

**KANKAKEE AREA REGIONAL
VOCATIONAL EDUCATION SYSTEM
BOURBONNAIS, ILLINOIS**

Annual Financial Report

**As of and for the Year Ended
June 30, 2009**

**Kankakee Area Regional Vocational Education System
Annual Financial Report
As of and for the year ended June 30, 2009**

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Kankakee Area Regional Vocational Education System

We have audited the accompanying financial statements of Kankakee Area Regional Vocational Education System, as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the management of the Kankakee Area Regional Vocational Education System. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, Kankakee Area Regional Vocational Education System's financial statements are issued to comply with regulatory provisions prescribed by the Illinois State Board of Education, which practices differ from accounting principles generally accepted in the United States of America. They are intended to assure effective legislative and public oversight of school district financing and spending activities of accountable Illinois public school districts. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Also, as described in Note 4 to these financial statements, detailed property records are not presently maintained; consequently, we are unable to express an opinion on the General Fixed Asset Account Group, and the effect on the financial statements is not determinable.

In our opinion, because of matters discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Kankakee Area Regional Vocational Education System, as of June 30, 2009, or the changes in financial position for the year then ended.

Additionally, in our opinion, except for the General Fixed Asset Account Group, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of Kankakee Area Regional Vocational Education System as of June 30, 2009, and its receipts and disbursements during the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2009, on our consideration of Kankakee Area Regional Vocational Education System's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements of Kankakee Area Regional Vocational Education System, taken as a whole. The accompanying information listed in the table of contents as Other Supplementary Information is presented for purposes of additional analysis and is not a required part of the financial statements of Kankakee Area Regional Vocational Education System. Such information has been subjected to the auditing procedures applied in the audit of the financial statements referred to above and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Smith, Koelling, Dykstra and Ohm, P.C.

November 12, 2009

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**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**

To the Board of Education
Kankakee Area Regional Vocational Education System
Bourbonnais, Illinois 60914

We have audited the financial statements of Kankakee Area Regional Vocational Education System, as of and for the year ended June 30, 2009, and have issued our report thereon dated November 12, 2009. Our opinion was adverse because financial statements are not prepared in accordance with generally accepted accounting principles. However, except for the General Fixed Assets Account Group, the financial statements were found to be fairly stated on the cash basis of accounting, in accordance with regulatory reporting requirements established by the Illinois State Board of Education, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Organization's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Organization's financial statements that is more than inconsequential will not be prevented or detected by the Organization's internal control. We consider the deficiencies described below to be significant deficiencies in internal control over financial reporting.

1. Formal reconciliations of bank balances to the general ledger are not prepared resulting in an overstatement of cash by approximately \$262,000 on the unadjusted general ledger at June 30, 2009.

During our audit, we made numerous adjustments to various cash accounts that had balances on the general ledger. We also noted a number of errors that were made in the recording of cash transactions that were not detected because of the absence of account reconciliations.

2. Beginning fund balances were not properly recorded in the new accounting software.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Organization's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, the significant deficiencies described above are considered to be material weaknesses.

The Organization's response:

Finding 1 – Bank reconciliations will be prepared monthly on a regular and consistent basis. They will be presented to/approved by the Director and/or Assistant Director on a monthly basis and presented to/approved by the Finance Committee at least on a quarterly basis. No exceptions to this procedure will be allowed. Staffing changes have been made since the end of the year and the reconciliations have been completed for September 30, 2009.

Finding 2 – New financial software was purchased before 2008 audited numbers were received. Adjustments to balance the amounts have been entered to correct this issue.

The Organization's response to the findings identified in our audit is described above. We did not audit the Organizations' response and, accordingly, we express no opinion on it.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Kankakee Area Regional Vocational Education System in a separate letter dated November 10, 2009.

This report is intended solely for the information and use of management, the management of Kankakee Area Regional Vocational Education System, others within the entity, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Smith, Koelling, Dykstra and Ohm, P.C.

