



Annual Comprehensive Financial Report

**For the Fiscal Year
Ended June 30, 2021**

**Olathe Public Schools
Unified School District No. 233
Olathe, Johnson County, Kansas USA
www.olatheschools.org**



UNIFIED SCHOOL DISTRICT NO. 233

OLATHE, KANSAS

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2021**

Prepared by:
Business and Finance Office

Cassy Osborn, CPA
Director of Business & Financial Services

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UNIFIED SCHOOL DISTRICT NO. 233

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INTRODUCTORY SECTION



November 19, 2021

TO THE CITIZENS AND BOARD OF EDUCATION OF THE OLATHE DISTRICT SCHOOLS:

It is with great pleasure that we present the Annual Comprehensive Financial Report of the Olathe District Schools, USD #233 for the fiscal year ended June 30, 2021.

This report contains financial statements, supplemental statements and other related information to provide complete and full disclosure of all material financial aspects of the district for the 2021 fiscal year. It includes information on all funds as identified by the Governmental Accounting Standards Board (GASB), and all activities considered to be part of the district by Kansas statutes.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including disclosures, rest with the district and more specifically, the Business and Financial Services Division. This department confirms that the accounting system and the budgetary and internal accounting controls of the district provide reasonable assurance that the district assets are safeguarded against loss and those financial records are reliable for preparing financial statements and maintaining accountability for assets. Based on these systems and controls, the information included in this report is believed to be accurate in all material aspects and is reported in a manner intended to fairly present the financial position and results of operations of the various funds and accounts of the Olathe District Schools.

The district's financial statements have been audited by the firm Allen, Gibbs & Houlik, L.C. The goal of the independent audit was to provide reasonable assurance that the financial statements of the district for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the district's financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with Generally Accepted Accounting Principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The district's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF DISTRICT

The Olathe Public Schools, known for quality and excellence, has experienced continuous growth since 1965. As enrollment has grown, student achievement has increased. Currently, Olathe Public Schools is the second largest school district in the state of Kansas. The district covers 74.6 square miles in Johnson County and provides general and special educational services for the majority of Olathe as well as portions of Overland Park, Lenexa and Shawnee to give a total district population of 167,446. As of June 30, 2021, The Olathe Public Schools has 36 elementary schools, 10 middle schools, 5 high schools and 8 specialty facilities. The current age of the district's school buildings has a wide range as the elementary buildings range from 2 to 70 years of age, middle schools range from 3 to 53 years old and the high schools range from 4 to 63 years of age. District enrollment has continued to increase each year since unification in 1965; beginning at 3,687 and growing to 29,722 for 2019-20. In 2020-21 enrollment decreased for the first time since unification to 28,651 but is projected increase to 28,936 for 2021-22 school year.

Olathe Public Schools is very proud of the accomplishments of its students and staff. Students are regularly recognized for their achievements in academics and athletics. Olathe students score well above state and national averages for both ACT and SAT examinations. Highly qualified instructors have been honored by their peers locally and nationwide for a variety of accomplishments. District teachers have been awarded numerous educator awards such as "Teacher of the Year" designations and "Outstanding Educator" certifications from various state and national organizations.

The district is governed by a seven-member Board of Education. Members of the Board are elected for staggered four-year terms and represent area positions in three districts as well as one at-large board position. In addition to making final district policy decisions, the Board appoints the Superintendent of Schools, who is responsible for carrying out Board policies. In fiscal year 2021, the Superintendent was assisted by a Deputy Superintendent, four Assistant Superintendents, and the Chief Financial and Operations Officer. 2,814-plus teachers and administrators and approximately 1,794 classified staff provide an innovative and quality education at every level.

ECONOMIC CONDITION AND OUTLOOK

The communities surrounding Olathe Public Schools have been fortunate to continue to experience growth over these past challenging years. Olathe remains attractive to both families and business as evidenced by the increase in property valuations and the increase of new housing developments. As the economy struggled due to COVID-19, Olathe has maintained an unemployment rate of 5.1%, compared to the 8.1% national rate.

Olathe Public School faces several economic challenges over the next several years. Post-COVID enrollment is lower than before the pandemic, which has translated into decreased funding. In addition, beginning in fiscal year 2021-22, funding from ancillary weighting will decrease each year for eight consecutive years until the district is no longer eligible for the funding. The district is currently analyzing its budget in order to implement a plan to reduce expenditures over this same time period in order to ensure balanced budgets.

MAJOR INITIATIVES

Strategic Plan and Implementation

The Olathe Public Schools Board of Education relaunched the Strategic Plan 2021-2026 in August, 2021. This plan outlines the districts goals and core values to set the roadmap to help students achieve great success. There are four main goals the plan is aiming to achieve and they are High Academic Expectations for All, Behavior and Social-Emotional Development for All, Human Capital and Effective Systems. High Academic Expectations goal outlines that every student will be challenged and supported through tiers of instruction by all staff to achieve a high standard of academic performance and growth. Behavior and Social-Emotional Developments goal outlines that every student will benefit from an educational experience that fosters their behavioral, social and emotional development. Human Capitals goal is for the district to attract, develop, engage and retain high quality talent. Effective Systems and Prioritized Resource's goal is for all systems and resources

to be aligned based on organizational data to achieve strategic initiatives. The core values of the strategic plan are Integrity, Vision, Accountability, Resilience, Innovation, and Inclusivity.

Dual Language Immersion Program Starts Second School Year

The Olathe Public Schools dual language immersion program has now entered its second year at two elementary schools. Two dual language immersion kindergarten sections launched at Black Bob and Manchester Park elementary schools in 2020-21. Now the program includes kindergarten and first grade.

The students spend half of their day learning in Spanish and half of their day learning in English. The district will add additional grades each year to allow students to continue learning in this exciting format.

Olathe Virtual School

Beginning with the 2021-22 school year, the Olathe Public Schools launched the Olathe Virtual School (OVS), which offers online learning opportunities for students in grades K-12. Approximately 300 students opened this new program. OVS offers prioritized grade-level and standards-aligned instruction, with an additional emphasis on social-emotional learning. Students have access to a variety of opportunities and classes.

Budgetary Principles

In addition to internal accounting controls, the district maintains budgetary controls. The district prepares an Annual Budget Report that provides excellent information about the Olathe Public Schools and our priorities for student achievement. The development, review and consideration of all State Budgeted funds is completed with a detailed review of revenue and expenditure items within the context of the District's mission, goals and financial commitments. Furthermore, it is the District's responsibility to publish and disseminate budget information to the Board of Education and local community. The budget is prepared on the cash basis of accounting as required by state statute. Specifics regarding budgetary information can be found in the Notes to the Basic Financial Statements.

Legal Requirements

The annual comprehensive financial report fulfills the local, state, federal and grant requirements to have the financial statements of the District undergo an annual audit. Including the requirements of KMAAG, the Uniform Guidance and other state and federal requirements.

The accompany basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, and Statement No. 39, Determining Whether Certain Organizations are Component Units, and Statement No. 61, The Financial Reporting Entity: Omnibus as amendment of GASB Statements No. 14 and No.34, in that the basic financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the District only. The District does not have any component units or affiliated charter schools.

Reporting Policies

The district's accounting system accumulates financial information in accordance with the Kansas Accounting Handbook and tracks expenditures by fund, function and object. Further accountability is provided by responsibility budgeting. This system allows effective monitoring of the expenditure of budget appropriations at the department level. Reports comparing actual revenues and expenditures to budgeted amounts are prepared each month for management's use. Summarized monthly revenue and expenditure reports are also presented to the District's

Board Finance Committee and Board of Education. Statutory budget control is at the fund level. Internal budget control is at the account level.

AWARDS AND ACKNOWLEDGEMENTS

Annual Comprehensive Financial Report Certifications

The Association of School Board Officials International (ASBO) awarded its Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the year ended June 30, 2020. In order to be awarded this certificate, the District must publish an Annual Comprehensive Financial Report that is easily readable, efficiently organized and conforms to program standards. Such reports must satisfy both GAAP and applicable legal requirements. A Certificate of Excellence is valid for a period of one year only.

The District believes that its current Annual Comprehensive Financial Report meets the Certificate of Excellence program requirements and will submit it to ASBO to determine its eligibility for certification.

The District is submitting its budget document to ASBO for the Meritorious Budget Award in 2021-2022. This program recognizes excellence in school system budgeting and evaluates budget documents against specific criteria and minimum standards. Our submission is expected to again be awarded the Meritorious Budget Award, as the previous sixteen submissions were.

Acknowledgements

The preparation of this Annual Comprehensive Financial Report was made possible by the dedication and effort of the entire Business and Financial Services Division staff. We also thank the staff of Allen, Gibbs and Houlik, L.C, and the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and insightful manner.

Sincerely,

A handwritten signature in dark ink, appearing to read "Cassy Osborn", with a long horizontal flourish extending to the right.

Cassy Osborn, Director of Business & Financial Services



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Olathe Unified School District 233

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2020.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.

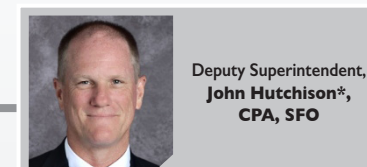


W. Edward Chabal
President

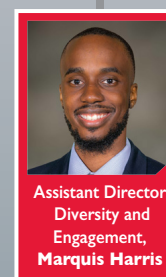
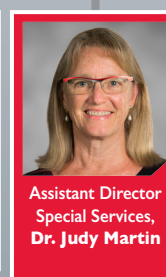
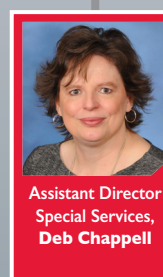
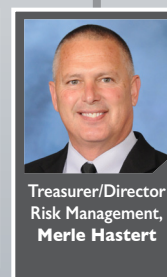
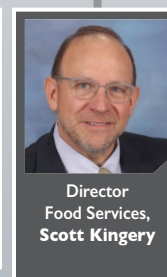
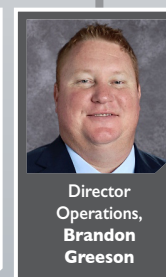
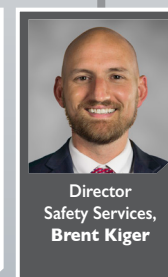
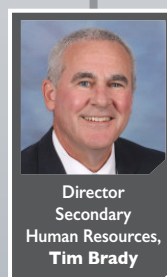
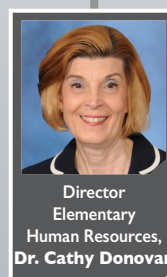
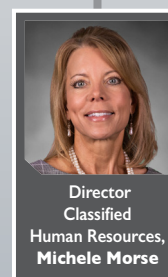
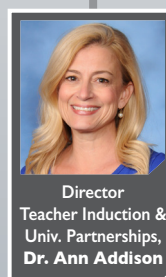
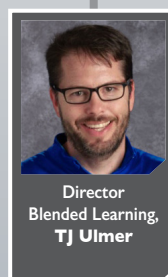
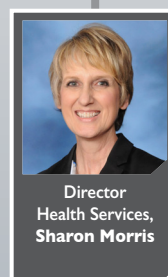
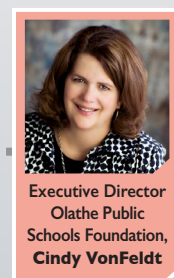
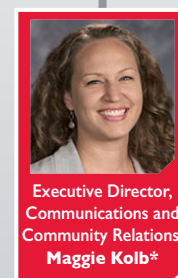
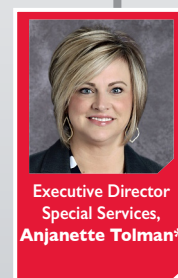
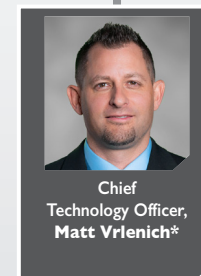
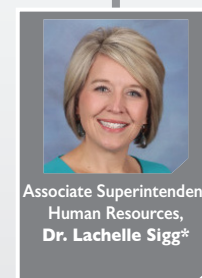
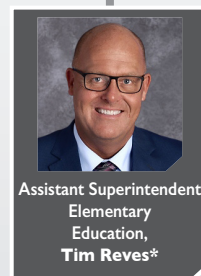
David J. Lewis
Executive Director

Olathe Leadership

Supporting School Administrators, Teachers,
Students & The Community



*SLT - Superintendent's Leadership Team



Revised 8/27/21

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 233

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, budgetary comparison information, and the aggregate remaining fund information of the Unified School District No. 233 (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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 Accounting and Audit Guide*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, budgetary comparison information, and the aggregate remaining fund information of the Unified School District No. 233 (the District), as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General, Special Education and KPERS Special Retirement Contribution Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As described in Note 4.I. to the financial statements, during the year ended June 30, 2021, management implemented Governmental Accounting Standards Board Statement 84, *Fiduciary Activities*, which resulted in adjustments to beginning fund balance and net position. In addition, management also reclassified the Supplemental General Fund, previously reported as a major fund, and the Contingency Reserve Fund, previously reported as a nonmajor special revenue fund, to be part of the General Fund in the June 30, 2021, financial statements. See Note 4.I. for additional information. Our opinions are not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and the statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 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), *Uniform Administrative Requirements, Cost Principles, and Audit Requirements, for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying account and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 19, 2021, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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

November 19, 2021
Overland Park, KS

UNIFIED SCHOOL DISTRICT NO. 233
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021
Unaudited

Our discussion and analysis of Unified School District No. 233, Olathe District Schools financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2021. The District's overall financial position diminished for the year ended June 30, 2021. This narrative should be read in conjunction with the District's financial statements, which begin on page ten.

Financial Highlights

- * Total liabilities plus deferred inflows of resources exceeded the total assets plus deferred outflows of resources by \$179.3 million. The District-wide net position totaled \$[179.3] million at the end of the current fiscal year.
- * The District-wide current assets exceed the current liabilities by \$85.4 million, representing the District's ability to meet its current obligations when due.
- * Total capital assets, net of accumulated depreciation at June 30, 2021 totaled \$538.7 million.
- * During the year ended June 30, 2021, the District's total revenues (which include charges for services, local taxes and state and federal aid) was less than total expenses by \$[31.4] million.
- * The District's general obligation indebtedness decreased by \$9.2 million.
- * The District's net capital assets decreased \$20.7 million in the current fiscal year.

Using This Financial Report

This annual report consists of two distinct series of financial statements: district-wide and funds. In addition, the annual report includes budgetary-basis financial statement comparisons, in accordance with the State of Kansas cash basis and budget laws.

The district-wide statements are designed to provide information about the Olathe District School's activities as a whole and provide a longer-term view of the District's finances. The fund financial statements tell how the District's services for both governmental and business-type activities were financed in the short term as well as what remains for future spending. Fund financial statements report the District's operations in greater detail than the district-wide statements by providing information about the District's most significant funds. In addition, combining statements included in the supplemental information show detail of all other governmental funds.

Reporting on the School District as a Whole (District Wide)

Statement of Net Position and the Statement of Activities

The view of the Olathe District Schools as a whole looks at all financial transactions and asks the question, "Are we in a better financial position as a result of the current year's financial activities?" The Statement of Net Position and the Statement of Activities provide the basis for answering this question. The statements include all assets and all liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses, regardless of when cash is received or paid.

These two statements report the District's net position and current year change in net position. The change in net position is important because it tells the reader whether the District, as a whole, has improved or diminished its financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. Causes of these changes may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, state and federal educational mandates, state public education funding formulas, and the financial condition of the State of Kansas general fund.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021
Unaudited

In the Statement of Net Position and the Statement of Activities, the District is divided into two distinct kinds of activities:

Governmental Activities - Most of the District's programs and services are reported here including instruction, support services, non-instructional services and other.

Business-Type Activities - These services are provided on a charge for goods and services basis to recover all of the expenses of the goods or services provided. The District's Food Services, Summer School and Driver Training are reported as business-type activities. In addition, the District's self-insured workers' compensation fund, the health insurance fund, and the risk management fund are treated as internal service funds.

Reporting the District's Most Significant Funds (Fund Financial Statements)

Fund financial statements provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. The main fund financial statements focus on the District's most significant funds. Combining fund balance sheets and statements of revenues, expenditures and changes in fund balances provide detailed information about all of the District's non-major governmental funds.

Governmental Funds - Most of the District's activities are reported in the governmental funds, which focus on how money flows into and out of the funds and balances left over at fiscal year end available to be spent in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. Governmental fund information helps the reader to decide where there are more or fewer financial resources that can be spent in the near term to finance the District's educational programs. Major differences between the District's governmental activities as reported in the Statement of Net Position and the Statement of Activities and its governmental funds are reconciled in the Governmental Funds financial statements.

Proprietary Funds - Proprietary funds (Food Services, Summer School and Driver Training) are enterprise funds that use the same basis of accounting as business-type activities, therefore, these statements replicate the information provided in the District-wide financial statements.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
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The School District as a Whole

Government-Wide Net Position

The Statement of Net Position provides the financial position of the School District as a whole. The following is a summary of the Olathe District School's Statement of Net Position as of June 30, 2021:

Olathe District Schools
Condensed Statement of Net Position
June 30 2020 and 2021

	Governmental Activities		Business-Type Activities		Total	
	2020	2021	2020	2021	2020	2021
Current assets	\$ 167,761,490	\$ 165,841,749	\$ 1,531,906	\$ 1,878,669	\$ 169,293,396	\$ 167,720,418
Noncurrent assets	559,173,177	539,151,519	2,794,757	2,508,756	561,967,934	541,660,275
Total assets	<u>\$ 726,934,667</u>	<u>\$ 704,993,268</u>	<u>\$ 4,326,663</u>	<u>\$ 4,387,425</u>	<u>\$ 731,261,330</u>	<u>\$ 709,380,693</u>
Deferred outflows of resources	\$ 56,478,544	\$ 112,471,226	\$ -	\$ -	\$ 56,478,544	\$ 112,471,226
Total deferred outflows of resources	<u>\$ 56,478,544</u>	<u>\$ 112,471,226</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,478,544</u>	<u>\$ 112,471,226</u>
Current liabilities	\$ 64,575,946	\$ 82,267,993	\$ 1,039	\$ 7,582	\$ 64,576,985	\$ 82,275,575
Noncurrent liabilities	856,614,869	903,670,227	-	-	856,614,869	903,670,227
Total liabilities	<u>\$ 921,190,815</u>	<u>\$ 985,938,220</u>	<u>\$ 1,039</u>	<u>\$ 7,582</u>	<u>\$ 921,191,854</u>	<u>\$ 985,945,802</u>
Deferred inflows of resources	\$ 15,963,062	\$ 15,171,286	\$ -	\$ -	\$ 15,963,062	\$ 15,171,286
Total deferred inflows of resources	<u>\$ 15,963,062</u>	<u>\$ 15,171,286</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,963,062</u>	<u>\$ 15,171,286</u>
Net Position:						
Net investment in capital assets	\$ 8,385,716	\$ 3,699,052	\$ 2,794,757	\$ 2,508,756	\$ 11,180,473	\$ 6,207,808
Restricted for:						
Construction, maintenance and equipment	7,105,366	7,029,177	-	-	7,105,366	7,029,177
Instruction and instructional support	20,386,592	7,406,668	-	-	20,386,592	7,406,668
Debt Service	66,207,241	66,591,148	-	-	66,207,241	66,591,148
Unrestricted	<u>[255,825,581]</u>	<u>[268,371,057]</u>	<u>1,530,867</u>	<u>1,871,087</u>	<u>[254,294,714]</u>	<u>[266,499,970]</u>
Total net position	<u>\$ [153,740,666]</u>	<u>\$ [183,645,012]</u>	<u>\$ 4,325,624</u>	<u>\$ 4,379,843</u>	<u>\$ [149,415,042]</u>	<u>\$ [179,265,169]</u>

The assets of the District are classified as current assets and noncurrent assets. Cash and investments and property taxes in process of collection are the largest current assets. These are assets that are available to provide resources for the near-term operations of the District. Noncurrent assets include capital assets used in the operations of the District. These assets include land, land improvements, buildings, building improvements, vehicles, furniture, equipment and technology.

Current and non-current liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, payroll-related liabilities, compensated absences and early retirement, and current portion of long-term obligations. Current assets exceed current liabilities by \$85.4 million, representing the District's ability to meet current obligations when due.

The District has \$547.9 million in long-term debt, consisting of general obligation bonds and capital leases, of which \$40.7 million is due within the next fiscal year. GASB 68, Accounting and Financial Reporting for Pensions, was implemented as of July 1, 2014. The standard's implementation is driving the changes in deferred outflows of resources, deferred inflows of resources and the noncurrent liability.

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The District has total assets plus deferred outflows of resources at June 30, 2021 totaling \$821.9 million. The total liabilities plus deferred inflows of resources of the District exceeded the total assets plus deferred outflows of resources by \$179.3 million. Net investment in capital assets (including cash balances in capital project funds), totaled \$6.2 million, restricted net position totaled \$81 million and unrestricted net position totaled \$[266.5] million.

Government-Wide Activities

The following is a condensed statement of the District's change in net position for the year ended June 30, 2021. Major items of program revenues, grants and general revenues are detailed. District-wide activities decreased the net position of the District by \$[31.4] million for the year ended June 30, 2021. A reconciliation of the total change in fund balances for the governmental funds to the Statement of Activities is located at page 17 of the basic financial statements. Major differences in the Statement of Activities and changes in the fund balances of governmental funds as expenditures in the funds statements include the repayment of long-term debt of \$109.1 million which is treated as expenditures in the funds statements, but is treated as a reduction of long term debt in the District wide statement of activities. Also, the \$5.6 million of capital outlays to purchase or rebuild assets are reported in the governmental funds as expenditures, however, for governmental activities these costs are shown as assets.

Olathe District Schools
Condensed Statement of Changes in Net Position
June 30 2020 and 2021

	Governmental Activities		Business-Type Activities		Total	
	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>
Revenues:						
Program revenues:						
Charges for services	\$ 3,503,890	\$ 4,446,182	\$ 5,856,352	\$ 458,935	\$ 9,360,242	\$ 4,905,117
Operating grants	120,807,747	128,981,720	5,195,339	9,566,532	126,003,086	138,548,252
General revenues:						
Property taxes	140,266,790	144,484,755	-	-	140,266,790	144,484,755
State aid	190,046,330	191,016,615	-	-	190,046,330	191,016,615
Other	11,543,897	7,468,341	404,363	253,191	11,948,260	7,721,532
Total revenues	<u>466,168,654</u>	<u>476,397,613</u>	<u>11,456,054</u>	<u>10,278,658</u>	<u>477,624,708</u>	<u>486,676,271</u>
Program expenses:						
Instruction	282,134,838	312,813,843	-	-	282,134,838	312,813,843
Support services	112,356,796	125,854,901	-	-	112,356,796	125,854,901
Other	39,385,929	39,958,882	12,971,651	11,695,669	52,357,580	51,654,551
Interest on long term debt	25,433,383	27,765,589	-	-	25,433,383	27,765,589
Total expenses	<u>459,310,946</u>	<u>506,393,215</u>	<u>12,971,651</u>	<u>11,695,669</u>	<u>472,282,597</u>	<u>518,088,884</u>
Excess [deficiency] before transfers	6,857,708	[29,995,602]	[1,515,597]	[1,417,011]	5,342,111	[31,412,613]
Transfers in [out]	<u>[198,378]</u>	<u>[1,471,230]</u>	<u>198,378</u>	<u>1,471,230</u>	<u>-</u>	<u>-</u>
Increase [decrease] in net position	6,659,330	[31,466,832]	[1,317,219]	54,219	5,342,111	[31,412,613]
Beginning net position	[160,050,496]	[153,740,666]	5,293,343	4,325,624	[154,757,153]	[149,415,042]
Prior period adjustment	<u>[349,500]</u>	<u>1,562,486</u>	<u>349,500</u>	<u>-</u>	<u>-</u>	<u>1,562,486</u>
Ending net position	<u>\$ [153,740,666]</u>	<u>\$ [183,645,012]</u>	<u>\$ 4,325,624</u>	<u>\$ 4,379,843</u>	<u>\$ [149,415,042]</u>	<u>\$ [179,265,169]</u>

UNIFIED SCHOOL DISTRICT NO. 233
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021
Unaudited

Financial Analysis of the District's Funds

The District uses fund accounting to ensure and demonstrate compliance with state and federal finance related legal requirements. These funds are accounted for on the modified accrual basis of accounting.

The governmental funds of the District provide information on near-term inflows, outflows and balances of spend - able resources. Unassigned fund balances, in particular, measure the District's net resources available for spending at the end of the District's fiscal year.

Total fund balances at June 30, 2021 for the governmental funds totaled \$113.6 million. Total restricted fund balances at June 30, 2021 were \$81 million, of which approximately \$66.6 million was attributable to the Debt Service Fund.

The General Fund is the chief operating fund of the District. The ending fund balance of the General Fund was approximately \$12.2 million at June 30, 2021. There was an overall decrease of \$4.3 million primarily due to spend down of contingency reserve funds in the current year.

