

UNIFIED SCHOOL DISTRICT NO. 500

Kansas City, Kansas

Financial Statements

For the Year Ended June 30, 2022

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UNIFIED SCHOOL DISTRICT NO. 500
Financial Statements
For the Year Ended June 30, 2022

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 500
Kansas City, Kansas

Report on the Financial Statement

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Kansas City, Kansas Public Schools, Unified School District No. 500 (District), as of and for the year ended June 30, 2022, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2022, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note IB.

Basis for Adverse and Unmodified Opinions

We conducted our audit 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* (*Government Auditing Standards*), issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District 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 adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note IB of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note IB and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note IB; this includes

determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

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

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 statement, 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 statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District'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 an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The supplementary information listed in the table of contents is presented for purposes of additional

analysis and is not a required part of the basic financial statement, however, is required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1B.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated December 21, 2021, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <https://admin.ks.gov/offices/oar/municipalservices>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2021, on the basis of accounting described in Note 1B.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 5, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Overland Park, Kansas
January 5, 2023

UNIFIED SCHOOL DISTRICT NO. 500
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts
General Funds:			
General Fund	\$ -	\$ -	\$ 171,947,161
Supplemental General	1,813,007	-	56,925,345
Special Purpose Funds:			
At Risk (K-12)	25,596	-	52,468,813
At Risk (4 Year Old)	335,750	-	921,450
Parent Education Program	176,419	-	1,129,740
Bilingual Education	1,369	-	7,644,078
Virtual Education	-	-	1,241,996
Capital Outlay	3,499,952	-	12,854,267
Food Service	1,226,994	-	22,588,278
Special Education	12,823,907	-	20,236,608
Coop Special Education	8,364,389	-	18,928,614
Gifts and Grants	18,118,539	-	8,988,971
Vocational Education	900,550	-	1,865,545
Employees' Retirement	6,834	-	756
KPERs Special Retirement Contribution	-	-	27,445,307
Federal Funds	(3,618,679)	-	39,436,214
Contingency Reserve	17,937,320	-	3,522,000
Student Materials Revolving	212,713	-	36,570
Public Library Board	22,770,587	-	12,394,357
Public Library Board Employee Benefits	1,213,086	-	1,254,135
District Activity	115,733	-	126,533
Bond and Interest Fund:			
Bond and Interest	9,935,312	-	15,597,479
Capital Project Fund:			
Capital Projects	21,108,869	-	74,053
Business Fund:			
School Workers' Compensation Reserve	3,415,891	-	1,653,011
Fiduciary Fund:			
Private Purpose Trust Fund:			
Virginia Schinkle Scholarship	5,557	-	1
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 120,389,695</u>	<u>\$ -</u>	<u>\$ 479,281,282</u>

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

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 171,947,161	\$ -	\$ 1,270,485	\$ 1,270,485
57,231,844	1,506,508	3,980,067	5,486,575
52,476,413	17,996	2,100,558	2,118,554
1,256,878	322	5,281	5,603
1,306,159	-	52,363	52,363
7,590,539	54,908	373,289	428,197
1,241,996	-	-	-
9,511,470	6,842,749	23,694,816	30,537,565
16,951,125	6,864,147	1,145,970	8,010,117
25,651,330	7,409,185	1,037,296	8,446,481
22,396,419	4,896,584	884,620	5,781,204
7,607,344	19,500,166	582,141	20,082,307
2,766,095	-	196,359	196,359
6,834	756	-	756
27,445,307	-	-	-
52,339,435	(16,521,900)	8,739,551	(7,782,349)
3,496,000	17,963,320	-	17,963,320
85,263	164,020	14,459	178,479
9,892,058	25,272,886	2,272,120	27,545,006
1,113,455	1,353,766	-	1,353,766
62,680	179,586	19,613	199,199
15,724,984	9,807,807	-	9,807,807
2,102,301	19,080,621	-	19,080,621
1,657,792	3,411,110	-	3,411,110
5,558	-	-	-
<u>\$ 491,866,440</u>	<u>\$ 107,804,537</u>	<u>\$ 46,368,988</u>	<u>\$ 154,173,525</u>

COMPOSITION OF CASH:

UMB Bank	
Checking	\$ 1,470,188
Commerce	
Checking	139,467,346
Security Bank	
U.S. Government and Agency Obligations	6,730,108
Money Market Funds	618,401
Other Obligations	11,732,111
Cash Balance	160,018,154
Less: Agency Funds per Statement 3	(5,844,629)
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 154,173,525</u>

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

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 500 (District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

Reimbursed Expenses

Expenditures in the amount of \$863,665 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee,
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, and marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c) waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis for accounting.

Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 1 - Summary of Significant Accounting Policies (Continued)

The following types of funds comprise the financial activities of the District for the year ended June 30, 2022:

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory basis receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Fund - fund financed in whole or in part by fees charged to users of the goods or services.

Trust Fund - used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund - used to report assets held by a municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, student organization funds, etc.).

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory basis receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The District did not amend the budget.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 1 - Summary of Significant Accounting Policies (Continued)

of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, regulatory basis receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for the following special purpose funds: Contingency Reserve, Student Materials Revolving and the District Activity Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Deficit Cash

As of June 30, 2022, the Federal Fund had a negative unencumbered cash balance of \$16,521,900. The deficit is due to timing differences between the expenditure of federal grant funds and the receipt of reimbursements.

NOTE 2 - Deposits and Investments

As of June 30, 2022, the District had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			Rating U.S.
		Less than 1	1 - 2	More than 2	
U.S Government and Agency Obligations	\$ 6,730,108	\$ 2,063,241	\$ 3,335,602	\$ 1,331,265	N/A
Money Market Funds	618,401	618,401	-	-	N/A
Other Obligations	11,732,111	9,151,641	1,616,738	963,732	N/A
Total Fair Value	<u>\$ 19,080,620</u>	<u>\$ 11,833,283</u>	<u>\$ 4,952,340</u>	<u>\$ 2,294,997</u>	

Deposits. K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

Investments. K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. The rating of the District's investments are noted above.