November 12, 2009

Kankakee Area Regional Vocational Education System
Statement of Assets and Liabilities Arising From Cash Transactions
All Funds and Account Groups
June 30, 2009

Exhibit A

	<u>Account Groups</u>		
	<u>Educational</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>
Assets:			
Cash	\$ 29,619	\$ -	\$ -
Property and equipment	<u>-</u>	<u>996,952</u>	<u>-</u>
Total assets	<u>\$ 29,619</u>	<u>\$ 996,952</u>	<u>\$ -</u>
Liabilities:			
Payroll deductions payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund equity (deficit):			
Investment in general fixed assets	-	996,952	-
Unreserved	<u>29,619</u>	<u>-</u>	<u>-</u>
Total fund equity	<u>29,619</u>	<u>996,952</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 29,619</u>	<u>\$ 996,952</u>	<u>\$ -</u>

Kankakee Area Regional Vocational Education System
Statement of Revenues Received and Expenditures Disbursed, Other
Financing Sources and Uses and Changes in Fund Balances - All Funds
For the year ended June 30, 2009

Exhibit B

Receipts	
Local sources	\$ 945
State sources	825,174
Federal sources	274,346
Total receipts	<u>1,100,465</u>
Disbursements	
Instruction	197,994
Supporting services	252,448
Payments to other governmental units	610,757
Total disbursements	<u>1,061,199</u>
Excess (deficiency) of receipts over disbursements	39,266
Fund balance - beginning of year	<u>(9,647)</u>
Fund balance - end of year	<u>\$ 29,619</u>

**Kankakee Area Regional Vocational Education System
Statement of Revenues Received
For the year ended June 30, 2009**

Exhibit C

	<u>Educational</u>
Receipts from local sources	
Earnings on investments	
Interest on investments	\$ 945
Total earnings on investments	<u>945</u>
Total receipts from local sources	<u>945</u>
Receipts from state sources	
Career and Technical Education	
CTE - Secondary Program Improvement	805,382
CTE - Ag Education	<u>19,792</u>
Total Career and Technical Education	<u>825,174</u>
Total restricted grants-in-aid	<u>825,174</u>
Total receipts from state sources	<u>825,174</u>
Receipts from federal sources	
Restricted grants-in-aid received from the federal government through the state	
CTE - Perkins	
CTE - Perkins-Title IIIE-Tech prep	<u>274,346</u>
Total restricted grants-in-aid received from the fed govt through the state	<u>274,346</u>
Total receipts from federal sources	<u>274,346</u>
Total direct receipts	<u>\$ 1,100,465</u>

Kankakee Area Regional Vocational Education System
 Statement of Expenditures Disbursed, Budget to Actual
 For the year ended June 30, 2009