The Special Education Fund is used to account for federal and state aid revenues received and used for the education of students with special needs. The ending fund balance of the Special Education Fund was approximately \$5 million at June 30, 2021, down approximately \$1.8 million from the previous year. Less money was transferred over to this fund this year because of greater needs in other funds.

The KPERS Special Retirement Contribution Fund is used to account for the State's on-behalf payments to the District's retirement fund as revenue and expense. The ending fund balance was \$0 at June 30, 2021, in accordance with Kansas State Department of Education requirements.

The Debt Service Fund is used to accumulate tax revenues and other revenues for the payment of principal and interest on general long-term debt. The fund has adequate funds accumulated to make the September 2021 principal and interest requirements, while decreasing \$.4 million from the previous year. The majority of this variance is caused by the increase in principal and interest payments in 2021.

The Capital Outlay Fund is used to account for tax revenues that are primarily utilized for the acquisition, construction, and remodeling of school district buildings. The ending fund balance of the Capital Outlay Fund was approximately \$14.6 million at June 30, 2021, down approximately \$7 million over the prior year. The district is continuing to working on catching up on some much-needed maintenance and security upgrades on our buildings.

The 2016 Construction Fund is used to account for the acquisition, construction, and renovation of major capital facilities financed by the District's general obligation bond issues. The fund ended the year with a \$7.1 million fund balance. The increase of \$2.6 million in fund balance was due to the selling of 20 million in bond funds in March 2021 an unspent proceeds on those bonds.

Total net position at June 30, 2021 for the business-type funds totaled \$4.4 million. Total unrestricted net position at June 30, 2021 was \$1.9 million, of which approximately \$1.4 million was attributable to the Food Service Fund.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
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General Fund Budgeting Highlights

The Olathe District School's budgets are prepared in accordance with Kansas law and are based primarily on the basis of cash receipts, disbursements, and encumbrances.

The District's original budgeted expenditures and transfers out in the General fund were \$228,934,771 and the final General Fund budgeted expenditures and transfers out were \$226,455,632. The decrease was due to the decrease in the estimated enrollment.

The District's original budgeted revenue in the General Fund was \$228,934,771 and the final General Fund budgeted revenue was \$226,455,632. The decrease was due to a decrease in the estimated enrollment which affected the state aid revenue.

Kansas statutes allow for the Board of Education to increase the original budget for previously unbudgeted increases in revenues other than ad valorem taxes.

Capital Assets and Debt Administration

The Olathe District School's investment in capital assets for its governmental and business-type activities decreased \$21 million to a total of \$538.7 million as of June 30, 2021. The District is actively involved in new construction and major renovation projects, funded by bond election authority, in order to accommodate the rising maintenance that is needed at our buildings.

Additional information on the District's capital assets can be found in Note 3 of the financial statements.

At June 30, 2021, the District had total bonded debt outstanding of \$546.4 million, backed by the full faith and credit of the Olathe District Schools. Total long-term debt decreased for the fiscal year ended June 30, 2021, in the amount of \$9.2 million. The decrease is due to regularly scheduled payment of the general obligation bonds. Additional information on the District's general long-term debt can be found in Note 3 to the financial statements.

Contacting the District

This financial report is designed to provide a general overview of the District's finances. If you have questions about this report or need additional financial information, contact the District's Director of Business & Financial Services at PO Box 2000, Olathe, Kansas 66063-2000.

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF NET POSITION
June 30, 2021

	Governmental Activities	Business-type Activities	Total Primary Government
ASSETS			
Current assets:			
Cash and investments	\$ 137,620,797	\$ 1,408,860	\$ 139,029,657
Cash and investments restricted for capital projects	15,415,628	-	15,415,628
Receivables (net of allowance for uncollectibles)			
Taxes	4,044,780	-	4,044,780
Interest and other	8,760,544	-	8,760,544
Material and supplies inventory	-	469,809	469,809
Total current assets	165,841,749	1,878,669	167,720,418
Noncurrent assets:			
Sinking fund deposits	2,925,615	-	2,925,615
Capital assets:			
Nondepreciable capital assets			
Land	32,176,446	2,971	32,179,417
Construction in progress	16,666,887	-	16,666,887
Depreciable capital assets	869,014,654	7,111,019	876,125,673
Less: Accumulated depreciation	[381,632,083]	[4,605,234]	[386,237,317]
Total capital assets	536,225,904	2,508,756	538,734,660
Total noncurrent assets	539,151,519	2,508,756	541,660,275
Total assets	704,993,268	4,387,425	709,380,693
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred pension amounts	104,495,428	-	104,495,428
Deferred OPEB amounts	6,493,905	-	6,493,905
Deferred OPEB amounts - KPERS	1,481,893	-	1,481,893
Total deferred outflows of resources	112,471,226	-	112,471,226
Total assets and deferred outflows of resources	\$ 817,464,494	\$ 4,387,425	\$ 821,851,919
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 28,718,632	\$ -	\$ 28,718,632
Retainage payable	371,531	-	371,531
Accrued interest	3,056,147	-	3,056,147
Accrued liabilities	2,533,959	7,582	2,541,541
Compensated absences	4,840,848	-	4,840,848
Early retirement payable	2,015,562	-	2,015,562
Current portion of capital leases	553,623	-	553,623
Current portion of net general obligation bonds	40,177,691	-	40,177,691
Total current liabilities	82,267,993	7,582	82,275,575
Noncurrent liabilities:			
Early retirement payable	2,686,948	-	2,686,948
Compensated absences	20,512,418	-	20,512,418
Total OPEB liability	23,488,050	-	23,488,050
Total OPEB liability (KPERS)	7,195,122	-	7,195,122
Net pension liability	342,576,523	-	342,576,523
Long-term liabilities			
Due in more than one year	507,211,166	-	507,211,166
Total noncurrent liabilities	903,670,227	-	903,670,227
Total liabilities	985,938,220	7,582	985,945,802
DEFERRED INFLOWS OF RESOURCES:			
Deferred amount on refunding	7,832,165	-	7,832,165
Deferred pension amounts	5,130,002	-	5,130,002
Deferred OPEB amounts	1,992,330	-	1,992,330
Deferred OPEB amounts - KPERS	216,789	-	216,789
Total deferred inflows of resources	15,171,286	-	15,171,286
Total liabilities and deferred inflows of resources	\$ 1,001,109,506	\$ 7,582	\$ 1,001,117,088
NET POSITION			
Net investment in capital assets	\$ 3,699,052	\$ 2,508,756	\$ 6,207,808
Restricted for:			
Construction, maintenance and equipment	7,029,177	-	7,029,177
Instruction and instructional support	7,406,668	-	7,406,668
Debt service	66,591,148	-	66,591,148
Unrestricted	[268,371,057]	1,871,087	[266,499,970]
Total net position	\$ [183,645,012]	\$ 4,379,843	\$ [179,265,169]

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

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

	Program Revenues			Net [Expenses] Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:						
Instructional	\$ 312,813,843	\$ 4,446,182	\$ 118,958,944	\$ [189,408,717]	\$ -	\$ [189,408,717]
Support services	33,911,722	-	3,012,139	[30,899,583]	-	[30,899,583]
Instructional support staff	18,467,032	-	1,247,008	[17,220,024]	-	[17,220,024]
General administration	2,946,943	-	194,803	[2,752,140]	-	[2,752,140]
School administration	24,950,200	-	2,273,798	[22,676,402]	-	[22,676,402]
Central services	15,971,191	-	-	[15,971,191]	-	[15,971,191]
Operations and maintenance	38,823,218	-	677,081	[38,146,137]	-	[38,146,137]
Student transportation services	18,843,715	-	1,476,093	[17,367,622]	-	[17,367,622]
Other support services	10,764,098	-	12,091	[10,752,007]	-	[10,752,007]
Food service operations	1,135,664	-	1,129,763	[5,901]	-	[5,901]
Interest on long-term debt	27,765,589	-	-	[27,765,589]	-	[27,765,589]
Total governmental activities	506,393,215	4,446,182	128,981,720	[372,965,313]	-	[372,965,313]
Business-type activities:						
Other business-type activities	11,695,669	458,935	9,566,532	-	[1,670,202]	[1,670,202]
Total business-type activities	11,695,669	458,935	9,566,532	-	[1,670,202]	[1,670,202]
Total school district	\$ 518,088,884	\$ 4,905,117	\$ 138,548,252	[372,965,313]	[1,670,202]	[374,635,515]
General Revenues:						
Local property taxes						
General purposes				77,631,592	-	77,631,592
Debt service				43,279,155	-	43,279,155
Capital projects				23,574,008	-	23,574,008
State aid				191,016,615	-	191,016,615
Interest revenues				208,810	290	209,100
Miscellaneous				7,259,531	252,901	7,512,432
Transfer				[1,471,230]	1,471,230	-
Total general revenues and transfers				341,498,481	1,724,421	343,222,902
Change in net position				[31,466,832]	54,219	[31,412,613]
Net position - beginning, restated				[152,178,180]	4,325,624	[147,852,556]
Net position - ending				\$ [183,645,012]	\$ 4,379,843	\$ [179,265,169]

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

UNIFIED SCHOOL DISTRICT NO. 233

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2021

	<u>General*</u>	<u>Special Education</u>	<u>KPERS Special Retirement Contribution</u>	<u>Debt Service</u>
ASSETS				
Cash and investments	\$ 19,906,868	\$ 5,098,613	\$ -	\$ 66,591,148
Receivables (net)				
Taxes	1,313,165	-	-	1,183,247
Other	-	-	8,760,544	-
Due from other funds	<u>563,925</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 21,783,958</u>	<u>\$ 5,098,613</u>	<u>\$ 8,760,544</u>	<u>\$ 67,774,395</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 5,765,689	\$ 129,813	\$ 8,760,544	\$ -
Retainage payable	-	-	-	-
Accrued liabilities	2,533,959	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>8,299,648</u>	<u>129,813</u>	<u>8,760,544</u>	<u>-</u>
Deferred inflows of resources				
Unavailable revenue - property taxes	<u>1,313,165</u>	<u>-</u>	<u>-</u>	<u>1,183,247</u>
Total deferred inflow of resources	<u>1,313,165</u>	<u>-</u>	<u>-</u>	<u>1,183,247</u>
Total liabilities and deferred inflows of resources	<u>9,612,813</u>	<u>129,813</u>	<u>8,760,544</u>	<u>1,183,247</u>
Fund balance:				
Restricted	-	-	-	66,591,148
Committed	-	4,966,923	-	-
Assigned	894,446	1,877	-	-
Unassigned	<u>11,276,699</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>12,171,145</u>	<u>4,968,800</u>	<u>-</u>	<u>66,591,148</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 21,783,958</u>	<u>\$ 5,098,613</u>	<u>\$ 8,760,544</u>	<u>\$ 67,774,395</u>

* See the General Fund Combining Balance Sheet on page 58

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

<u>Capital Outlay</u>	<u>2016 Construction</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 15,586,333	\$ 15,415,628	\$ 9,399,597	\$ 131,998,187
659,067	-	889,301	4,044,780
-	-	-	8,760,544
-	-	-	563,925
<u>\$ 16,245,400</u>	<u>\$ 15,415,628</u>	<u>\$ 10,288,898</u>	<u>\$ 145,367,436</u>

\$ 1,011,671	\$ 8,014,920	\$ 543,389	\$ 24,226,026
-	349,517	22,014	371,531
-	-	-	2,533,959
-	-	563,925	563,925
<u>1,011,671</u>	<u>8,364,437</u>	<u>1,129,328</u>	<u>27,695,441</u>

659,067	-	889,301	4,044,780
659,067	-	889,301	4,044,780

<u>1,670,738</u>	<u>8,364,437</u>	<u>2,018,629</u>	<u>31,740,221</u>
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-	7,051,191	7,406,668	81,049,007
-	-	-	4,966,923
14,574,662	-	1,549,068	17,020,053
-	-	[685,467]	10,591,232

<u>14,574,662</u>	<u>7,051,191</u>	<u>8,270,269</u>	<u>113,627,215</u>
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<u>\$ 16,245,400</u>	<u>\$ 15,415,628</u>	<u>\$ 10,288,898</u>	<u>\$ 145,367,436</u>
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The notes to the basic financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 233

RECONCILIATION OF THE TOTAL GOVERNMENTAL FUND BALANCE SHEET TO
NET POSITION OF GOVERNMENTAL ACTIVITIES

June 30, 2021

Total Governmental Fund Balances \$ 113,627,215

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:

The cost of capital assets is	917,857,987	
Accumulated depreciation is	<u>[381,632,083]</u>	536,225,904

Property taxes receivable to be collected, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as unavailable in the funds.	4,044,780
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Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net position.	16,545,632
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Sinking fund deposits are reported as an expense in the funds and as a noncurrent asset in the governmental activities in the statement of net position.	2,925,615
--	-----------

Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.

Deferred outflows - pension related	104,495,428	
Deferred outflows - KPERS OPEB related	1,481,893	
Deferred outflows - OPEB related	6,493,905	
Deferred inflows - pension related	[5,130,002]	
Deferred inflows - OPEB related	[1,992,330]	
Deferred inflows - KPERS OPEB related	<u>[216,789]</u>	105,132,105

Deferred amounts on refundings are reported as deferred inflows of resources in the government-wide financial statements but are not reported in the governmental fund statements.	[7,832,165]
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:

Compensated absences	[25,353,266]	
Total OPEB liability	[23,488,050]	
Total OPEB liability (KPERS)	[7,195,122]	
Leases payable	[1,509,868]	
Bonds payable	[546,432,612]	
Accrued interest	[3,056,147]	
Early retirement payable	[4,702,510]	
Net pension liability	<u>[342,576,523]</u>	<u>[954,314,098]</u>

Net position of Governmental Activities	\$ <u>[183,645,012]</u>
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The notes to the basic financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	<u>General*</u>	<u>Special Education</u>	<u>KPERS Special Retirement Contribution</u>	<u>Debt Service</u>
REVENUES:				
Taxes	\$ 37,461,376	\$ -	\$ -	\$ 42,372,856
Intergovernmental	191,016,615	43,357,025	33,250,648	7,848,121
Charges for services	-	-	-	-
Investment revenue	-	-	-	-
Other local sources	<u>4,179,355</u>	<u>187,982</u>	<u>-</u>	<u>1,103,216</u>
Total revenues	<u>232,657,346</u>	<u>43,545,007</u>	<u>33,250,648</u>	<u>51,324,193</u>
EXPENDITURES:				
Current				
Instructional	130,772,524	45,382,013	23,211,923	-
Support services	12,999,199	15,386,842	3,012,139	-
Instructional support staff	13,363,896	305,299	1,247,008	-
General administration	2,649,037	-	194,803	-
School administration	19,945,206	2,053,969	2,273,798	-
Central services	11,187,350	5,511	677,081	-
Operations and maintenance	10,772,747	107,017	1,476,093	-
Student transportation services	4,903,110	10,488,770	12,091	-
Other support services	148,191	-	15,949	-
Food service operations	-	-	1,129,763	-
Capital outlay	-	-	-	-
Debt service				
Principal retirement	-	-	-	31,922,945
Interest and other charges	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,542,538</u>
Total expenditures	<u>206,741,260</u>	<u>73,729,421</u>	<u>33,250,648</u>	<u>53,465,483</u>
Excess [deficiency] of revenues over [under] expenditures	<u>25,916,086</u>	<u>[30,184,414]</u>	<u>-</u>	<u>[2,141,290]</u>
OTHER FINANCING SOURCES [USES]				
Debt issuance	-	-	-	88,950,000
Bond premium	-	-	-	1,649,384
Cost of issuance	-	-	-	-
Bond redemption	-	-	-	[88,074,187]
Lease proceeds	-	-	-	-
Transfers in	-	28,340,007	-	-
Transfers [out]	<u>[30,256,319]</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources [uses]	<u>[30,256,319]</u>	<u>28,340,007</u>	<u>-</u>	<u>2,525,197</u>
Net change in fund balance	[4,340,233]	[1,844,407]	-	383,907
Fund balance - Beginning of year, restated	<u>16,511,378</u>	<u>6,813,207</u>	<u>-</u>	<u>66,207,241</u>
Fund balance - End of year	<u>\$ 12,171,145</u>	<u>\$ 4,968,800</u>	<u>\$ -</u>	<u>\$ 66,591,148</u>

* See the General Fund Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances on page 59

Capital Outlay	2016 Construction	Nonmajor Governmental Funds	Total Governmental Funds
\$ 23,574,008	\$ -	\$ 40,866,389	\$ 144,274,629
4,309,412	-	40,216,514	319,998,335
-	-	4,446,182	4,446,182
113,723	80,129	14,958	208,810
432,174	-	1,356,804	7,259,531
<u>28,429,317</u>	<u>80,129</u>	<u>86,900,847</u>	<u>476,187,487</u>
6,407,332	11,878,365	72,377,168	290,029,325
5,272	-	2,461,644	33,865,096
172,218	-	1,622,940	16,711,361
-	-	100,200	2,944,040
-	-	652,517	24,925,490
1,254,946	1,455,716	48,667	14,629,271
22,213,984	-	1,288,316	35,858,157
2,380,574	-	942,941	18,727,486
-	-	10,599,759	10,763,899
-	-	-	1,129,763
3,831,674	4,149,510	694,600	8,675,784
-	-	-	31,922,945
-	-	-	21,542,538
<u>36,266,000</u>	<u>17,483,591</u>	<u>90,788,752</u>	<u>511,725,155</u>
<u>[7,836,683]</u>	<u>[17,403,462]</u>	<u>[3,887,905]</u>	<u>[35,537,668]</u>
-	20,000,000	-	108,950,000
-	-	-	1,649,384
-	-	-	-
-	-	-	[88,074,187]
880,320	-	-	880,320
-	-	445,082	28,785,089
-	-	-	[30,256,319]
<u>880,320</u>	<u>20,000,000</u>	<u>445,082</u>	<u>21,934,287</u>
[6,956,363]	2,596,538	[3,442,823]	[13,603,381]
<u>21,531,025</u>	<u>4,454,653</u>	<u>11,713,092</u>	<u>127,230,596</u>
<u>\$ 14,574,662</u>	<u>\$ 7,051,191</u>	<u>\$ 8,270,269</u>	<u>\$ 113,627,215</u>

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

UNIFIED SCHOOL DISTRICT NO. 233

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES WITH THE GOVERNMENT - WIDE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Total Net Change In Fund Balances - Governmental Funds \$ [13,603,381]

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which loss on sale of assets and depreciation expense exceeded capitalizable capital outlays in the period.

Capital outlays	5,633,641	
Loss on sale of assets	[48,208]	
Depreciation expense	<u>[26,025,036]</u>	[20,439,603]

Property taxes receivable are treated as unavailable revenues in the governmental funds, but are treated as revenues in the statement of activities. 210,126

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The revenues and expenses of certain internal service funds are included in governmental activities in the statement of activities. 1,254,026

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. Interest accrues, regardless of when it is due. This is the amount by which interest increased. [3,056,147]

Bond and lease proceeds are an other financing source in the governmental funds, but it increases long-term liabilities in the statement of net position and does not affect the statement of activities.

Bond proceeds	[108,950,000]
Bond premium	[1,649,384]
Lease proceeds	[880,320]
Change in deferred amounts on refunding	

Some expenses reported in the statement of activities, such as compensated absences and net other post employment benefit obligations, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences	1,144,608
Changes in early retirement benefits	[163,696]
Changes in OPEB liabilities and related deferred outflows and inflows of resources	[1,469,275]
Changes in KPERS OPEB liabilities and related deferred outflows and inflows of resources	[922,854]
Changes in pension liabilities and related deferred outflows and inflows of resources	[344,290]
Changes in deferred amount on refunding	[3,342,718]
Amortization of bond discount and premium	11,218,207

Payment of principal to a bond sinking fund is an expenditure in the governmental funds but is a deferred outflow of resources on the statement of net position and does not affect the statement of net position 417,945

Repayment of bond and lease principal is an expenditure in the governmental funds but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.

Bond principal retirement	108,585,000
Lease principal retirement	<u>524,924</u>

Changes In Net Position of Governmental Activities \$ [31,466,832]

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

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
GENERAL FUND
For the Year Ended June 30, 2021

	GAAP Basis*	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
General state aid	\$ 162,196,551	\$ 28,638,369	\$ 190,834,920	\$ 193,994,670	\$ 191,515,531	\$ [680,611]
Special education state aid	-	35,620,712	35,620,712	34,940,101	34,940,101	680,611
Total intergovernmental	162,196,551	64,259,081	226,455,632	228,934,771	226,455,632	-
Other local sources	4,179,355	[4,179,355]	-	-	-	-
Total revenues	166,375,906	60,079,726	226,455,632	228,934,771	226,455,632	-
EXPENDITURES:						
Instructional	107,386,146	[3,845,745]	103,540,401	111,472,639	111,472,639	7,932,238
Support services	9,810,666	5,568	9,816,234	10,583,666	10,583,666	767,432
Instructional support staff	10,000,622	89,465	10,090,087	9,615,465	9,615,465	[474,622]
General administration	1,989,882	7,199	1,997,081	1,873,474	1,873,474	[123,607]
School administration	14,996,396	-	14,996,396	15,195,626	15,195,626	199,230
Central services	8,405,631	22,551	8,428,182	6,689,928	6,689,928	[1,738,254]
Operations and maintenance	8,099,761	202	8,099,963	8,726,180	8,726,180	626,217
Student transportation services	3,686,550	-	3,686,550	3,132,145	3,132,145	[554,405]
Other support services	100,821	-	100,821	36,760	36,760	[64,061]
Adjustment for legal maximum budget	-	-	-	-	[2,479,139]	[2,479,139]
Total expenditures	164,476,475	[3,720,760]	160,755,715	167,325,883	164,846,744	4,091,029
Excess [deficiency] of revenues over [under] expenditures	1,899,431	63,800,486	65,699,917	61,608,888	61,608,888	4,091,029
OTHER FINANCING SOURCES [USES]:						
Transfers [out]	[1,440,836]	[64,259,081]	[65,699,917]	[61,608,888]	[61,608,888]	[4,091,029]
Total other financing sources [uses]	[1,440,836]	[64,259,081]	[65,699,917]	[61,608,888]	[61,608,888]	[4,091,029]
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	458,595	[458,595]	-	\$ -	\$ -	\$ -
FUND BALANCE - Beginning of year	435,851	[435,851]	-			
FUND BALANCE - End of year	\$ 894,446	\$ [894,446]	\$ -			

* - This schedule includes only amounts recorded in the General Fund itself. The General Fund column on the Governmental Fund Balance sheet and Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances includes activity from other funds that do not qualify for reporting as individual funds. See the General Fund combining schedules on page 58 and 59 for additional information.

