audit finding	-	-
Prior recommendations implemented or not repeated	-	2

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>Finding (Government Auditing Standards)</i>			
2023-001	14	Inadequate Internal Controls over Receipts	Significant Deficiency

Findings and Questioned Costs (Federal Compliance)

None

Prior Audit Findings not Repeated (Government Auditing Standards)

None

Prior Audit Findings not Repeated (Federal Compliance)

None

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
COMPLIANCE REPORT SUMMARY**

EXIT CONFERENCE

The finding and recommendation appearing in this report was discussed with Agency personnel at an inform exit conference on November 20, 2023. Attending from the Regional Office of Education No. 9 were Gary Lewis, Regional Superintendent; Julie Duran, Bookkeeper; and Amy Page, Payroll Specialist; and from Adelfia LLC was Carl Ong, Manager. The Regional Office did not request a formal exit conference at this time.

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
FINANCIAL STATEMENT REPORT SUMMARY**

The audit of the accompanying basic financial statements of Champaign and Ford Counties Regional Office of Education No. 9 was performed by Adelfia LLC.

Based on their audit, the auditors expressed an unmodified opinion on the Champaign and Ford Counties Regional Office of Education No. 9'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 cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Champaign and Ford Counties Regional Office of Education No. 9, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Champaign and Ford Counties Regional Office of Education No. 9's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 Champaign and Ford Counties Regional Office of Education No. 9, as of June 30, 2023, and the respective changes in the cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Champaign and Ford Counties Regional Office of Education No. 9, 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 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- exercise professional 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, not for the purpose of expressing an opinion on the effectiveness of the Champaign and Ford Counties Regional Office of Education No. 9's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Regional Office of Education No. 9'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 as a whole that collectively comprise the Champaign and Ford Counties Regional Office of Education No. 9's basic financial statements. The combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, 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 were derived from and relate 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 cash basis combining schedules of accounts, the budgetary comparison schedules, the combining fund financial statements, and the Schedule of Expenditures of Federal Awards, as required by the Uniform Guidance are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the cash basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 11, 2024, on our consideration of the Champaign and Ford Counties Regional Office of Education No. 9'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 Champaign and Ford Counties Regional Office of Education No. 9'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 Champaign and Ford Counties Regional Office of Education No. 9's internal control over financial reporting and compliance.

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Chicago, Illinois

April 11, 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 Champaign and Ford Counties Regional Office of Education No. 9, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Champaign and Ford Counties Regional Office of Education No. 9’s basic financial statements, and have issued our report thereon dated April 11, 2024.

Report on Internal Control Over Financial Reporting

Management of the Champaign and Ford Counties Regional Office of Education No. 9 is responsible for establishing and maintaining effective internal control over financial reporting (internal control).

In planning and performing our audit of the financial statements, we considered Champaign and Ford Counties Regional Office of Education No. 9’s internal control as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Champaign and Ford Counties Regional Office of Education No. 9’s internal control. Accordingly, we do not express an opinion on the effectiveness of Champaign and Ford Counties Regional Office of Education No. 9’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 second paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Responses as item 2023-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Champaign and Ford Counties Regional Office of Education No. 9's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Regional Office of Education No. 9's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the Regional Office of Education No. 9's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Responses. The Regional Office of Education No. 9's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Champaign and Ford Counties Regional Office of Education No. 9'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 Champaign and Ford Counties Regional Office of Education No. 9's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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Chicago, Illinois

April 11, 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 Program

As Special Assistant Auditors for the Auditor General, we have audited Champaign and Ford Counties Regional Office of Education No. 9 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 the Champaign and Ford Counties Regional Office of Education No. 9's major federal programs for the year ended June 30, 2023. The Champaign and Ford Counties Regional Office of Education No. 9'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, Champaign and Ford Counties Regional Office of Education No. 9 complied, in all material respects, with the types of 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, 2023.

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 (*Government Auditing Standards*); 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 the Champaign and Ford Counties Regional Office of Education No. 9 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 audit opinions on compliance for each major federal program. Our audit does not provide a legal determination of the Champaign and Ford Counties Regional Office of Education No. 9'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 the Champaign and Ford Counties Regional Office of Education No. 9'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 the Champaign and Ford Counties Regional Office of Education No. 9'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 GAAS, *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 Champaign and Ford Counties Regional Office of Education No. 9's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 Champaign and Ford Counties Regional Office of Education No. 9'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 Champaign and Ford Counties Regional Office of Education No. 9'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 Champaign and Ford Counties Regional Office of Education No. 9'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.

Report on Internal Control Over Compliance

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 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.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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
April 11, 2024

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION I – SUMMARY OF AUDITOR’S RESULTS
For the Year Ended June 30, 2023**

Financial Statements in accordance with Cash Basis

Type of auditor’s report issued: *Unmodified*

Internal control over financial reporting:
 Material weakness(es) identified? yes no
 Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major federal programs:
 Material weakness(es) identified? yes no
 Significant deficiency(ies) identified? yes none reported

Type of auditor’s report issued on compliance for major federal programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes no

Identification of major federal programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
84.323A	Special Education - State Personnel Development

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? yes no

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION II – FINANCIAL STATEMENT FINDINGS
For the Year Ended June 30, 2023**

FINDING 2023-001 - Inadequate Internal Control over Receipts

CRITERIA/SPECIFIC REQUIREMENT:

Sound internal controls require a policy on timeliness of deposits, either based on dollar threshold or defined timeframe, from the date of receipt. There should be documentation of the date when cash and checks are received.

CONDITION:

We noted 12 of 40 receipts tested (30%), totaling \$138,878, had no documentation when the checks were received. As a result, we were unable to determine if the receipts were deposited in a timely manner.

EFFECT:

Failure to ensure timely deposit of receipts could compromise internal controls, increase the risk of potential loss, and result in a loss of interest income.

CAUSE:

The Regional Office of Education No. 9 officials indicated deposits were delayed due to competing priorities.

RECOMMENDATION:

The Regional Office of Education No. 9 should implement controls and maintain adequate supporting documentation to ensure cash receipts are deposited in a timely manner.

MANAGEMENT RESPONSE:

We have implemented a spreadsheet to record when the check comes in. This started on February 1, 2024 (approximately). This will be the standard operating procedure from this point on.

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SECTION III – FEDERAL AWARD FINDINGS
For the Year Ended June 30, 2023**

INSTANCES OF NONCOMPLIANCE:

None

SIGNIFICANT DEFICIENCIES:

None

MATERIAL WEAKNESSES:

None

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2023**

CORRECTIVE ACTION PLAN

FINDING 2023-001 – Inadequate Internal Control over Receipts

CONDITION:

We noted 12 of 40 receipts tested (30%), totaling \$138,878, had no documentation when the checks were received. As a result, we were unable to determine if the receipts were deposited in a timely manner.

PLAN:

We have implemented a spreadsheet to record the checks on the day they come in.

ANTICIPATED DATE OF COMPLETION:

February 1, 2024

CONTACT PERSON:

Mr. Gary Lewis, Regional Superintendent of Schools

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
SUMMARY SCHEDULE OF PRIOR FINDINGS NOT REPEATED
For the Year Ended June 30, 2023**

None

BASIC FINANCIAL STATEMENTS

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

STATEMENT OF NET POSITION- CASH BASIS
JUNE 30, 2023

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 3,438,081	\$ 1,033,344	\$ 4,471,425
Total assets	<u>3,438,081</u>	<u>1,033,344</u>	<u>4,471,425</u>
NET POSITION			
Restricted for educational purposes	1,252,199	-	1,252,199
Unrestricted	<u>2,185,882</u>	<u>1,033,344</u>	<u>3,219,226</u>
Total net position	<u>\$ 3,438,081</u>	<u>\$ 1,033,344</u>	<u>\$ 4,471,425</u>

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**STATEMENT OF ACTIVITIES- CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2023**

FUNCTIONS/PROGRAMS	Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position		
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-Type Activities	
Primary Government:						
Governmental activities:						
Instructional services:						
Salaries and benefits	\$ 4,307,854	\$ -	\$ 3,706,850	\$ (601,004)	\$ -	\$ (601,004)
Purchased services	1,353,751	-	1,017,204	(336,547)	-	(336,547)
Supplies and materials	182,490	-	137,205	(45,285)	-	(45,285)
Capital outlay	17,143	-	11,018	(6,125)	-	(6,125)
Pension expense	184,082	-	143,329	(40,753)	-	(40,753)
OPEB expense	17,455	-	17,089	(366)	-	(366)
Other objects	119,557	-	12,328	(107,229)	-	(107,229)
Intergovernmental:						
Payments to other governments	653,714	-	640,268	(13,446)	-	(13,446)
Total governmental activities	6,836,046	-	5,685,291	(1,150,755)	-	(1,150,755)
Business-type activities						
Charges for services	1,509,640	1,630,906	-	-	121,266	121,266
Total business-type activities	1,509,640	1,630,906	-	-	121,266	121,266
Total primary government	\$ 8,345,686	\$ 1,630,906	\$ 5,685,291	(1,150,755)	121,266	(1,029,489)
General receipts:						
Local sources				1,659,295	-	1,659,295
Interest				19,242	4,729	23,971
Total general receipts				1,678,537	4,729	1,683,266
Change in net position				527,782	125,995	653,777
Net position - beginning of year				2,910,299	907,349	3,817,648
Net position - end of year				\$ 3,438,081	\$ 1,033,344	\$ 4,471,425