	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non capitalized Equipment	Termination Benefits	Total	Budget
Educational Fund										
Instruction										
Regular programs	\$ 56,302	\$ 7,272	\$ -	\$ 51,389	\$ 81,031	\$ -	\$ -	\$ -	\$ 197,994	\$ 141,335
CTE programs										54,807
Total instruction	<u>56,302</u>	<u>7,272</u>	<u>-</u>	<u>51,389</u>	<u>81,031</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>197,994</u>	<u>196,142</u>
Support services - pupils										
Guidance services	3,343	438	-	15,228	-	-	-	-	19,009	10,000
Total support services - pupils	<u>3,343</u>	<u>438</u>	<u>-</u>	<u>15,228</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,009</u>	<u>10,000</u>
Support services - instructional staff										
Improvement of instruction services	56,303	31,315	23,917	6,332	-	-	-	-	118,067	129,450
Assessment and testing				24,294	-	-	-	-	24,294	-
Total support services - instructional staff	<u>56,303</u>	<u>31,315</u>	<u>23,917</u>	<u>30,626</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>142,361</u>	<u>129,450</u>
Support services - general administration										
Executive administration services	44,200	19,887	10,464	4,261	-	-	-	-	78,812	89,822
Total support services - general administration	<u>44,200</u>	<u>19,887</u>	<u>10,464</u>	<u>4,261</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>103,106</u>	<u>89,822</u>
Support services - business										
Fiscal services	8,320	1,095	2,851	-	-	-	-	-	12,266	12,210
Operation & maintenance of plant services										2,146
Total support services - business	<u>8,320</u>	<u>1,095</u>	<u>2,851</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,266</u>	<u>14,356</u>
Total support services	<u>112,366</u>	<u>52,735</u>	<u>37,232</u>	<u>50,115</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>252,448</u>	<u>243,628</u>
Payments to other government units (in-state)										
Payments for regular programs	-	-	1,659	-	-	-	-	-	1,659	-
Payments for CTE programs	-	-	-	-	-	585,418	-	-	585,418	592,106
Payments for other programs-transfers	-	-	-	-	-	23,680	-	-	23,680	-
Total payments to other government units (in-state)	<u>-</u>	<u>-</u>	<u>1,659</u>	<u>-</u>	<u>-</u>	<u>609,098</u>	<u>-</u>	<u>-</u>	<u>610,757</u>	<u>592,106</u>
Total direct disbursements	<u>170,668</u>	<u>60,007</u>	<u>38,891</u>	<u>101,504</u>	<u>81,031</u>	<u>609,098</u>	<u>-</u>	<u>-</u>	<u>1,061,199</u>	<u>1,031,876</u>
Excess (deficiency) of receipts over disbursements									\$ 39,266	

**Kankakee Area Regional Vocational Education System
Notes to Financial Statements
As of and for the year ended June 30, 2009**

Note 1 – Nature of Operations, Reporting Entity, Description of Funds and Summary of Significant Accounting Policies

Nature of Operations

The Kankakee Area Regional Vocational Education System (KARVES) is an intergovernmental joint venture, which is funded primarily by grants and contracts with the Illinois State Board of Education to provide career and technical training programs.

Reporting Entity

In defining the reporting entity of Kankakee Area Regional Vocational Education System, the basic, but not the only criterion for including a governmental department agency, or institution in the Organization's reporting entity, is the ability to exercise oversight responsibility over such entities or affiliated groups by management of the Organization. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, and the ability to significantly influence management. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships. The Organization meets the above criteria and is considered to be a component unit of the Kankakee Area Career Center (KACC). However, since KARVES separately reports to the Illinois State Board of Education, it has not been included as a component unit in KACC's financial statements.

Significant Accounting Policies

Fund Accounting

The accounts of the Organization are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities (arising from cash transactions), fund balance, revenue received and expenditures disbursed. The Organization maintains individual funds required by the State of Illinois. These funds are grouped as required for reports filed with the Illinois State Board of Education. The Organization's resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The Educational Fund is the general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Measurement Focus

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

Kankakee Area Regional Vocational Education System
Notes to Financial Statements
As of and for the year ended June 30, 2009

Note 1 – Nature of Operations, Reporting Entity, Description of Funds and Summary of Significant Accounting Policies (Continued)

General Fixed Assets and General Long-Term Debt Account Groups

Fixed assets used in operations are accounted for in the *General Fixed Assets Account Group*. Purchases of property and equipment are recorded as capital outlay expenditures of the various funds and as additions to the *General Fixed Assets Account Group*. Depreciation has not been reflected in the statement of general fixed assets, nor has interest been capitalized.

Long-term liabilities are accounted for in the *General Long-Term Debt Account Group*, not in the governmental funds. Proceeds from long-term debt are included as receipts in the appropriate fund on the date received. Related principal payable in the future is recorded at the same time in the *General Long-Term Debt Account Group*.

The two account groups are not “funds”. They are concerned only with the measurement of financial position. They are not involved with measurement of changes in financial position.