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
SPECIAL EDUCATION FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 43,357,025	\$ [35,620,712]	\$ 7,736,313	\$ 15,700	\$ 15,700	\$ 7,720,613
Federal	-	-	-	7,369,785	7,369,785	[7,369,785]
Total intergovernmental	43,357,025	[35,620,712]	7,736,313	7,385,485	7,385,485	350,828
Other local sources	187,982	-	187,982	4,000,000	4,000,000	[3,812,018]
Total revenues	43,545,007	[35,620,712]	7,924,295	11,385,485	11,385,485	[3,461,190]
EXPENDITURES:						
Instructional	45,382,013	[11,204]	45,370,809	52,823,882	52,823,882	7,453,073
Support services	15,386,842	[1,440]	15,385,402	15,710,564	15,710,564	325,162
Instructional support staff	305,299	-	305,299	359,545	359,545	54,246
School administration	2,053,969	[3,039]	2,050,930	2,121,491	2,121,491	70,561
Central services	5,511	-	5,511	9,200	9,200	3,689
Operations and maintenance	107,017	[696]	106,321	131,200	131,200	24,879
Student transportation services	10,488,770	-	10,488,770	11,142,422	11,142,422	653,652
Total expenditures	73,729,421	[16,379]	73,713,042	82,298,304	82,298,304	8,585,262
Excess [deficiency] of revenues over [under] expenditures	[30,184,414]	[35,604,333]	[65,788,747]	[70,912,819]	[70,912,819]	5,124,072
OTHER FINANCING SOURCES [USES]:						
Transfers in	28,340,007	35,620,712	63,960,719	69,652,819	69,652,819	[5,692,100]
Total other financing sources [uses]	28,340,007	35,620,712	63,960,719	69,652,819	69,652,819	[5,692,100]
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	[1,844,407]	16,379	[1,828,028]	\$ [1,260,000]	\$ [1,260,000]	\$ [568,028]
FUND BALANCE - Beginning of year	6,813,207	[18,257]	6,794,950			
FUND BALANCE - End of year	\$ 4,968,800	\$ [1,878]	\$ 4,966,922			

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

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 33,250,648	\$ -	\$ 33,250,648	\$ 38,462,399	\$ 38,462,399	\$ [5,211,751]
Total revenues	<u>33,250,648</u>	<u>-</u>	<u>33,250,648</u>	<u>38,462,399</u>	<u>38,462,399</u>	<u>[5,211,751]</u>
EXPENDITURES:						
Instructional	23,211,923	-	23,211,923	26,850,186	26,850,186	3,638,263
Support services	3,012,139	-	3,012,139	3,484,266	3,484,266	472,127
Instructional support staff	1,247,008	-	1,247,008	1,442,466	1,442,466	195,458
General administration	194,803	-	194,803	225,337	225,337	30,534
School administration	2,273,798	-	2,273,798	2,630,197	2,630,197	356,399
Central services	677,081	-	677,081	783,207	783,207	106,126
Operations and maintenance	1,476,093	-	1,476,093	1,707,459	1,707,459	231,366
Student transportation services	12,091	-	12,091	13,986	13,986	1,895
Other support services	15,949	-	15,949	18,450	18,450	2,501
Food service operations	<u>1,129,763</u>	<u>-</u>	<u>1,129,763</u>	<u>1,306,845</u>	<u>1,306,845</u>	<u>177,082</u>
Total expenditures	<u>33,250,648</u>	<u>-</u>	<u>33,250,648</u>	<u>38,462,399</u>	<u>38,462,399</u>	<u>5,211,751</u>
Excess [deficiency] of revenues over [under] expenditures	-	-	-	\$ -	\$ -	\$ -
FUND BALANCE - Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>			
FUND BALANCE - End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>			

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

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 June 30, 2021

	Business-Type Activities: Nonmajor Proprietary Funds	Governmental Activities: Internal Service Funds
ASSETS		
Current assets:		
Cash and investments	\$ 1,408,860	\$ 21,038,238
Material and supplies inventory	469,809	-
Total current assets	<u>1,878,669</u>	<u>21,038,238</u>
Noncurrent assets:		
Nondepreciable capital assets		
Land	2,971	-
Depreciable capital assets	7,111,019	-
Less: accumulated depreciation	<u>4,605,234</u>	<u>-</u>
Total noncurrent assets	<u>2,508,756</u>	<u>-</u>
Total assets	<u>\$ 4,387,425</u>	<u>\$ 21,038,238</u>
LIABILITIES AND NET POSITION		
Current liabilities:		
Accrued liabilities	\$ 7,582	\$ 4,492,606
Total liabilities	<u>\$ 7,582</u>	<u>\$ 4,492,606</u>
Net Position		
Investment in capital assets	\$ 2,508,756	\$ -
Unrestricted	<u>1,871,087</u>	<u>16,545,632</u>
Total net position	<u>\$ 4,379,843</u>	<u>\$ 16,545,632</u>

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

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended June 30, 2021

	Business-Type Activities: Nonmajor Proprietary Funds	Governmental Activities: Internal Service Funds
Operating revenues		
Charges for services	\$ 458,935	\$ -
Other local services	25,752	52,961,142
Miscellaneous	227,149	-
Total operating revenues	<u>711,836</u>	<u>52,961,142</u>
Operating expenses		
Instructional	219,872	50,133,653
Instructional support staff	11,914	20,265
School administration	28,302	24,684
Operations and maintenance	10,154	1,245,459
Noninstructional services	-	283,055
Food service operations	11,074,526	-
Depreciation	350,901	-
Total operating expenses	<u>11,695,669</u>	<u>51,707,116</u>
Operating income [loss]	<u>[10,983,833]</u>	<u>1,254,026</u>
Nonoperating revenues [expenses]		
Investment revenue	290	-
State grants	122,054	-
Federal grants	9,444,478	-
Total nonoperating revenues [expenses]	<u>9,566,822</u>	<u>-</u>
Income [loss] before transfers	<u>[1,417,011]</u>	<u>1,254,026</u>
Transfers from other funds		
Transfers in	1,471,230	-
Total transfers	<u>1,471,230</u>	<u>-</u>
Change in net position	54,219	1,254,026
Net position, Beginning of year	<u>4,325,624</u>	<u>15,291,606</u>
Net position, End of year	<u>\$ 4,379,843</u>	<u>\$ 16,545,632</u>

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

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Year Ended June 30, 2021

	Business-Type Activities: Nonmajor Proprietary Funds	Governmental Activities: Internal Service Funds
Cash flows from operating activities		
Cash received from customers and users	\$ 458,935	\$ 52,961,142
Cash payments to suppliers	[4,756,977]	[870,361]
Cash payments to employees for services	[6,290,906]	[51,651,719]
Other operating receipts	252,901	-
Net cash provided by [used in] operating activities	<u>[10,336,047]</u>	<u>439,062</u>
Cash flows from noncapital financing activities		
State grants	122,054	-
Federal grants	9,444,478	-
Transfers from other funds	1,471,230	-
Net cash provided by [used in] noncapital financing activities	<u>11,037,762</u>	<u>-</u>
Cash flows from capital and related financing activities		
Capital asset purchases	<u>[64,900]</u>	<u>-</u>
Net cash flows from capital and related financing activities	<u>[64,900]</u>	<u>-</u>
Cash flows from investing activities		
Investment revenue	<u>290</u>	<u>-</u>
Net cash flows from investing activities	<u>290</u>	<u>-</u>
Net increase [decrease] in cash and cash equivalents	637,105	439,062
Cash and cash equivalents - Beginning of year	<u>771,755</u>	<u>20,599,176</u>
Cash and cash equivalents - End of year	<u>\$ 1,408,860</u>	<u>\$ 21,038,238</u>
Reconciliation of operating [loss] income to net cash provided by [used in] operating activities		
Operating income [loss]	\$ [10,983,833]	\$ 1,254,026
Adjustments to reconcile operating income [loss] to net cash provided by [used in] operating activities		
Depreciation	350,901	-
Change in assets and liabilities		
[Increase] decrease in material and supplies inventory	290,342	-
Increase [decrease] in accrued liabilities	<u>6,543</u>	<u>[814,964]</u>
Net cash provided by [used in] operating activities	<u>\$ [10,336,047]</u>	<u>\$ 439,062</u>

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

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Unified School District No. 233 (the District) is a municipal corporation governed by an elected seven-member board.

As required by generally accepted accounting principles (GAAP), the financial statements present data for all funds of the District.

According to GAAP, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units. The District has no component units; in addition, the District is not included in any other governmental "reporting entity" as defined by GAAP.

B. Government-wide and fund financial statements

The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the District as a whole. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational requirements of a particular program. Taxes and other items which are not classified as program revenues are presented as general revenues of the school district.

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

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Agency funds are custodial in nature and do not measure results of operations or have a measurement focus. Agency funds do, however, use the accrual basis of accounting.

The District reports the following major governmental funds:

The General Fund is used to account for the general operations of the District and all revenues and expenditures not accounted for in other funds.

The Special Education Fund is used to account for federal and state aid revenues received and used for the education of students with special needs.

The KPERS Special Retirement Contribution Fund is used to account for the state's on-behalf payments to the District's retirement fund as revenue and expense. The state is required to contribute based on a predetermined percentage of payroll each year.

The Debt Service Fund is used to account for the accumulation of resources for and the payments of interest and principal on general long-term debt, which are general obligations of the District.

The Capital Outlay Fund is used to account for revenues that are primarily utilized for the acquisition, construction, repair and remodeling of school district buildings.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

The 2016 Construction Fund is used to account for the acquisition, construction, and renovation of major capital facilities financed by the District's general obligation bond issues.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

The District reports nonmajor proprietary funds to account for all money received and expended attributable to the District's food service, summer school, and driver training programs.

Additionally, the District reports the following fund within the proprietary fund type:

The Internal Service Fund accounts for the financing of goods and services provided to other funds of the District on a cost-reimbursement basis and uses the accrual basis of accounting. The District's internal service funds include the Workers' Compensation Fund, the Health Insurance Fund, and the Risk Management Fund.

For purpose of the statement of cash flows, cash and cash equivalents includes cash, and short-term investments with original maturities of ninety days or less.

D. Material and Supplies Inventory

Material and supplies inventory is valued using the average cost method. Inventories recorded in the Food Services Fund consist of purchased commodities. The cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed. For fund financial statement reporting the reserve for material and supplies inventory is equal to the amount of inventories on hand to indicate that a portion of fund balance is not available for future expenditures.

E. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$10,000, for buildings and \$2,500, for all other capital assets. District capital assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The District does not capitalize interest on the construction of capital assets.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Capital Assets (Continued)

Property, plant and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	50
Building Improvements	20
Furniture	10
Vehicles	10
Equipment	5
Technology	5

Assets which have been acquired with funds received through federal grants must be used in accordance with the terms of the grant. Federal regulations require, in some cases, that the District must reimburse the federal government for any assets which the District retains for its own use after the termination of the grant unless otherwise provided for by the grantor.

F. Compensated Absences Liabilities

District certified and classified employees are allowed paid sick leave between 12 and 15 days per year based on their contract period. Unused sick leave has unlimited accumulation and is intended for use on an extended illness. There are some instances, upon retirement, when sick leave can be converted to additional pay or used to purchase District offered insurance at the time of retirement. The General, Supplemental General, Special Education and Non-Major Governmental Funds have been used in prior years to liquidate the liability for compensated absences.

District certified and classified employees are allowed paid personal leave between 1 and 4 days per year based on length of service. If these days are not used, they can be converted to double the amount of sick leave each fiscal year.

District classified employees are allowed paid vacation between 10 and 15 days per year based on length of service. Vacation days must be used prior to the end of the fiscal year after the year in which it was earned.

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

H. Fund Balance Classifications

In the fund financial statements, governmental funds report fund balance in the following classifications: nonspendable, restricted, committed, assigned and unassigned. Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Restricted fund balance indicates that constraints have been placed on the use of resources either by being externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Committed fund balances include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Education. The Board of Education is the highest level of decision-making authority for the District that can, by adoption of an ordinance prior to the

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fund Balance Classifications (Continued)

end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken to remove or revise the limitation. Assigned fund balances include amounts that are constrained by the District management's intent to be used for specific purposes, but are neither restricted nor committed. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available restricted amounts is considered to be spent first. When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balance is available, the following is the order in which resources will be expended: committed, assigned and unassigned. A negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes. The following is the detail for fund balance classifications in the financial statements:

	Major Governmental Funds							Total Governmental Funds
	General Fund	Special Education Fund	KPERS Special Retirement Contribution Fund	Debt Service Fund	Capital Outlay Fund	2016 Construction Fund	Nonmajor Governmental Funds	
Fund Balances:								
Restricted for:								
Debt retirement	\$ -	\$ -	\$ -	\$ 66,591,148	\$ -	\$ -	\$ -	\$ 66,591,148
School construction and equipment	-	-	-	-	-	7,051,191	1,466,836	8,518,027
Instruction	-	-	-	-	-	-	5,939,832	5,939,832
Committed for:								
Special education instruction	-	4,966,923	-	-	-	-	-	4,966,923
Assigned for:								
School construction and equipment	-	-	-	-	14,574,662	-	-	14,574,662
Instructional support services	507,226	1,755	-	-	-	-	1,549,068	2,058,049
Support services	5,614	-	-	-	-	-	-	5,614
Instructional support staff	157,486	-	-	-	-	-	-	157,486
General administration	10,274	-	-	-	-	-	-	10,274
School administration	-	122	-	-	-	-	-	122
Central services	90,633	-	-	-	-	-	-	90,633
Operations and maintenance	123,213	-	-	-	-	-	-	123,213
Student transportation services	-	-	-	-	-	-	-	-
Unassigned:	11,276,699	-	-	-	-	-	[685,467]	10,591,232
Total Fund Balances	\$ 12,171,145	\$ 4,968,800	\$ -	\$ 66,591,148	\$ 14,574,662	\$ 7,051,191	\$ 8,270,269	\$ 113,627,215

I. Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has three items that qualify for reporting in the governmentwide statement of net position for deferred outflows related to the net pension liability, KPERS total OPEB liability, and total OPEB liability. For more information on deferred outflows, see Note 4. A. for pensions, Note 4. F. for OPEB, and Note 4. G. for KPERS OPEB.

In addition to liabilities, the statement of financial position will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has four types of items: deferred amount on refunding and deferred inflows related to net pension liability, KPERS total OPEB liability, and total OPEB liability. The government funds report unavailable revenues from one source: property taxes. For more information on deferred inflows, see Note 4. A. for pensions, Note 4. F. for OPEB, and Note 4. G. for KPERS OPEB.

K. New Accounting Pronouncements Not Yet Adopted

The Government Accounting Standards Board (GASB) has issued several statements not yet implemented by the District. The District's management has not yet determined the effect these statements will have on the District's financial statements. However, the District plans to implement all standards by the required dates. Listed below are the issued GASB statements that have not yet been adopted:

- GASB Statement No. 87, *Leases*, improves accounting and financial reporting for leases by governments. This statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resource based on the payment provisions of the contract. It establishes a single model for lease accounting based on foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The provisions of this statement were originally effective for the financial statements for the District's fiscal year ending June 30, 2021 and now postponed until June 30, 2022 per GASB Statement No. 95.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. New Accounting Pronouncements Not Yet Adopted (Continued)

- GASB Statement No. 91, *Conduit Debt Obligations*, provides a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The provisions of this statement were originally effective for the financial statements for the District's fiscal year ending June 30, 2022 and now postponed until June 30, 2023 per GASB Statement No. 95.
- GASB Statement No. 92, *Omnibus 2020*, enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including: effective date of GASB 87 for interim financial reports; intra-entity transfers between primary governments and component unit pension or OPEB plans; applicability of Statements No. 73 and 74 for reporting assets accumulated for postemployment benefits; applicability of certain requirements of GASB 84 to postemployment benefit arrangements; measurement of asset retirement obligations in government acquisitions; reporting by public entity risk pools for amounts recoverable from reinsurers or excess insurers; reference to nonrecurring fair value measurements in authoritative literature and terminology used related to derivative instruments. The provisions of this statement were originally effective for the financial statements for the District's fiscal year ending June 30, 2021 and now postponed until June 30, 2022 per GASB Statement No. 95.
- GASB Statement No. 93, *Replacement of Interbank Offered Rates*, provides guidance where some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The provisions of this statement were originally effective for the financial statements for the District's fiscal year ending June 30, 2021 and now postponed until June 30, 2022 per GASB Statement No. 95.
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). A PPP is an arrangement in which a government contracts with an operator to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset, for a period of time in an exchange or exchange-like transaction. This statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs), which is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2023.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. New Accounting Pronouncements Not Yet Adopted (Continued)

- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, provides new accounting and financial reporting guidance for subscription-based information technology arrangements (SBITAs), which have become increasingly common among state and local governments in recent years. Statement 96 is based on the standards established in Statement 87, Leases. The new defines a SBITA as a contract that conveys control of the right to use a SBITA vendor's IT software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. The guidance requires governments with SBITAs to recognize a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability (with an exception for short-term SBITAs, those with a maximum possible term of 12 months) and provides guidance related to outlays other than subscription payments, including implementation costs, and requirements for note disclosures related to a SBITA. The provisions of this statement will be effective for financial statements for the District's fiscal year ending June 30, 2023.
- GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, provides the following guidance: 1) increases consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; 2) mitigates costs associated with the reporting of certain defined contribution pension plans, defined contribution OPEB plans and employee benefit plans other than pension or OPEB plans as fiduciary component units in fiduciary fund financial statements; and 3) addresses relevance, consistency and comparability of the accounting and financial reporting for Internal Revenue Code Section 457 deferred compensation plans that meet the definition of a pension plan and for benefit provided through those plans. The first two provisions of this statement are effective immediately. The last provision will be effective for financial statements for the District's fiscal year ending June 30, 2022.

Note 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Kansas statutes require that an operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute) and debt service funds. The General Fund and Supplemental General Fund are subject to budgetary limitation by state statute. 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 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.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

Management may not amend the budget without the approval of the board of education. However, state statutes permit management to transfer budgeted amounts between line items within an individual fund without this approval. In addition, the District has policies that require that department heads obtain business office approval prior to making any such transfers. The legal level of budgetary control is at the fund level.

If the board of education elects to amend the budget, it must publish a notice of public hearing in the local newspaper. At least ten days after publication the hearing may be held and the budget may be amended at that time. The budget for the year ended June 30, 2021, was not amended.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues 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 lapse at year end, except for capital project funds which are carried forward until such time as the project is completed or terminated. Encumbrances are reported as expenditures in the current year's budgetary presentation and as reservations of fund balances in the governmental fund financial statements prepared in conformity with accounting principles generally accepted in the United States of America. Accordingly, the actual expenditure data presented in the budgetary comparison statements differ from the data presented in the governmental fund financial statements prepared in conformity with accounting principles generally accepted in the United States of America.

A legal operating budget is not required for capital projects funds and certain special revenue funds. Legal operating budgets are required for the following funds: General, Supplemental General, Bilingual Education, Capital Outlay, Driver Training, Food Service, Professional Development, Parent As Teachers, Summer School, Special Education, Extraordinary Growth, Vocational Education, KPERS Special Retirement Contribution, Federal Awards, Cost of Living, Special Liability, Special Assessment, Donations, At Risk (4 Year Old), At Risk (K-12), Virtual Education and Debt Service.

Spending in funds which are not subject to the legal annual operating budget requirements are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the board of education. The Federal Awards Fund had a deficit fund equity at June 30, 2021 of \$[663,453], which will be recovered by grant reimbursements in the following year.

The actual data presented in the budgetary comparison statements differs from the data presented in accordance with accounting principles generally accepted in the United States of America (GAAP).

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information

The following is a summary of the effects on the ending fund balances caused by the difference in accounting between the budgetary basis and GAAP.

	Major Governmental Funds							
	General Fund	Special Education Fund	KPERS Special Retirement Contribution Fund	Debt Service Fund	Capital Outlay Fund	2016 Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
GAAP FUND BALANCE								
June 30, 2021	\$ 12,171,145	\$ 4,968,800	\$ -	\$ 66,591,148	\$ 14,574,662	\$ 7,051,191	\$ 8,270,269	\$ 113,627,215
Adjustments:								
Fund balances								
not subject to the								
Kansas Budget Law:								
2013 Construction	-	-	-	-	-	-	22,014	22,014
2016 Construction	-	-	-	-	-	[7,051,191]	-	[7,051,191]
Instructional Materials	-	-	-	-	-	-	[1,880,761]	[1,880,761]
Contingency Reserve Fund	[8,130,001]	-	-	-	-	-	-	[8,130,001]
District Activities	-	-	-	-	-	-	[1,156,299]	[1,156,299]
Student Activities	-	-	-	-	-	-	[1,577,991]	[1,577,991]
Encumbrances	[894,446]	[1,878]	-	-	[3,621,228]	-	[221,918]	[4,739,470]
Total deductions	[9,024,447]	[1,878]	-	-	[3,621,228]	[7,051,191]	[4,814,955]	[24,513,699]
BUDGETARY FUND BALANCE								
June 30, 2021	\$ 3,146,698	\$ 4,966,922	\$ -	\$ 66,591,148	\$ 10,953,434	\$ -	\$ 3,455,314	\$ 89,113,516

	Major Business-Type Funds			
	Food Service Fund	Summer School Fund	Driver Training Fund	Total Business-Type Funds
GAAP FUND BALANCE				
June 30, 2021	\$ 3,911,126	\$ 320,588	\$ 148,129	\$ 4,379,843
Adjustments:				
Capital assets	[2,508,756]	-	-	[2,508,756]
Encumbrances	[276,413]	-	-	[276,413]
Nonspendable for material and supplies inventory	[469,809]	-	-	[469,809]
Total deductions	[3,254,978]	-	-	[3,254,978]
BUDGETARY FUND BALANCE				
June 30, 2021	\$ 656,148	\$ 320,588	\$ 148,129	\$ 1,124,865

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Property Taxes

Taxes are assessed on a calendar year basis, and are levied and become a lien on the property on November 1st in the year of assessment.

The taxes are due upon receipt of the billing, although taxpayers may elect to pay installments on December 20 and May 10. Taxes are distributed to the District as collected by the County Treasurer five times per year. State statutes proscribe the County Treasurer from distributing second half taxes collected prior to July 1 of the ensuing year, unless the County Commission enters into a special agreement with the District to distribute taxes early.

Note 3. DETAILED NOTES ON ALL FUNDS

A. Investments

The District's cash is considered to be active funds by management and is invested according to KSA 9-1401. The statute requires that banks eligible to hold active funds have a main or branch bank in the County in which the District is located or in an adjacent county and that the bank provide an acceptable rate for active funds. The District's investments are considered to be idle funds by management and are invested according to KSA 12-1675. The statute requires that at the District invest its idle funds in only temporary notes of the District, bank certificates of deposit, repurchase agreements, and if eligible banks do not offer an acceptable rate for the funds: U.S. Treasuries or Notes, Federal Agency securities (excluding mortgage-backed securities), and the Municipal Investment Pool (KMIP). Maturities of the above investments may not exceed two years by statute, unless the municipality has extended investment authority then it is extended to four years.

Some of the District's investments are of bond proceeds invested pursuant to KSA 10-131. This statute allows additional investment authority beyond that of KSA 12-1675. Investments of bond proceeds may follow KSA 12-1675 or include other investments such as the KMIP, direct obligations of the U.S. government or any agency thereof, and various other investments as specified in KSA 10-131. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. At June 30, 2021, the District has the following investments:

	Fair Value	Rating	Maturity
Investments measured by the net asset (NAV)			
Federated Government Obligations Fund	\$ 16,578,661	Moody's Aaa-mf	39 days
SBKC Money Market Investment Account	250,000	No rating	Current
First American Money Market Fund	91,131,682	Moody's Aaa-mf	37 days
	<u>\$ 107,960,343</u>		
Total investments	107,960,343		
Total cash	46,484,942		
Total cash and investments	<u>\$ 154,445,285</u>		

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 3. DETAILED NOTES ON ALL FUNDS (Continued)

A. Investments (Continued)

	Statement of Net Position		Total
	Governmental Activities	Business-type Activities	
Cash and investments	\$ 137,620,797	\$ 1,408,860	\$ 139,029,657
Cash and investments restricted for capital projects	15,415,628	-	15,415,628
Total cash and investments	<u>\$ 153,036,425</u>	<u>\$ 1,408,860</u>	<u>\$ 154,445,285</u>

The above investments are measured at the net asset value, have an ongoing redemption frequency and liquidity fees or redemption gates are not imposed on any of the investments. The money market investments are composed of U.S. Government securities that are fully collateralized.

The District does not have any formal investment policies that would further limit interest rate, credit or custodial credit risks beyond state statutes.

Concentration of Credit Risk. The District places no limit on the amount it may invest in any one issuer.

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's deposit policy for custodial credit risk require that the depository banks will maintain 100% security in the form of FDIC coverage and pledged collateral according to KSA 9-1402.