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 2 - Deposits and Investments (Continued)

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2022, is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
U.S Government and Agency Obligations	35.27%
Money Market Funds	3.24%
Other Obligations	61.49%

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods". All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was \$140,937,534 and the bank balance was \$137,023,322. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the remaining bank balance of \$136,523,322 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

Substance receipt in transit. The District received \$9,652,909 subsequent to June 30, 2022 and as required by K.S.A. 72-6466, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

NOTE 3 - Operating Leases

The District has entered into an operating lease agreement for copy machines, beginning August 2018, and ending June 2026. The payments made on this operating lease for the year ended June 30, 2022 totaled \$324,183. The following are the lease amounts for the remainder of the agreement:

<u>Year Ending</u>	
2023	\$ 308,221
2024	184,300
2025	9,831
2026	9,831
2027	1,639
Total	<u>\$ 513,822</u>

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 3 - Operating Leases (Continued)

The District has entered into an operating lease agreement for vehicles, beginning July 2019, and ending June 2025. The payments made on this operating lease for the year ended June 30, 2022 totaled \$53,078. The following are the lease amounts for the remainder of the agreement:

<u>Year Ending</u>	
2023	\$ 45,100
2024	39,491
2025	<u>14,678</u>
Total	<u>\$ 99,269</u>

NOTE 4 - Long-Term Debt

Following is a detailed listing of the District long-term debt:

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Outstanding Amount</u>	<u>Interest Rate</u>
General Obligation Bonds					
Series 2010	10/13/2010	9/1/2021	\$ 6,160,000	\$ -	2.75 to 5.00%
Series 2016-A	12/20/2016	9/1/2037	227,000,000	104,640,000	4.00 to 5.00%
Series 2020-A	2/3/2020	9/1/2046	8,000,000	8,000,000	1.63 to 3.17%
Series 2020-B	2/3/2020	9/1/2046	154,015,000	149,985,000	1.60 to 3.17%
			<u>\$ 395,175,000</u>	<u>\$ 262,625,000</u>	
Certificates of Participation					
Series 2009	10/15/2009	9/1/2025	\$ 15,125,000	\$ 15,125,000	2.15%
Series 2011	7/1/2011	7/1/2027	5,465,000	5,465,000	5.29%
			<u>\$ 20,590,000</u>	<u>\$ 20,590,000</u>	

The District is subject to statutes of the State of Kansas which limit the bonded debt outstanding to 14% of the assessed valuation. The District has received authorization from the State of Kansas to exceed this limit.

Following is a summary of changes in long-term debt for the year ended June 30, 2022:

<u>Debt Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions/Restatement</u>	<u>Reduction</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid</u>
General Obligation Bonds					
2010 Refunding	\$ 3,155,000	\$ -	\$ 3,155,000	\$ -	\$ 54,631
2016-A Improvement	104,640,000	-	-	104,640,000	4,752,756
2020-A Improvement	8,000,000	-	-	8,000,000	215,719
2020-B Refunding	153,115,000	-	3,130,000	149,985,000	4,416,877
Certificates of Participation					
2009 Series	15,125,000	-	-	15,125,000	325,188
2011 Series	5,465,000	-	-	5,465,000	288,935
Total	<u>\$ 289,500,000</u>	<u>\$ -</u>	<u>\$ 6,285,000</u>	<u>\$ 283,215,000</u>	<u>\$ 10,054,106</u>

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 4 - Long-Term Debt (Continued)

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended June 30,	Principal	Interest	Total
2023	\$ 6,465,000	\$ 9,242,916	\$ 15,707,916
2024	6,700,000	9,000,999	15,700,999
2025	6,950,000	8,743,976	15,693,976
2026	7,210,000	8,470,805	15,680,805
2027 - 2031	40,675,000	37,598,501	78,273,501
2032 - 2036	49,775,000	28,386,069	78,161,069
2037 - 2041	59,805,000	18,302,676	78,107,676
2042 - 2046	69,820,000	8,077,160	77,897,160
2047	15,225,000	241,316	15,466,316
Total	<u>\$ 262,625,000</u>	<u>\$ 128,064,418</u>	<u>\$ 390,689,418</u>

Annual debt service requirements to maturity for the Certificates of Participation are as follows:

Year Ended June 30,	Principal	Interest	Total
2023	\$ -	\$ 614,122	\$ 614,122
2024	-	614,122	614,122
2025	-	614,122	614,122
2026	15,125,000	451,528	15,576,528
2027 - 2028	5,465,000	433,402	5,898,402
Total	<u>\$ 20,590,000</u>	<u>\$ 2,727,296</u>	<u>\$ 23,317,296</u>

NOTE 5 - Compensated Absences

Under terms of the District's personnel policy, District employees working twelve months per year receive vacation pay in varying amounts. In the event of termination, an employee is paid for accumulated vacation days, depending on the employee's length of service and/or position with the District.

Sick leave benefits are extended to all employees for whom deductions are made for the District's retirement plans. Annual benefits are allowed at the rate of 10 to 14 days per year, depending upon the number of days per year the employee works. Payment of accumulated sick leave is made in the following circumstances:

1. Upon resignation provided that the employee has completed thirty (30) years of service in the District or twenty (20) years of service and attained the age of fifty-five (55). Any individual initially employed by the District after 7/31/96 is not eligible.
2. Upon retirement or death. Any individual initially employed by the District after 7/31/96 is not eligible.

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 5 - Compensated Absences (Continued)

Seventy-five percent of the accumulated sick leave shall be paid, not to exceed 144 days. The amount of leave is dependent on the length of the employee's service to the District.

The District records an expense for vacation days and sick leave when paid. Utilization of accumulated vacation and sick leave by employees in future years is not expected to have a material impact on District expenditures in any one year. The District has not quantified the compensated absences for purposes of this disclosure.

NOTE 6 - Defined Benefit Pension Plan

Plan description - The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A 74-4901 *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 15.59% and 14.23%, respectively, for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

The 2021 Legislature passed House Bill 2405, which authorizes the state of Kansas to issue bonds with net proceeds of \$500 million to fund a portion of the School Group's unfunded actuarial liability, assuming certain criteria are met. As a result, the State/School contribution rate was recertified for Fiscal Years 2022 and 2023, lowering them respectively to 13.86 and 13.11 percent.

Senate Substitute for House Bill 2052 authorized the delay of \$64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of \$6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of \$194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of \$19.4 million starting in fiscal year 2020.

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 6 - Defined Benefit Pension Plan (Continued)

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of \$56 million was paid in fiscal year 2018. This bill also authorized a payment of \$82 million in fiscal year 2019. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of \$115 million for the KPERS School Group. House Substitute for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School Group in fiscal year 2020 of \$51 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$27,445,307 for the year ended June 30, 2022.