Basis of Accounting

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the accounts and how they are reported on the financial statements. The Organization maintains its accounting records for all funds and account groups on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Cash-basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. Debt principal payments and purchases of property and equipment are recorded as expenditures of the various funds on the cash basis.

Investments

Investments are stated at the lower of cost or market. Gains or losses on the sale of investments are recognized upon realization.

Other

Under the terms of grant agreements, the Organization funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted funds available to finance the program. It is the Organization’s policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Kankakee Area Regional Vocational Education System
Notes to Financial Statements
As of and for the year ended June 30, 2009

Note 2 – Budgetary Data

The budget is prepared on the cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105 of the Illinois Compiled Statutes (105 ILCS 5/10-17). All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Organization at the fund level. Any budgetary modifications may only be made by resolution of the Board. The budget was passed on August 21, 2008.

The Organization follows these procedures in establishing the budgets for the individual funds as reflected in the financial statements:

- 1) A proposed operating budget is submitted to the Organization for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted to obtain taxpayer comments.
- 3) Formal budgetary integration is employed as a management control device during the fiscal year for all funds. Actual expenditures may not exceed budgetary amounts at the fund level.
- 4) The Organization's Board may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
- 5) The Organization's Board may amend the budget by the same procedures required of its original adoption.

State of Illinois law provides that a local government shall not incur expenditures in excess of the amount appropriated.

During the fiscal year ended June 30, 2009, the Organization incurred expenditures which were in excess of the amounts appropriated in the amount of \$29,323.

Note 3 – Cash and Investments

The Organization has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education.

The Organization is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act and Section 8-7 of the School Code. All amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by: (1) securities eligible for Organization investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch, (2) mortgages, (3) letters of credit issued by a Federal Home Loan Bank, or (4) loans covered by a State Guaranty under the Illinois Farm Development Act. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization. The Chief Investment Officer shall determine other collateral requirements. The preferred method of safekeeping is to have securities registered in the Organization's name and held by a third-party custodian.

Kankakee Area Regional Vocational Education System
Notes to Financial Statements
As of and for the year ended June 30, 2009

Note 3 – Cash and Investments (Continued)

The Organization’s cash and investments are subject to credit risk (the risk that an issuer or counterparty to an investment will not fulfill its obligation) and custodial credit risk (the risk that in the event of a bank failure, the government’s deposits may not be returned to it).

At June 30, 2009, the Organization had \$232,626 deposited in bank accounts. All of these accounts were covered by federal depository insurance.

Note 4 – General Fixed Assets

The Organization does not maintain historical records of fixed assets. The General Fixed Assets Account Group includes costs of fixed assets purchased less proceeds from the sale of assets. They do not necessarily reflect losses, thefts, or abandonments.

Changes in general fixed assets for the year ended June 30, 2009:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Fixed Assets:				
Other equipment	<u>\$834,890</u>	<u>\$162,062</u>	<u>\$_____</u>	<u>\$996,952</u>

Note 5 – Retirement Fund

The Organization’s personnel are treated as employees of the Kankakee Area Career Center and are included on its payroll for reporting purposes.

The Kankakee Area Career Center contributes to the Illinois Municipal Retirement Fund (“IMRF”), an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org. The total Organization’s payroll subject to IMRF was \$17,108 for the year ended June 30, 2009.

The Kankakee Area Career Center also contributes to the Teachers Retirement System. The Organization’s payroll subject to TRS was \$60,364 for the year ended June 30, 2009.

Kankakee Area Regional Vocational Education System
Notes to Financial Statements
As of and for the year ended June 30, 2009

Note 6 – Contingencies

During the fiscal year ending June 30, 2009, the Organization was the recipient of various state and federal grants. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

Note 7 – Risk Management

The Organization is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the Organization carries commercial insurance. There have been no significant reductions in insurance coverage from the prior year and settlements have not exceeded coverage in the past three years.