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**BALANCE SHEET- CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	General Fund	Education Fund	Institute	Nonmajor Special Revenue Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 2,322,409	\$ 496,120	\$ 560,016	\$ 37,145	\$ 3,415,690
Total assets	<u>\$ 2,322,409</u>	<u>\$ 496,120</u>	<u>\$ 560,016</u>	<u>\$ 37,145</u>	<u>\$ 3,415,690</u>
FUND BALANCES (DEFICITS)					
Restricted	\$ -	\$ 655,038	\$ 560,016	\$ 37,145	\$ 1,252,199
Assigned	595,641	-	-	-	595,641
Unassigned	1,726,768	(158,918)	-	-	1,567,850
Total fund balances (deficits)	<u>\$ 2,322,409</u>	<u>\$ 496,120</u>	<u>\$ 560,016</u>	<u>\$ 37,145</u>	<u>\$ 3,415,690</u>

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

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION- CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2023

Total fund balances - governmental funds	\$ 3,415,690
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p> <p>The Internal Service Fund is used by management to charge the costs of general accounting services of the Regional Office of Education No. 9 to individual funds. The assets of the internal service fund are included in governmental activities in the Statement of Net Position.</p>	
Net Position - Internal Service	<u>22,391</u>
Net position of governmental activities	<u>\$ 3,438,081</u>

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	General Fund	Education Fund	Institute	Nonmajor Special Revenue Funds	Total Governmental Funds
Revenues:					
Local sources	\$ 1,388,639	\$ 7,161	\$ 101,335	\$ 20,011	\$ 1,517,146
State sources	854,211	2,788,864	-	1,370	3,644,445
Federal sources	38,476	2,002,370	-	-	2,040,846
Interest	9,564	1,394	2,545	179	13,682
Total revenues	<u>2,290,890</u>	<u>4,799,789</u>	<u>103,880</u>	<u>21,560</u>	<u>7,216,119</u>
Expenditures:					
Instructional services:					
Salaries and benefits	1,406,861	2,792,408	10,263	18,277	4,227,809
Purchased services	296,321	934,889	51,966	14,059	1,297,235
Supplies and materials	83,595	71,637	2,920	988	159,140
Pension expense	57,956	118,646	704	970	178,276
OPEB expense	3,557	13,898	-	-	17,455
Other objects	114,009	5,498	-	-	119,507
Intergovernmental:					
Payments to other governments	-	653,714	-	-	653,714
Capital outlay	6,853	10,290	-	-	17,143
Total expenditures	<u>1,969,152</u>	<u>4,600,980</u>	<u>65,853</u>	<u>34,294</u>	<u>6,670,279</u>
Net change in fund balances	321,738	198,809	38,027	(12,734)	545,840
Fund balances, beginning of year	<u>2,000,671</u>	<u>297,311</u>	<u>521,989</u>	<u>49,879</u>	<u>2,869,850</u>
Fund balances, end of year	<u>\$ 2,322,409</u>	<u>\$ 496,120</u>	<u>\$ 560,016</u>	<u>\$ 37,145</u>	<u>\$ 3,415,690</u>

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES- CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

Net change in fund balances	\$	545,840
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>The Internal Service Fund is used by management to charge the costs of general accounting services of the Regional Office of Education No. 9 to individual funds. The net change in net position of the internal service fund is reported with governmental activities.</p>		
		(18,058)
Change in net position of governmental activities	\$	527,782

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

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

STATEMENT OF NET POSITION- CASH BASIS
PROPRIETARY FUNDS
JUNE 30, 2023

	Business-Type Activities - Enterprise Funds			Total	Governmental Activities -
	Local Workshops	County School Facility Tax Administration	Nonmajor Enterprise Funds		Internal Service Fund
ASSETS					
Cash and cash equivalents	\$ 875,515	\$ 129,278	\$ 28,551	\$ 1,033,344	\$ 22,391
Total assets	<u>875,515</u>	<u>129,278</u>	<u>28,551</u>	<u>1,033,344</u>	<u>22,391</u>
NET POSITION					
Unrestricted	<u>875,515</u>	<u>129,278</u>	<u>28,551</u>	<u>1,033,344</u>	<u>22,391</u>
Total net position	<u>\$ 875,515</u>	<u>\$ 129,278</u>	<u>\$ 28,551</u>	<u>\$ 1,033,344</u>	<u>\$ 22,391</u>

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION- CASH BASIS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds			Total	Governmental Activities -
	Local Workshops	County School Facility Tax Administration	Nonmajor Enterprise Fund		Internal Service Fund
Operating revenues:					
Charges for services	\$ 1,356,550	\$ 256,937	\$ 17,419	\$ 1,630,906	\$ 142,149
Operating expenses:					
Salaries and benefits	824,183	16,131	-	840,314	80,045
Purchased services	471,093	47,109	17,769	535,971	56,516
Supplies and materials	45,753	20,695	-	66,448	23,350
Pension expense	18,648	1,073	-	19,721	5,806
OPEB expense	3,569	-	-	3,569	-
Other objects	170	-	-	170	50
Capital outlay	-	43,447	-	43,447	-
Total operating expenses	<u>1,363,416</u>	<u>128,455</u>	<u>17,769</u>	<u>1,509,640</u>	<u>165,767</u>
Operating income (loss)	(6,866)	128,482	(350)	121,266	(23,618)
Nonoperating revenue:					
Interest income	<u>3,921</u>	<u>796</u>	<u>12</u>	<u>4,729</u>	<u>5,560</u>
Total nonoperating revenue	<u>3,921</u>	<u>796</u>	<u>12</u>	<u>4,729</u>	<u>5,560</u>
Change in net position	(2,945)	129,278	(338)	125,995	(18,058)
Net position - beginning of year	<u>878,460</u>	<u>-</u>	<u>28,889</u>	<u>907,349</u>	<u>40,449</u>
Net position - end of year	<u>\$ 875,515</u>	<u>\$ 129,278</u>	<u>\$ 28,551</u>	<u>\$ 1,033,344</u>	<u>\$ 22,391</u>

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**STATEMENT OF FIDUCIARY NET POSITION-CASH BASIS
FIDUCIARY FUNDS
JUNE 30, 2023**

	<u>Custodial Funds</u>
ASSETS	
Cash and cash equivalents	<u>\$ 17,898</u>
Total assets	<u><u>17,898</u></u>
NET POSITION	
Restricted for other purposes	<u>17,898</u>
Total net position	<u><u>\$ 17,898</u></u>

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

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION- CASH BASIS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

ADDITIONS:	Custodial Funds
Local sources	\$ 694,412
Federal sources	214,405
Sales tax collections for other governments	26,236,399
Total additions	27,145,216
DEDUCTIONS:	
Payments of sales tax to other governments	26,236,399
Payment of payroll expenses	697,708
Payment of grant expenditures for ROE 54	212,615
Total deductions	27,146,722
Net change in fiduciary net position	(1,506)
Net position, beginning of year	19,404
Net position, end of year	\$ 17,898

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

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Regional Office of Education No. 9 was created by Illinois Public Act 76-735, as amended, effective August 7, 1995. The Regional Office operates under the School Code (105 ILCS 5/3 and 5/3A). The region encompasses Champaign and Ford counties.

A. DATE OF MANAGEMENT’S REVIEW

Management has evaluated subsequent events through April 11, 2024, the date when the financial statements were available to be issued.

B. FINANCIAL REPORTING ENTITY

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; to serve as the official advisor and assistant of school officers and teachers; to conduct teachers institutes as well as to aid and encourage the formation of other teachers’ meetings and assist in their management; to evaluate the schools in the region; to examine evidence of indebtedness; to file and keep the returns of elections required to be returned to the Regional Superintendent’s office; and to file and keep the reports and statements returned by school treasurers and trustees.

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 No. 9’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 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, 2023, the Regional Office of Education No. 9 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 No. 9. Such activities are reported as a single special revenue fund (Education Fund).