Net Pension Liability. At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was \$194,642,850. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2021. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

NOTE 7 - Early Separation Liability

The District also has a plan which covers District employees who voluntarily take early retirement. An employee is eligible for early retirement if the teacher was under contract with the District on or before August 1, 1996, on the year that separation is to begin the employee must be at least 55 years old and not more than 65 years old, and the employee must have completed twenty-five years of contracted experience as a District employee and at least ten consecutive years with USD 500 having been the individual's final years before early separation and have retired from KPERS.

The benefits from this plan are computed using a formula based upon the employees' experience factor and the employees' final total annual salary. The employees approved for the early separation benefits will be paid not more than one hundred sixty-eight semi-monthly payments with payments beginning on July 15 of the year separation begins and ending in the month in which the employee dies or becomes sixty-two years old, whichever occurs first. The cost of this plan in the fiscal year ended June 30, 2022, was \$783,619. Future payments are estimated as follows:

<u>Year Ending</u>	
2022-23	\$ 622,119
2023-24	412,766
2024-25	226,209
2025-26	136,356
2026-27	55,502
Total	<u>\$ 1,452,952</u>

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 7 - Early Separation Liability (Continued)

The District also pays for the single monthly premium in the current health insurance plan for classified staff that meet early separation requirements. The cost of this plan for the year is estimated to be \$324,762.

NOTE 8 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past fiscal years.

Workers' Compensation. The District has established a self insurance retention program in order to deal with workers compensation claims. Claims in excess of the self insured retention amount are covered through a third party limited coverage policy. The District is self insured with a \$250,000 retention and statutory limit of coverage.

Liabilities below do not include an amount for claims that have been incurred but not reported (IBNRs). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. Actual payment of claims and judgments is reported in the School Workers' Compensation Reserve Fund. Changes in the balance of claims liabilities are as follows:

Incurred claims from inception	\$ 32,390,951
Claims payments and adjustments from inception	<u>(30,868,989)</u>
Unpaid claims, June 30, 2022	<u>\$ 1,521,962</u>

NOTE 9 - Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District at June 30, 2022.

The District is a defendant in various lawsuits. The outcome of these lawsuits is not presently determinable. However, in the opinion of management, the resolution of these matters will not likely have a material adverse effect on the financial condition of the District.

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 9 - Contingencies (Continued)

full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2022.

As a result of COVID-19 outbreak numbers, Federal and State grants have been made available to the District to assist with the risks and help offset incurred costs of the District.

NOTE 10 - Post-Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. Employees who retire with twenty or more years of service are allowed to stay on the District's health insurance and the District pays for single full coverage until the retiree reaches Medicare eligibility age. While other retirees pay the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2022.

UNIFIED SCHOOL DISTRICT NO. 500
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 11 - Transfers

Transfers were as follows:

From	To	Amount	Regulatory Authority
General Fund	At Risk (4 Year Old) Fund	\$ 921,450	K.S.A. 72-6478
General Fund	At Risk (K-12) Fund	41,056,783	K.S.A. 72-6478
General Fund	Bilingual Education Fund	5,274,680	K.S.A. 72-6478
General Fund	Virtual School	1,174,836	K.S.A. 72-6478
General Fund	Parent Education	183,792	K.S.A. 72-6478
General Fund	Special Education	19,992,802	K.S.A. 72-6478
General Fund	COOP SPED	426,742	K.S.A. 72-6478
General Fund	Vocational Education	1,865,545	K.S.A. 72-6478
General Fund	Contingency Reserve	3,522,000	K.S.A. 72-6478
General Fund	Work Comp-Special Reserve	1,645,119	K.S.A. 72-6478
Supplemental General Fund	At Risk (K-12) Fund	11,412,030	K.S.A. 72-6478
Supplemental General Fund	Bilingual Education Fund	2,369,398	K.S.A. 72-6478
Contingency Reserve	Supplemental General-LOB	3,496,000	K.S.A. 72-6478
Special Education	COOP SPED	5,055,644	K.S.A. 72-978(h)
		<u>\$ 98,396,821</u>	

UNIFIED SCHOOL DISTRICT NO. 500
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022

Schedule 1

Funds	Certified Budget	Adjustment to Comply with Legal Max Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:						
General Funds:						
General Fund	\$ 180,867,854	\$ (9,784,358)	\$ 863,665	\$ 171,947,161	\$ 171,947,161	\$ -
Supplemental General	59,242,643	(2,010,799)	-	57,231,844	57,231,844	-
Special Purpose Funds:						
At Risk (K-12)	58,688,217	-	-	58,688,217	52,476,413	(6,211,804)
At Risk (4 Year Old)	2,014,618	-	-	2,014,618	1,256,878	(757,740)
Parent Education Program	1,756,344	-	-	1,756,344	1,306,159	(450,185)
Bilingual Education	8,387,949	-	-	8,387,949	7,590,539	(797,410)
Virtual Education	2,244,565	-	-	2,244,565	1,241,996	(1,002,569)
Capital Outlay	15,800,413	-	-	15,800,413	9,511,470	(6,288,943)
Food Service	21,194,832	-	-	21,194,832	16,951,125	(4,243,707)
Special Education	28,630,835	-	-	28,630,835	25,651,330	(2,979,505)
Coop Special Education	33,162,412	-	-	33,162,412	22,396,419	(10,765,993)
Gifts and Grants	24,488,508	-	-	24,488,508	7,607,344	(16,881,164)
Vocational Education	3,217,348	-	-	3,217,348	2,766,095	(451,253)
Employees' Retirement	6,834	-	-	6,834	6,834	-
KPERS Special Retirement Contribution	30,213,036	-	-	30,213,036	27,445,307	(2,767,729)
Federal Funds	94,316,344	-	-	94,316,344	52,339,435	(41,976,909)
Public Library Board	27,167,283	-	-	27,167,283	9,892,058	(17,275,225)
Public Library Board Employee Benefits	1,426,229	-	-	1,426,229	1,113,455	(312,774)
Bond and Interest Fund:						
Bond and Interest	15,724,984	-	-	15,724,984	15,724,984	-

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
General Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-1