Kankakee Area Regional Vocational Education System
Statement of Receipts & Disbursements
Budget & Actual - Educational Fund
For the year ended June 30, 2009

Schedule 1

	<u>Budget</u>	<u>Actual</u>	<u>Actual Over Or (Under) Budget</u>
Receipts from local sources			
Earnings on investments			
Interest on investments	\$ -	\$ 945	\$ 945
Total earnings on investments	-	945	945
Total receipts from local sources	-	945	945
Receipts from state sources			
Career and Technical Education			
CTE - Secondary Program Improvement	770,064	805,382	35,318
CTE - Ag Education	-	19,792	19,792
Total Career and Technical Education	770,064	825,174	55,110
Total restricted grants-in-aid	770,064	825,174	55,110
Total receipts from state sources	770,064	825,174	55,110
Receipts from federal sources			
Restricted grants-in-aid received from the federal government through the state			
CTE - Perkins			
CTE - Perkins-Title III-E-Tech prep	261,812	274,346	12,534
Total restricted grants-in-aid received from the fed govt through the state	261,812	274,346	12,534
Total receipts from federal sources	261,812	274,346	12,534
Total direct receipts	\$ 1,031,876	\$ 1,100,465	\$ 68,589
Disbursements			
Instruction:			
Regular programs:			
Salaries	\$ 74,744	\$ 58,302	\$ (16,442)
Employee benefits	13,649	7,272	(6,377)
Supplies and materials	20,439	51,389	30,950
Capital outlay	32,503	81,031	48,528
Total regular programs	141,335	197,994	56,659
CTE programs:			
Salaries	26,500	-	(26,500)
Employee benefits	3,589	-	(3,589)
Purchased services	3,718	-	(3,718)
Supplies and materials	3,000	-	(3,000)
Capital outlay	18,000	-	(18,000)
Total CTE programs	54,807	-	(54,807)
Total instruction	196,142	197,994	1,852
Support Services:			
Guidance services:			
Salaries	-	3,343	3,343
Employee benefits	-	438	438
Purchased services	1,000	-	(1,000)
Supplies and materials	9,000	15,228	6,228
Total guidance services	10,000	19,009	9,009

Kankakee Area Regional Vocational Education System
Statement of Receipts & Disbursements
Budget & Actual - Educational Fund
For the year ended June 30, 2009

Schedule 1

	<u>Budget</u>	<u>Actual</u>	<u>Actual Over Or (Under) Budget</u>
Improvement of instruction services:			
Salaries	\$ 58,812	\$ 56,503	\$ (2,309)
Employee benefits	13,638	31,315	17,677
Purchased services	9,000	23,917	14,917
Supplies and materials	48,000	6,332	(41,668)
Total improvement of instruction services	<u>129,450</u>	<u>118,067</u>	<u>(11,383)</u>
Assessment and testing:			
Supplies and materials	-	24,294	24,294
Total assessment and testing	<u>-</u>	<u>24,294</u>	<u>24,294</u>
Executive administration services:			
Salaries	46,350	44,200	(2,150)
Employee benefits	26,375	19,887	(6,488)
Purchased services	17,097	10,464	(6,633)
Supplies and materials	-	4,261	4,261
Total executive administration services	<u>89,822</u>	<u>78,812</u>	<u>(11,010)</u>
Fiscal services:			
Salaries	8,320	8,320	-
Employee benefits	3,890	1,095	(2,795)
Purchased services	-	2,851	2,851
Total fiscal services	<u>12,210</u>	<u>12,266</u>	<u>56</u>
Operation & maintenance of plant services:			
Supplies and materials	2,146	-	(2,146)
Total operation & maintenance of plant services	<u>2,146</u>	<u>-</u>	<u>(2,146)</u>
Total support services	<u>243,628</u>	<u>252,448</u>	<u>8,820</u>
Payments to other governmental units			
Payments for regular programs	-	1,659	1,659
Payments for CTE programs	592,106	609,098	16,992
	<u>592,106</u>	<u>610,757</u>	<u>18,651</u>
Total disbursements	<u>\$ 1,031,876</u>	<u>1,061,199</u>	<u>\$ 29,323</u>
Excess (deficiency) of receipts over disbursements		<u>\$ 39,266</u>	