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. SCOPE OF THE REPORTING ENTITY

The Regional Office of Education No. 9’s reporting entity includes all related organizations for which it exercises oversight responsibility.

The Regional Office of Education No. 9 has developed criteria to determine whether outside agencies with activities which 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 No. 9 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 manifesting of oversight, scope of public service, and special financing relationships criteria and are therefore excluded from the accompanying financial statements because the Regional Office of Education No. 9 does not control the assets, operations, or management of the districts or joint agreements. In addition, the Regional Office of Education No. 9 is not aware of any entity that would exercise such oversight as to result in the Regional Office of Education No.9 being considered a component unit of the entity.

D. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Statement of Net Position – Cash Basis and the Statement of Activities – Cash Basis are government-wide financial statements. They report information on all of the Regional Office of Education No. 9’s activities, with most of the interfund activities removed. Governmental activities include programs supported primarily by State and federal grants and other intergovernmental revenues. The Regional Office of Education has four business-type activities that rely on fees and charges for support.

The Regional Office of Education No. 9’s government-wide financial statements include a Statement of Net Position – Cash Basis and a Statement of Activities – Cash Basis. These statements present a summary of governmental and business-type activities for the Regional Office of Education No. 9 accompanied by a total column. These statements are presented on an “economic resources” measurement focus, within the limitation of the cash basis of accounting as defined later, prescribed by GASB Statement No. 34. All of the Regional Office of Education No.9’s cash basis assets and liabilities are included in the accompanying Statement of Net Position – Cash Basis. The Statement of Activities – Cash Basis demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges for services and (2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Other items not included among program revenues are reported instead as general revenues.

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

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Concluded)

Governmental fund financial statements include a Balance Sheet – Cash Basis and a Statement of Revenues, Expenditures, and Changes in Fund Balances – Cash Basis for all major governmental funds and nonmajor funds aggregated.

E. PROPRIETARY FUND FINANCIAL STATEMENTS

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

Proprietary funds are accounted for using the “economic resources” measurement focus within the limitation of the cash basis of accounting as defined later. Accordingly, all cash basis assets and liabilities are included on the Statement of Net Position – Cash Basis. The Statement of Revenues, Expenses, and Changes in Fund Net Position – Cash Basis presents increases (revenues) and decreases (expenses) in total net position. Under the cash basis of accounting, revenues are recognized in the period in which they are received while expenses are recognized in the period in which they are disbursed.

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

F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

In the government-wide Statement of Net Position – Cash Basis and Statement of Activities – Cash Basis and the fund financial statements, governmental activities are presented using the “economic resources” measurement focus and the cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenditures when they result from cash transactions with the exception that tangible non-cash assistance is recorded. Fiduciary fund financial statements also report using this same focus and basis of accounting. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements. In addition, capital assets, postemployment liabilities and related expenses, and deferred inflows and deferred outflows, if applicable, are not recorded in these financial statements.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Concluded)

If the Regional Office utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide and proprietary fund financials would be presented on the accrual basis of accounting.

Under the terms of grant agreements, Regional Office of Education No. 9 funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted funding resources available to finance the program. It is Regional Office of Education No. 9's policy to first apply restricted funds to such programs, and then unrestricted funds. For unrestricted funds, committed funds are used first, then assigned funds, then unassigned funds if any.

G. FUND ACCOUNTING

The Regional Office of Education No. 9 uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Regional Office of Education No. 9 uses governmental, proprietary, and fiduciary funds.

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions typically are reported. Reporting for governmental funds 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.

As prescribed by GASB Statement No. 34, governmental and proprietary fund reporting focuses on the major funds, rather than on the fund type. There is a two-step process for determining if a fund should be reported as a major fund: (1) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 10% of the corresponding total for the fund type, and (2) total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of an individual fund are at least 5% of the corresponding total for the total of all governmental and proprietary funds combined. Funds that do not meet the major fund determination requirements are reported in aggregate as nonmajor funds. The Regional Office of Education No. 9 has presented all major funds that met the above qualifications.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

The Regional Office of Education No. 9 reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the Regional Office of Education No. 9. It is used to account for the expenditures that benefit all school districts in the Region except those required to be accounted for and reported in other funds. General Funds include the following:

General Operations - Accounts for monies received for, and payment of, expenditures for the general administration of the Regional Office of Education No. 9 operations.

IL Learning Technology Purchase Program - Accounts for monies received for, and payment of, expenditures for a fund created as a consortium of Learning Technology Centers, Regional Offices of Educations and school districts to purchase software, hardware and peripherals at competitive pricing from accredited suppliers.

Regional Education Alternative for Developing Youth (READY) - Accounts for grant monies and local fees received for, and payment of, expenditures to administer an alternative school program for at-risk students in grades 6-12. The READY fund also includes the School Breakfast Program and National School Lunch Program. In addition, the READY program is funded by the General State Aid.

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

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

Area IV Learning Technology Hub - Accounts for the grant monies received for, and payment of, expenditures for programs that provide assistance to local districts and schools for the implementation and support of a comprehensive system that effectively uses technology in schools to improve student academic achievement.

Juvenile Detention Center - Accounts for monies received from the Urbana School District No. 116 to provide an educational program for the students serving time at the Juvenile Detention Center.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

Education Fund (Continued)

CTE State Leadership - Accounts for a grant that provides support, conferences (2 per year), and resources throughout the State for all educators. The focus is to address equity in CTE, integration of core academics and CTE content, and outreach to strengthen partnerships and accessibility for students to participate in CTE programs.

McKinney-Vento Homeless Children & Youth Program - Accounts for grant monies received for, and payment of, expenditures for federal Statewide grant under McKinney-Vento Homeless Children and Youth Program. This program provides assistance to schools who work with the homeless youth.

American Rescue Plan – Homeless Children & Youth – Accounts for grant monies received for, and payment of, expenditures for a federal grant under the American Rescue Plan – Homeless Children & Youth Program. This program provides assistance to schools to address homeless youths’ learning loss caused by the COVID-19 pandemic.

Social Emotional Learning – Accounts for grant monies that provide training and resources for teachers to help students with social, emotional, and trauma issues.

Connections - SEL – Memo of Understanding between ROE No. 9 & ROE No. 39 to provide social-emotional and trauma plans to address the safety and well-being of students and staff in school districts.

Regional Safe Schools – To work with students in grades 6-12 who have been suspended multiple times or expelled from school, allowing them to continue their education. It accounts for aid provided by the State based on students that attend the Regional Educational Alternative for Developing Youth and Alternative School programs.

RtI Network - The Illinois RtI Network provides standardized professional development, technical assistance, and coaching to educators and parents throughout the State. These services focus on improving student performance in grades K-12 through the implementation of a multi-tiered system of instruction, intervention, and assessment, including RtI, with an emphasis on administrative leadership; scientific, research-based reading and math curricula and instruction at grades K-12; data-based decision making; universal screening and progress monitoring; and parent involvement. A standardized curriculum and a systematic professional development, technical assistance, and coaching structure are used to improve the consistency of project services.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Continued)

Education Fund (Concluded)

Schoolworks Operations - Accounts for a grant that provides professional development and training for teachers and administrators in Champaign, Ford and Vermilion Counties in the areas of gifted education, school improvement, staff development, and technology through workshops, study groups, on-site training, phone assistance, and consultation.

Truants Alternative Optional Education (TAOEP) - This program accounts for grant monies received for and in payment of expenditures for optional education opportunities to school dropouts, potential dropouts, and truants of the Region.

Workforce Investment – This program accounts for grant monies received from the Department of Labor to promote youth employment programs for eligible youth, ages 14-24, who face barriers to education, training and employment.

Elevating Special Educators – This program accounts for the proceeds of a grant used to provide professional learning, mentoring, and coaching for special educators.

Digital Equity – This program accounts for the proceeds of a grant to purchase electronic devices for all students to allow them access to remote learning.

ISBE Capacity Builders – The IL State Board of Education provided ROEs/ISCs and school districts access to funding to provide professional learning activities to support curriculum development, standards alignment, assessment and data analysis, and then added social emotional learning. ROE No. 9 and ROE No. 54, through ROE SchoolWorks, signed on to provide such support and will submit for reimbursement to ROE No. 35, the fiscal agent. In the ROE No. 9 region, there are three districts that completed a needs assessment and wrote a plan for services for ROE SchoolWorks to provide. There is an original allotment to be allowed, but if not all institutions use their allotments, then more can be requested.

Institute Fund - Accounts for teacher license registrations, issuance and evaluation fees for processing certificates, and expenses for meetings of a professional nature. All funds generated remain restricted until expended only on the aforementioned activities.