B. Receivables

Receivables as of June 30, 2021 are as follows:

	<u>General</u>	<u>KPERS</u>	<u>Debt Service</u>	<u>Capital Outlay</u>	<u>Other Governmental</u>	<u>Total</u>
District governmental activities						
Receivables:						
Taxes	\$ 1,313,165	\$ -	\$ 1,183,247	\$ 659,067	\$ 889,301	\$ 4,044,780
Other	-	8,760,544	-	-	-	8,760,544
Total	<u>\$ 1,313,165</u>	<u>\$ 8,760,544</u>	<u>\$ 1,183,247</u>	<u>\$ 659,067</u>	<u>\$ 889,301</u>	<u>\$ 12,805,324</u>

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 3. DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2021, was as follows:

	Balance July 1, 2020	Additions	Retirements	Balance June 30, 2021
District governmental activities:				
Nondepreciable capital assets:				
Land	\$ 32,176,446	\$ -	\$ -	\$ 32,176,446
Construction in progress	16,377,749	3,732,153	[3,443,015]	16,666,887
Total nondepreciable capital assets	48,554,195	3,732,153	[3,443,015]	48,843,333
Depreciable capital assets:				
Land improvements	39,114,171	-	-	39,114,171
Buildings and improvements	795,967,583	3,443,014	-	799,410,597
Vehicles	4,462,113	897,074	[470,147]	4,889,040
Equipment, furniture and fixtures	24,596,431	1,004,415	-	25,600,846
Total depreciable capital assets	864,140,298	5,344,503	[470,147]	869,014,654
Totals at historical cost	912,694,493	9,076,656	[3,913,162]	917,857,987
Less accumulated depreciation for:				
Land improvements	19,869,262	1,809,741	-	21,679,003
Buildings and improvements	314,359,318	22,677,689	-	337,037,007
Vehicles	2,119,700	375,419	[421,939]	2,073,180
Equipment, furniture and fixtures	19,680,706	1,162,187	-	20,842,893
Total accumulated depreciation	356,028,986	26,025,036	[421,939]	381,632,083
Governmental activities capital assets, net	\$ 556,665,507	\$ [16,948,380]	\$ [3,491,223]	\$ 536,225,904
Business-type activities:				
Nondepreciable capital assets:				
Land	\$ 2,971	\$ -	\$ -	\$ 2,971
Total nondepreciable capital assets	2,971	-	-	2,971
Depreciable capital assets:				
Land improvements	114,028	-	-	114,028
Buildings and improvements	5,284,932	-	-	5,284,932
Vehicles	157,955	-	-	157,955
Equipment, furniture and fixtures	1,489,204	64,900	-	1,554,104
Total depreciable capital assets	7,046,119	64,900	-	7,111,019
Totals at historical cost	7,049,090	64,900	-	7,113,990
Less accumulated depreciation for:				
Land improvements	77,587	5,701	-	83,288
Buildings and improvements	3,279,944	122,745	-	3,402,689
Vehicles	120,746	12,709	-	133,455
Equipment, furniture and fixtures	776,056	209,746	-	985,802
Total accumulated depreciation	4,254,333	350,901	-	4,605,234
Business-type activities capital assets, net	\$ 2,794,757	\$ [286,001]	\$ -	\$ 2,508,756

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 3. DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets (Continued)

The District's depreciation expense was charged to governmental functions as follows:

Instructional	\$ 22,356,260
Support services	13,052
Instructional support staff	1,739,881
Operations and maintenance	462,945
Student transportation services	115,994
Central services	<u>1,336,904</u>
Total depreciation	<u>\$ 26,025,036</u>
Business-type activities:	
Food service	<u>\$ 350,901</u>
Total depreciation	<u>\$ 350,901</u>

D. Long - Term Liabilities

The changes in the District's long-term obligations during the year consist of the following:

	Balance <u>June 30, 2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2021</u>	Amounts Due Within <u>One Year</u>
District Governmental Activities					
General Obligation Bonds	\$ 504,501,339	\$ 108,950,000	\$ 108,585,000	\$ 504,866,339	\$ 35,185,000
Premium on General Obligation Bonds	51,206,557	1,649,384	11,222,673	41,633,268	4,988,225
Discount on General Obligation Bonds	<u>[71,462]</u>	<u>-</u>	<u>4,467</u>	<u>[66,995]</u>	<u>4,466</u>
Net General Obligation Bonds	555,636,434	110,599,384	119,812,140	546,432,612	40,177,691
Capital Lease	1,154,473	880,320	524,925	1,509,868	553,623
Total OPEB Liability	16,171,783	8,794,743	1,478,476	23,488,050	-
Total KPERS OPEB Liability	6,395,309	1,346,640	546,827	7,195,122	-
Net Pension Liability	287,829,008	122,932,252	68,184,737	342,576,523	-
Early retirement payable	4,538,814	2,313,162	2,149,466	4,702,510	2,015,562
Compensated Absences	<u>26,497,874</u>	<u>5,828,061</u>	<u>6,972,669</u>	<u>25,353,266</u>	<u>4,840,848</u>
Total governmental activities					
Long-term liabilities	<u>\$ 898,223,695</u>	<u>\$ 252,694,562</u>	<u>\$ 199,669,240</u>	<u>\$ 951,257,951</u>	<u>\$ 47,587,724</u>

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 3. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long - Term Liabilities (Continued)

Long-term obligations of the District consist of the following:

	<u>Date Issued</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Outstanding June 30, 2021</u>
General obligation bonds					
2011A - Improvements	5/5/2011	9/1/2025	4.55%	\$ 4,806,339	\$ 4,806,339
2013A - Improvements	3/26/2013	9/1/2033	1.50% to 4.00%	11,000,000	3,680,000
2013B - Improvements	3/26/2013	9/1/2035	4.05%	17,500,000	17,500,000
2013C - Improvements and Refunding	8/20/2013	9/1/2033	4.00% to 5.00%	204,385,000	10,145,000
2016A - Improvements	9/15/2016	9/1/2036	1.50% to 5.00%	129,070,000	34,750,000
2016B - Refunding	9/15/2016	9/1/2033	2.00% to 5.00%	197,870,000	192,840,000
2016C - Refunding	9/15/2016	9/1/2029	3.00% to 5.00%	61,150,000	56,485,000
2017A - Improvements	12/21/2017	9/1/2038	2.00% to 5.00%	61,730,000	14,550,000
2017B - Refunding	12/21/2017	9/1/2025	3.00% to 5.00%	17,765,000	17,765,000
2020A - Refunding	4/9/2020	9/1/2032	2.00% to 4.00%	5,425,000.00	5,385,000.00
2020B - Refunding	4/9/2020	9/1/2032	2.39%	39,410,000.00	38,010,000.00
2021A - Improvements	3/25/2021	9/1/2030	2.00%	20,000,000	20,000,000.00
2021B - Refunding	3/25/2021	9/1/2038	0.19 - 2.34%	88,950,000	88,950,000.00
Total general obligation bonds				<u>\$ 859,061,339</u>	<u>\$ 504,866,339</u>

The annual debt service requirements to maturity for general obligation bonds, including interest, are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021 - 2022	\$ 35,185,000	\$ 16,819,599	\$ 52,004,599
2022 - 2023	38,020,000	14,552,584	52,572,584
2023 - 2024	35,035,000	12,993,543	48,028,543
2024 - 2025	36,700,000	11,284,285	47,984,285
2025 - 2026	39,404,660	9,470,890	48,875,550
2027 - 2031	191,591,679	31,465,448	223,057,127
2032 - 2036	114,275,000	9,980,809	124,255,809
2037 - 2039	14,655,000	309,629	14,964,629
	<u>\$ 504,866,339</u>	<u>\$ 106,876,787</u>	<u>\$ 611,743,126</u>

The District has entered into various long-term commitments with other municipalities to finance special assessments related to sewer, street, sidewalk and other improvements made involving District property. The funds to satisfy these assessments are generated as a component of the annual property tax levy which is recorded in the Special Assessments Fund. The Debt Service Fund will be used to liquidate the general obligation bonds and the Capital Outlay Fund will be used to liquidate the capital lease payable. The General, Supplemental General, Special Education and Non-Major Governmental Funds have been used in prior years to liquidate the liability for compensated absences, early retirement payable, and total OPEB liability. The net pension liability and total KPERS OPEB liability will be liquidated primarily through KPERS employer contributions made from the KPERS Special Retirement Contribution Fund.

The District's General Obligation Bonds constitute general obligations of the District payable as to both principal and interest from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the District. The full faith, credit and resources of the District are irrevocably pledged for the prompt payment of the principal of and interest on the Bonds as the same become due.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 3. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long - Term Liabilities (Continued)

In 2021, the District entered into lease agreements for the acquisition of vehicles in the amount of \$880,320. The annual debt service requirements to service the outstanding capital lease payable at June 30, 2021 are as follows:

Year Ending June 30,	Governmental Activities
2021 - 2022	\$ 553,782
2022 - 2023	399,848
2023 - 2024	302,013
2024 - 2025	186,820
2025 - 2026	67,565
Total minimum lease payments	1,510,028
Less: amount representing interest	[160]
Net present value of minimum lease payments	<u>\$ 1,509,868</u>

The District issued Series 2021-A General Obligation Bonds on March 25, 2021, in the amount of \$20,000,000. The bonds will be used to purchase and improve sites, to acquire, construct, equip, furnish, repair, remodel and make additions to buildings used for school district purposes, including a new middle school, safety and security improvements, upgraded computer and communications technology and all other necessary appurtenances and related improvements. The Series 2021-A Bonds have an interest rate of 2.00% and will mature on September 1, 2030.

The District issued Series 2021-B General Obligation Bonds on March 25, 2021, in the amount of \$88,950,000. The bonds will be used to advance refund \$32,840,000 of the outstanding 2016-A Bonds and \$44,240,000 of the outstanding 2017-A Bonds. The refunding resulted in a \$3,052,537 reduction of debt service payments and a net present value savings of \$2,361,181. The Series 2021-B Bonds have interest rates of 0.19% to 2.34% and will mature on September 1, 2038.

In addition, \$283,830,000 of General Obligation Bonds are still outstanding but have been fully defeased and therefore are not reported in the District's financial statements.

E. Operating Leases

The District leases certain equipment and buildings under the terms of operating lease agreements. The amount of the operating lease payments for year ending June 30, 2021 was \$2,873,554.

F. Sinking Fund Deposit

In 2011, The District issued \$6,000,000 in Qualified School Construction Bonds. As a condition of selling the bonds, the District is required to maintain a sinking fund with the fiscal agent, Security Bank of Kansas City. The District is required to make regular payments into the sinking fund. The \$208,972 payments are to be made each September 1st and March 1st, with the final payment scheduled for September 1, 2025. The sinking fund balance as of June 30, 2021 was \$2,925,615.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

A. Defined Benefit Pension Plan

Description of Pension Plan. The District participates in a cost-sharing multiple-employer defined benefit pension plan (Pension Plan), as defined in Governmental Accounting Standards Board Statement No. 67, *Financial Reporting for Pension Plans*. The Pension Plan is administered by the Kansas Public Employees Retirement System (KPERS), a body corporate and an instrumentality of the State of Kansas.

KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

Public employees, which includes:

- State/School employees
- Local employees
- Police and Firemen
- Judges

Substantially all public employees in Kansas are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected.

Those employees participating in the Pension Plan for the District are included in the State/School employee group.

KPERS issues a stand-alone comprehensive annual financial report, which is available on the KPERS website at www.kpers.org.

Benefits. Benefits are established by statute and may only be changed by the State Legislature. Members with ten or more years of credited service, may retire as early as age 55, with an actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever a member's combined age and years of service equal 85.

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, members may withdraw their contributions from their individual accounts, including interest. Members who withdraw their accumulated contributions lose all rights and privileges of membership.

Members choose one of seven payment options for their monthly retirement benefits. At retirement a member may receive a lump-sum payment of up to 50% of the actuarial present value of the member's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc post-retirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas.

The 2012 Legislature made changes affecting new hires, current members and employers. A new KPERS 3 cash balance retirement plan for new hires starting January 1, 2015, was created. Normal retirement age for KPERS 3 is 65 with five years of service or age 60 with 30 years of service. Early retirement is available at age 55 with ten years of service, with a reduced benefit. Monthly benefit options are an annuity benefit based on the account balance at retirement.

For all pension coverage groups, the retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74-4922.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

A. Defined Benefit Pension Plan (Continued)

Contributions. Member contributions are established by state law, and are paid by the employee according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates are determined based on the results of an annual actuarial valuation. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A. 74-4921. All of the retirement systems are funded on an actuarial reserve basis.

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll.

The actuarially determined employer contribution rate for school employees was 16.15%. The statutory contribution rate for school employees was 14.41%. Member contribution rates as a percentage of eligible compensation for the fiscal year ended June 30, 2021 are 6.00% for State/School employees.

Employer Allocations. Although KPERS administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each of the following groups of the plan:

- State/School
- Local
- Police and Firemen
- Judges

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer. The allocation percentages for the District's share of the collective pension amounts as of June 30, 2020, was based on the ratio of its contributions to the total of the employer and nonemployer contributions of the group for the fiscal years ended June 30, 2020. The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2020, the District's proportion was 4.585%, which was an increase of .135% from its proportion measured at June 30, 2019.

Net Pension Liability. At June 30, 2021 and 2020, the District reported a liability of \$342,576,523 and \$287,829,008, respectively, for its proportionate share of the net pension liability.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020, using the following actuarial assumptions:

<u>Assumption</u>	<u>Rate</u>
Price inflation	2.75%
Salary increases, including wage increases	3.25 to 11.75%, including inflation
Investment rate of return	7.50%

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

A. Defined Benefit Pension Plan (Continued)

Mortality rates were based on the RP 2014 Mortality Tables, with age setbacks and age set forwards as well as other adjustments based on different membership groups. Future mortality improvements are anticipated using Scale MP-2016.

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of an actuarial experience study conducted for the period of January 1, 2016 through December 31, 2018. The experience study is dated January 7, 2020.

The actuarial assumption changes adopted by the Pension Plan for all groups based on the experience study were as follows:

- Investment return assumption was lowered from 7.75% to 7.50%
- General wage growth assumption was lowered from 3.50% to 3.25%
- Payroll growth assumption was lowered from 3.00% to 2.75%

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020, are summarized in the following table:

<u>Asset</u>	<u>Long-Term Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equities	23.50%	5.20%
Non-U.S. Equities	23.50%	6.40%
Private Equity	8.00%	9.50%
Private Real Estate	11.00%	4.45%
Yield Drive	8.00%	4.70%
Real Return	11.00%	3.25%
Fixed Income	11.00%	1.55%
Short-term investments	<u>4.00%</u>	0.25%
Total	<u>100.00%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.50%. The discount rate used to measure total pension liability at the prior measurement date of June 30, 2019 was 7.75%. The projection of cash flows used to determine the discount rate was based on member and employer contributions. In KPERS, the State/School and Local groups do not necessarily contribute the full actuarial determined rate. Based on legislation first passed in 1993 and subsequent legislation, the employer contribution rates certified by the Board may not increase by more than the statutory cap. The statutory cap for Fiscal Year 2020 was 1.2 percent. In recent years, the Legislature has made several changes to statutory rates that deviate from the scheduled contribution increases set under the caps established in 2012 for the State/School group. Under 2015 SB 4, the previously certified State/School statutory rate for Fiscal Year 2015 of 11.27 percent was reduced to 8.65 percent for the last half of the fiscal year as part of the Governor's allotment. That same session, SB 228 recertified statutory rates for the State/School group to 10.91 percent for Fiscal Year 2016 and 10.81 percent for Fiscal Year 2017 in anticipation of the issuance of \$1 billion in pension obligation bonds. Legislation in the 2016 session (SB 161) provided for the delay of up to \$100 million in State and School contributions to the Pension Plan. Legislation passed by the 2017 Legislature removed the repayment provisions included in SB 161.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

A. Defined Benefit Pension Plan (Continued)

In addition, 2017 Senate Sub for Sub HB 2052 delayed \$64.1 million in Fiscal Year 2017 State/School contributions, to be repaid over 20 years in level dollar installments. The first payment of \$6.4 million was paid in full at the beginning of Fiscal Year 2019, and appropriations for Fiscal Year 2019 were made at the statutory contribution rate of 12.01 percent for the State/School group. Additional legislation in the 2017 Session (Senate Sub for HB 2002) provided for a reduction of \$194 million from the previously certified contribution rate of 13.21 percent in the State/School contributions for Fiscal Year 2019. Like the Fiscal Year 2017 reduction, it is to be paid back over a 20-year period, beginning in Fiscal Year 2020. Therefore, both reductions will be accounted for as long-term receivables by the Pension Plan. The 2019 Legislature passed House Sub for Sen Bill 109, which directed on-behalf payments of \$56 million and \$82 million be made to the System. The \$56 million payment was received by the System on June 30, 2018, and recorded as Fiscal Year 2018 contributions. The \$82 million was received July 1, 2019, and was recorded as Fiscal Year 2019 contributions. The 2019 Legislative session passed Senate Bill 9 which authorized a transfer of \$115 million to KPERS, received in March 2020. House Sub for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School group in Fiscal Year 2020 of \$51 million.

Based on employer contribution history as described above, it is a reasonable estimate that the State/School group's contribution rate may not be certified at the statutory rate. It has been assumed that the contribution rates will be made within the same range as have been seen in the past few years, between 11 to 12%. Using this assumption actuarial modeling indicates that employer contribution rates for the State/School group are sufficient to avoid a depletion date.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.50%) or 1-percentage point higher (8.50%) than the current rate:

<u>1% Decrease (6.50%)</u>	<u>Discount rate (7.50%)</u>	<u>1% Increase (8.50%)</u>
\$454,234,137	\$342,576,523	\$248,440,028

Pension Expense. For the year ended June 30, 2021, the District recognized pension expense of \$46,048,420, which includes the changes in the collective net pension liability, projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows of Resources and Deferred Inflows of Resources. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Differences between actual and expected experience	\$ 4,770,637	\$ 3,765,375
Net differences between projected and actual earnings on investments	30,351,946	-
Changes of assumptions	17,493,700	-
Pension contributions subsequent to the measurement date	33,082,458	-
Changes in proportion	18,796,687	1,364,627
Total	<u>\$ 104,495,428</u>	<u>\$ 5,130,002</u>

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

A. Defined Benefit Pension Plan (Continued)

\$33,082,458 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	Deferred	
	[Inflows]	Outflows
	Amount	
2022	\$	15,129,362
2023		19,150,286
2024		18,035,045
2025		13,313,893
2026		654,382
Total	\$	66,282,968

B. Interfund Transfers and Due To/From Other Funds

K.S.A. 72-6478 allows the transfer of monies between funds. Interfund transfers occurred during the year and were made between the funds identified in the following table to provide sufficient resources to pay the expenditures in the funds receiving the transfer. The due to and due from between funds were recorded to eliminate negative cash in any individual fund.

	Transfer In	Transfers Out	Due From Other Funds	Due To Other Funds
General	\$ -	\$ 30,256,319	\$ 563,925	\$ -
Special Education	28,340,007	-	-	-
NonmajorSpecial Revenue	445,082	-	-	563,925
Food Service	1,471,230	-	-	-
Total	\$ 30,256,319	\$ 30,256,319	\$ 563,925	\$ 563,925

C. Voluntary Early Retirement Plan

The District offers a voluntary early retirement plan, available to its certified and administrative staff. Employees must have completed at least 15 years of service with the District and must be eligible to receive unreduced retirement benefits from KPERS during the next school year in order to be eligible to receive benefits under the plan. Benefits include bimonthly payments that are based on a percentage of the employee's final annual base contract salary. Benefits apply for a maximum of five years, or until the employee reaches age 65, whichever occurs first. The District's contributions are financed on a pay-as-you-go basis. The contributions for the year ended June 30, 2021 were \$2,149,466. At June 30, 2021, the District's liability under this plan was \$4,702,510.

D. Contingent Liabilities

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.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

D. Contingent Liabilities (Continued)

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, 2021.

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. There has been no significant change in insurance coverage from the previous fiscal year. During the past three fiscal years, settlements have not exceeded insurance coverage.

The District has a self-insured workers' compensation program for all District employees. The fund is accounted for as a District Internal Service Fund. The program is administered by a third-party administrator. In order to mitigate the risk associated with this program, the District has purchased individual and aggregate "stop loss" insurance of \$300,000 per occurrence and total aggregate of \$1,000,000. The District has on deposit funds for a claims payment account with its third party administrator, but there remains no transfer of risk. The District's liability for claims incurred but not paid, including IBNR claims, is \$1,672,306 as of June 30, 2021. This liability is based on estimates provided by the third-party administrator.

Changes in the District's claims liability in fiscal years 2021 and 2020 are as follows:

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Unpaid claims, beginning of year	\$ 2,384,570	\$ 1,432,057
Incurred claims (including IBNR)	675,490	1,885,951
Claim payments	<u>[1,387,754]</u>	<u>[933,438]</u>
Unpaid claims, end of year	<u>\$ 1,672,306</u>	<u>\$ 2,384,570</u>

The District has a self-insured health insurance program for all District employees. The fund is accounted for as a District Internal Service Fund. The program is administered by a third-party administrator. In order to mitigate the risk associated with this program, the District has purchased individual and aggregate "stop loss" insurance of \$150,000 per occurrence. The District has on deposit funds for a claims payment account with its third party administrator, but there remains no transfer of risk. The District's liability for claims incurred but not paid, including IBNR claims, is \$2,820,300 as of June 30, 2021. This liability is based on estimates provided by the third-party administrator.

Changes in the District's claims liability in fiscal years 2021 and 2020 are as follows:

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Claims liability, beginning of year	\$ 2,923,000	\$ 2,254,900
Incurred claims (including IBNR)	40,652,727	34,840,804
Claim payments	<u>[40,755,427]</u>	<u>[34,172,704]</u>
Unpaid claims, end of year	<u>\$ 2,820,300</u>	<u>\$ 2,923,000</u>

The District is also a party in a number of lawsuits as a result of the ordinary course of school activities. District management and legal counsel anticipate that the potential claims against the District not covered

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

Note 4. OTHER INFORMATION (Continued)

D. Contingent Liabilities (Continued)

by insurance, if any, resulting from such matters would not materially affect the financial position of the District.

A potential liability exists regarding rebatable arbitrage on several series General Obligation Bonds. An arbitrage rebate calculation will be completed to determine if such a liability exists.

E. Capital Project Funds Expenditures - Budget and Actual (Budgetary Basis)

The District prepares annual operating budgets for the majority of the governmental funds; however, for the capital projects construction funds, project-length budgets are prepared. The projects budgeted, approved budgets, and cumulative expenditures, as of June 30, 2021, are as follows:

<u>Project Name</u>		<u>Project Budget</u>	<u>Cumulative expenditures through June 30, 2021</u>	<u>Remaining Budget</u>
Construction Projects 2016	\$	156,000,000	\$ 142,696,854	\$ 13,303,146

F. Postemployment Healthcare Plan

Plan Description. The District operates a single employer defined benefit healthcare plan administered by the District. The Employee Benefit Plan (the Plan) provides medical and pharmacy benefits to eligible retirees and their dependents. KSA 12-5040 requires all local governmental entities in the state that provide a group health care plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No separate financial report is issued for the Plan.

Employees covered by benefit terms. The following employees were covered by the benefit terms as of the actuarial valuation date of January 1, 2020:

Active members	4,640
Retired members	<u>119</u>
Total	<u>4,759</u>

Total OPEB Liability. The District's total OPEB liability of \$23,488,050 as of June 30, 2021 was measured as of January 1, 2020, and was rolled forward based on the actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the January 1, 2020, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Valuation date	January 1, 2020
Actuarial cost method	Entry age normal as a level percentage of payroll
Inflation	2.50%
Salary increases	3.00%
Discount rate	2.00%
Healthcare cost trend rates	6.25% for 2021, decreasing .25% per year to an ultimate rate of 4.50% for 2028 and later years
Retiree's share of benefit related costs	100% of projected health insurance premiums for retirees

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

The discount rate was based on the average of the published yields from the S&P Municipal Bond 20-year High Grade and the Fidelity GO AA-20 Year indexes. Mortality rates were based on the Society of Actuaries Pub-2010 Public Retirement Plans Headcount-weighted Teachers Mortality Tables using Sale MP-2020 Full Generational Improvement.

Changes in the total OPEB liability are as follows:

	Total OPEB Liability
Balance 7/1/2020	\$ 16,171,783
Service cost	1,318,907
Interest	569,362
Benefit payments	[656,000]
Differences between expected and actual experience	[909,438]
Changes in assumptions	<u>6,993,436</u>
Balance 6/30/2021	<u>\$ 23,488,050</u>

Changes in assumptions. Changes in assumptions and other inputs reflect the effects on changes in the discount rate each period. The discount rate decreased from 3.45% to 2.00% since the last valuation date.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.00%) or one percentage point higher (3.00%) than the current discount rate:

	1% Decrease 1.00%	Discount Rate 2.00%	1% Increase 3.00%
Total OPEB Liability	\$ 25,592,274	\$ 23,488,050	\$ 21,512,002

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower (5.25% decreasing to 3.5%) or one percentage point higher (7.25% decreasing to 5.5%) than the current healthcare cost trend rate:

	1% Decrease (5.25% decreasing to 3.50%)	Healthcare Trend Rate (6.25% decreasing to 4.50%)	1% Increase (7.25% decreasing to 5.50%)
Total OPEB Liability	\$ 20,310,201	\$ 23,488,050	\$ 27,311,115

For the year ended June 30, 2021, the District recognized OPEB expense of \$2,125,275. At June 30, 2021, the District reported deferred inflows of resources related to OPEB of \$972,313 in differences between expected and actual experience and \$1,020,017 in changes in assumptions. The District also reported deferred outflows related to changes in assumptions of \$6,493,905.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

Amounts reported as deferred inflows of resources related to OPEB will be recognized in expense as follows:

Year ended <u>June 30,</u>	Deferred [Inflows] Amount
2022	\$ 237,006
2023	237,006
2024	237,006
2025	237,006
2026	237,006
Thereafter	3,316,545
Total	<u>\$ 4,501,575</u>

G. Postemployment Benefit Plan – KPERS

Plan Description. The District participates in a multiple-employer defined benefit other postemployment benefit (OPEB) plan (the Plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927. The Plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

Benefits. Benefits are established by statute and may be amended by the KPERS Board of Trustees. The Plan provides long-term disability benefits equal to 60 percent (prior to January 1, 2006, 66 2/3 percent) of annual compensation, offset by other benefits. Members receiving long-term disability benefits also receive credit towards their KPERS retirement benefits and have their group life insurance coverage continued under the waiver of premium provision.

The monthly long-term disability benefit is 60 percent of the member's monthly compensation, with a minimum of \$100 and a maximum of \$5,000. The monthly benefit is subject to reduction by deductible sources of income, which include Social Security primary disability or retirement benefits, workers compensation benefits, other disability benefits from any other sources by reason of employment, and earnings from any form of employment. If the disability begins before age 60, benefits are payable while the disability continues until the member's 65th birthday or retirement date, whichever occurs first. If the disability begins after age 60, benefits are payable while the disability continues, for a period of five years or until the member retires, whichever occurs first. Benefit payments for disabilities caused or contributed to by substance abuse or non-biologically based mental illnesses are limited to the shorter of the term of the disability or 24 months per lifetime.

The death benefit paid to beneficiaries of disabled members is 150% of the greater of 1) the member's annual rate of compensation at the time of disability, or 2) the members previous 12 months of compensation at the time of the last date on payroll. If the member has been disabled for five or more years, the annual compensation or salary rate at the time of death will be indexed using the consumer price index, less one percentage point, to compute the death benefit. If a member is diagnosed as terminally ill with a life expectancy of 12 months or less, the member may be eligible to receive up to 100% of the death benefit rather than having the benefit paid to the beneficiary.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

G. Postemployment Benefit Plan – KPERS (Continued)

If a member retires or disability benefits end, the member may convert the group life insurance coverage to an individual insurance policy.