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid:				
Equalization aid	\$ 156,860,136	\$ 159,791,033	\$ 167,072,061	\$ (7,281,028)
Special education aid	11,956,198	11,290,590	13,791,793	(2,501,203)
Miscellaneous	3,746	1,873	4,000	(2,127)
Reimbursed expenses	616,095	863,665	-	863,665
Total Receipts	<u>169,436,175</u>	<u>171,947,161</u>	<u>\$ 180,867,854</u>	<u>\$ (8,920,693)</u>
Expenditures				
Instruction	24,644,726	10,766,525	\$ 18,854,605	\$ (8,088,080)
Student support services	3,437,719	3,239,818	4,074,448	(834,630)
Instructional support	12,174,231	13,323,521	12,857,091	466,430
General administration	673,422	900,899	919,794	(18,895)
School administration	12,893,728	15,712,466	13,350,416	2,362,050
Central services	14,463,983	14,771,889	12,877,612	1,894,277
Operations and maintenance	29,287,560	27,861,281	33,292,478	(5,431,197)
Transportation	9,146,571	9,307,013	11,573,419	(2,266,406)
Food service operations	5,458	-	-	-
Transfers out	62,708,777	76,063,749	73,067,991	2,995,758
Adjustment to comply with legal max budget	-	-	(9,784,358)	9,784,358
Adjustment for qualifying budget credits	-	-	863,665	(863,665)
Total Expenditures	<u>169,436,175</u>	<u>171,947,161</u>	<u>\$ 171,947,161</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Supplemental General Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	(Under)
Receipts				
Taxes and Shared Revenues:				
Ad valorem property taxes	\$ 9,157,130	\$ 9,929,485	\$ 11,529,997	\$ (1,600,512)
Delinquent tax	409,391	399,328	291,897	107,431
Motor vehicle tax	1,224,104	1,011,028	656,091	354,937
Revenue in lieu of taxes	106,847	104,223	-	104,223
Supplemental state aid	38,227,679	41,985,281	43,460,403	(1,475,122)
Transfer in	3,250,000	3,496,000	3,496,000	-
Total Receipts	<u>52,375,151</u>	<u>56,925,345</u>	<u>\$ 59,434,388</u>	<u>\$ (2,509,043)</u>
Expenditures				
Instruction	31,477,708	28,463,961	\$ 35,279,487	\$ (6,815,526)
Student support services	6,760,674	9,037,313	7,002,950	2,034,363
Instructional support	147,506	106,746	276,692	(169,946)
School administration	2,702	226	1,500	(1,274)
Central services	-	7,233	396,000	(388,767)
Operations and maintenance	454,629	5,709,807	-	5,709,807
Transportation	7,682	125,130	89,075	36,055
Transfers out	12,654,999	13,781,428	16,196,939	(2,415,511)
Adjustment to comply with legal max budget	-	-	(2,010,799)	2,010,799
Total Expenditures	<u>51,505,900</u>	<u>57,231,844</u>	<u>\$ 57,231,844</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	869,251	(306,499)		
Unencumbered Cash, Beginning	<u>943,756</u>	<u>1,813,007</u>		
Unencumbered Cash, Ending	<u>\$ 1,813,007</u>	<u>\$ 1,506,508</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
At Risk (K-12) Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-3

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers in	\$ 33,777,244	\$ 52,468,813	\$ 58,688,217	\$ (6,219,404)
Total Receipts	<u>33,777,244</u>	<u>52,468,813</u>	<u>\$ 58,688,217</u>	<u>\$ (6,219,404)</u>
Expenditures				
Instruction	32,452,844	49,697,861	\$ 57,956,546	\$ (8,258,685)
Student support services	354,909	1,820,947	24,950	1,795,997
Instruction support	449,498	491,811	117,271	374,540
School administration	427,185	460,511	160,130	300,381
Central services	67,212	5,283	63,684	(58,401)
Transportation	-	-	365,636	(365,636)
Total Expenditures	<u>33,751,648</u>	<u>52,476,413</u>	<u>\$ 58,688,217</u>	<u>\$ (6,211,804)</u>
Receipts Over (Under) Expenditures	25,596	(7,600)		
Unencumbered Cash, Beginning	<u>-</u>	<u>25,596</u>		
Unencumbered Cash, Ending	<u>\$ 25,596</u>	<u>\$ 17,996</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
At Risk (4 Year Old) Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-4

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers in	\$ 1,384,407	\$ 921,450	\$ 1,678,867	\$ (757,417)
Total Receipts	<u>1,384,407</u>	<u>921,450</u>	<u>\$ 1,678,867</u>	<u>\$ (757,417)</u>
Expenditures				
Instruction	387,929	195,147	\$ 667,956	\$ (472,809)
Student support services	56,131	61,218	56,326	4,892
Instructional support	9,779	-	175,973	(175,973)
School administration	394,859	454,659	206,071	248,588
Central services	1,827	1,035	-	1,035
Operations and maintenance	18,626	55,896	300,814	(244,918)
Transportation	179,506	488,923	607,478	(118,555)
Total Expenditures	<u>1,048,657</u>	<u>1,256,878</u>	<u>\$ 2,014,618</u>	<u>\$ (757,740)</u>
Receipts Over (Under) Expenditures	335,750	(335,428)		
Unencumbered Cash, Beginning	<u>-</u>	<u>335,750</u>		
Unencumbered Cash, Ending	<u>\$ 335,750</u>	<u>\$ 322</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Parent Education Program Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State aid	\$ 861,628	\$ 866,679	\$ -	\$ 866,679
Local source	83,655	79,269	746,481	(667,212)
Miscellaneous	-	-	675,334	(675,334)
Contributions and donations	17,259	-	-	-
Transfers in	158,110	183,792	158,110	25,682
Total Receipts	<u>1,120,652</u>	<u>1,129,740</u>	<u>\$ 1,579,925</u>	<u>\$ (450,185)</u>
Expenditures				
Student support services	<u>1,111,085</u>	<u>1,306,159</u>	<u>\$ 1,756,344</u>	<u>\$ (450,185)</u>
Total Expenditures	<u>1,111,085</u>	<u>1,306,159</u>	<u>\$ 1,756,344</u>	<u>\$ (450,185)</u>
Receipts Over (Under) Expenditures	9,567	(176,419)		
Unencumbered Cash, Beginning	<u>166,852</u>	<u>176,419</u>		
Unencumbered Cash, Ending	<u>\$ 176,419</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Bilingual Education Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-6