Nonmajor Special Revenue Funds - Nonmajor special revenue funds include the following:

General Education Development (GED) - Accounts for the receipts and expenses pertaining to the GED/High School Equivalency program for high school dropouts.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. FUND ACCOUNTING (Continued)

GOVERNMENTAL FUNDS (Concluded)

Nonmajor Special Revenue Funds (Concluded)

School Bus Driver Training - Accounts for State and local receipts and expenses as a result of training school district bus drivers.

PROPRIETARY FUNDS

Proprietary Funds – Proprietary funds account for revenues and expenses related to services provided to organizations inside the Region on a cost-reimbursement basis. Proprietary funds include enterprise funds, which provide services to other organizations, and internal service funds, which provide services to other ROE No. 9 funds and programs. The Regional Office of Education No.9 reports the following enterprise funds:

Local Workshops - Accounts for monies received from registration fees for trainings and workshops conducted by the Regional Office of Education No. 9 for the school district administrators and professionals.

County School Facility Tax Administration – The ROE now receives an admin fee each month from the County School Facility Tax that is transferred to the school districts. Monies are put into a separate fund.

Nonmajor Enterprise Funds - Nonmajor enterprise funds consist of:

Fingerprinting Services – Accounts for revenues and expenditures related to the processing of fingerprinting for teachers.

HR Solutions (Tomlinson) - Accounts for monies received from participating school districts which are used to provide technical assistance and training on human resources issues.

The Regional Office of Education No. 9 reports the following internal service fund:

Internal Service Fund - Accounts for the general accounting services and other expenses provided to other operating areas and programs of the Regional Office of Education No. 9 on a cost-reimbursement basis.

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the Regional Office of Education No. 9 in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. FUND ACCOUNTING (Concluded)

FIDUCIARY FUNDS (Concluded)

Custodial Funds – Custodial funds are used to report fiduciary activities that are not required to be reported as another fiduciary fund type. Custodial funds include the following:

County School Facility Sales Tax - This fund accounts for monies received from Champaign County representing 1% of the county's sales tax revenues. In accordance with the School Code 105 ILCS 5/3-14.31, proceeds from the sales tax revenues are distributed to the school districts in Champaign County based on student enrollment.

Payroll Clearing - This fund receives money from Facilitating Coordination in Agricultural Education (FCAE) to pay for FCAE payroll expenses, which the Regional Office of Education No. 9 processes.

Regional Board of Trustees - This fund accounts for the monies received from, and disbursed for, the activities of the Regional Board of Trustees.

Vermilion County Evaluating Special Educators – This fund accounts for monies received from, and disbursed for, the activities of the Regional Office of Education No. 54's Elevating Special Educators grant.

SEL – (ROE No. 54) – Cohort 1 – Through a reimbursement process with Macon-Piatt ROE No. 39, ROE SchoolWorks will utilize the SEL funds to provide professional learning activities for the five districts who were part of the first cohort for social emotional learning support. Professional learning activities include, but are not limited to: instructional coaching, team facilitation, staff training, administration mentoring, professional learning plan development, and acquisition of learning materials for professional learning.

H. GOVERNMENTAL FUND BALANCES

Fund balance is the difference between assets and liabilities in a governmental fund. The following types of fund balances may be presented in the Governmental Funds Balance Sheet – Cash Basis:

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, due to either their form or legal restrictions. The Regional Office of Education No. 9 has no nonspendable fund balances.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. GOVERNMENTAL FUND BALANCES (Concluded)

Restricted Fund Balance – The portion of a governmental fund’s net position that is subject to external enforceable legal restrictions. The following fund balances are restricted by Illinois Statute or donor restrictions: Institute, Juvenile Detention Center, McKinney-Vento Homeless Children & Youth Program, Connections - SEL, Schoolworks Operations, TAOEP, Elevating Special Educators, General Education Development, and School Bus Driver Training.

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 No. 9 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. The IL Learning Technology Purchase Program Fund has 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 fund balances are unassigned: General Operations, Regional Education Alternative for Developing Youth, Area IV Learning Technology Hub, American Rescue Plan – Homeless Children & Youth, Workforce Investment, and ISBE Capacity Builders.

I. NET POSITION

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

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

Unrestricted net position – The net amount of the assets that are not included in the determination of the restricted component of net position.

J. CASH AND CASH EQUIVALENTS

The Champaign/Ford Counties Regional Office of Education No. 9’s cash and cash equivalents are considered to be demand deposits and short-term investments. All interest income is recognized as revenue in the appropriate fund’s Statement of Revenues, Expenditures, and Changes in Fund Balances – Cash Basis or Statement of Revenues, Expenses, and Changes in Fund Net Position – Cash Basis.

K. CAPITAL ASSETS

Capital assets are not reported on the cash basis of accounting.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)

L. COMPENSATED ABSENCES

Non-certified and certified employees who work 12 calendar months earn up to 20 vacation days for a full year of service. The accumulated total of vacation days may never exceed 30 days. In the event that a program terminates, no vacation days will be honored past the ending date of the program. Certified employees who work less than 12 calendar months per year do not earn vacation days. No liability for compensated absences are reported in the basic financial statements as the Regional Office of Education No. 9 keeps its books on the cash basis of accounting.

Employees receive up to 12 sick days annually and the unused portion is accumulated up to 180 days and carried forward. Employee sick leave is recorded when paid. Upon termination, employees do not receive any accumulated sick leave pay.

M. BUDGET INFORMATION

The Regional Office of Education No. 9 acts as the administrative agent for certain grant programs that are accounted for in the General and Education Funds. Certain programs within the General Fund and Education Fund have separate budgets and are required to report to the Illinois State Board of Education; however, none of the annual budgets have been legally adopted nor are they required to be. Comparisons of budgeted and actual results are presented as supplementary information. Budgetary comparison schedules have been provided in supplementary schedules for the following funds: Area IV Learning Technology Hub, CTE State Leadership, McKinney-Vento Homeless Children & Youth Program, American Rescue Plan – Homeless Children & Youth, Social Emotional Learning, Connections – SEL, Regional Safe Schools, RtI Network, Schoolworks Operations, TAOEP, Elevating Special Educators, Digital Equity, and ISBE Capacity Builders.

N. NEW ACCOUNTING PRONOUNCEMENTS

For the fiscal year ended June 30, 2023, the Regional Office of Education No. 9 implemented Governmental Accounting Standards Board (GASB) Statement No. 91, *Conduit Debt Obligations*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, and certain provisions of GASB Statement No. 99, *Omnibus 2022*. The implementation of these GASB Statements had no significant impact on the Regional Office of Education No. 9's financial statements.

O. STATE AND FEDERAL SOURCE REVENUE

Certain State and federal grants provide funding that is restricted to expenditures for specified purposes within specified time frames. If the funding is not spent within such guidelines, it must be returned to the grantor. The Elevating Special Educators program, included in the Education Fund, did not expend the full amount of revenue it received during the year ended June 30, 2023 and will be returning \$201,272 to the Illinois State Board of Education during the year ending June 30, 2024.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 – CASH

A. DEPOSITS

At June 30, 2023, the carrying amounts of the Regional Office of Education No. 9’s government-wide fund and custodial fund deposits were \$4,471,331 and \$17,898, respectively, and the bank balances were \$4,832,243 and \$121,020, respectively. Of the total bank balances as of June 30, 2023, \$372,020 was secured by federal depository insurance and \$4,581,243 was collateralized by pledged securities.

CUSTODIAL CREDIT RISK

Custodial credit risk for deposits with financial institutions is the risk that, in the event of bank failure, the Regional Office of Education No. 9’s deposits may not be returned to it. To guard against custodial credit risk for deposits with financial institutions, the Regional Office of Education No. 9’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 No. 9.

B. INVESTMENTS

At June 30, 2023, the carrying amount of the Regional Office of Education No. 9's deposits in the Illinois Funds Money Market Fund for the governmental activities was \$94. The bank balance invested in the Illinois Funds Money Market Fund was \$94. This fund enables custodians of public funds an investment option with a competitive rate of return on fully collateralized investments and immediate access to the funds. These deposits are included in cash and cash equivalents in the Regional Office of Education No. 9's governmental activities.

CREDIT RISK

At June 30, 2023, the Illinois Funds Money Market Fund had a Standard and Poor’s AAAM rating. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provision of the Illinois Public Funds Investment Act, 30 ILCS 235. All investments are fully collateralized.

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.