Covered employees. The following employees were covered by the Plan as of the actuarial valuation date of December 31, 2019:

Active members	4,778
Disabled members	<u>32</u>
Total	<u>4,810</u>

Total OPEB Liability. The District's total OPEB liability of \$7,195,122 reported as of June 30, 2021, was measured as of June 30, 2020, and was determined by an actuarial valuation as of December 31, 2019 which was rolled forward to June 30, 2020, using the following actuarial assumptions:

Valuation date	December 31, 2019
Measurement date	June 30, 2020
Actuarial cost method	Entry age normal
Inflation	2.75%
Salary increases	3.50%
Payroll growth	3.00%
Discount rate	2.21%

The discount rate was based on the bond buyer general obligation 20-bond municipal index.

Mortality rates were based on the RP-2014 Mortality tables, as appropriate, with adjustment for mortality improvements based on Scale MP-2020.

The actuarial assumptions used in the December 31, 2019, valuation were based on an actuarial experience for the 10-year period beginning January 1, 2016. Other demographic assumptions are set to be consistent with the actuarial assumptions reflected in the December 31, 2019, KPERS pension valuation.

Changes in the total OPEB liability are as follows:

	Total OPEB Liability
Balance 7/01/2020	\$ 6,395,309
Service cost	449,522
Interest	230,082
Benefit paid	[546,827]
Changes of economic gains/losses	217,989
Changes in assumptions	<u>449,047</u>
Balance 6/30/2020	<u>\$ 7,195,122</u>

Changes in assumptions. Changes in assumptions and other inputs reflect the effects on changes in the discount rate each period. The discount rate decreased from 3.50% to 2.21% since the last valuation date.

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

Note 4. OTHER INFORMATION (Continued)

G. Postemployment Benefit Plan – KPERS (Continued)

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the District's total KPERS OPEB liability calculated using the discount rate of 2.21%, as well as what the District's total KPERS OPEB liability would be if it were calculated using a discount rate that is 1% point lower (1.21%) or 1% point higher (3.21%) than the current rate.

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% increase (3.21%)
Total OPEB Liability	\$ 7,559,379	\$ 7,195,122	\$ 6,838,986

Sensitivity of the total KPERS OPEB liability to changes in the healthcare cost trend rates. The following presented the total KPERS OPEB liability of the District calculated using the current healthcare cost trend rates as well as what the District's total KPERS OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates. The reader should note that healthcare trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS, but this exhibit is provided as it is a required disclosure under GASB 75.

	1% Decrease	Healthcare Cost Trend Rates	1% increase
Total OPEB Liability	\$ 7,195,122	\$ 7,195,122	\$ 7,195,122

OPEB Expense. For the year ended June 30, 2021, the District recognized OPEB expense of \$825,733.

Deferred Outflows of Resources and Deferred Inflows of Resources. The District reported deferred inflows of resources related to OPEB of \$47,802 for differences between expected and actual experience and \$168,987 of changes of assumptions. The District also reported deferred outflows of resources related to OPEB of \$980,995 for differences between expected and actual experience and \$500,898 of changes in assumptions.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended <u>June 30,</u>	Deferred [Inflows]/Outflows Amount
2022	\$ 146,129
2023	146,129
2024	146,129
2025	146,129
2026	146,129
Thereafter	534,459
Total	<u>\$ 1,265,104</u>

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2021

Note 4. OTHER INFORMATION (Continued)

H. Related Party Transactions

The District paid \$392,432 during the year ended June 30, 2021, for financial and consulting services to a company owned by a member of the District's Board of Education.

The District paid \$676,355 during the year ended June 30, 2021, for school paraprofessional services to a company that employs a member of the District's Board of Education.

I. Restatement

During the year ended June 30, 2021, management implemented Governmental Accounting Standards Board Statement 84, *Fiduciary Activities*, which resulted in an adjustment to beginning fund balance and net position. Management also reclassified the Supplemental General and Contingency Reserve funds to be consolidated as part of the General Fund. The following adjustments were made as follows:

	General Fund	Supplemental General	Nonmajor Special Revenue Funds	Governmental Activities
Beginning fund balance / net position	\$ 435,851	\$ 2,682,457	\$ 19,637,826	\$ [153,740,666]
Fund previous reported as agency funds	-	-	1,562,486	1,562,486
Fund previously reclassified as General Funds	<u>16,075,527</u>	<u>[2,682,457]</u>	<u>[13,393,070]</u>	<u>-</u>
Beginning fund balance / net position, restated	<u>\$ 16,511,378</u>	<u>\$ -</u>	<u>\$ 7,807,242</u>	<u>\$ [152,178,180]</u>

J. Tax Abatements

During the year ended June 30, 2021, 40 tax abatement agreements were in effect that reduced the District's property tax revenues. The agreements were entered into by the cities of Olathe, Kansas, Shawnee, Kansas, and Lenexa, Kansas. The purposes of the agreements are to spur business development and employment within those entities' boundaries by offering a percentage reduction in property taxes for the business owners and property developers. District property taxes were reduced by \$3,851,935 during fiscal year 2021.

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UNIFIED SCHOOL DISTRICT NO. 233

OTHER POST-EMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2021

Schedule of Changes in the District's Total OPEB Liability and Related Ratios
Last Ten Fiscal Years*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB liability					
Service cost	\$ 1,318,907	\$ 1,268,180	\$ 1,219,403	\$ 1,083,206	\$ 1,041,544
Interest	569,362	528,468	489,316	904,361	820,775
Benefit payments	[656,000]	[617,381]	[579,123]	[594,708]	[558,046]
Differences between expected and actual experience	[909,438]	-	[193,841]	-	-
Changes in assumptions	<u>6,993,436</u>	<u>-</u>	<u>[1,546,706]</u>	<u>-</u>	<u>-</u>
Net change in total OPEB liability	7,316,267	1,179,267	[610,951]	1,392,859	1,304,273
Total OPEB liability -- beginning	<u>16,171,783</u>	<u>14,992,516</u>	<u>15,603,467</u>	<u>14,210,608</u>	<u>12,906,335</u>
Total OPEB liability -- ending	<u>\$ 23,488,050</u>	<u>\$ 16,171,783</u>	<u>\$ 14,992,516</u>	<u>\$ 15,603,467</u>	<u>\$ 14,210,608</u>
Covered-employee payroll	<u>\$ 218,068,973</u>	<u>\$ 211,036,794</u>	<u>\$ 202,919,995</u>	<u>\$ 200,839,893</u>	<u>\$ 200,839,893</u>
Total OPEB liability as a percentage of covered-employee payroll	10.77%	7.66%	7.39%	7.77%	7.08%

Notes to the Schedule:

* - Data became available with the inception of GASB 75 during fiscal year 2017, therefore, 10 years of data is unavailable.

There are no assets accumulated in trust to pay benefits

Changes in assumptions reflect the effects of changes in the discount rate each period:

- For fiscal year 2019, the discount rate decreased from 6.50% to 3.45%
- For fiscal year 2021, the discount rate decreased from 3.45% to 2.00%

UNIFIED SCHOOL DISTRICT NO. 233
KPRS PENSION PLAN
REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2021

Schedule of the District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years*

	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>
District's proportion of the net pension liability	4.585%	4.450%	4.275%	4.112%	4.192%	4.123%	4.102%
District's proportionate share of the net pension liability	\$ 342,576,523	\$ 287,829,008	\$ 278,902,879	\$ 276,258,572	\$ 281,777,656	\$ 285,508,010	\$ 262,125,122
District's covered-employee payroll	\$ 203,076,000	\$ 210,284,578	\$ 197,035,133	\$ 182,830,577	\$ 179,257,319	\$ 179,362,879	\$ 174,917,551
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	168.69%	136.88%	141.55%	151.10%	157.19%	159.18%	149.86%
Plan fiduciary net position as a percentage of the total pension liability	66.30%	69.88%	66.75%	64.90%	63.27%	61.32%	63.30%

*The amounts presented for each fiscal year were determined as of 12/31. Data became available with the inception of GASB 68 during fiscal year 2015, therefore, 10 years of data is unavailable.

Schedule of the District's Contributions
Last Ten Fiscal Years*

	<u>6/30/2016</u>	<u>6/30/2015</u>	<u>6/30/2014</u>	<u>6/30/2013</u>	<u>6/30/2012</u>
Contractually required contribution	\$ 19,362,601	\$ 17,660,672	\$ 18,496,869	\$ 16,007,330	\$ 15,585,484
Contributions in relation to the contractually required contribution	<u>15,310,562</u>	<u>17,660,672</u>	<u>18,496,869</u>	<u>16,007,330</u>	<u>15,585,484</u>
Contribution deficiency [excess]	<u>\$ 4,052,039</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 179,677,796	\$ 175,886,177	\$ 171,908,233	\$ 168,653,523	\$ 164,577,444
Contributions as a percentage of covered employee payroll	8.52%	10.04%	10.76%	9.49%	9.47%
	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>
Contractually required contribution	\$ 33,082,458	\$ 28,650,545	\$ 14,253,940	\$ 24,281,500	\$ 16,139,147
Contributions in relation to the contractually required contribution	<u>33,082,458</u>	<u>28,650,545</u>	<u>14,253,940</u>	<u>24,281,500</u>	<u>16,139,147</u>
Contribution deficiency [excess]	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 225,802,822	\$ 209,971,811	\$ 210,284,578	\$ 197,035,133	\$ 182,830,577
Contributions as a percentage of covered employee payroll	14.65%	13.64%	6.78%	12.32%	8.83%

UNIFIED SCHOOL DISTRICT NO. 233

KPERS PENSION PLAN
REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
June 30, 2021

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Changes in benefit terms for KPERS. Effective January 1, 2014, KPERS Tier 1 members' employee contribution rate increased to 5.0% and then on January 1, 2015, increased to 6.0% with an increase in benefit multiplier to 1.85% for future years of service. For Tier 2 members retiring after July 1, 2012, the cost of living adjustment (COLA) is eliminated, but members will receive a 1.85% multiplier for all years of service.

January 1, 2015, the KPERS 3 cash balance plan became effective. Members enrolled in this plan are ones first employed in a KPERS covered position on or after January 1, 2015, or KPERS 1 or KPERS 2 members who left employment before vesting and returned to employment on or after January 1, 2015. The retirement benefit is an annuity based on the account balance at retirement.

Changes in assumptions.

The major items of impact in the actuarial valuation dated December 31, 2014 relative to the prior valuation are as follows:

- Reduce disability rates by 20% for all three KPERS groups.
- Increase the termination of employment rates for State Males and Local Males and Females.
- Modify the election of a deferred benefit by Local vested members who terminate employment in future years.
- Modify the retirement rates for the C60 group.
- Increase the load for the impact of final average salary provisions for Local, C55 and C60 members hired before July 1, 1993.
- Establish an interest crediting rate of 6.50% for KPERS 3 members.

As a result of the experience study completed in November 2016, there were several changes made to the actuarial assumptions and methods since the prior valuation are as follows:

- The price inflation assumption was lowered from 3.00% to 2.75%.
- The investment return assumption was lowered from 8.00% to 7.75%.
- The general wage growth assumption was lowered from 4.00% to 3.50%.
- The payroll growth assumption was lowered from 4.00% to 3.00%.
- The post-retirement health mortality assumption was changed to the RP-2014 Mortality Table, with adjustments to better fit the observed experience for the various KPERS groups. The most recent mortality improvement scale, MP-2016, is used to anticipate future mortality improvements in the valuation process through the next experience study.
- The active member mortality assumption was modified to also be based on the RP-2014 Employee Mortality Table with adjustments.
- The retirement rates for the select period (when first eligible for unreduced benefits under Rule of 85) were increased, but all other retirement rates were decreased.
- Disability rates were decreased for all three groups
- The termination of employment assumption was increased for all three groups
- The interest crediting rate assumption for KPERS 3 members was lowered from 6.50% to 6.25%.

UNIFIED SCHOOL DISTRICT NO. 233

KPERS PENSION PLAN
REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
June 30, 2021

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)

As a result of the experience study completed in January 2020, there were several changes made to the actuarial assumptions and methods since the prior valuation. The changes are as follows:

- The investment return assumption was lowered from 7.75% to 7.50%.
- The general wage growth assumption was lowered from 3.50% to 3.25%.
- The payroll growth assumption was lowered from 3.00% to 2.75%.
- Changes from the January 2020 experience study that impacted individual groups are listed below:
- Retirement rates were adjusted to partially reflect observed experience.
- Termination rates were increased for most KPERS groups.
- Disability rates were reduced.
- Factors for the State group that are used to anticipate higher liabilities due to higher final average salary at retirement for pre-1993 hires were modified to better reflect actual experience.
- The administrative expense load for contributions rates was increased from 0.16% to 0.18%.

UNIFIED SCHOOL DISTRICT NO. 233
OTHER POST-EMPLOYMENT BENEFITS - KPERS
REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2021

Schedule of Changes in the District's Total KPERS OPEB Liability and Related Ratios
Last Ten Fiscal Years*

	2021	2020	2019	2018
Total OPEB liability				
Service cost	\$ 449,522	\$ 398,948	\$ 396,906	\$ 408,089
Interest	230,082	209,009	201,794	168,124
Effect of economic/demographic gains or losses	217,989	988,163	(69,237)	-
Effect of assumptions changes or inputs	449,047	122,417	(78,482)	(195,646)
Benefit payments	<u>(546,827)</u>	<u>(643,948)</u>	<u>(733,703)</u>	<u>(532,491)</u>
Net change in total OPEB liability	799,813	1,074,589	(282,722)	(151,924)
Total OPEB liability - beginning	6,395,309	5,320,720	5,603,442	5,755,366
Total OPEB liability - ending	<u>\$ 7,195,122</u>	<u>\$ 6,395,309</u>	<u>\$ 5,320,720</u>	<u>\$ 5,603,442</u>
 Covered payroll	 <u>\$ 218,104,000</u>	 <u>\$ 203,076,000</u>	 <u>\$ 189,145,000</u>	 <u>\$ 178,385,000</u>
 Total OPEB liability as a percentage of covered payroll	 3.30%	 3.15%	 2.81%	 3.14%

Notes to the Schedule:

* - Data became available with the inception of GASB 75 during fiscal year 2018, therefore, 10 years of data is unavailable.

There are no assets accumulated in trust to pay benefits

Changes in assumptions reflect the effects of changes in the discount rate each period:

- For fiscal year 2019, the discount rate increased from 3.58% to 3.87%
- For fiscal year 2020, the discount rate decreased from 3.87% to 3.50%
- For fiscal year 2021, the discount rate decreased from 3.50% to 2.21%

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

UNIFIED SCHOOL DISTRICT NO. 233
COMBINING STATEMENTS - GENERAL FUNDS

BUDGETED FUNDS:

General Fund: This fund is used to account for the general operations of the District and all unrestricted revenues and expenditures not provided for in other funds.

Supplemental General Fund: Used to account for revenues and expenditures as authorized by the local option tax budget for the District.

NON-BUDGETED FUNDS:

Contingency Reserve Fund: This fund is used to account for monies from the General Fund in accordance with Kansas statutes (limited to 10% of General Fund budget) and expended for contingency purposes.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING BALANCE SHEET -
GENERAL FUND
June 30, 2021

	<u>General</u>	<u>Supplemental General</u>	<u>Contingency Reserve</u>	<u>Total General Fund</u>
ASSETS				
Cash and investments	\$ 8,630,169	\$ 3,146,698	\$ 8,130,001	\$ 19,906,868
Taxes receivable	-	1,313,165	-	1,313,165
Due from other funds	<u>563,925</u>	<u>-</u>	<u>-</u>	<u>563,925</u>
Total assets	<u>\$ 9,194,094</u>	<u>\$ 4,459,863</u>	<u>\$ 8,130,001</u>	<u>\$ 21,783,958</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 5,765,689	\$ -	\$ -	\$ 5,765,689
Accrued liabilities	<u>2,533,959</u>	<u>-</u>	<u>-</u>	<u>2,533,959</u>
Total liabilities	<u>8,299,648</u>	<u>-</u>	<u>-</u>	<u>8,299,648</u>
Deferred inflows of resources				
Unavailable revenue - property taxes	<u>-</u>	<u>1,313,165</u>	<u>-</u>	<u>1,313,165</u>
Total deferred inflow of resources	<u>-</u>	<u>1,313,165</u>	<u>-</u>	<u>1,313,165</u>
Total liabilities and deferred inflows of resources	<u>8,299,648</u>	<u>1,313,165</u>	<u>-</u>	<u>9,612,813</u>
Fund balances:				
Assigned	894,446	-	-	894,446
Unassigned	<u>-</u>	<u>3,146,698</u>	<u>8,130,001</u>	<u>11,276,699</u>
Total fund balances	<u>894,446</u>	<u>3,146,698</u>	<u>8,130,001</u>	<u>12,171,145</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 9,194,094</u>	<u>\$ 4,459,863</u>	<u>\$ 8,130,001</u>	<u>\$ 21,783,958</u>

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
GENERAL FUND
For the Year Ended June 30, 2021

	<u>General</u>	<u>Supplemental General</u>	<u>Contingency Reserve</u>	<u>Total General Fund</u>
REVENUES:				
Taxes	\$ -	\$ 37,461,376	\$ -	\$ 37,461,376
Intergovernmental	162,196,551	28,820,064	-	191,016,615
Charges for services	-	-	-	-
Other local sources	<u>4,179,355</u>	<u>-</u>	<u>-</u>	<u>4,179,355</u>
Total revenues	<u>166,375,906</u>	<u>66,281,440</u>	<u>-</u>	<u>232,657,346</u>
EXPENDITURES:				
Current				
Instructional	107,386,146	18,123,309	5,263,069	130,772,524
Student support services	9,810,666	3,188,533	-	12,999,199
Instructional support staff	10,000,622	3,363,274	-	13,363,896
General administration	1,989,882	659,155	-	2,649,037
School administration	14,996,396	4,948,810	-	19,945,206
Central services	8,405,631	2,781,719	-	11,187,350
Operations and maintenance	8,099,761	2,672,986	-	10,772,747
Student transportation services	3,686,550	1,216,560	-	4,903,110
Other support services	<u>100,821</u>	<u>47,370</u>	<u>-</u>	<u>148,191</u>
Total expenditures	<u>164,476,475</u>	<u>37,001,716</u>	<u>5,263,069</u>	<u>206,741,260</u>
Excess [deficiency] of revenues over [under] expenditures	<u>1,899,431</u>	<u>29,279,724</u>	<u>[5,263,069]</u>	<u>25,916,086</u>
OTHER FINANCING SOURCES [USES]:				
Transfers [out]	<u>[1,440,836]</u>	<u>[28,815,483]</u>	<u>-</u>	<u>[30,256,319]</u>
Total other financing sources [uses]	<u>[1,440,836]</u>	<u>[28,815,483]</u>	<u>-</u>	<u>[30,256,319]</u>
Net change in fund balance	458,595	464,241	[5,263,069]	[4,340,233]
Fund balance - Beginning of year, restated	<u>435,851</u>	<u>2,682,457</u>	<u>13,393,070</u>	<u>16,511,378</u>
Fund balance - End of year	<u>\$ 894,446</u>	<u>\$ 3,146,698</u>	<u>\$ 8,130,001</u>	<u>\$ 12,171,145</u>

UNIFIED SCHOOL DISTRICT NO. 233
COMBINING STATEMENTS - NONMAJOR FUNDS

The special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

BUDGETED FUNDS:

Extraordinary Growth Fund: This fund is used to provide the legal vehicle to levy taxes for costs associated with commencing operation of new school facilities.

Bilingual Education Fund: This fund is used to account for monies received and expended to operate an English as a Second Language (ESL) program.

Professional Development Fund: This fund is used to account for state aid revenues that are provided for teacher inservice training programs.

Vocational Education Fund: This fund is used to account for revenues received and expenditures incurred for state and federal vocational education programs, administered in accordance with established guidelines and statutes.

Parent As Teachers Fund: This fund is used to account for state aid revenues which are used to provide educational training and assistance programs to parents in the District regarding pre-school and selected educational problems of students.

At Risk (4 Year Old) Fund: This fund is used to account for monies received and expended for programs for at risk students meeting the specific age requirement.

At Risk (K-12) Fund: This fund is used to account for monies received and expended for extended year, extended day, alternative schools, dropout prevention and tutorial assistance programs administered for at risk students.

Cost of Living: This fund is available to districts that exceed state averages for Cost of Living factors. The Cost of Living fund's only revenue is from local sources.

Virtual Education Fund: This fund is used to account for monies received and expended for virtual, online courses.

Federal Awards: This fund has been established to account for the revenues and expenditures associated with federal and state grants that have been awarded to the District for specific purposes.

Special Liability: This fund is used to pay for District liability insurance premiums and potential liability claims against the District. The Special Liability fund's only revenue is from local sources.

Donations Fund: This fund is used to account for revenues collected and expenditures incurred in conjunction with local donations for youth services, youth court, drug-free emphasis, and various other activities used to enhance student learning.

NON - BUDGETED FUNDS:

Instructional Materials Fund: This fund is used to account for revenue collected and expenditures incurred in conjunction with the purchase of classroom teaching supplies and printing of teaching aides.

District Activities Fund: This fund is used to account for revenues collected and expenditures incurred in conjunction with co-curricular activities which are administered by the District.

Student Activities Fund: This fund is used to account for revenues collected and expenditures incurred in conjunction with student activities which are administered by the District.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENTS - NONMAJOR FUNDS - CONTINUED

DEBT SERVICE FUND:

Special Assessments Fund: This fund is used to accumulate resources to pay long-term commitments with other municipalities to finance special assessments related to sewer, street, sidewalk and other improvements made involving District property.

CAPITAL PROJECT FUND:

2013 Construction Fund: This fund is used to account for the acquisition, construction, and renovation of major capital facilities financed by the District's general obligation bond issues.

PROPRIETARY FUNDS:

Food Service Fund: This fund was established pursuant to state law to account for all monies received and expended attributable to the district's breakfast and lunch programs.

Summer School Fund: This fund is used to account for user fees derived from summer school education programs and the expenditures necessary to carry out these programs.