Kankakee Area Regional Vocational Education System
Detailed Receipts - Actual
CTEI Fund
For the year ended June 30, 2009

Schedule 2

Receipts:

Local sources:

Interest on investments \$ 945

Total local sources 945

State sources:

CTE - Secondary Program Improvement 805,382

Total state sources 805,382

Total receipts \$ 806,327

Kankakee Area Regional Vocational Education System
Detailed Disbursements - Actual
CTEI Fund
For the year ended June 30, 2009

Schedule 3

Instruction:	
Regular programs:	
Supplies and materials	\$ 18,322
Capital outlay	18,205
	<u> </u>
Total regular programs	36,527
	<u> </u>
Total instruction	36,527
	<u> </u>
Support services:	
Guidance Services	
Salaries	3,343
Employee benefits	438
	<u> </u>
Total guidance services	3,781
	<u> </u>
Improvement of instruction services:	
Salaries	24,952
Employee benefits	25,613
Purchased services	13,365
Supplies and materials	3,372
	<u> </u>
Total improvement of instruction services	67,302
	<u> </u>
Executive administration services:	
Salaries	44,200
Employee benefits	19,887
Purchased services	5,224
	<u> </u>
Total executive administration services	69,311
	<u> </u>
Fiscal services:	
Salaries	8,320
Employee benefits	1,095
Purchased services	2,851
	<u> </u>
Total fiscal services	12,266
	<u> </u>
Total support services	152,660
	<u> </u>
Payments to other governmental units:	
Payments for CTE programs	585,418
Payments for other programs-transfers	3,888
	<u> </u>
Total payments to other governmental units	589,306
	<u> </u>
Total disbursements	\$ 778,493
	<u> </u>

Kankakee Area Regional Vocational Education System
Detailed Receipts and Disbursements - Actual
Perkins Fund
For the year ended June 30, 2009

Schedule 4

Receipts:	
Federal sources:	
CTE - Perkins-Title IIIE-Tech prep	<u>\$ 274,346</u>
Total federal sources	<u>274,346</u>
Total receipts	<u><u>\$ 274,346</u></u>
Disbursements:	
Instruction:	
Regular programs:	
Salaries	\$ 58,302
Employee benefits	7,272
Supplies and materials	33,067
Capital outlay	<u>62,826</u>
Total instruction	<u>161,467</u>
Support services:	
Guidance services:	
Supplies and materials	<u>15,228</u>
Total guidance services	<u>15,228</u>
Improvement of instruction services:	
Salaries	31,551
Employee benefits	5,702
Purchased services	10,552
Supplies and materials	<u>2,960</u>
Total improvement of instruction services	<u>50,765</u>
Assessment and testing:	
Supplies and materials	<u>24,294</u>
Total assessment and testing	<u>24,294</u>
Executive administration services:	
Purchased services	5,240
Supplies and materials	<u>4,261</u>
Total executive administration services	<u>9,501</u>
Total support services	<u>99,788</u>
Payments to other governmental units	
Payments for regular programs:	
Purchased services	<u>1,659</u>
Total payments to other governmental units	<u>1,659</u>
Total disbursements	<u><u>\$ 262,914</u></u>

**Kankakee Area Regional Vocational Education System
Detailed Receipts and Disbursements - Actual
Ag. Ed. Supplement Grant Fund
For the year ended June 30, 2009**

Schedule 5

Receipts:

State sources:

Ag education supplemental grant \$ 19,792

Total receipts \$ 19,792

Disbursements:

Other payments to in-state gov. units:

Ag grant flow through \$ 19,792

Total disbursements \$ 19,792