INTEREST RATE RISK

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

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 – DEFINED BENEFIT PENSION PLAN

The Regional Office of Education No. 9 contributes to the Illinois Municipal Retirement Fund (IMRF) for both Regional Office of Education No. 9 and Facilitating Coordination in Agricultural Education (FCAE) employees reported under Regional Office of Education No. 9's IMRF employer number. IMRF is an agent multiple-employer public employee retirement system; however, the Regional Office of Education No. 9's participation in IMRF is equivalent to a cost sharing multiple-employer pension plan since only one actuarial valuation is performed for both the Regional Office of Education No. 9 and FCAE combined. The IMRF contributions reported in the Regional Office of Education No. 9's financial statements are only the contributions related to the Regional Office's employees. The IMRF contributions for FCAE employees have been included in the Payroll Clearing Fund in the Fiduciary Funds financial statements.

IMRF Plan Description

The Regional Office of Education No. 9's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Regional Office of Education No. 9's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple employer public pension fund. A summary of IMRF's pension benefits is provided in the following "Benefits Provided" section of this note. 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).

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.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 – DEFINED BENEFIT PENSION PLAN (Concluded)

Benefits Provided (Concluded)

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.

Contributions

As set by statute, the Regional Office of Education No. 9's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Regional Office of Education No. 9's annual contribution rate for calendar year 2022 was 9.75%. For the fiscal year ended June 30, 2023, the Regional Office of Education No. 9 contributed \$111,844 to the plan. The Regional Office of Education No. 9 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.

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

Plan Description

The Regional Office of Education No. 9 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://trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 – TEACHERS’ RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (Continued)

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 from Tier I.

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

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, 2026. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the Regional Office of Education No. 9.

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, 2023, were \$18,188.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 – TEACHERS’ RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (Concluded)

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the Regional Office of Education No. 9, there is a statutory requirement for the Regional Office of Education No. 9 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, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$703,265 were paid from federal and special trust funds that required employer contributions of \$73,772.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The Regional Office of Education No. 9 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, 2023, the Regional Office of Education No. 9 made no payments to TRS for employer contributions due on salary increases in excess of 6 percent or for sick leave days granted in excess of the normal annual allotment.

NOTE 5 – TEACHERS’ HEALTH INSURANCE SECURITY FUND

THIS Plan Description

The Regional Office of Education No. 9 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 the health benefits to retirees, as established under the plan, and associated administrative costs. The THIS fund is a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers retired employees of participating employers throughout the State of Illinois, excluding the Chicago Public School System. THIS health coverage includes provisions for medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants may participate in the State administered Preferred Provider Organization plan or choose from several managed care options. As a result of the Governor’s Executive Order 12-01, the responsibilities in relation to THIS were transferred to the Department of Central Management Services (Department) as of July 1, 2013. The Department administers the plan with the cooperation of the Teachers’ Retirement System (TRS).

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 – TEACHERS’ HEALTH INSURANCE SECURITY FUND (Concluded)

Benefits Provided

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor’s approval. The plan is administered by Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 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.

Employer contributions to the THIS Fund

The Regional Office of Education No. 9 also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the years ended June 30, 2023 and 2022, and 0.92 percent during the year ended June 30, 2021. For the year ended June 30, 2023, the Regional Office of Education No. 9 paid \$21,024 to the THIS Fund, which was 100 percent of the required contribution. For the years ended June 30, 2022 and 2021, the Regional Office of Education No. 9 paid \$22,761 and \$23,648 to the THIS Fund, respectively, which was 100 percent of the required contribution.

Further information on the THIS Fund

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

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS – HEALTH INSURANCE

Plan Description

The Regional Office of Education No. 9 provides a single-employer defined-benefit postemployment healthcare plan to retirees who participate in the IMRF retirement plan. This plan extends the same health benefits to annuitants as to active employees in the IMRF plan. The Governmental Accounting Standards Board (GASB) issued Statement No.’s 74 and 75 that established generally accepted accounting principles for the annual financial statements for postemployment benefit plans other than pension plans. The required information is as follows:

Eligibility Provisions

Full-Time Employees – IMRF

- Tier I IMRF Full-Time ROE employees age 55 with at least 8 years of service are covered.
- Tier II IMRF Full-Time ROE employees age 62 with at least 10 years of service are covered.

Full-Time Employees – TRS

TRS employees are not eligible to stay on ROE insurance coverage upon retirement.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS – HEALTH INSURANCE (Concluded)

Benefits Provided

The Regional Office of Education No. 9 provides continued health insurance coverage at the blended employer rate to all eligible Regional Office of Education No. 9 retirees in accordance with Illinois Compiled Statutes, which creates an implicit subsidy of retiree health insurance. The Regional Office of Education No. 9 offers several Health Alliance Medical Plans to full time IMRF employees. Retirees pay the full cost of coverage, including the cost of spousal coverage. Coverage continues until Medicare eligibility is reached. If the retiree attains age 65 (eligible for Medicare) prior to their spouse, the spouse may continue to elect coverage through the Regional Office of Education No. 9 until the spouse attains age 65.

Funding Policy

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

NOTE 7 – LEASES

The Regional Office of Education No. 9 leases a copier from Gibbs Technology Leasing, LLC for \$347 per month. The lease runs from June 13, 2019 to June 13, 2024.

The Regional Office of Education No. 9 leases a copier from GFI Digital, Inc. for \$192 per month. The lease runs from January 1, 2021 to December 31, 2025.

The Regional Office of Education No. 9 leases classroom and office space from Champaign-Urbana Mass Transit District. The Regional Office of Education No. 9 is committed through June 30, 2023 under the lease agreement. The lease agreement calls for monthly lease payments of \$14,476 through October 31, 2021, \$14,287 from November 1, 2021 to October 31, 2022, and \$14,744 from November 1, 2022 to June 30, 2023.

The Regional Office of Education No. 9 leased storage space from Champaign-Urbana Mass Transit District. The lease runs from August 1, 2021 through May 31, 2024. This lease called for monthly lease payments of \$1,200.

The Regional Office of Education No. 9 leased office space from TAG Along Associates, LP for \$3,750 and \$3,833 per month for eight months and four months, respectively. The lease runs from March 1, 2017 to February 28, 2027. Rent was increased by 2.04% on March 1, 2022, and will increase on March 1 of each year thereafter.

Rent expense for the year ended June 30, 2023, was \$238,904. Future minimum rentals are as follows for the years ending June 30:

2024	\$	64,840
2025		49,776
2026		49,790
2027		33,000
		33,000
	\$	197,406

CHAMPAIGN AND FORD COUNTIES
 REGIONAL OFFICE OF EDUCATION NO. 9
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – RISK MANAGEMENT

The Regional Office of Education No. 9 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 No. 9 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.

NOTE 9 – ON-BEHALF PAYMENTS

The State of Illinois paid the following salaries on behalf of the Regional Office of Education No. 9:

Regional Superintendent - salary	\$ 127,908
Regional Superintendent - benefits (includes State paid insurance)	40,818
Assistant Regional Superintendent - salary	115,116
Assistant Regional Superintendent - benefits (includes State paid insurance)	32,527
	<u>\$ 316,369</u>

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

The Regional Office of Education No. 9 also receives on-behalf amounts from ISBE in regards to the Teachers' Retirement System of the State of Illinois (TRS) and Teachers' Health Insurance Security Fund (THIS). Due to the Regional Office of Education No. 9 reporting on the cash basis of accounting, the on-behalf payments are not recorded in the financial statements as the amounts were not received or disbursed in cash.

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The cash basis of accounting requires disclosure of certain information concerning individual funds which are presented only in combination on the financial statements. Funds having deficit fund balances/net position and funds which overexpend appropriations during the year are required to be disclosed. The Regional Office of Education No. 9 intends to reduce expenditures or transfer unrestricted funds to compensate for the deficit fund balances.