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers in	\$ 7,597,891	\$ 7,644,078	\$ 8,387,949	\$ (743,871)
Total Receipts	<u>7,597,891</u>	<u>7,644,078</u>	<u>\$ 8,387,949</u>	<u>\$ (743,871)</u>
Expenditures				
Instruction	6,827,742	6,789,675	\$ 7,609,555	\$ (819,880)
Student support services	309,624	364,352	337,740	26,612
Instructional support	454,029	429,359	440,654	(11,295)
School administration	-	5,931	-	5,931
Central Services	6,571	1,222	-	1,222
Total Expenditures	<u>7,597,966</u>	<u>7,590,539</u>	<u>\$ 8,387,949</u>	<u>\$ (797,410)</u>
Receipts Over (Under) Expenditures	(75)	53,539		
Unencumbered Cash, Beginning	<u>1,444</u>	<u>1,369</u>		
Unencumbered Cash, Ending	<u>\$ 1,369</u>	<u>\$ 54,908</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Virtual Education Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-7

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers in	\$ 641,591	\$ 1,241,996	\$ 2,244,565	\$ (1,002,569)
Total Receipts	<u>641,591</u>	<u>1,241,996</u>	<u>\$ 2,244,565</u>	<u>\$ (1,002,569)</u>
Expenditures				
Instruction	641,591	1,241,996	\$ 2,244,565	\$ (1,002,569)
Total Expenditures	<u>641,591</u>	<u>1,241,996</u>	<u>\$ 2,244,565</u>	<u>\$ (1,002,569)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Capital Outlay Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-8

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues:				
Ad valorem property taxes	\$ 6,461,257	\$ 6,313,441	\$ 6,401,674	\$ (88,233)
Delinquent tax	284,878	274,659	203,590	71,069
Motor vehicle tax	822,030	818,194	531,029	287,165
Revenue in lieu of taxes	73,278	47,352	-	47,352
State aid	4,832,758	5,080,213	5,171,445	(91,232)
Interest on idle funds	652,427	181,506	-	181,506
Miscellaneous	111,252	138,902	-	138,902
Total Receipts	<u>13,237,880</u>	<u>12,854,267</u>	<u>\$ 12,307,738</u>	<u>\$ 546,529</u>
Expenditures				
Instruction	1,982,754	351,118	\$ 4,740,000	\$ (4,388,882)
Instructional support services	262	13,705	-	13,705
Central services	650,689	978,346	-	978,346
Operations and maintenance	6,962,330	6,364,633	9,001,913	(2,637,280)
Transportation	-	-	420,000	(420,000)
Debt service	1,646,993	1,604,894	1,638,500	(33,606)
Facility acquisition and construction services	20,211,497	198,774	-	198,774
Total Expenditures	<u>31,454,525</u>	<u>9,511,470</u>	<u>\$ 15,800,413</u>	<u>\$ (6,288,943)</u>
Receipts Over (Under) Expenditures	(18,216,645)	3,342,797		
Unencumbered Cash, Beginning	4,952,835	3,499,952		
Prior Year Cancelled Encumbrances	<u>16,763,762</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 3,499,952</u>	<u>\$ 6,842,749</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Food Service Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Federal aid	\$ 3,780,674	\$ 22,410,409	\$ 19,709,935	\$ 2,700,474
State aid	-	122,485	120,000	2,485
Charges for services	147,191	52,691	133,250	(80,559)
Miscellaneous	3,024	720	3,000	(2,280)
Interest on idle funds	7,093	1,973	8,000	(6,027)
Total Receipts	<u>3,937,982</u>	<u>22,588,278</u>	<u>\$ 19,974,185</u>	<u>\$ 2,614,093</u>
Expenditures				
Food service operation	<u>7,698,780</u>	<u>16,951,125</u>	<u>\$ 21,194,832</u>	<u>\$ (4,243,707)</u>
Total Expenditures	<u>7,698,780</u>	<u>16,951,125</u>	<u>\$ 21,194,832</u>	<u>\$ (4,243,707)</u>
Receipts Over (Under) Expenditures	(3,760,798)	5,637,153		
Unencumbered Cash, Beginning	<u>4,987,792</u>	<u>1,226,994</u>		
Unencumbered Cash, Ending	<u>\$ 1,226,994</u>	<u>\$ 6,864,147</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Special Education Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-10

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Federal aid	\$ 103,298	\$ 310,966	\$ -	\$ 310,966
Transfers in	22,368,634	19,925,642	15,791,793	4,133,849
Total Receipts	<u>22,471,932</u>	<u>20,236,608</u>	<u>\$ 15,791,793</u>	<u>\$ 4,444,815</u>
Expenditures				
Instruction	17,865,117	18,366,715	\$ 25,369,886	\$ (7,003,171)
Student support services	-	95,614	-	95,614
Instruction support	63,945	68,931	116,297	(47,366)
School administration	144,023	60,433	144,652	(84,219)
Student transportation services	726,458	2,003,993	3,000,000	(996,007)
Operations and maintenance	78,590	-	-	-
Transfers out	4,782,479	5,055,644	-	5,055,644
Total Expenditures	<u>23,660,612</u>	<u>25,651,330</u>	<u>\$ 28,630,835</u>	<u>\$ (2,979,505)</u>
Receipts Over (Under) Expenditures	(1,188,680)	(5,414,722)		
Unencumbered Cash, Beginning	<u>14,012,587</u>	<u>12,823,907</u>		
Unencumbered Cash, Ending	<u>\$ 12,823,907</u>	<u>\$ 7,409,185</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Coop Special Education Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-11

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Local - other district contributions	\$ 2,925,802	\$ 2,436,572	\$ 9,000,000	\$ (6,563,428)
Federal aid	6,996,022	7,026,215	11,996,022	(4,969,807)
State aid	1,009	-	2,000	(2,000)
Local sources	93,440	122,000	-	122,000
Medicaid	3,668,619	3,858,462	3,700,000	158,462
Miscellaneous	1,747	2,979	100,000	(97,021)
Transfers in	5,248,771	5,482,386	-	5,482,386
Total Receipts	<u>18,935,410</u>	<u>18,928,614</u>	<u>\$ 24,798,022</u>	<u>\$ (5,869,408)</u>
Expenditures				
Instruction	8,585,763	12,259,738	\$ 22,662,969	\$(10,403,231)
Student support services	7,390,495	6,987,771	8,206,055	(1,218,284)
Instructional support	1,988,122	2,804,899	2,160,789	644,110
School administration	114,909	131,855	114,071	17,784
Operations and maintenance	18,750	-	18,528	(18,528)
Transportation	-	212,156	-	212,156
Total Expenditures	<u>18,098,039</u>	<u>22,396,419</u>	<u>\$ 33,162,412</u>	<u>\$(10,765,993)</u>
Receipts Over (Under) Expenditures	837,371	(3,467,805)		
Unencumbered Cash, Beginning	<u>7,527,018</u>	<u>8,364,389</u>		
Unencumbered Cash, Ending	<u>\$ 8,364,389</u>	<u>\$ 4,896,584</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Gifts and Grants Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-12