Driver Training Fund: This fund is used to account for state aid and user fees used to provide driver's education to students.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2021

	Total Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund - Special Assessments	Nonmajor Capital Project Fund - 2013 Construction	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 7,932,761	\$ 1,466,836	\$ -	\$ 9,399,597
Taxes receivable	<u>864,442</u>	<u>24,859</u>	<u>-</u>	<u>889,301</u>
Total assets	<u>\$ 8,797,203</u>	<u>\$ 1,491,695</u>	<u>\$ -</u>	<u>\$ 10,288,898</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 543,389	\$ -	\$ -	\$ 543,389
Retainage payable	-	-	22,014	22,014
Due to other funds	<u>563,925</u>	<u>-</u>	<u>-</u>	<u>563,925</u>
Total liabilities	<u>1,107,314</u>	<u>-</u>	<u>22,014</u>	<u>1,129,328</u>
Deferred inflows of resources				
Unavailable revenue - property taxes	<u>864,442</u>	<u>24,859</u>	<u>-</u>	<u>889,301</u>
Total deferred inflow of resources	<u>864,442</u>	<u>24,859</u>	<u>-</u>	<u>889,301</u>
Total liabilities and deferred inflows of resources	<u>1,971,756</u>	<u>24,859</u>	<u>22,014</u>	<u>2,018,629</u>
Fund balances:				
Restricted	5,939,832	1,466,836	-	7,406,668
Assigned	1,549,068	-	-	1,549,068
Unassigned	<u>[663,453]</u>	<u>-</u>	<u>[22,014]</u>	<u>[685,467]</u>
Total fund balances	<u>6,825,447</u>	<u>1,466,836</u>	<u>[22,014]</u>	<u>8,270,269</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,797,203</u>	<u>\$ 1,491,695</u>	<u>\$ -</u>	<u>\$ 10,288,898</u>

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Total Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund - Special Assessments	Nonmajor Capital Project Fund - 2013 Construction	Total Nonmajor Governmental Funds
REVENUES:				
Taxes	\$ 39,960,090	\$ 906,299	\$ -	\$ 40,866,389
Intergovernmental	40,216,514	-	-	40,216,514
Charges for services	4,446,182	-	-	4,446,182
Investment revenue	-	-	14,958	14,958
Other local sources	<u>1,356,804</u>	<u>-</u>	<u>-</u>	<u>1,356,804</u>
Total revenues	<u>85,979,590</u>	<u>906,299</u>	<u>14,958</u>	<u>86,900,847</u>
EXPENDITURES:				
Current				
Instructional	69,689,483	-	2,687,685	72,377,168
Student support services	2,461,644	-	-	2,461,644
Instructional support staff	1,622,940	-	-	1,622,940
General administration	100,200	-	-	100,200
School administration	652,517	-	-	652,517
Central services	48,667	-	-	48,667
Operations and maintenance	1,288,316	-	-	1,288,316
Student transportation services	942,941	-	-	942,941
Other support services	10,599,759	-	-	10,599,759
Capital outlay				
Facility acquisition and construction	<u>-</u>	<u>694,600</u>	<u>-</u>	<u>694,600</u>
Total expenditures	<u>87,406,467</u>	<u>694,600</u>	<u>2,687,685</u>	<u>90,788,752</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[1,426,877]</u>	<u>211,699</u>	<u>[2,672,727]</u>	<u>[3,887,905]</u>
OTHER FINANCING SOURCES [USES]:				
Transfers in	<u>445,082</u>	<u>-</u>	<u>-</u>	<u>445,082</u>
Total other financing sources [uses]	<u>445,082</u>	<u>-</u>	<u>-</u>	<u>445,082</u>
Net change in fund balance	<u>[981,795]</u>	<u>211,699</u>	<u>[2,672,727]</u>	<u>[3,442,823]</u>
Fund balance - Beginning of year, restated	<u>7,807,242</u>	<u>1,255,137</u>	<u>2,650,713</u>	<u>11,713,092</u>
Fund balance - End of year	<u>\$ 6,825,447</u>	<u>\$ 1,466,836</u>	<u>\$ [22,014]</u>	<u>\$ 8,270,269</u>

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2021

	Extraordinary <u>Growth</u>	Bilingual <u>Education</u>	Professional <u>Development</u>	Vocational <u>Education</u>	Parents as <u>Teachers</u>	At Risk <u>(4 Year Old)</u>	At Risk <u>(K-12)</u>	Cost of <u>Living</u>
ASSETS								
Cash and investments	\$ 253,244	\$ 62,334	\$ 52,235	\$ 67,126	\$ 745,116	\$ 50,000	\$ 61,923	\$ 243,647
Taxes receivable	<u>557,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>297,095</u>
Total assets	<u>\$ 810,386</u>	<u>\$ 62,334</u>	<u>\$ 52,235</u>	<u>\$ 67,126</u>	<u>\$ 745,116</u>	<u>\$ 50,000</u>	<u>\$ 61,923</u>	<u>\$ 540,742</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ 261	\$ -	\$ 1,912	\$ 8,412	\$ -	\$ 3,605	\$ -
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>261</u>	<u>-</u>	<u>1,912</u>	<u>8,412</u>	<u>-</u>	<u>3,605</u>	<u>-</u>
Deferred inflows of resources								
Unavailable revenue - property taxes	<u>557,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>297,095</u>
Total deferred inflow of resources	<u>557,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>297,095</u>
Total liabilities and deferred inflows of resources	<u>557,142</u>	<u>261</u>	<u>-</u>	<u>1,912</u>	<u>8,412</u>	<u>-</u>	<u>3,605</u>	<u>297,095</u>
Fund balances:								
Restricted	253,244	50,000	50,000	50,000	735,509	50,000	50,001	243,647
Assigned	-	12,073	2,235	15,214	1,195	-	8,317	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>253,244</u>	<u>62,073</u>	<u>52,235</u>	<u>65,214</u>	<u>736,704</u>	<u>50,000</u>	<u>58,318</u>	<u>243,647</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 810,386</u>	<u>\$ 62,334</u>	<u>\$ 52,235</u>	<u>\$ 67,126</u>	<u>\$ 745,116</u>	<u>\$ 50,000</u>	<u>\$ 61,923</u>	<u>\$ 540,742</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2021

	<u>Virtual Education</u>	<u>Federal Awards</u>	<u>Special Liability</u>	<u>Instructional Materials</u>	<u>District Activities</u>	<u>Student Activities</u>	<u>Donations</u>	<u>Total Nonmajor Special Revenue Funds</u>
ASSETS								
Cash and investments	\$ 15,000	\$ -	\$ 377,397	\$ 2,307,321	\$ 1,158,773	\$ 1,578,628	\$ 960,017	\$ 7,932,761
Taxes receivable	-	-	10,205	-	-	-	-	864,442
Total assets	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 387,602</u>	<u>\$ 2,307,321</u>	<u>\$ 1,158,773</u>	<u>\$ 1,578,628</u>	<u>\$ 960,017</u>	<u>\$ 8,797,203</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ 99,528	\$ -	\$ 426,560	\$ 2,474	\$ 637	\$ -	\$ 543,389
Due to other funds	-	563,925	-	-	-	-	-	563,925
Total liabilities	-	663,453	-	426,560	2,474	637	-	1,107,314
Deferred inflows of resources								
Unavailable revenue - property taxes	-	-	10,205	-	-	-	-	864,442
Total deferred inflow of resources	-	-	10,205	-	-	-	-	864,442
Total liabilities and deferred inflows of resources	-	663,453	10,205	426,560	2,474	637	-	1,971,756
Fund balances:								
Restricted	15,000	-	377,397	569,147	1,086,709	1,460,946	948,232	5,939,832
Assigned	-	-	-	1,311,614	69,590	117,045	11,785	1,549,068
Unassigned	-	[663,453]	-	-	-	-	-	[663,453]
Total fund balances	<u>15,000</u>	<u>[663,453]</u>	<u>377,397</u>	<u>1,880,761</u>	<u>1,156,299</u>	<u>1,577,991</u>	<u>960,017</u>	<u>6,825,447</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 387,602</u>	<u>\$ 2,307,321</u>	<u>\$ 1,158,773</u>	<u>\$ 1,578,628</u>	<u>\$ 960,017</u>	<u>\$ 8,797,203</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2021

	Extraordinary Growth	Bilingual Education	Professional Development	Vocational Education	Parents as Teachers	At Risk (4 Year Old)	At Risk (K-12)	Cost of Living
REVENUES:								
Taxes	\$ 20,133,575	\$ 3,235,185	\$ -	\$ 5,309,959	\$ -	\$ 191,898	\$ -	\$ 10,596,867
Intergovernmental	-	2,242,465	58,230	3,022,129	1,401,059	407,729	23,735,054	-
Charges for services	-	-	-	35,445	-	-	-	-
Other local sources	-	-	54,640	-	265,520	-	1,250	-
Total revenues	<u>20,133,575</u>	<u>5,477,650</u>	<u>112,870</u>	<u>8,367,533</u>	<u>1,666,579</u>	<u>599,627</u>	<u>23,736,304</u>	<u>10,596,867</u>
EXPENDITURES:								
Current								
Instructional	20,000,000	5,389,404	23,646	7,940,225	-	572,387	22,823,475	-
Student support services	-	-	-	-	1,910,178	-	228,726	-
Instructional support staff	-	86,269	263,781	177,898	-	-	269,073	-
General administration	-	-	-	-	-	-	-	-
School administration	-	-	-	233,004	-	27,240	285,318	-
Central services	-	-	-	382	-	-	-	-
Operations and maintenance	-	-	-	38,919	-	-	124,628	-
Student transportation services	-	-	-	64	-	-	30	-
Other support services	-	-	-	1,184	-	-	-	10,598,575
Total expenditures	<u>20,000,000</u>	<u>5,475,673</u>	<u>287,427</u>	<u>8,391,676</u>	<u>1,910,178</u>	<u>599,627</u>	<u>23,731,250</u>	<u>10,598,575</u>
Excess [deficiency] of revenues over [under] expenditures	<u>133,575</u>	<u>1,977</u>	<u>[174,557]</u>	<u>[24,143]</u>	<u>[243,599]</u>	<u>-</u>	<u>5,054</u>	<u>[1,708]</u>
OTHER FINANCING SOURCES [USES]:								
Transfers in	-	-	163,542	-	281,540	-	-	-
Total other financing sources [uses]	-	-	163,542	-	281,540	-	-	-
Net change in fund balance	133,575	1,977	[11,015]	[24,143]	37,941	-	5,054	[1,708]
Fund balance - Beginning of year, restated	<u>119,669</u>	<u>60,096</u>	<u>63,250</u>	<u>89,357</u>	<u>698,763</u>	<u>50,000</u>	<u>53,264</u>	<u>245,355</u>
Fund balance - End of year	<u>\$ 253,244</u>	<u>\$ 62,073</u>	<u>\$ 52,235</u>	<u>\$ 65,214</u>	<u>\$ 736,704</u>	<u>\$ 50,000</u>	<u>\$ 58,318</u>	<u>\$ 243,647</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2021

	Virtual Education	Federal Awards	Special Liability	Instructional Materials	District Activities	Student Activities	Donations	Total Nonmajor Special Revenue Funds
REVENUES:								
Taxes	\$ 126,194	\$ -	\$ 366,412	\$ -	\$ -	\$ -	\$ -	\$ 39,960,090
Intergovernmental	-	9,205,521	-	-	-	-	144,327	40,216,514
Charges for services	64,305	-	-	1,897,996	884,231	1,564,205	-	4,446,182
Other local sources	-	-	-	-	-	-	1,035,394	1,356,804
Total revenues	<u>190,499</u>	<u>9,205,521</u>	<u>366,412</u>	<u>1,897,996</u>	<u>884,231</u>	<u>1,564,205</u>	<u>1,179,721</u>	<u>85,979,590</u>
EXPENDITURES:								
Current								
Instructional	190,499	7,161,436	-	2,413,905	932,106	1,548,700	693,700	69,689,483
Student support services	-	104,736	-	-	-	-	218,004	2,461,644
Instructional support staff	-	551,297	-	5,747	-	-	268,875	1,622,940
General administration	-	-	-	-	-	-	100,200	100,200
School administration	-	106,955	-	-	-	-	-	652,517
Central services	-	18,808	-	-	-	-	29,477	48,667
Operations and maintenance	-	261,771	609,204	-	-	-	253,794	1,288,316
Student transportation services	-	942,847	-	-	-	-	-	942,941
Other support services	-	-	-	-	-	-	-	10,599,759
Total expenditures	<u>190,499</u>	<u>9,147,850</u>	<u>609,204</u>	<u>2,419,652</u>	<u>932,106</u>	<u>1,548,700</u>	<u>1,564,050</u>	<u>87,406,467</u>
Excess [deficiency] of revenues over [under] expenditures	<u>-</u>	<u>57,671</u>	<u>[242,792]</u>	<u>[521,656]</u>	<u>[47,875]</u>	<u>15,505</u>	<u>[384,329]</u>	<u>[1,426,877]</u>
OTHER FINANCING SOURCES [USES]:								
Transfers in	-	-	-	-	-	-	-	445,082
Total other financing sources [uses]	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>445,082</u>
Net change in fund balance	-	57,671	[242,792]	[521,656]	[47,875]	15,505	[384,329]	[981,795]
Fund balance - Beginning of year, restated	<u>15,000</u>	<u>[721,124]</u>	<u>620,189</u>	<u>2,402,417</u>	<u>1,204,174</u>	<u>1,562,486</u>	<u>1,344,346</u>	<u>7,807,242</u>
Fund balance - End of year	<u>\$ 15,000</u>	<u>\$ [663,453]</u>	<u>\$ 377,397</u>	<u>\$ 1,880,761</u>	<u>\$ 1,156,299</u>	<u>\$ 1,577,991</u>	<u>\$ 960,017</u>	<u>\$ 6,825,447</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF NET POSITION
NONMAJOR PROPRIETARY FUNDS
June 30, 2021

	Food Service	Summer School	Driver Training	Total Nonmajor Proprietary Funds
ASSETS				
Current assets:				
Cash and investments	\$ 940,143	\$ 320,588	\$ 148,129	\$ 1,408,860
Material and supplies inventory	469,809	-	-	469,809
Total current assets	<u>1,409,952</u>	<u>320,588</u>	<u>148,129</u>	<u>1,878,669</u>
Noncurrent assets:				
Nondepreciable capital assets				
Land	2,971	-	-	2,971
Depreciable capital assets	7,111,019	-	-	7,111,019
Less: accumulated depreciation	<u>4,605,234</u>	<u>-</u>	<u>-</u>	<u>4,605,234</u>
Total noncurrent assets	<u>2,508,756</u>	<u>-</u>	<u>-</u>	<u>2,508,756</u>
Total assets	<u>\$ 3,918,708</u>	<u>\$ 320,588</u>	<u>\$ 148,129</u>	<u>\$ 4,387,425</u>
LIABILITIES AND NET POSITION				
Current liabilities:				
Accrued liabilities	\$ 7,582	\$ -	\$ -	\$ 7,582
Total liabilities	<u>\$ 7,582</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,582</u>
Net Position				
Investment in capital assets	\$ 2,508,756	\$ -	\$ -	\$ 2,508,756
Unrestricted	<u>1,402,370</u>	<u>320,588</u>	<u>148,129</u>	<u>1,871,087</u>
Total net position	<u>\$ 3,911,126</u>	<u>\$ 320,588</u>	<u>\$ 148,129</u>	<u>\$ 4,379,843</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
NONMAJOR PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Food Service	Summer School	Driver Training	Total Nonmajor Proprietary Funds
Operating revenues				
Charges for services	\$ 227,010	\$ 115,200	\$ 116,725	\$ 458,935
Other local services	25,752	-	-	25,752
Miscellaneous	227,149	-	-	227,149
Total operating revenues	<u>479,911</u>	<u>115,200</u>	<u>116,725</u>	<u>711,836</u>
Operating expenses				
Instructional	-	147,617	72,255	219,872
Instructional support staff	-	11,914	-	11,914
School administration	-	-	28,302	28,302
Operations and maintenance	-	-	10,154	10,154
Noninstructional services	-	-	-	-
Food service operations	11,074,526	-	-	11,074,526
Depreciation	350,901	-	-	350,901
Total operating expenses	<u>11,425,427</u>	<u>159,531</u>	<u>110,711</u>	<u>11,695,669</u>
Operating income [loss]	<u>[10,945,516]</u>	<u>[44,331]</u>	<u>6,014</u>	<u>[10,983,833]</u>
Nonoperating revenues [expenses]				
Investment revenue	290	-	-	290
State grants	105,410	-	16,644	122,054
Federal grants	9,444,478	-	-	9,444,478
Total nonoperating revenues [expenses]	<u>9,550,178</u>	<u>-</u>	<u>16,644</u>	<u>9,566,822</u>
Income [loss] before transfers	<u>[1,395,338]</u>	<u>[44,331]</u>	<u>22,658</u>	<u>[1,417,011]</u>
Transfers from other funds				
Transfers in	1,471,230	-	-	1,471,230
Total transfers	<u>1,471,230</u>	<u>-</u>	<u>-</u>	<u>1,471,230</u>
Change in net position	75,892	[44,331]	22,658	54,219
Net position, Beginning of year	<u>3,835,234</u>	<u>364,919</u>	<u>125,471</u>	<u>4,325,624</u>
Net position, End of year	<u>\$ 3,911,126</u>	<u>\$ 320,588</u>	<u>\$ 148,129</u>	<u>\$ 4,379,843</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Food Service	Summer School	Driver Training	Total Nonmajor Proprietary Funds
Cash flows from operating activities				
Cash received from customers and users	\$ 227,010	\$ 115,200	\$ 116,725	\$ 458,935
Cash payments to suppliers	[4,741,157]	[4,919]	[10,901]	[4,756,977]
Cash payments to employees for services	[6,036,484]	[154,612]	[99,810]	[6,290,906]
Other operating receipts	252,901	-	-	252,901
Net cash provided by [used in] operating activities	[10,297,730]	[44,331]	6,014	[10,336,047]
Cash flows from noncapital financing activities				
State grants	105,410	-	16,644	122,054
Federal grants	9,444,478	-	-	9,444,478
Transfers from other funds	1,471,230	-	-	1,471,230
Net cash provided by [used in] noncapital financing activities	11,021,118	-	16,644	11,037,762
Cash flows from capital and related financing activities				
Capital asset purchases	[64,900]	-	-	[64,900]
Net cash flows from capital and related financing activities	[64,900]	-	-	[64,900]
Cash flows from investing activities				
Investment revenue	290	-	-	290
Net cash flows from investing activities	290	-	-	290
Net increase [decrease] in cash and cash equivalents	658,778	[44,331]	22,658	637,105
Cash and cash equivalents - Beginning of year	281,365	364,919	125,471	771,755
Cash and cash equivalents - End of year	\$ 940,143	\$ 320,588	\$ 148,129	\$ 1,408,860
Reconciliation of operating [loss] income to net cash provided by [used in] operating activities				
Operating income [loss]	\$ [10,945,516]	\$ [44,331]	\$ 6,014	\$ [10,983,833]
Adjustments to reconcile operating income [loss] to net cash provided by [used in] operating activities				
Depreciation	350,901	-	-	350,901
Change in assets and liabilities				
[Increase] decrease in material and supplies inventory	290,342	-	-	290,342
Increase [decrease] in accrued liabilities	6,543	-	-	6,543
Net cash provided by [used in] operating activities	\$ [10,297,730]	\$ [44,331]	\$ 6,014	\$ [10,336,047]

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
SUPPLEMENTAL GENERAL FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 33,230,946	\$ 9,450,662	\$ 42,681,608	\$ 44,261,867	\$ 43,434,794	\$ [753,186]
Motor/Recreational vehicles	4,230,430	-	4,230,430	4,129,202	4,129,202	101,228
Intergovernmental:						
State and local	<u>28,820,064</u>	<u>-</u>	<u>28,820,064</u>	<u>29,136,751</u>	<u>29,136,751</u>	<u>[316,687]</u>
Total revenues	<u>66,281,440</u>	<u>9,450,662</u>	<u>75,732,102</u>	<u>77,527,820</u>	<u>76,700,747</u>	<u>[968,645]</u>
EXPENDITURES:						
Instructional	18,123,309	-	18,123,309	14,435,350	14,435,350	[3,687,959]
Support services	3,188,533	-	3,188,533	3,491,610	3,491,610	303,077
Instructional support staff	3,363,274	-	3,363,274	2,991,605	2,991,605	[371,669]
General administration	659,155	-	659,155	684,146	684,146	24,991
School administration	4,948,810	-	4,948,810	4,962,557	4,962,557	13,747
Central services	2,781,719	-	2,781,719	2,269,177	2,269,177	[512,542]
Operations and maintenance	2,672,986	-	2,672,986	2,797,087	2,797,087	124,101
Student transportation services	1,216,560	-	1,216,560	937,856	937,856	[278,704]
Other support services	47,370	-	47,370	12,130	12,130	[35,240]
Adjustment for legal maximum budget	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[827,073]</u>	<u>[827,073]</u>
Total expenditures	<u>37,001,716</u>	<u>-</u>	<u>37,001,716</u>	<u>32,581,518</u>	<u>31,754,445</u>	<u>[5,247,271]</u>
Excess [deficiency] of revenues over [under] expenditures	<u>29,279,724</u>	<u>9,450,662</u>	<u>38,730,386</u>	<u>44,946,302</u>	<u>44,946,302</u>	<u>[6,215,916]</u>
OTHER FINANCING SOURCES [USES]:						
Transfers [out]	<u>[28,815,483]</u>	<u>[9,450,662]</u>	<u>[38,266,145]</u>	<u>[43,513,417]</u>	<u>[43,513,417]</u>	<u>5,247,272</u>
Total other financing sources [uses]	<u>[28,815,483]</u>	<u>[9,450,662]</u>	<u>[38,266,145]</u>	<u>[43,513,417]</u>	<u>[43,513,417]</u>	<u>5,247,272</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	464,241	-	464,241	<u>\$ 1,432,885</u>	<u>\$ 1,432,885</u>	<u>\$ [968,644]</u>
FUND BALANCE - Beginning of year	<u>2,682,457</u>	<u>-</u>	<u>2,682,457</u>			
FUND BALANCE - End of year	<u>\$ 3,146,698</u>	<u>\$ -</u>	<u>\$ 3,146,698</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
EXTRAORDINARY GROWTH FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 18,117,505	\$ -	\$ 18,117,505	\$ 18,794,067	\$ 18,794,067	\$ [676,562]
Motor/Recreational vehicles	<u>2,016,070</u>	<u>-</u>	<u>2,016,070</u>	<u>1,959,237</u>	<u>1,959,237</u>	<u>56,833</u>
Total revenues	<u>20,133,575</u>	<u>-</u>	<u>20,133,575</u>	<u>20,753,304</u>	<u>20,753,304</u>	<u>[619,729]</u>
EXPENDITURES:						
Instructional	<u>20,000,000</u>	<u>-</u>	<u>20,000,000</u>	<u>20,000,000</u>	<u>20,000,000</u>	<u>-</u>
Total expenditures	<u>20,000,000</u>	<u>-</u>	<u>20,000,000</u>	<u>20,000,000</u>	<u>20,000,000</u>	<u>-</u>
Excess [deficiency] of revenues over [under] expenditures	133,575	-	133,575	<u>\$ 753,304</u>	<u>\$ 753,304</u>	<u>\$ [619,729]</u>
FUND BALANCE - Beginning of year	<u>119,669</u>	<u>-</u>	<u>119,669</u>			
FUND BALANCE - End of year	<u>\$ 253,244</u>	<u>\$ -</u>	<u>\$ 253,244</u>			

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
BILINGUAL EDUCATION FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 3,235,185	\$ [3,235,185]	\$ -	\$ -	\$ -	\$ -
Intergovernmental:						
State and local	2,242,465	[2,242,465]	-	-	-	-
Other local sources	-	-	-	1,500,000	1,500,000	[1,500,000]
Total revenues	5,477,650	[5,477,650]	-	1,500,000	1,500,000	[1,500,000]
EXPENDITURES:						
Instructional	5,389,404	12,073	5,401,477	7,503,838	7,503,838	2,102,361
Instructional support staff	86,269	[10,096]	76,173	100,850	100,850	24,677
Total expenditures	5,475,673	1,977	5,477,650	7,604,688	7,604,688	2,127,038
Excess [deficiency] of revenues over [under] expenditures	1,977	[5,479,627]	[5,477,650]	[6,104,688]	[6,104,688]	627,038
OTHER FINANCING SOURCES [USES]:						
Transfers in	-	5,477,650	5,477,650	6,104,688	6,104,688	[627,038]
Total other financing sources [uses]	-	5,477,650	5,477,650	6,104,688	6,104,688	[627,038]
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	1,977	[1,977]	-	\$ -	\$ -	\$ -
FUND BALANCE - Beginning of year	60,096	[10,096]	50,000			
FUND BALANCE - End of year	\$ 62,073	\$ [12,073]	\$ 50,000			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
PROFESSIONAL DEVELOPMENT FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 58,230	\$ -	\$ 58,230	\$ 78,750	\$ 78,750	\$ [20,520]
Other local sources	<u>54,640</u>	<u>13,250</u>	<u>67,890</u>	<u>666,500</u>	<u>666,500</u>	<u>[598,610]</u>
Total revenues	<u>112,870</u>	<u>13,250</u>	<u>126,120</u>	<u>745,250</u>	<u>745,250</u>	<u>[619,130]</u>
EXPENDITURES:						
Instructional	23,646	-	23,646	-	-	[23,646]
Student support services	<u>263,781</u>	<u>2,235</u>	<u>266,016</u>	<u>1,054,935</u>	<u>1,054,935</u>	<u>788,919</u>
Total expenditures	<u>287,427</u>	<u>2,235</u>	<u>289,662</u>	<u>1,054,935</u>	<u>1,054,935</u>	<u>765,273</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[174,557]</u>	<u>11,015</u>	<u>[163,542]</u>	<u>[309,685]</u>	<u>[309,685]</u>	<u>146,143</u>
OTHER FINANCING SOURCES [USES]:						
Transfers in	<u>163,542</u>	<u>-</u>	<u>163,542</u>	<u>309,685</u>	<u>309,685</u>	<u>[146,143]</u>
Total other financing sources [uses]	<u>163,542</u>	<u>-</u>	<u>163,542</u>	<u>309,685</u>	<u>309,685</u>	<u>[146,143]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[11,015]</u>	<u>11,015</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE - Beginning of year	<u>63,250</u>	<u>[13,250]</u>	<u>50,000</u>			
FUND BALANCE - End of year	<u>\$ 52,235</u>	<u>\$ [2,235]</u>	<u>\$ 50,000</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
VOCATIONAL EDUCATION FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 5,309,959	\$ [5,309,959]	\$ -	\$ -	\$ -	\$ -
Intergovernmental:						
State and local	2,840,547	[2,840,547]	-	3,000,000	3,000,000	[3,000,000]
Federal	181,582	-	181,582	154,442	154,442	27,140
Charges for services	35,445	-	35,445	20,000	20,000	15,445
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>8,367,533</u>	<u>[8,150,506]</u>	<u>217,027</u>	<u>3,174,442</u>	<u>3,174,442</u>	<u>[2,957,415]</u>
EXPENDITURES:						
Instructional	7,940,225	[23,911]	7,916,314	9,726,330	9,726,330	1,810,016
Instructional support staff	177,898	-	177,898	170,402	170,402	[7,496]
School administration	233,004	-	233,004	226,220	226,220	[6,784]
Operations and maintenance	38,919	[232]	38,687	51,390	51,390	12,703
Central services	382	-	382	-	-	[382]
Other support services	1,184	-	1,184	-	-	[1,184]
Student transportation services	64	-	64	3,300	3,300	3,236
Total expenditures	<u>8,391,676</u>	<u>[24,143]</u>	<u>8,367,533</u>	<u>10,177,642</u>	<u>10,177,642</u>	<u>1,810,109</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[24,143]</u>	<u>[8,126,363]</u>	<u>[8,150,506]</u>	<u>[7,003,200]</u>	<u>[7,003,200]</u>	<u>[1,147,306]</u>
OTHER FINANCING SOURCES [USES]:						
Transfers in	-	8,150,506	8,150,506	7,003,200	7,003,200	1,147,306
Total other financing sources [uses]	<u>-</u>	<u>8,150,506</u>	<u>8,150,506</u>	<u>7,003,200</u>	<u>7,003,200</u>	<u>1,147,306</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[24,143]</u>	<u>24,143</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE - Beginning of year	<u>89,357</u>	<u>[39,357]</u>	<u>50,000</u>			
FUND BALANCE - End of year	<u>\$ 65,214</u>	<u>\$ [15,214]</u>	<u>\$ 50,000</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
PARENTS AS TEACHERS FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 1,401,059	\$ -	\$ 1,401,059	\$ 1,350,544	\$ 1,350,544	\$ 50,515
Total intergovernmental	<u>1,401,059</u>	<u>-</u>	<u>1,401,059</u>	<u>1,350,544</u>	<u>1,350,544</u>	<u>50,515</u>
Other local sources	<u>265,520</u>	<u>-</u>	<u>265,520</u>	<u>1,501,500</u>	<u>1,501,500</u>	<u>[1,235,980]</u>
Total revenues	<u>1,666,579</u>	<u>-</u>	<u>1,666,579</u>	<u>2,852,044</u>	<u>2,852,044</u>	<u>[1,185,465]</u>
EXPENDITURES:						
Student support services	<u>1,910,178</u>	<u>1,051</u>	<u>1,911,229</u>	<u>3,333,511</u>	<u>3,333,511</u>	<u>1,422,282</u>
Total expenditures	<u>1,910,178</u>	<u>1,051</u>	<u>1,911,229</u>	<u>3,333,511</u>	<u>3,333,511</u>	<u>1,422,282</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[243,599]</u>	<u>[1,051]</u>	<u>[244,650]</u>	<u>[481,467]</u>	<u>[481,467]</u>	<u>236,817</u>
OTHER FINANCING SOURCES [USES]:						
Transfers in	<u>281,540</u>	<u>-</u>	<u>281,540</u>	<u>301,663</u>	<u>301,663</u>	<u>[20,123]</u>
Total other financing sources [uses]	<u>281,540</u>	<u>-</u>	<u>281,540</u>	<u>301,663</u>	<u>301,663</u>	<u>[20,123]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>37,941</u>	<u>[1,051]</u>	<u>36,890</u>	<u>\$ [179,804]</u>	<u>\$ [179,804]</u>	<u>\$ 216,694</u>
FUND BALANCE - Beginning of year	<u>698,763</u>	<u>[144]</u>	<u>698,619</u>			
FUND BALANCE - End of year	<u>\$ 736,704</u>	<u>\$ [1,195]</u>	<u>\$ 735,509</u>			