The following funds had deficit fund balances at June 30, 2023:

Education Fund		
Area IV Learning Technology Hub	\$	129,804
American Rescue Plan - Homeless Children & Youth		6,375
Workforce Investment		19,039
ISBE Capacity Builders		3,700

SUPPLEMENTAL INFORMATION

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF ACCOUNTS- CASH BASIS
GENERAL FUND
June 30, 2023

	General Operations	IL Learning Technology Purchase Program	Regional Education Alternative for Developing Youth	Total
ASSETS				
Cash and cash equivalents	\$ 113,663	\$ 595,641	\$ 1,613,105	\$ 2,322,409
Total assets	<u>\$ 113,663</u>	<u>\$ 595,641</u>	<u>\$ 1,613,105</u>	<u>\$ 2,322,409</u>
FUND BALANCES				
Assigned	\$ -	\$ 595,641	\$ -	\$ 595,641
Unassigned	113,663	-	1,613,105	1,726,768
Total fund balances	<u>\$ 113,663</u>	<u>\$ 595,641</u>	<u>\$ 1,613,105</u>	<u>\$ 2,322,409</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	General Operations	IL Learning Technology Purchase Program	Regional Education Alternative for Developing Youth	Total
Revenues:				
Local sources	\$ 349,079	\$ 402,735	\$ 636,825	\$ 1,388,639
State sources	-	-	854,211	854,211
Federal sources	-	-	38,476	38,476
Interest	304	2,479	6,781	9,564
Total revenues	349,383	405,214	1,536,293	2,290,890
Expenditures:				
Instructional services:				
Salaries and benefits	188,087	232,950	985,824	1,406,861
Purchased services	41,780	152,315	102,226	296,321
Supplies and materials	13,460	1,625	68,510	83,595
Pension expense	13,301	17,129	27,526	57,956
OPEB expense	-	-	3,557	3,557
Other objects	100,587	6,327	7,095	114,009
Capital outlay	6,125	-	728	6,853
Total expenditures	363,340	410,346	1,195,466	1,969,152
Net change in fund balances	(13,957)	(5,132)	340,827	321,738
Fund balances, beginning of year	127,620	600,773	1,272,278	2,000,671
Fund balances, end of year	\$ 113,663	\$ 595,641	\$ 1,613,105	\$ 2,322,409

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF ACCOUNTS- CASH BASIS
EDUCATION FUND
June 30, 2023

	Area IV Learning Technology Hub	Juvenile Detention Center	CTE State Leadership	McKinney - Vento Homeless Children & Youth Program
ASSETS				
Cash and cash equivalents	\$ (129,804)	\$ 390,234	\$ -	\$ 18,368
Total assets	<u>\$ (129,804)</u>	<u>\$ 390,234</u>	<u>\$ -</u>	<u>\$ 18,368</u>
FUND BALANCES (DEFICITS)				
Restricted	\$ -	\$ 390,234	\$ -	\$ 18,368
Unassigned	<u>(129,804)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficits)	<u>\$ (129,804)</u>	<u>\$ 390,234</u>	<u>\$ -</u>	<u>\$ 18,368</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF ACCOUNTS- CASH BASIS
EDUCATION FUND
June 30, 2023

	American Rescue Plan - Homeless Children & Youth	Social Emotional Learning	Connections - SEL	Regional Safe Schools
ASSETS				
Cash and cash equivalents	\$ (6,375)	\$ -	\$ 13,950	\$ -
Total assets	<u>\$ (6,375)</u>	<u>\$ -</u>	<u>\$ 13,950</u>	<u>\$ -</u>
FUND BALANCES (DEFICITS)				
Restricted	\$ -	\$ -	\$ 13,950	\$ -
Unassigned	<u>(6,375)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficits)	<u>\$ (6,375)</u>	<u>\$ -</u>	<u>\$ 13,950</u>	<u>\$ -</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF ACCOUNTS- CASH BASIS
EDUCATION FUND
June 30, 2023

	RtI Network	Schoolworks Operations	TAOEP	Workforce Investment
ASSETS				
Cash and cash equivalents	\$ -	\$ 15,925	\$ 11,117	\$ (19,039)
Total assets	<u>\$ -</u>	<u>\$ 15,925</u>	<u>\$ 11,117</u>	<u>\$ (19,039)</u>
FUND BALANCES (DEFICITS)				
Restricted	\$ -	\$ 15,925	\$ 11,117	\$ -
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,039)</u>
Total fund balances (deficits)	<u>\$ -</u>	<u>\$ 15,925</u>	<u>\$ 11,117</u>	<u>\$ (19,039)</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF ACCOUNTS- CASH BASIS
EDUCATION FUND
June 30, 2023

	Elevating Special Educators	Digital Equity	ISBE Capacity Builders	Total
ASSETS				
Cash and cash equivalents	\$ 205,444	\$ -	\$ (3,700)	\$ 496,120
Total assets	<u>\$ 205,444</u>	<u>\$ -</u>	<u>\$ (3,700)</u>	<u>\$ 496,120</u>
FUND BALANCES (DEFICITS)				
Restricted	\$ 205,444	\$ -	\$ -	\$ 655,038
Unassigned	<u>-</u>	<u>-</u>	<u>(3,700)</u>	<u>(158,918)</u>
Total fund balances (deficits)	<u>\$ 205,444</u>	<u>\$ -</u>	<u>\$ (3,700)</u>	<u>\$ 496,120</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	Area IV Learning Technology Hub	Juvenile Detention Center	CTE State Leadership	McKinney - Vento Homeless Children & Youth Program
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ 7,161
State sources	1,866,533	199,822	-	-
Federal sources	126,060	-	-	50,307
Interest	-	1,312	-	82
Total revenues	<u>1,992,593</u>	<u>201,134</u>	<u>-</u>	<u>57,550</u>
Expenditures:				
Instructional services:				
Salaries and benefits	1,352,022	110,300	1,661	30,149
Purchased services	319,714	10,073	24	7,691
Supplies and materials	30,258	3,142	-	603
Pension expense	48,884	3,373	52	2,145
OPEB expense	5,126	411	12	15
Other objects	4,133	-	-	22
Intergovernmental:				
Payments to other governments	18,456	-	13,150	2,862
Capital outlay	1,841	-	-	-
Total expenditures	<u>1,780,434</u>	<u>127,299</u>	<u>14,899</u>	<u>43,487</u>
Net change in fund balances	212,159	73,835	(14,899)	14,063
Fund balances (deficits), beginning of year	<u>(341,963)</u>	<u>316,399</u>	<u>14,899</u>	<u>4,305</u>
Fund balances (deficits), end of year	<u>\$ (129,804)</u>	<u>\$ 390,234</u>	<u>\$ -</u>	<u>\$ 18,368</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	American Rescue Plan - Homeless Children & Youth	Social Emotional Learning	Connections - SEL	Regional Safe Schools
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	100,668
Federal sources	40,541	-	46,000	-
Interest	-	-	-	-
Total revenues	<u>40,541</u>	<u>-</u>	<u>46,000</u>	<u>100,668</u>
Expenditures:				
Instructional services:				
Salaries and benefits	16,234	-	16,579	-
Purchased services	9,953	28,886	13,617	100,668
Supplies and materials	285	1,633	818	-
Pension expense	927	-	843	-
OPEB expense	70	-	193	-
Other objects	-	-	-	-
Intergovernmental:				
Payments to other governments	1,424	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>28,893</u>	<u>30,519</u>	<u>32,050</u>	<u>100,668</u>
Net change in fund balances	11,648	(30,519)	13,950	-
Fund balances (deficits), beginning of year	<u>(18,023)</u>	<u>30,519</u>	<u>-</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ (6,375)</u>	<u>\$ -</u>	<u>\$ 13,950</u>	<u>\$ -</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	RtI Network	Schoolworks Operations	TAOEP	Workforce Investment
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ -
State sources	-	469,569	144,325	-
Federal sources	-	-	-	90,927
Interest	-	-	-	-
Total revenues	-	469,569	144,325	90,927
Expenditures:				
Instructional services:				
Salaries and benefits	-	346,169	114,717	70,994
Purchased services	33	119,049	15,062	2,970
Supplies and materials	-	15,983	2,389	2,222
Pension expense	-	16,219	5,676	4,209
OPEB expense	-	568	240	260
Other objects	-	616	-	-
Intergovernmental:				
Payments to other governments	-	-	-	-
Capital outlay	-	3,779	-	-
Total expenditures	33	502,383	138,084	80,655
Net change in fund balances	(33)	(32,814)	6,241	10,272
Fund balances (deficits), beginning of year	33	48,739	4,876	(29,311)
Fund balances (deficits), end of year	\$ -	\$ 15,925	\$ 11,117	\$ (19,039)

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
EDUCATION FUND ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	Elevating Special Educators	Digital Equity	ISBE Capacity Builders	Total
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ 7,161
State sources	-	-	7,947	2,788,864
Federal sources	1,642,266	6,269	-	2,002,370
Interest	-	-	-	1,394
Total revenues	1,642,266	6,269	7,947	4,799,789
Expenditures:				
Instructional services:				
Salaries and benefits	724,766	-	8,817	2,792,408
Purchased services	301,278	3,138	2,733	934,889
Supplies and materials	13,435	869	-	71,637
Pension expense	36,221	-	97	118,646
OPEB expense	7,003	-	-	13,898
Other objects	727	-	-	5,498
Intergovernmental:				
Payments to other governments	617,822	-	-	653,714
Capital outlay	1,788	2,882	-	10,290
Total expenditures	1,703,040	6,889	11,647	4,600,980
Net change in fund balances	(60,774)	(620)	(3,700)	198,809
Fund balances (deficits), beginning of year	266,218	620	-	297,311
Fund balances (deficits), end of year	<u>\$ 205,444</u>	<u>\$ -</u>	<u>\$ (3,700)</u>	<u>\$ 496,120</u>

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
AREA IV LEARNING TECHNOLOGY HUB
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 1,778,180	\$ 1,778,180	\$ 1,866,533
Federal sources	-	-	126,060
Total revenues	<u>1,778,180</u>	<u>1,778,180</u>	<u>1,992,593</u>
Expenditures:			
Instructional services:			
Salaries and benefits	1,430,977	1,412,732	1,352,022
Purchased services	247,958	311,044	319,714
Supplies and materials	57,545	29,975	30,258
Pension expense	-	-	48,884
OPEB expense	-	-	5,126
Other objects	14,500	4,133	4,133
Intergovernmental:			
Payments to other governments	22,200	18,456	18,456
Capital outlay	<u>5,000</u>	<u>1,840</u>	<u>1,841</u>
Total expenditures	<u>1,778,180</u>	<u>1,778,180</u>	<u>1,780,434</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	212,159
Fund balance (deficit), beginning of year			<u>(341,963)</u>
Fund balance (deficit), end of year			<u>\$ (129,804)</u>

Note: Actual state sources and federal sources revenues include \$225,992 and \$126,060, respectively, from the fiscal year 2022 grant.