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Federal aid	\$ 1,150,901	\$ 91,168	\$ -	\$ 91,168
State aid	2,849,861	4,610,409	1,200,000	3,410,409
Contributions and donations	2,109,517	1,370,914	-	1,370,914
User charges and fees	36,855	214,128	-	214,128
Miscellaneous	679,730	2,702,352	5,000,000	(2,297,648)
Total Receipts	<u>6,826,864</u>	<u>8,988,971</u>	<u>\$ 6,200,000</u>	<u>\$ 2,788,971</u>
Expenditures				
Instruction	1,816,068	2,584,151	\$ 9,880,252	\$ (7,296,101)
Student support services	1,251,717	2,512,514	3,687,948	(1,175,434)
Instructional support	1,477,408	2,346,004	5,142,013	(2,796,009)
General administration	-	-	147,964	(147,964)
School administration	11,719	57,650	65,859	(8,209)
Central services	1,263,853	102,497	1,631,598	(1,529,101)
Operations and maintenance	574,938	4,528	1,825,000	(1,820,472)
Architectural and engineering services	-	-	-	-
Transportation	-	-	950,000	(950,000)
Other	-	-	1,157,874	(1,157,874)
Total Expenditures	<u>6,395,703</u>	<u>7,607,344</u>	<u>\$ 24,488,508</u>	<u>\$ (16,881,164)</u>
Receipts Over (Under) Expenditures	431,161	1,381,627		
Unencumbered Cash, Beginning	<u>17,687,378</u>	<u>18,118,539</u>		
Unencumbered Cash, Ending	<u>\$ 18,118,539</u>	<u>\$ 19,500,166</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Vocational Education Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-13

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers in	\$ 2,223,607	\$ 1,865,545	\$ 2,316,798	\$ (451,253)
State aid	2,000	-	-	-
Total Receipts	<u>2,225,607</u>	<u>1,865,545</u>	<u>\$ 2,316,798</u>	<u>\$ (451,253)</u>
Expenditures				
Instruction	2,135,230	2,740,040	\$ 3,144,176	\$ (404,136)
Student support services	31,055	4,835	-	4,835
Instructional support	<u>62,581</u>	<u>21,220</u>	<u>73,172</u>	<u>(51,952)</u>
Total Expenditures	<u>2,228,866</u>	<u>2,766,095</u>	<u>\$ 3,217,348</u>	<u>\$ (451,253)</u>
Receipts Over (Under) Expenditures	(3,259)	(900,550)		
Unencumbered Cash, Beginning	<u>903,809</u>	<u>900,550</u>		
Unencumbered Cash, Ending	<u>\$ 900,550</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Employees' Retirement Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-14

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues:				
Delinquent tax	\$ 1,462	\$ 756	\$ -	\$ 756
Total Receipts	<u>1,462</u>	<u>756</u>	<u>\$ -</u>	<u>\$ 756</u>
Expenditures				
Miscellaneous	4	6,834	\$ 6,834	\$ -
Total Expenditures	<u>4</u>	<u>6,834</u>	<u>\$ 6,834</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	1,458	(6,078)		
Unencumbered Cash, Beginning	<u>5,376</u>	<u>6,834</u>		
Unencumbered Cash, Ending	<u>\$ 6,834</u>	<u>\$ 756</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
KPERS Special Retirement Contribution Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-15

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State aid	\$ 25,431,848	\$ 27,445,307	\$ 30,213,036	\$ (2,767,729)
Total Receipts	<u>25,431,848</u>	<u>27,445,307</u>	<u>\$ 30,213,036</u>	<u>\$ (2,767,729)</u>
Expenditures				
Employee benefits	25,431,848	27,445,307	\$ 30,213,036	\$ (2,767,729)
Total Expenditures	<u>25,431,848</u>	<u>27,445,307</u>	<u>\$ 30,213,036</u>	<u>\$ (2,767,729)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Federal Funds
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-16

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Federal aid	\$ 25,090,518	\$ 39,415,741	\$ 97,883,262	\$ (58,467,521)
Local source	171,825	20,473	-	20,473
Total Receipts	<u>25,262,343</u>	<u>39,436,214</u>	<u>\$ 97,883,262</u>	<u>\$ (58,447,048)</u>
Expenditures				
Instruction	14,123,917	27,129,571	\$ 23,586,018	\$ 3,543,553
Student support services	2,437,584	4,069,297	3,748,726	320,571
Instructional support	2,808,557	5,020,632	3,077,593	1,943,039
General administration	234,440	154,308	102,249	52,059
School administration	476,824	399,253	375,947	23,306
Central services	1,091,632	1,487,265	1,212,017	275,248
Operations and maintenance	4,062,053	13,406,373	60,242,733	(46,836,360)
Transportation	359,164	589,939	513,555	76,384
Food service operations	1,459,440	82,797	1,457,506	(1,374,709)
Total Expenditures	<u>27,053,611</u>	<u>52,339,435</u>	<u>\$ 94,316,344</u>	<u>\$ (41,976,909)</u>
Receipts Over (Under) Expenditures	(1,791,268)	(12,903,221)		
Unencumbered Cash, Beginning	<u>(1,827,411)</u>	<u>(3,618,679)</u>		
Unencumbered Cash, Ending	<u>\$ (3,618,679)</u>	<u>\$ (16,521,900)</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures
Contingency Reserve Fund *
Regulatory Basis

Schedule 2-17

For the Year Ended June 30, 2022

(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers in	\$ 6,746,000	\$ 3,522,000
Total Receipts	<u>6,746,000</u>	<u>3,522,000</u>
Expenditures		
Transfers out	3,250,000	3,496,000
Student support services	701	-
Total Expenditures	<u>3,250,701</u>	<u>3,496,000</u>
Receipts Over (Under) Expenditures	3,495,299	26,000
Unencumbered Cash, Beginning	<u>14,442,021</u>	<u>17,937,320</u>
Unencumbered Cash, Ending	<u><u>\$ 17,937,320</u></u>	<u><u>\$ 17,963,320</u></u>

* This fund is not required to be budgeted.