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
AT RISK (4 YEAR OLD) FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustment to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 191,898	\$ [191,898]	\$ -	\$ -	\$ -	\$ -
Intergovernmental:						
Federal	<u>407,729</u>	<u>[407,729]</u>	<u>-</u>	<u>750,000</u>	<u>750,000</u>	<u>[750,000]</u>
Total revenues	<u>599,627</u>	<u>[599,627]</u>	<u>-</u>	<u>750,000</u>	<u>750,000</u>	<u>[750,000]</u>
EXPENDITURES:						
Instructional	572,387	-	572,387	1,276,971	1,276,971	704,584
School administration	<u>27,240</u>	<u>-</u>	<u>27,240</u>	<u>39,820</u>	<u>39,820</u>	<u>12,580</u>
Total expenditures	<u>599,627</u>	<u>-</u>	<u>599,627</u>	<u>1,316,791</u>	<u>1,316,791</u>	<u>717,164</u>
Excess [deficiency] of revenues over [under] expenditures	<u>-</u>	<u>[599,627]</u>	<u>[599,627]</u>	<u>[566,791]</u>	<u>[566,791]</u>	<u>[32,836]</u>
OTHER FINANCING SOURCES [USES]:						
Transfers in	<u>-</u>	<u>599,627</u>	<u>599,627</u>	<u>566,791</u>	<u>566,791</u>	<u>32,836</u>
Total other financing sources [uses]	<u>-</u>	<u>599,627</u>	<u>599,627</u>	<u>566,791</u>	<u>566,791</u>	<u>32,836</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE - Beginning of year	<u>50,000</u>	<u>-</u>	<u>50,000</u>			
FUND BALANCE - End of year	<u>\$ 50,000</u>	<u>\$ -</u>	<u>\$ 50,000</u>			

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
AT RISK (K-12) FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustment to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 23,735,054	\$ [23,735,054]	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-
Other local sources	1,250	-	1,250	3,005,000	3,005,000	[3,003,750]
Total revenues	23,736,304	[23,735,054]	1,250	3,005,000	3,005,000	[3,003,750]
EXPENDITURES:						
Instructional	22,823,475	5,286	22,828,761	23,130,509	23,130,509	301,748
Student support services	228,726	-	228,726	288,130	288,130	59,404
Instructional support staff	269,073	-	269,073	87,730	87,730	[181,343]
School administration	285,318	-	285,318	195,465	195,465	[89,853]
Operations and maintenance	124,628	[232]	124,396	143,125	143,125	18,729
Student transportation services	30	-	30	41,500	41,500	41,470
Total expenditures	23,731,250	5,054	23,736,304	23,886,459	23,886,459	150,155
Excess [deficiency] of revenues over [under] expenditures	5,054	[23,740,108]	[23,735,054]	[20,881,459]	[20,881,459]	[2,853,595]
OTHER FINANCING SOURCES [USES]:						
Transfers in	-	23,735,054	23,735,054	20,881,459	20,881,459	2,853,595
Total other financing sources [uses]	-	23,735,054	23,735,054	20,881,459	20,881,459	2,853,595
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	5,054	[5,054]	-	\$ -	\$ -	\$ -
FUND BALANCE - Beginning of year	53,264	[3,264]	50,000			
FUND BALANCE - End of year	\$ 58,318	\$ [8,318]	\$ 50,000			

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
COST OF LIVING FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustment to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 9,653,184	\$ -	\$ 9,653,184	\$ 10,017,037	\$ 10,017,037	\$ [363,853]
Motor/Recreational vehicles	<u>943,683</u>	<u>-</u>	<u>943,683</u>	<u>917,822</u>	<u>917,822</u>	<u>25,861</u>
Total revenues	<u>10,596,867</u>	<u>-</u>	<u>10,596,867</u>	<u>10,934,859</u>	<u>10,934,859</u>	<u>[337,992]</u>
EXPENDITURES:						
Other support services	<u>10,598,575</u>	<u>-</u>	<u>10,598,575</u>	<u>10,714,602</u>	<u>10,714,602</u>	<u>116,027</u>
Total expenditures	<u>10,598,575</u>	<u>-</u>	<u>10,598,575</u>	<u>10,714,602</u>	<u>10,714,602</u>	<u>116,027</u>
Excess [deficiency] of revenues over [under] expenditures	[1,708]	-	[1,708]	<u>\$ 220,257</u>	<u>\$ 220,257</u>	<u>\$ [221,965]</u>
FUND BALANCE - Beginning of year	<u>245,355</u>	<u>-</u>	<u>245,355</u>			
FUND BALANCE - End of year	<u>\$ 243,647</u>	<u>\$ -</u>	<u>\$ 243,647</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
VIRTUAL EDUCATION FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustment to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 126,194	\$ [126,194]	\$ -	\$ -	\$ -	\$ -
Charges for services	64,305	-	64,305	48,000	48,000	16,305
Other local sources	-	-	-	200,000	200,000	[200,000]
Total revenues	190,499	[126,194]	64,305	248,000	248,000	[183,695]
EXPENDITURES:						
Instructional	190,499	-	190,499	350,000	350,000	159,501
Total expenditures	190,499	-	190,499	350,000	350,000	159,501
Excess [deficiency] of revenues over [under] expenditures	-	[126,194]	[126,194]	[102,000]	[102,000]	[24,194]
OTHER FINANCING SOURCES [USES]:						
Transfers in	-	126,194	126,194	102,000	102,000	24,194
Total other financing sources [uses]	-	126,194	126,194	102,000	102,000	24,194
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	-	-	\$ -	\$ -	\$ -
FUND BALANCE - Beginning of year	15,000	-	15,000			
FUND BALANCE - End of year	\$ 15,000	\$ -	\$ 15,000			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
FEDERAL AWARDS FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
Federal	\$ 9,205,521	\$ -	\$ 9,205,521	\$ 11,437,987	\$ 11,437,987	\$ [2,232,466]
Total revenues	<u>9,205,521</u>	<u>-</u>	<u>9,205,521</u>	<u>11,437,987</u>	<u>11,437,987</u>	<u>[2,232,466]</u>
EXPENDITURES:						
Instructional	7,161,436	105,184	7,266,620	10,353,610	10,353,610	3,086,990
Student support services	104,736	[3,868]	100,868	-	-	[100,868]
Instructional support staff	551,297	22,483	573,780	608,246	608,246	34,466
School administration	106,955	-	106,955	-	-	[106,955]
Central services	18,808	-	18,808	-	-	[18,808]
Operations and maintenance	261,771	[114,306]	147,465	1,335,160	1,335,160	1,187,695
Student transportation services	<u>942,847</u>	<u>-</u>	<u>942,847</u>	<u>23,700</u>	<u>23,700</u>	<u>[919,147]</u>
Total expenditures	<u>9,147,850</u>	<u>9,493</u>	<u>9,157,343</u>	<u>12,320,716</u>	<u>12,320,716</u>	<u>3,163,373</u>
Excess [deficiency] of revenues over [under] expenditures	57,671	[9,493]	48,178	\$ [882,729]	\$ [882,729]	\$ 930,907
FUND BALANCE - Beginning of year	<u>[721,124]</u>	<u>[161,605]</u>	<u>[882,729]</u>			
FUND BALANCE - End of year	<u>\$ [663,453]</u>	<u>\$ [171,098]</u>	<u>\$ [834,551]</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
SPECIAL LIABILITY FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 331,458	\$ -	\$ 331,458	\$ 321,779	\$ 321,779	\$ 9,679
Motor/Recreational vehicles	34,954	-	34,954	34,364	34,364	590
Total revenues	366,412	-	366,412	356,143	356,143	10,269
EXPENDITURES:						
General administration	609,204	-	609,204	660,000	660,000	50,796
Total expenditures	609,204	-	609,204	660,000	660,000	50,796
Excess [deficiency] of revenues over [under] expenditures	[242,792]	-	[242,792]	\$ [303,857]	\$ [303,857]	\$ 61,065
FUND BALANCE - Beginning of year	620,189	-	620,189			
FUND BALANCE - End of year	\$ 377,397	\$ -	\$ 377,397			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
DONATIONS FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 144,327	\$ -	\$ 144,327	\$ 900,000	\$ 900,000	\$ [755,673]
Other local sources	1,035,394	-	1,035,394	2,100,742	2,100,742	[1,065,348]
Total revenues	1,179,721	-	1,179,721	3,000,742	3,000,742	[1,821,021]
EXPENDITURES:						
Instructional	693,700	[112,591]	581,109	3,088,696	3,088,696	2,507,587
Student support services	218,004	995	218,999	143,161	143,161	[75,838]
Instructional support staff	268,875	[3,794]	265,081	5,283	5,283	[259,798]
General administration	100,200	-	100,200	2,943	2,943	[97,257]
Central services	29,477	-	29,477	-	-	[29,477]
Operations and maintenance	253,794	[250,000]	3,794	4,736	4,736	942
Total expenditures	1,564,050	[365,390]	1,198,660	3,244,819	3,244,819	2,046,159
Excess [deficiency] of revenues over [under] expenditures	[384,329]	365,390	[18,939]	\$ [244,077]	\$ [244,077]	\$ 225,138
FUND BALANCE - Beginning of year	1,344,346	[377,175]	967,171			
FUND BALANCE - End of year	\$ 960,017	\$ [11,785]	\$ 948,232			

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
SPECIAL ASSESSMENTS FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 809,882	\$ -	\$ 809,882	\$ 800,051	\$ 800,051	\$ 9,831
Motor/Recreational vehicles	96,417	-	96,417	93,950	93,950	2,467
Total revenues	906,299	-	906,299	894,001	894,001	12,298
EXPENDITURES:						
Facility acquisition and construction	694,600	-	694,600	1,200,000	1,200,000	505,400
Total expenditures	694,600	-	694,600	1,200,000	1,200,000	505,400
Excess [deficiency] of revenues over [under] expenditures	211,699	-	211,699	\$ [305,999]	\$ [305,999]	\$ 517,698
FUND BALANCE - Beginning of year	1,255,137	-	1,255,137			
FUND BALANCE - End of year	\$ 1,466,836	\$ -	\$ 1,466,836			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
DEBT SERVICE FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 38,428,159	\$ -	\$ 38,428,159	\$ 37,919,244	\$ 37,919,244	\$ 508,915
Motor/Recreational vehicles	3,944,697	-	3,944,697	3,835,273	3,835,273	109,424
Total taxes	42,372,856	-	42,372,856	41,754,517	41,754,517	618,339
Intergovernmental	7,848,121	-	7,848,121	7,848,121	7,848,121	-
Other local sources	1,103,216	-	1,103,216	1,161,878	1,161,878	[58,662]
Total revenues	51,324,193	-	51,324,193	50,764,516	50,764,516	559,677
EXPENDITURES:						
Debt Service						
Principal retirement	31,922,945	-	31,922,945	31,922,945	31,922,945	-
Interest and other charges	21,542,538	[2,525,197]	19,017,341	20,694,481	20,694,481	1,677,140
Total expenditures	53,465,483	[2,525,197]	50,940,286	52,617,426	52,617,426	1,677,140
Excess [deficiency] of revenues over [under] expenditures	[2,141,290]	2,525,197	383,907	[1,852,910]	[1,852,910]	2,236,817
OTHER FINANCING SOURCES [USES]:						
Debt issuance	88,950,000	[88,950,000]	-	-	-	-
Bond premium	1,649,384	[1,649,384]	-	-	-	-
Bond redemption	[88,074,187]	88,074,187	-	-	-	-
Total other financing sources [uses]	2,525,197	[2,525,197]	-	-	-	-
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	383,907	-	383,907	\$ [1,852,910]	\$ [1,852,910]	\$ 2,236,817
FUND BALANCE - Beginning of year	66,207,241	-	66,207,241			
FUND BALANCE - End of year	\$ 66,591,148	\$ -	\$ 66,591,148			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON - GAAP BASIS)
CAPITAL OUTLAY FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Taxes:						
Ad valorem	\$ 21,443,298	\$ -	\$ 21,443,298	\$ 21,158,292	\$ 21,158,292	\$ 285,006
Motor/Recreational vehicles	<u>2,130,710</u>	<u>-</u>	<u>2,130,710</u>	<u>2,077,727</u>	<u>2,077,727</u>	<u>52,983</u>
Total taxes	<u>23,574,008</u>	<u>-</u>	<u>23,574,008</u>	<u>23,236,019</u>	<u>23,236,019</u>	<u>337,989</u>
Intergovernmental:						
State and local	4,309,412	-	4,309,412	4,334,577	4,334,577	[25,165]
Investment revenue	113,723	-	113,723	618,000	618,000	[504,277]
Other local sources	<u>432,174</u>	<u>-</u>	<u>432,174</u>	<u>552,000</u>	<u>552,000</u>	<u>[119,826]</u>
Total revenues	<u>28,429,317</u>	<u>-</u>	<u>28,429,317</u>	<u>28,740,596</u>	<u>28,740,596</u>	<u>[311,279]</u>
EXPENDITURES:						
Instructional	6,407,332	491,980	6,899,312	7,324,000	7,324,000	424,688
Support services	5,272	-	5,272	1,400,000	1,400,000	1,394,728
Instructional staff support	172,218	-	172,218	-	-	[172,218]
Central services	1,254,946	[51,727]	1,203,219	2,501,010	2,501,010	1,297,791
Operations and maintenance	22,213,984	[324,421]	21,889,563	26,990,478	26,990,478	5,100,915
Student transportation services	2,380,574	-	2,380,574	618,000	618,000	[1,762,574]
Capital outlay	<u>3,831,674</u>	<u>1,099,042</u>	<u>4,930,716</u>	<u>5,200,000</u>	<u>5,200,000</u>	<u>269,284</u>
Total expenditures	<u>36,266,000</u>	<u>1,214,874</u>	<u>37,480,874</u>	<u>44,033,488</u>	<u>44,033,488</u>	<u>6,552,614</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[7,836,683]</u>	<u>[1,214,874]</u>	<u>[9,051,557]</u>	<u>[15,292,892]</u>	<u>[15,292,892]</u>	<u>6,241,335</u>
OTHER FINANCING SOURCES [USES]:						
Lease proceeds	<u>880,320</u>	<u>[880,320]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources [uses]	<u>880,320</u>	<u>[880,320]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[6,956,363]</u>	<u>[2,095,194]</u>	<u>[9,051,557]</u>	<u>\$ [15,292,892]</u>	<u>\$ [15,292,892]</u>	<u>\$ 6,241,335</u>
FUND BALANCE - Beginning of year	<u>21,531,025</u>	<u>[1,526,034]</u>	<u>20,004,991</u>			
FUND BALANCE - End of year	<u>\$ 14,574,662</u>	<u>\$ [3,621,228]</u>	<u>\$ 10,953,434</u>			

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL (NON - GAAP BASIS)
FOOD SERVICE FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
Federal	\$ 9,444,478	\$ -	\$ 9,444,478	\$ 6,025,799	\$ 6,025,799	\$ 3,418,679
State and local	105,410	-	105,410	103,200	103,200	2,210
Charges for services	227,010	-	227,010	8,131,250	8,131,250	[7,904,240]
Investment revenue	290	-	290	80,000	80,000	[79,710]
Reimbursable expense	-	-	-	-	-	-
Miscellaneous	<u>252,901</u>	<u>-</u>	<u>252,901</u>	<u>2,330,000</u>	<u>2,330,000</u>	<u>[2,077,099]</u>
Total revenues	<u>10,030,089</u>	<u>-</u>	<u>10,030,089</u>	<u>16,670,249</u>	<u>16,670,249</u>	<u>[6,640,160]</u>
EXPENSES:						
Food service operations	11,074,526	48,476	11,123,002	16,144,137	16,144,137	5,021,135
Depreciation	<u>350,901</u>	<u>[350,901]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>11,425,427</u>	<u>[302,425]</u>	<u>11,123,002</u>	<u>16,144,137</u>	<u>16,144,137</u>	<u>5,021,135</u>
Excess [deficiency] of revenues over [under] expenses	<u>[1,395,338]</u>	<u>302,425</u>	<u>[1,092,913]</u>	<u>526,112</u>	<u>526,112</u>	<u>[1,619,025]</u>
OTHER FINANCING SOURCES [USES]:						
Transfers in	<u>1,471,230</u>	<u>-</u>	<u>1,471,230</u>	<u>200,000</u>	<u>200,000</u>	<u>1,271,230</u>
Total other financing sources [uses]	<u>1,471,230</u>	<u>-</u>	<u>1,471,230</u>	<u>200,000</u>	<u>200,000</u>	<u>1,271,230</u>
Change in net position	75,892	302,425	378,317	<u>\$ 726,112</u>	<u>\$ 726,112</u>	<u>\$ [347,795]</u>
Net Position, Beginning of year	<u>3,835,234</u>	<u>[3,557,403]</u>	<u>277,831</u>			
Net Position, End of year	<u>\$ 3,911,126</u>	<u>\$ [3,254,978]</u>	<u>\$ 656,148</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL (NON - GAAP BASIS)
SUMMER SCHOOL FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Charges for services	\$ 115,200	\$ -	\$ 115,200	\$ 85,000	\$ 85,000	\$ 30,200
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>[1,000,000]</u>
Total revenues	<u>115,200</u>	<u>-</u>	<u>115,200</u>	<u>1,085,000</u>	<u>1,085,000</u>	<u>[969,800]</u>
EXPENSES:						
Instructional	147,617	-	147,617	1,083,400	1,083,400	935,783
Instructional support staff	<u>11,914</u>	<u>-</u>	<u>11,914</u>	<u>6,600</u>	<u>6,600</u>	<u>[5,314]</u>
Total expenses	<u>159,531</u>	<u>-</u>	<u>159,531</u>	<u>1,090,000</u>	<u>1,090,000</u>	<u>930,469</u>
Change in net position	[44,331]	-	[44,331]	<u>\$ [5,000]</u>	<u>\$ [5,000]</u>	<u>\$ [39,331]</u>
NET POSITION - Beginning of year	<u>364,919</u>	<u>-</u>	<u>364,919</u>			
NET POSITION - End of year	<u>\$ 320,588</u>	<u>\$ -</u>	<u>\$ 320,588</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL (NON - GAAP BASIS)
DRIVER TRAINING FUND
For the Year Ended June 30, 2021

	GAAP Basis	Adjustment to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
REVENUES:						
Intergovernmental:						
State and local	\$ 16,644	\$ -	\$ 16,644	\$ 39,750	\$ 39,750	\$ [23,106]
Charges for services	<u>116,725</u>	<u>-</u>	<u>116,725</u>	<u>325,000</u>	<u>325,000</u>	<u>[208,275]</u>
Total revenues	<u>133,369</u>	<u>-</u>	<u>133,369</u>	<u>364,750</u>	<u>364,750</u>	<u>[231,381]</u>
EXPENSES:						
Instructional	72,255	-	72,255	371,062	371,062	298,807
School administration	28,302	-	28,302	37,000	37,000	8,698
Operations and maintenance	<u>10,154</u>	<u>-</u>	<u>10,154</u>	<u>32,100</u>	<u>32,100</u>	<u>21,946</u>
Total expenses	<u>110,711</u>	<u>-</u>	<u>110,711</u>	<u>440,162</u>	<u>440,162</u>	<u>329,451</u>
Change in net position	22,658	-	22,658	<u>\$ [75,412]</u>	<u>\$ [75,412]</u>	<u>\$ 98,070</u>
NET POSITION - Beginning of year	<u>125,471</u>	<u>-</u>	<u>125,471</u>			
NET POSITION - End of year	<u>\$ 148,129</u>	<u>\$ -</u>	<u>\$ 148,129</u>			

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENTS – INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency or other departments of agencies of the governmental unit, or to other governmental units, on a cost reimbursement basis.

Health Insurance Reserve: The Health Insurance Reserve fund tracks expenditures including the actual premiums, claims and other third party administration fees associated with the District health programs. Any revenue would come from the District itself in an accounting mechanism to track the actual insurance premiums in the Operating funds.

Workers' Compensation Reserve: The Workers Compensation Reserve fund tracks expenditures made to doctors, specialists, 75 and pharmacies related to worker's compensation claims. A re-pricing company is used to obtain the best pricing for medical fees. Additional expenses are operating costs and ergonomic equipment. This fund is self-insured by the District and is covered by an excess insurance policy which covers single events greater than \$300,000.