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
CTE STATE LEADERSHIP
FISCAL YEAR 2022 GRANT
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 250,000	\$ 165,593	\$ -
Expenditures:			
Instructional services:			
Salaries and benefits	81,912	59,688	1,661
Purchased services	103,170	47,989	24
Supplies and materials	47,175	47,173	-
Pension expense	-	-	52
OPEB expense	-	-	12
Intergovernmental:			
Payments to other governments	17,743	10,743	13,150
Total expenditures	250,000	165,593	14,899
Net change in fund balances	\$ -	\$ -	(14,899)
Fund balance, beginning of year			14,899
Fund balance, end of year			\$ -

SCHEDULE 7

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
MCKINNEY-VENTO HOMELESS CHILDREN & YOUTH PROGRAM
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Local sources	\$ -	\$ -	\$ 7,161
Federal sources	35,614	35,614	50,307
Interest	-	-	82
	35,614	35,614	57,550
Expenditures:			
Instructional services:			
Salaries and benefits	20,952	29,145	30,149
Purchased services	9,165	5,819	7,691
Supplies and materials	5,497	650	603
Pension expense	-	-	2,145
OPEB expense	-	-	15
Other objects	-	-	22
Intergovernmental:			
Payments to other governmental units	-	-	2,862
	35,614	35,614	43,487
Net change in fund balances	\$ -	\$ -	14,063
Fund balance, beginning of year			4,305
Fund balance, end of year			\$ 18,368

SCHEDULE 8

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
AMERICAN RESCUE PLAN- HOMELESS CHILDREN & YOUTH
FISCAL YEAR 2022 GRANT
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 92,345	\$ 92,345	\$ 40,541
Expenditures:			
Instructional services:			
Salaries and benefits	68,701	68,701	16,234
Purchased services	18,000	18,000	9,953
Supplies and materials	1,500	1,500	285
Pension expense	-	-	927
OPEB expense	-	-	70
Intergovernmental:			
Payments to other governmental units	4,144	4,144	1,424
Total expenditures	92,345	92,345	28,893
Net change in fund balances	\$ -	\$ -	11,648
Fund balance (deficit), beginning of year			(18,023)
Fund balance (deficit), end of year			\$ (6,375)

SCHEDULE 9

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
SOCIAL EMOTIONAL LEARNING
FISCAL YEAR 2022 GRANT
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 36,000	\$ 36,000	\$ -
Expenditures:			
Instructional services:			
Purchased services	31,000	31,000	28,886
Supplies and materials	5,000	5,000	1,633
Total expenditures	36,000	36,000	30,519
Net change in fund balances	\$ -	\$ -	(30,519)
Fund balance, beginning of year			30,519
Fund balance, end of year			\$ -

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
CONNECTIONS-SEL
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 46,000	\$ 46,000	\$ 46,000
Expenditures:			
Instructional services:			
Salaries and benefits	40,360	40,360	16,579
Purchased services	600	600	13,617
Supplies and materials	5,040	5,040	818
Pension expense	-	-	843
OPEB expense	-	-	193
Total expenditures	46,000	46,000	32,050
Net change in fund balances	\$ -	\$ -	13,950
Fund balance, beginning of year			-
Fund balance, end of year			\$ 13,950

SCHEDULE 11

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
REGIONAL SAFE SCHOOLS
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues:			
State sources	\$ 100,668	\$ 100,668	\$ 100,668
Expenditures:			
Instructional services:			
Purchased services	100,668	100,668	100,668
Total expenditures	100,668	100,668	100,668
Net change in fund balances	\$ -	\$ -	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
RTI NETWORK
FISCAL YEAR 2022 GRANT
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 239,841	\$ 239,841	\$ -
Expenditures:			
Instructional services:			
Salaries and benefits	235,237	235,237	-
Purchased services	4,604	4,604	33
Total expenditures	239,841	239,841	33
Net change in fund balances	\$ -	\$ -	(33)
Fund balance, beginning of year			33
Fund balance, end of year			\$ -

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
SCHOOLWORKS OPERATIONS
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 380,305	\$ 380,305	\$ 469,569
Total revenues	<u>380,305</u>	<u>380,305</u>	<u>469,569</u>
Expenditures:			
Instructional services:			
Salaries and benefits	299,062	291,484	346,169
Purchased services	62,756	75,371	119,049
Supplies and materials	7,987	8,972	15,983
Pension expense	-	-	16,219
OPEB expense	-	-	568
Other objects	6,000	2,760	616
Intergovernmental:			
Payments to other governments	500	718	-
Capital outlay	<u>4,000</u>	<u>1,000</u>	<u>3,779</u>
Total expenditures	<u>380,305</u>	<u>380,305</u>	<u>502,383</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	(32,814)
Fund balance, beginning of year			<u>48,739</u>
Fund balance, end of year			<u>\$ 15,925</u>

Note: Actual revenues and expenditures exceeded budget amounts due to the Regional Office of Education No. 9 including revenues received from the Regional Office of Education No. 54 and the related expenditures. The Regional Office of Education No. 9 operates a program in which the Regional Office Education No. 54 participates. The Regional Office of Education No. 54 provides funding received from the Illinois State Board of Education- ROE/ISC Operations Grant to the Regional Office of Education No.9.

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
TRUANTS ALTERNATIVE OPTIONAL EDUCATION PROGRAM
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 144,325	\$ 144,325	\$ 144,325
Expenditures:			
Instructional services:			
Salaries and benefits	127,241	127,241	114,717
Purchased services	15,598	15,598	15,062
Supplies and materials	1,486	1,486	2,389
Pension expense	-	-	5,676
OPEB expense	-	-	240
Total expenditures	144,325	144,325	138,084
Net change in fund balances	\$ -	\$ -	6,241
Fund balance, beginning of year			4,876
Fund balance, end of year			\$ 11,117

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
ELEVATING SPECIAL EDUCATORS
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 2,071,535	\$ 2,071,535	\$ 1,642,266
Expenditures:			
Instructional services:			
Salaries and benefits	763,411	763,411	724,766
Purchased services	515,784	515,784	301,278
Supplies and materials	12,500	12,500	13,435
Pension expense	-	-	36,221
OPEB expense	-	-	7,003
Other objects	2,000	2,000	727
Intergovernmental:			
Payments to other governments	774,840	774,840	617,822
Capital outlay	3,000	3,000	1,788
Total expenditures	2,071,535	2,071,535	1,703,040
Net change in fund balances	\$ -	\$ -	\$ (60,774)
Fund balance, beginning of year			266,218
Fund balance, end of year			\$ 205,444

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
DIGITAL EQUITY
FISCAL YEAR 2022 GRANT
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
Federal sources	\$ 25,183	\$ 25,183	\$ 6,269
Expenditures:			
Instructional services:			
Purchased services	3,683	3,683	3,138
Supplies and materials	12,000	12,000	869
Capital outlay	9,500	9,500	2,882
Total expenditures	25,183	25,183	6,889
Net change in fund balances	\$ -	\$ -	\$ (620)
Fund balance, beginning of year			620
Fund balance, end of year			\$ -

SCHEDULE 17

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
BUDGETARY COMPARISON SCHEDULE- CASH BASIS
EDUCATION FUND ACCOUNTS
ISBE CAPACITY BUILDERS
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues:			
State sources	\$ 11,200	\$ 11,450	\$ 7,947
Expenditures:			
Instructional services:			
Salaries and benefits	3,380	3,380	8,817
Purchased services	7,150	7,400	2,733
Supplies and materials	670	670	-
Pension expense	-	-	97
Total expenditures	11,200	11,450	11,647
Net change in fund balances	\$ -	\$ -	\$ (3,700)
Fund balance, beginning of year			-
Fund balance (deficit), end of year			\$ (3,700)