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500

Schedule 2-18

Schedule of Receipts and Expenditures

Student Materials Revolving Fund *

Regulatory Basis

For the Year Ended June 30, 2022

(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Charges for services	\$ 60,332	\$ 30,788
Miscellaneous revenues	3,658	5,782
Total Receipts	63,990	36,570
Expenditures		
Instruction	42,047	85,263
Total Expenditures	42,047	85,263
Receipts Over (Under) Expenditures	21,943	(48,693)
Unencumbered Cash, Beginning	190,770	212,713
Unencumbered Cash, Ending	\$ 212,713	\$ 164,020

* This fund is not required to be budgeted.

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Public Library Board Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-19

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property taxes	\$ 7,938,887	\$ 7,754,038	\$ 7,865,839	\$ (111,801)
Delinquent tax	346,238	335,654	250,164	85,490
Motor vehicle tax	1,004,493	1,003,889	651,557	352,332
Revenue in lieu of taxes	89,963	83,900	-	83,900
State aid	44,777	41,457	-	41,457
Other revenue from a local source	3,098,518	3,142,911	3,202,144	(59,233)
Interest	21,275	5,919	-	5,919
Donations	15,463	2,500	-	2,500
Other	4,360	24,089	-	24,089
Total Receipts	<u>12,563,974</u>	<u>12,394,357</u>	<u>\$ 11,969,704</u>	<u>\$ 424,653</u>
Expenditures				
Community service operations	8,037,142	9,859,354	\$ 27,167,283	\$ (17,307,929)
Operations and maintenance	<u>15,171</u>	<u>32,704</u>	<u>-</u>	<u>32,704</u>
Total Expenditures	<u>8,052,313</u>	<u>9,892,058</u>	<u>\$ 27,167,283</u>	<u>\$ (17,275,225)</u>
Receipts Over [Under] Expenditures	4,511,661	2,502,299		
Unencumbered Cash, Beginning	<u>18,258,926</u>	<u>22,770,587</u>		
Unencumbered Cash, Ending	<u>\$ 22,770,587</u>	<u>\$ 25,272,886</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Public Library Board Employee Benefits Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-20

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property taxes	\$ 1,081,249	\$ 1,055,294	\$ 1,070,524	\$ (15,230)
Delinquent tax	47,347	45,845	34,072	11,773
Motor vehicle tax	136,879	136,733	88,776	47,957
Revenue in lieu of taxes	12,254	16,263	-	16,263
Total Receipts	<u>1,277,729</u>	<u>1,254,135</u>	<u>\$ 1,193,372</u>	<u>\$ 60,763</u>
Expenditures				
Community service operations	<u>1,149,826</u>	<u>1,113,455</u>	<u>\$ 1,426,229</u>	<u>\$ (312,774)</u>
Total Expenditures	<u>1,149,826</u>	<u>1,113,455</u>	<u>\$ 1,426,229</u>	<u>\$ (312,774)</u>
Receipts Over (Under) Expenditures	127,903	140,680		
Unencumbered Cash, Beginning	<u>1,085,183</u>	<u>1,213,086</u>		
Unencumbered Cash, Ending	<u>\$ 1,213,086</u>	<u>\$ 1,353,766</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures - Actual and Budget
Bond and Interest Fund
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

Schedule 2-21

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property taxes	\$ 8,328,918	\$ 7,148,187	\$ 7,248,161	\$ (99,974)
Delinquent tax	373,471	351,355	259,117	92,238
Motor vehicle tax	988,435	1,200,140	779,104	421,036
Revenue in lieu of taxes	91,307	81,336	-	81,336
State aid	11,667,414	6,816,461	6,816,461	-
Total Receipts	<u>21,449,545</u>	<u>15,597,479</u>	<u>\$ 15,102,843</u>	<u>\$ 494,636</u>
Expenditures				
Bond principal	11,105,000	6,285,000	\$ 6,285,000	\$ -
Interest	<u>9,620,099</u>	<u>9,439,984</u>	<u>9,439,984</u>	<u>-</u>
Total Expenditures	<u>20,725,099</u>	<u>15,724,984</u>	<u>\$ 15,724,984</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	724,446	(127,505)		
Unencumbered Cash, Beginning	<u>9,210,866</u>	<u>9,935,312</u>		
Unencumbered Cash, Ending	<u>\$ 9,935,312</u>	<u>\$ 9,807,807</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures
Capital Project Fund *
Regulatory Basis

Schedule 2-22

For the Year Ended June 30, 2022

(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Investment income	\$ 472,366	\$ 154,064
Reimbursements	26,969	(80,011)
Total Receipts	<u>499,335</u>	<u>74,053</u>
Expenditures		
Capital outlay	<u>32,532,245</u>	<u>2,102,301</u>
Total Expenditures	<u>32,532,245</u>	<u>2,102,301</u>
Receipts Over (Under) Expenditures	(32,032,910)	(2,028,248)
Unencumbered Cash, Beginning	<u>53,141,779</u>	<u>21,108,869</u>
Unencumbered Cash, Ending	<u><u>\$ 21,108,869</u></u>	<u><u>\$ 19,080,621</u></u>

* This fund is not required to be budgeted.

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts and Expenditures
School Worker's Compensation Reserve Fund *
Regulatory Basis

Schedule 2-23

For the Year Ended June 30, 2022

(With Comparative Actual and Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Investment income	\$ 28,366	\$ 7,892
Transfer in	-	1,645,119
Total Receipts	<u>28,366</u>	<u>1,653,011</u>
Expenditures		
General administration	<u>1,671,569</u>	<u>1,657,792</u>
Total Expenditures	<u>1,671,569</u>	<u>1,657,792</u>
Receipts Over (Under) Expenditures	(1,643,203)	(4,781)
Unencumbered Cash, Beginning	<u>5,059,094</u>	<u>3,415,891</u>
Unencumbered Cash, Ending	<u><u>\$ 3,415,891</u></u>	<u><u>\$ 3,411,110</u></u>

* This fund is not required to be budgeted.