SCHEDULE 18

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
COMBINING BALANCE SHEET- CASH BASIS
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2023**

	<u>General Education Development</u>	<u>School Bus Driver Training</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 32,051	\$ 5,094	\$ 37,145
Total assets	<u>\$ 32,051</u>	<u>\$ 5,094</u>	<u>\$ 37,145</u>
FUND BALANCES			
Restricted	<u>\$ 32,051</u>	<u>\$ 5,094</u>	<u>\$ 37,145</u>
Total fund balances	<u>\$ 32,051</u>	<u>\$ 5,094</u>	<u>\$ 37,145</u>

SCHEDULE 19

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES- CASH BASIS
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>General Education Development</u>	<u>School Bus Driver Training</u>	<u>Total</u>
Revenues:			
Local sources	\$ 16,765	\$ 3,246	\$ 20,011
State sources	-	1,370	1,370
Interest	147	32	179
	16,912	4,648	21,560
Total revenues	16,912	4,648	21,560
Expenditures:			
Instructional services:			
Salaries and benefits	10,182	8,095	18,277
Purchased services	12,160	1,899	14,059
Supplies and materials	988	-	988
Pension expense	741	229	970
	24,071	10,223	34,294
Total expenditures	24,071	10,223	34,294
Net change in fund balances	(7,159)	(5,575)	(12,734)
Fund balance, beginning of year	39,210	10,669	49,879
	39,210	10,669	49,879
Fund balances, end of year	\$ 32,051	\$ 5,094	\$ 37,145
	\$ 32,051	\$ 5,094	\$ 37,145

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING STATEMENT OF NET POSITION- CASH BASIS
PROPRIETARY FUNDS
NONMAJOR ENTERPRISE FUNDS
June 30, 2023

	<u>Fingerprinting Services</u>	<u>HR Solutions</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 25,029	\$ 3,522	\$ 28,551
Total assets	<u>25,029</u>	<u>3,522</u>	<u>28,551</u>
NET POSITION:			
Unrestricted	<u>25,029</u>	<u>3,522</u>	<u>28,551</u>
Total net position	<u>\$ 25,029</u>	<u>\$ 3,522</u>	<u>\$ 28,551</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION- CASH BASIS
PROPRIETARY FUNDS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Fingerprinting Services	HR Solutions	Total
Operating revenues:			
Charges for services	\$ 8,253	\$ 9,166	\$ 17,419
Operating expenses:			
Purchased services	7,413	10,356	17,769
Total operating expenses	7,413	10,356	17,769
Operating income (loss)	840	(1,190)	(350)
Nonoperating revenues:			
Interest	-	12	12
Total nonoperating revenues	-	12	12
Change in net position	840	(1,178)	(338)
Net position - beginning of year	24,189	4,700	28,889
Net position - end of year	\$ 25,029	\$ 3,522	\$ 28,551

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
COMBINING STATEMENT OF FIDUCIARY NET POSITION- CASH BASIS
CUSTODIAL FUNDS
JUNE 30, 2023**

	County School Facility Sales Tax	Payroll Clearing	Regional Board of Trustees	Vermilion County Evaluating Special Educators	SEL - (ROE No. 54) - Cohort 1	Totals
ASSETS						
Cash and cash equivalents	\$ -	\$ 14,763	\$ 162	\$ 641	\$ 2,332	\$ 17,898
Total assets	<u>-</u>	<u>14,763</u>	<u>162</u>	<u>641</u>	<u>2,332</u>	<u>17,898</u>
NET POSITION						
Restricted for other purposes	-	14,763	162	641	2,332	17,898
Total Net Position	<u>\$ -</u>	<u>\$ 14,763</u>	<u>\$ 162</u>	<u>\$ 641</u>	<u>\$ 2,332</u>	<u>\$ 17,898</u>

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	County School Facility Sales Tax	Payroll Clearing	Regional Board of Trustees	Vermilion County Evaluating Special Educators	SEL - (ROE No. 54) - Cohort 1	Totals
ADDITIONS:						
Local sources	\$ -	\$ 694,412	\$ -	\$ -	\$ -	\$ 694,412
Federal sources	-	-	-	141,459	72,946	214,405
Sales tax collections for other governments	26,236,399	-	-	-	-	26,236,399
Total additions	26,236,399	694,412	-	141,459	72,946	27,145,216
DEDUCTIONS:						
Payments of sales tax to other governments	26,236,399	-	-	-	-	26,236,399
Payment of payroll expenses	-	697,708	-	-	-	697,708
Payment of grant expenditures for ROE 54	-	-	-	142,001	70,614	212,615
Total deductions	26,236,399	697,708	-	142,001	70,614	27,146,722
Net change in fiduciary net position	-	(3,296)	-	(542)	2,332	(1,506)
Net position, beginning of year	-	18,059	162	1,183	-	19,404
Net position, end of year	<u>\$ -</u>	<u>\$ 14,763</u>	<u>\$ 162</u>	<u>\$ 641</u>	<u>\$ 2,332</u>	<u>\$ 17,898</u>

CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed through to Subrecipients	Total Federal Expenditures
U.S. Department of Education				
<i>Passed through Illinois State Board of Education</i>				
Special Education - State Personnel Development Elevating Special Educator Grants	(M) 84.323A	1000MY21533	\$ 617,822	\$ 1,703,040
Education Stabilization Fund Elementary & Secondary School Emergency Relief Covid 19 - Elementary & Secondary School Relief - Digital Equity	84.425D	2022-4998-D2		6,889
<i>Passed through Regional Office of Education No. 39</i>				
Covid 19 - Social Emotional Learning and Trauma Response	84.425	2022-4998-SE		30,519
Covid 19 - Social Emotional Learning and Trauma Response	84.425	2022-4998-SE		32,050
Total Social Emotional Learning and Trauma Response				62,569
Total Elementary & Secondary School Emergency Relief				69,458
<i>Passed through Regional Office of Education No. 11</i>				
Covid 19 - American Rescue Plan - Elementary & Secondary School Emergency Relief- Homeless Children and Youth	84.425W	2022-4998-HM		28,893
Total Education Stabilization Fund				98,351
<i>Passed through Regional Office of Education No. 11</i>				
Education of Homeless Children and Youth McKinney Education for Homeless Children	84.196A	2022-4920-00		3,224
McKinney Education for Homeless Children	84.196A	2023-4920-00		35,614
Total Education of Homeless Children and Youth				38,838
<i>Passed through Regional Office of Education No. 47</i>				
Special Education - State Personnel Development IDEA - Improvement Grants - Part D	(M) 84.323A	2022-4631-00		33
Total U.S. Department of Education			617,822	1,840,262
U.S. Department of Agriculture				
<i>Passed through Illinois State Board of Education</i>				
Child Nutrition Cluster National School Lunch Program	10.555	2022-4210-00		6,612
National School Lunch Program	10.555	2023-4210-00		20,608
Non- Cash Awards- Federal Commodities	10.555	None		2,554
Total National School Lunch Program				29,774
School Breakfast Program	10.553	2022-4220-00		2,043
School Breakfast Program	10.553	2023-4220-00		6,659
Total School Breakfast Program				8,702
Total Child Nutrition Cluster				38,476
Total U.S. Department of Agriculture				38,476
U.S. Department of Labor				
<i>Passed through Champaign County and Ford County</i>				
WIOA Cluster WIOA Youth Activities				
Title I Youth Services under WIOA	17.259	2023-4000-00		48,498
Title I Youth Services under WIOA	17.259	2023-4000-00		32,157
Total Title I Youth Services under WIOA				80,655
Total WIOA Cluster				80,655
Total U.S. Department of Labor				80,655
TOTAL			\$ 617,822	\$ 1,959,393

(M) Program was audited as a major program

**CHAMPAIGN AND FORD COUNTIES
REGIONAL OFFICE OF EDUCATION NO. 9**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023**

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal award activity of the Regional Office of Education No. 9 under programs of the federal government for the year ended June 30, 2023. 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 Requirement for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the Regional Office of Education No. 9, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Regional Office of Education No. 9.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the cash basis of accounting. 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. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The Regional Office of Education No. 9 has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 – LOANS/LOAN GUARANTEES/INTEREST SUBSIDIES

This is not applicable as the entity did not have any loans/loan guarantees/interest subsidies outstanding at year-end.

NOTE 4 – NON-CASH ASSISTANCE

The amount of federal commodities reported on the schedule is the value of federal commodities received by the Regional Office of Education No. 9 and priced as prescribed by the Illinois State Board of Education.