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2022

Schedule 3

FUNDS	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High Schools				
Clubs and Societies	\$ 496,085	\$ 355,430	\$ 389,875	\$ 461,640
Total High Schools	<u>496,085</u>	<u>355,430</u>	<u>389,875</u>	<u>461,640</u>
District				
Healthcare Reserve	4,920,209	-	-	4,920,209
Total District	<u>4,920,209</u>	<u>-</u>	<u>-</u>	<u>4,920,209</u>
Middle Schools				
Clubs and Societies	246,605	157,164	175,964	227,805
Total Middle Schools	<u>246,605</u>	<u>157,164</u>	<u>175,964</u>	<u>227,805</u>
Elementary Schools				
Clubs and Societies	251,983	127,173	144,181	234,975
Total Elementary Schools	<u>251,983</u>	<u>127,173</u>	<u>144,181</u>	<u>234,975</u>
Total Agency Funds	<u>\$ 5,914,882</u>	<u>\$ 639,767</u>	<u>\$ 710,020</u>	<u>\$ 5,844,629</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts, Expenditures and Unencumbered Cash
Private Purpose Trust Fund
Regulatory Basis
For the Year Ended June 30, 2022

Schedule 4

FUNDS	Beginning Unencumbered Cash Balance	Receipts	Disbursements	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Virginia Schinkle Scholarship Fund	<u>\$ 5,557</u>	<u>\$ 1</u>	<u>\$ 5,558</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Receipts, Expenditures and Unencumbered Cash
District Activity Fund
Regulatory Basis
For the Year Ended June 30, 2022

Schedule 5

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
District Activity Fund	<u>\$ 115,733</u>	<u>\$ -</u>	<u>\$ 126,533</u>	<u>\$ 62,680</u>	<u>\$ 179,586</u>	<u>\$ 19,613</u>	<u>\$ 199,199</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grantor/Pass-Through Entity/Program Title	Assistance Listing Number	Cluster	Pass-Through Entity Identifying Number	Expenditures
U.S. Department of Agriculture				
Pass-Through Kansas Department of Education				
School Breakfast Program	10.553	1		\$ 4,307,254
National School Lunch Program	10.555	1		12,139,977
COVID-19 - National School Lunch Program	10.555	1		1,525,590
Child and Adult Care Food Program	10.558			136,390
COVID-19 - Child and Adult Care Food Program	10.558			49,814
Summer Food Service Program for Children	10.559	1		3,841,723
Fresh Fruit and Vegetable Program	10.582	1		403,847
COVID-19 - Pandemic EBT Administrative Costs	10.649			5,814
Total U.S. Department of Agriculture				22,410,409
U.S. Department of Education				
Pass-Through Kansas Department of Education				
Title I Grants to Local Educational Agencies	84.010A		S010A200016, S010A210016	13,368,455
Migrant Education State Grant Program	84.011A		S011A200016, S011A210016	352,399
Special Education Grants to States	84.027A	2	H027A200031, H027A210031	4,135,633
			V048A190016, V048A200016,	
Career and Technical Education - Basic Grants to States	84.048A		V048A210016	454,866
Special Education Preschool Grants	84.173A	2	H173A200034, H173A210034	202,638
Education for Homeless Children and Youth	84.196A		S196A200017	137,435
Twenty-First Century Community Learning Centers	84.287C		S287C200016	183,864
			S365A190016, S365A200016,	
English Language Acquisition State Grants	84.365A		S365A210016	1,068,539
Supporting Effective Instruction State Grants	84.367A		S367A200015, S367A210015	1,262,057
Student Support and Academic Enrichment Program	84.424A		S424A200017, S424A210017	482,303
COVID-19 - Education Stabilization Fund	84.425D		S425D210002	17,318,152
Total U.S. Department of Education				38,966,341
U.S. Department of Health and Human Services				
Pass-Through Kansas Department of Education				
COVID-19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323			219,140
Every Student Succeeds Act/Preschool Development Grants	93.434		90TP0078-01-00	19,865
Temporary Assistance for Needy Families	93.558			92,171
Direct Program				
Head Start	93.600			6,082,494
Total U.S. Department of Health and Human Services				6,413,670
Total Federal Assistance				\$ 67,790,420
Clusters:				
1 - Child Nutrition Cluster	\$ 22,218,391			
2 - Special Education Cluster (IDEA)	4,338,271			

UNIFIED SCHOOL DISTRICT NO. 500
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

1. Organization

Kansas City, Kansas Public Schools Unified School District No. 500 (District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. The District elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2022.

UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

	Unmodified (Regulatory Basis)	Adverse (GAAP)	
Type of auditor's report issued:			
Internal control over financial reporting:			
• Material weaknesses identified?	_____ Yes	_____ <u>X</u> _____ No	
• Significant deficiencies identified that are not considered to be material weaknesses?	_____ Yes	_____ <u>X</u> _____ None reported	
• Noncompliance material to financial statements noted?	_____ Yes	_____ <u>X</u> _____ No	

FEDERAL AWARDS

Internal control over major programs:

• Material weaknesses identified?	_____ Yes	_____ <u>X</u> _____ No	
• Significant deficiencies identified that are not considered to be material weaknesses?	_____ Yes	_____ <u>X</u> _____ None reported	

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a):

	_____ Yes	_____ <u>X</u> _____ None Reported	
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Type of auditor's report issued on compliance for major programs:

CFDA Number	NAME OF FEDERAL PROGRAM	Opinion
10.553, 10.555, 10.559, 10.582	Child Nutrition Cluster	Unmodified
84.027, 84.173	Special Education Cluster	Unmodified
84.425D	Education Stabilization Fund	Unmodified

Dollar threshold used to distinguish between type A and type B programs:

	\$ 2,033,713
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Auditee qualified as low-risk auditee?	_____ Yes	_____ <u>X</u> _____ No	
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UNIFIED SCHOOL DISTRICT NO. 500
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2022

SECTION II - FINANCIAL STATEMENT FINDINGS

None were reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None were reported.

UNIFIED SCHOOL DISTRICT NO. 500
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2022

None were reported

**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***

Independent Auditor's Report

Board of Education
Unified School District No. 500
Kansas City, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the Kansas Municipal Audit and Accounting, the financial statements of the Kansas City, Kansas Public Schools Unified School District No. 500, (District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated January 5, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District'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*.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Overland Park, Kansas
January 5, 2023

CERTIFIED PUBLIC ACCOUNTANTS

**Report on Compliance for Each Major Federal Program and
on Internal Control Over Compliance Required by the Uniform Guidance**

Independent Auditor's Report

Board of Education
Unified School District No. 500
Kansas City, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Kansas City, Kansas Public Schools Unified School District No. 500 (District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of District's major federal programs for the year ended June 30, 2022. The District'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, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*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 District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District'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 District'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 District'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 District'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 District'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 District'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 District'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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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.

CERTIFIED PUBLIC ACCOUNTANTS

Overland Park, Kansas
January 5, 2023