Risk Management Reserve: The Risk Management Reserve fund provides for the protection of District resources and promotes the safety of students, staff and the public. Effective oversight and management of the fund assists with minimizing the Districts exposure to liability and provides sound loss control practices. Funds transferred from the General fund (primary funding source) to the Risk Management fund are utilized for the purchase of insurance, payment of claims as well as related costs arising from legal action and settlement.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS

June 30, 2021

	Health Insurance <u>Fund</u>	Workers' Compensation <u>Fund</u>	Risk Management <u>Fund</u>	Total Internal Service <u>Funds</u>
ASSETS				
Cash and investments	<u>\$ 18,204,487</u>	<u>\$ 2,062,087</u>	<u>\$ 771,664</u>	<u>\$ 21,038,238</u>
Total assets	<u>\$ 18,204,487</u>	<u>\$ 2,062,087</u>	<u>\$ 771,664</u>	<u>\$ 21,038,238</u>
LIABILITIES AND NET POSITION				
Liabilities				
Accrued liabilities	<u>\$ 2,820,300</u>	<u>\$ 1,672,306</u>	<u>\$ -</u>	<u>\$ 4,492,606</u>
Total liabilities	<u>\$ 2,820,300</u>	<u>\$ 1,672,306</u>	<u>\$ -</u>	<u>\$ 4,492,606</u>
Net Position				
Unrestricted	<u>\$ 15,384,187</u>	<u>\$ 389,781</u>	<u>\$ 771,664</u>	<u>\$ 16,545,632</u>
Total net position	<u>\$ 15,384,187</u>	<u>\$ 389,781</u>	<u>\$ 771,664</u>	<u>\$ 16,545,632</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233

COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2021

	Health Insurance <u>Fund</u>	Workers' Compensation <u>Fund</u>	Risk Management <u>Fund</u>	Total Internal Service <u>Funds</u>
Operating revenues				
Other local sources	\$ 50,068,801	\$ 1,888,498	\$ 1,003,843	\$ 52,961,142
Total operating revenues	<u>50,068,801</u>	<u>1,888,498</u>	<u>1,003,843</u>	<u>52,961,142</u>
Operating expenses				
Instructional	49,718,622	180,615	234,416	50,133,653
Instructional support staff	-	20,265	-	20,265
School administration	-	24,684	-	24,684
Operations and maintenance	-	367,698	877,761	1,245,459
Noninstructional services	<u>-</u>	<u>283,055</u>	<u>-</u>	<u>283,055</u>
Total operating expenses	<u>49,718,622</u>	<u>876,317</u>	<u>1,112,177</u>	<u>51,707,116</u>
Change in net position	350,179	1,012,181	[108,334]	1,254,026
Net position, Beginning of year	<u>15,034,008</u>	<u>[622,400]</u>	<u>879,998</u>	<u>15,291,606</u>
Net position, End of year	<u>\$ 15,384,187</u>	<u>\$ 389,781</u>	<u>\$ 771,664</u>	<u>\$ 16,545,632</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 233
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2021

	Health Insurance Fund	Workers' Compensation Fund	Risk Management Fund	Total Internal Service Funds
Cash flows from operating activities				
Cash received from customers and users	\$ 50,068,801	\$ 1,888,498	\$ 1,003,843	\$ 52,961,142
Cash payments to suppliers	-	241,816	[1,112,177]	[870,361]
Cash payments to employees for services	<u>[49,821,322]</u>	<u>[1,830,397]</u>	<u>-</u>	<u>[51,651,719]</u>
Net cash provided by [used in] operating activities	<u>247,479</u>	<u>299,917</u>	<u>[108,334]</u>	<u>439,062</u>
Net increase [decrease] in cash and cash equivalents	247,479	299,917	[108,334]	439,062
Cash and cash equivalents - Beginning of year	<u>17,957,008</u>	<u>1,762,170</u>	<u>879,998</u>	<u>20,599,176</u>
Cash and cash equivalents - End of year	<u>\$ 18,204,487</u>	<u>\$ 2,062,087</u>	<u>\$ 771,664</u>	<u>\$ 21,038,238</u>
Reconciliation of operating [loss] income to net cash provided by [used in] operating activities				
Operating income [loss]	\$ 350,179	\$ 1,012,181	\$ [108,334]	\$ 1,254,026
Adjustments to reconcile operating income [loss] to net cash provided by [used in] operating activities				
Change in assets and liabilities				
Increase [decrease] in accrued liabilities	<u>[102,700]</u>	<u>[712,264]</u>	<u>-</u>	<u>[814,964]</u>
Net cash provided by [used in] operating activities	<u>\$ 247,479</u>	<u>\$ 299,917</u>	<u>\$ [108,334]</u>	<u>\$ 439,062</u>

See independent auditor's report on the financial statements.

STATISTICAL SECTION

The Statistical Section is intended to provide a broader and more complete understanding of the physical, economic, social and political characteristics of the District than is possible from the financial statements, notes and supporting schedules presented in the Financial Section. In addition, this section is used, in part, to comply with the continuing disclosure requirements of SEC Rule 15c2-12.

The information presented in this section does not provide full and adequate disclosure of financial information in accordance with accounting principles generally accepted in the United States of America, but is designed to be useful in identifying trends and evaluating the credit worthiness of the District.

<u>Contents</u>	Page
Financial Trends	95 - 104
These schedules contain information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	105 - 111
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	
Debt Capacity	112 - 117
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Information	118 - 120
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
Operating Information	121 - 124
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

TABLE 1
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental Activities				
Net investment in capital assets	\$ 104,696,918	\$ 93,192,363	\$ 82,430,485	\$ 70,945,301
Restricted	32,616,635	37,363,125	53,155,786	66,058,156
Unrestricted	<u>10,797,234</u>	<u>3,487,266</u>	<u>178,045</u>	<u>[286,549,675]</u>
Total governmental activities net position	<u>\$ 148,110,787</u>	<u>\$ 134,042,754</u>	<u>\$ 135,764,316</u>	<u>\$ [149,546,218]</u>
Business-type Activities:				
Net investment in capital assets	\$ 3,242,386	\$ 2,968,964	\$ 2,792,281	\$ 2,636,755
Restricted	-	-	-	-
Unrestricted	<u>2,384,086</u>	<u>2,244,109</u>	<u>2,490,550</u>	<u>2,634,928</u>
Total business type activities net position	<u>\$ 5,626,472</u>	<u>\$ 5,213,073</u>	<u>\$ 5,282,831</u>	<u>\$ 5,271,683</u>
Primary Government				
Net investment in capital assets	\$ 107,939,304	\$ 96,161,327	\$ 85,222,766	\$ 73,582,056
Restricted	32,616,635	37,363,125	53,155,786	66,058,156
Unrestricted	<u>13,181,320</u>	<u>5,731,375</u>	<u>2,668,595</u>	<u>[283,914,747]</u>
Total primary government net position	<u>\$ 153,737,259</u>	<u>\$ 139,255,827</u>	<u>\$ 141,047,147</u>	<u>\$ [144,274,535]</u>

Source: Unified School District No. #233 Basic Financial Statements

TABLE 1
UNAUDITED

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 63,710,002	\$ 54,339,810	\$ 38,306,906	\$ 11,333,459	\$ 8,385,716	\$ 3,699,052
86,018,471	144,670,389	152,216,040	103,588,497	93,699,199	81,026,993
<u>[306,094,971]</u>	<u>[329,256,545]</u>	<u>[333,310,009]</u>	<u>[274,972,452]</u>	<u>[255,825,581]</u>	<u>[268,371,057]</u>
\$ <u>[156,366,498]</u>	\$ <u>[130,246,346]</u>	\$ <u>[142,787,063]</u>	\$ <u>[160,050,496]</u>	\$ <u>[153,740,666]</u>	\$ <u>[183,645,012]</u>
\$ 2,447,802	\$ 2,240,996	\$ 2,462,201	\$ 2,216,541	\$ 2,794,757	\$ 2,508,756
-	-	-	-	-	-
<u>3,235,423</u>	<u>3,927,022</u>	<u>3,301,657</u>	<u>3,076,802</u>	<u>1,530,867</u>	<u>1,871,087</u>
\$ <u>5,683,225</u>	\$ <u>6,168,018</u>	\$ <u>5,763,858</u>	\$ <u>5,293,343</u>	\$ <u>4,325,624</u>	\$ <u>4,379,843</u>
\$ 66,157,804	\$ 56,580,806	\$ 40,769,107	\$ 13,550,000	\$ 11,180,473	\$ 6,207,808
86,018,471	144,670,389	152,216,040	103,588,497	93,699,199	81,026,993
<u>[302,859,548]</u>	<u>[325,329,523]</u>	<u>[330,008,352]</u>	<u>[271,895,650]</u>	<u>[254,294,714]</u>	<u>[266,499,970]</u>
\$ <u>[150,683,273]</u>	\$ <u>[124,078,328]</u>	\$ <u>[137,023,205]</u>	\$ <u>[154,757,153]</u>	\$ <u>[149,415,042]</u>	\$ <u>[179,265,169]</u>

TABLE 2
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
EXPENSE, PROGRAM REVENUES, AND NET [EXPENSE]/REVENUE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>
Expenses			
Governmental Activities:			
Instruction	\$ 204,202,866	\$ 213,617,832	\$ 215,745,076
Support services	17,053,060	18,384,048	23,922,269
Instructional staff support	12,659,543	11,128,296	11,936,781
General administration	1,065,803	1,251,872	1,269,247
School administration	14,998,534	14,928,861	16,088,220
Noninstructional services	313,728	-	-
Operations and maintenance	28,871,001	29,445,568	26,647,875
Other support services	16,909,129	15,417,781	15,843,137
Student transportation	9,125,970	10,069,596	10,426,174
Interest on long-term debt	13,447,857	12,865,821	20,944,999
Total governmental activities expenses	<u>318,647,491</u>	<u>327,109,675</u>	<u>342,823,778</u>
Business-type activities:			
Food service	11,322,613	11,989,203	12,264,517
Summer school	367,543	398,317	132,880
Driver training	<u>236,767</u>	<u>171,685</u>	<u>186,481</u>
Total business-type activities	<u>11,926,923</u>	<u>12,559,205</u>	<u>12,583,878</u>
Total primary government expenses	<u>\$ 330,574,414</u>	<u>\$ 339,668,880</u>	<u>\$ 355,407,656</u>
Program Revenues			
Governmental Activities:			
Charges for services			
Instruction	\$ 3,266,291	\$ 3,401,261	\$ 3,538,380
Total Charges for services	<u>3,266,291</u>	<u>3,401,261</u>	<u>3,538,380</u>
Operating grants and contributions			
Instruction	63,649,560	59,981,516	70,951,281
Other support services	-	-	-
Total Operating grants and contributions	<u>63,649,560</u>	<u>59,981,516</u>	<u>70,951,281</u>
Total governmental activities program revenues	<u>66,915,851</u>	<u>63,382,777</u>	<u>74,489,661</u>
Business-type activities:			
Charges for services			
Food service	6,864,095	6,817,483	6,890,313
Summer school	236,122	257,259	74,226
Driver training	<u>119,771</u>	<u>128,654</u>	<u>125,218</u>
Total Charges for services	<u>7,219,988</u>	<u>7,203,396</u>	<u>7,089,757</u>
Operating grants and contributions			
Food service	3,998,141	4,463,497	4,855,280
Driver training	<u>52,170</u>	<u>49,848</u>	<u>45,900</u>
Total Operating grants and contributions	<u>4,050,311</u>	<u>4,513,345</u>	<u>4,901,180</u>
Total business-type activities program revenues	<u>11,270,299</u>	<u>11,716,741</u>	<u>11,990,937</u>
Total primary government program revenues	<u>\$ 78,186,150</u>	<u>\$ 75,099,518</u>	<u>\$ 86,480,598</u>
Net [expense]/revenue			
Governmental activities	\$ [251,731,640]	\$ [263,726,898]	\$ [268,334,117]
Business-type activities	<u>[656,624]</u>	<u>[842,464]</u>	<u>[592,941]</u>
Total primary government net [expense]/revenue	<u>\$ [252,388,264]</u>	<u>\$ [264,569,362]</u>	<u>\$ [268,927,058]</u>

Source: Unified School District No. #233 Basic Financial Statements

TABLE 2
UNAUDITED

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 231,503,766	\$ 236,025,320	\$ 265,761,810	\$ 295,735,984	\$ 276,357,705	\$ 282,134,838	\$ 312,813,843
27,492,698	24,833,640	24,670,946	25,922,886	28,504,013	30,998,262	33,911,722
13,503,302	12,583,142	12,551,952	13,831,440	15,107,379	16,878,832	18,467,032
1,566,266	1,952,671	2,083,042	1,917,254	2,283,544	2,381,525	2,946,943
18,215,922	18,964,262	19,616,810	20,652,443	22,572,822	23,790,279	24,950,200
-	-	-	-	-	-	-
36,763,610	43,552,848	28,620,826	39,089,202	47,368,879	38,410,229	38,823,218
14,941,111	19,230,135	19,217,781	26,432,378	28,284,815	24,791,693	27,870,953
11,199,227	12,396,844	13,496,332	15,067,088	14,696,432	14,491,905	18,843,715
21,491,803	19,229,152	37,012,820	22,749,390	23,727,909	25,433,383	27,765,589
<u>376,677,705</u>	<u>388,768,014</u>	<u>423,032,319</u>	<u>461,398,065</u>	<u>458,903,498</u>	<u>459,310,946</u>	<u>506,393,215</u>
12,235,406	12,628,407	12,672,790	13,775,196	13,912,193	12,866,593	11,425,427
61,520	62,538	52,416	79,557	81,886	12,971	159,531
156,889	164,361	178,227	159,326	174,844	92,087	110,711
<u>12,453,815</u>	<u>12,855,306</u>	<u>12,903,433</u>	<u>14,014,079</u>	<u>14,168,923</u>	<u>12,971,651</u>	<u>11,695,669</u>
\$ <u>389,131,520</u>	\$ <u>401,623,320</u>	\$ <u>435,935,752</u>	\$ <u>475,412,144</u>	\$ <u>473,072,421</u>	\$ <u>472,282,597</u>	\$ <u>518,088,884</u>
<u>\$ 3,592,427</u>	<u>\$ 3,818,255</u>	<u>\$ 3,809,439</u>	<u>\$ 3,941,091</u>	<u>\$ 3,903,108</u>	<u>\$ 3,503,890</u>	<u>\$ 4,446,182</u>
<u>3,592,427</u>	<u>3,818,255</u>	<u>3,809,439</u>	<u>3,941,091</u>	<u>3,903,108</u>	<u>3,503,890</u>	<u>4,446,182</u>
69,485,177	77,896,746	109,166,165	94,870,281	89,065,882	110,481,068	118,958,944
-	-	13,110,747	4,861,761	4,244,221	10,326,679	10,022,776
<u>69,485,177</u>	<u>77,896,746</u>	<u>122,276,912</u>	<u>99,732,042</u>	<u>93,310,103</u>	<u>120,807,747</u>	<u>128,981,720</u>
<u>73,077,604</u>	<u>81,715,001</u>	<u>126,086,351</u>	<u>103,673,133</u>	<u>97,213,211</u>	<u>124,311,637</u>	<u>133,427,902</u>
6,414,670	6,629,024	6,703,924	6,545,768	7,121,859	5,781,157	227,010
77,477	117,236	63,421	79,604	84,651	50,572	115,200
128,697	131,536	117,938	107,193	105,760	24,623	116,725
<u>6,620,844</u>	<u>6,877,796</u>	<u>6,885,283</u>	<u>6,732,565</u>	<u>7,312,270</u>	<u>5,856,352</u>	<u>458,935</u>
5,162,243	5,544,245	5,782,634	6,085,144	5,632,783	5,148,104	9,549,888
50,321	37,647	66,552	60,544	57,643	47,235	16,644
<u>5,212,564</u>	<u>5,581,892</u>	<u>5,849,186</u>	<u>6,145,688</u>	<u>5,690,426</u>	<u>5,195,339</u>	<u>9,566,532</u>
<u>11,833,408</u>	<u>12,459,688</u>	<u>12,734,469</u>	<u>12,878,253</u>	<u>13,002,696</u>	<u>11,051,691</u>	<u>10,025,467</u>
\$ <u>84,911,012</u>	\$ <u>94,174,689</u>	\$ <u>138,820,820</u>	\$ <u>116,551,386</u>	\$ <u>110,215,907</u>	\$ <u>135,363,328</u>	\$ <u>143,453,369</u>
\$ [303,600,101]	\$ [307,053,013]	\$ [296,945,968]	\$ [357,724,932]	\$ [361,690,287]	\$ [334,999,309]	\$ [372,965,313]
<u>[620,407]</u>	<u>[395,618]</u>	<u>[168,964]</u>	<u>[1,135,826]</u>	<u>[1,166,227]</u>	<u>[1,919,960]</u>	<u>[1,670,202]</u>
\$ <u>[304,220,508]</u>	\$ <u>[307,448,631]</u>	\$ <u>[297,114,932]</u>	\$ <u>[358,860,758]</u>	\$ <u>[362,856,514]</u>	\$ <u>[336,919,269]</u>	\$ <u>[374,635,515]</u>

TABLE 3
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
GENERAL SCHOOL SYSTEM REVENUES AND TOTAL CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Revenues and Other Changes in Net Position:			
Governmental activities:			
Property taxes	\$ 126,936,474	\$ 126,006,898	\$ 130,083,024
State aid	121,980,659	123,995,023	128,401,172
Investment earnings	116,844	86,459	194,332
Miscellaneous	10,352,939	10,964,151	11,580,812
Transfers, net	<u>[153,448]</u>	<u>[159,999]</u>	<u>[203,661]</u>
Total governmental activities general revenues and other changes in net position	<u>259,233,468</u>	<u>260,892,532</u>	<u>270,055,679</u>
Business-type activities:			
Investment earnings	-	-	-
Miscellaneous	468,736	452,443	459,038
Transfers, net	<u>153,448</u>	<u>159,999</u>	<u>203,661</u>
Total business-type activities general revenues and other changes in net position	<u>622,184</u>	<u>612,442</u>	<u>662,699</u>
Total primary government general revenues and other changes in net position	<u>\$ 259,855,652</u>	<u>\$ 261,504,974</u>	<u>\$ 270,718,378</u>
Change in net position			
Governmental activities change in net position	\$ 7,501,828	\$ [2,834,366]	\$ 1,721,562
Business-type activities change in net position	<u>[34,440]</u>	<u>[230,022]</u>	<u>69,758</u>
Total primary government change in net position	<u>\$ 7,467,388</u>	<u>\$ [3,064,388]</u>	<u>\$ 1,791,320</u>

Source: Unified School District No. #233 Basic Financial Statements

TABLE 3
UNAUDITED

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 106,457,710	\$ 104,587,701	\$ 113,146,408	\$ 130,062,201	\$ 140,602,295	\$ 140,266,790	\$ 144,484,755
168,577,531	163,477,503	161,303,369	167,448,028	182,718,564	190,046,330	191,016,615
367,322	413,947	679,647	1,962,416	4,023,883	2,437,917	208,810
11,138,313	31,497,244	48,149,292	51,736,246	18,347,219	9,105,980	7,259,531
[195,252]	[207,053]	[212,596]	[269,310]	[261,603]	[198,378]	[1,471,230]
<u>286,345,624</u>	<u>299,769,342</u>	<u>323,066,120</u>	<u>350,939,581</u>	<u>345,430,358</u>	<u>341,658,639</u>	<u>341,498,481</u>
-	-	-	-	-	85,139	290
413,977	600,107	441,161	462,356	434,109	319,224	252,901
<u>195,282</u>	<u>207,053</u>	<u>212,596</u>	<u>269,310</u>	<u>261,603</u>	<u>198,378</u>	<u>1,471,230</u>
<u>609,259</u>	<u>807,160</u>	<u>653,757</u>	<u>731,666</u>	<u>695,712</u>	<u>602,741</u>	<u>1,724,421</u>
\$ <u>286,954,883</u>	\$ <u>300,576,502</u>	\$ <u>323,719,877</u>	\$ <u>351,671,247</u>	\$ <u>346,126,070</u>	\$ <u>342,261,380</u>	\$ <u>343,222,902</u>
\$ [17,254,477]	\$ [7,283,671]	\$ 26,120,152	\$ [6,785,351]	\$ [16,259,929]	\$ 6,659,330	\$ [31,466,832]
<u>[11,148]</u>	<u>411,542</u>	<u>484,793</u>	<u>[404,160]</u>	<u>[470,515]</u>	<u>[1,317,219]</u>	<u>54,219</u>
\$ <u>[17,265,625]</u>	\$ <u>[6,872,129]</u>	\$ <u>26,604,945</u>	\$ <u>[7,189,511]</u>	\$ <u>[16,730,444]</u>	\$ <u>5,342,111</u>	\$ <u>[31,412,613]</u>

TABLE 4
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Fund			
Nonspendable	\$ 582,835	\$ 690,144	\$ 565,802
Assigned	658,801	227,289	228,707
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total General Fund	<u>\$ 1,241,636</u>	<u>\$ 917,433</u>	<u>\$ 794,509</u>
All Other Governmental Funds			
Restricted	\$ 78,654,928	\$ 82,810,133	\$ 198,983,503
Committed	-	-	-
Assigned	12,550,062	18,355,268	51,611,927
Unassigned	<u>[317,879]</u>	<u>[394,832]</u>	<u>[423,974]</u>
Total All Other Governmental Fund:	<u>\$ 90,887,111</u>	<u>\$ 100,770,569</u>	<u>\$ 250,171,456</u>

Source: Unified School District No. #233 Basic Financial Statements

TABLE 4
UNAUDITED

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 248,340	\$ 248,418	\$ 64,215	\$ -	\$ -	\$ -	\$ -
379,792	425,059	496,977	555,399	676,414	435,851	894,446
-	-	-	-	-	-	11,276,699
<u>\$ 628,132</u>	<u>\$ 673,477</u>	<u>\$ 561,192</u>	<u>\$ 555,399</u>	<u>\$ 676,414</u>	<u>\$ 435,851</u>	<u>\$ 12,171,145</u>
\$ 94,030,032	\$ 86,018,471	\$ 144,670,389	\$ 182,216,040	\$ 103,588,497	\$ 93,669,199	\$ 81,049,007
-	-	-	-	8,263,462	9,495,664	4,966,923
80,404,925	19,028,564	20,166,769	25,300,002	26,372,713	22,758,520	16,125,607
(400,915)	(339,710)	(304,572)	(221,103)	[474,164]	[721,124]	[685,467]
<u>\$ 174,034,042</u>	<u>\$ 104,707,325</u>	<u>\$ 164,532,586</u>	<u>\$ 207,294,939</u>	<u>\$ 137,750,508</u>	<u>\$ 125,202,259</u>	<u>\$ 101,456,070</u>

TABLE 5
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Revenues				
Taxes, Net	\$ 127,530,999	\$ 126,695,839	\$ 128,514,055	\$ 100,332,564
Intergovernmental	185,630,219	183,976,539	199,352,453	243,116,360
Charges for Services	3,266,291	3,401,261	3,538,380	3,592,427
Investment Revenue	116,844	86,459	194,332	367,322
Other	<u>8,873,383</u>	<u>8,982,220</u>	<u>9,845,226</u>	<u>9,603,601</u>
Total revenues	<u>325,417,736</u>	<u>323,142,318</u>	<u>341,444,446</u>	<u>357,012,274</u>
Expenditures				
Instruction	193,866,976	201,489,110	201,447,560	214,640,607
Support services	16,149,120	18,270,189	21,901,141	25,227,566
Instructional staff support	12,655,379	10,028,647	10,756,625	11,150,316
General administration	1,065,803	1,251,872	1,269,247	1,460,938
School administration	14,998,534	14,041,791	16,084,053	16,695,342
Operations and maintenance	24,031,555	21,680,439	25,611,060	25,165,255
Student transportation services	9,040,928	9,983,918	10,339,222	12,046,371
Other support services	7,245,584	8,094,927	9,043,690	12,112,197
Food service operations	601,940	356,615	418,925	377,751
Student activities	1,580,681	113,378	-	-
Capital outlay	9,763,467	22,973,303	51,688,551	69,784,541
Debt service				
Principal retirement	28,570,000	20,095,000	42,705,000	27,765,000
Interest and other charges	<u>14,310,741</u>	<u>13,650,315</u>	<u>21,593,292</u>	<u>22,558,041</u>
Total Expenditures	<u>333,880,708</u>	<u>342,029,504</u>	<u>412,858,366</u>	<u>438,983,925</u>
Excess of Revenues Over				
[Under] Expenditures	<u>[8,462,972]</u>	<u>[18,887,186]</u>	<u>[71,413,920]</u>	<u>[81,971,651]</u>
Other Financing Sources [Uses]				
Debt issuance	-	28,500,000	204,385,000	-
Bond premium	-	209,165	16,510,544	-
Lease proceeds	-	-	-	5,863,142
Bond redemption	-	-	-	-
Payment to escrow agent	-	[102,725]	-	-
Transfers in	17,103,484	12,014,580	17,878,859	20,325,476
Transfers out	<u>[17,256,932]</u>	<u>[12,174,579]</u>	<u>[18,082,520]</u>	<u>[20,520,758]</u>
Total Other Financing Sources [Uses]	<u>[153,448]</u>	<u>28,446,441</u>	<u>220,691,883</u>	<u>5,667,860</u>
Net Change in Fund Balances	<u>\$ [8,616,420]</u>	<u>\$ 9,559,255</u>	<u>\$ 149,277,963</u>	<u>\$ [76,303,791]</u>
Debt service as a percentage of noncapital expenditures	13.14%	10.09%	17.80%	13.31%

Source: Unified School District No. #233 Basic Financial Statements

TABLE 5
UNAUDITED

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 105,741,851	\$ 113,713,572	\$ 129,782,092	\$ 140,087,130	\$ 139,231,548	\$ 144,274,629
241,374,249	241,655,701	267,180,070	276,028,668	310,854,077	319,998,335
3,818,255	3,809,439	3,941,091	3,903,108	3,503,890	4,446,182
413,947	679,648	1,962,416	4,023,883	2,437,917	208,810
10,306,629	11,191,728	10,853,418	18,341,459	9,105,980	7,259,531
<u>361,654,931</u>	<u>371,050,088</u>	<u>413,719,087</u>	<u>442,384,248</u>	<u>465,133,412</u>	<u>476,187,487</u>
198,983,840	208,741,317	235,507,048	249,982,596	262,322,025	290,029,325
23,279,533	24,026,149	25,854,826	27,758,976	31,840,690	33,865,096
10,816,675	10,899,409	12,689,023	13,809,413	15,671,691	16,711,361
1,894,447	2,039,944	1,913,797	2,236,372	2,443,418	2,944,040
18,306,351	19,112,920	20,546,412	22,024,019	24,474,529	24,925,490
23,871,223	25,600,548	30,684,785	32,439,187	32,622,978	35,858,157
13,140,358	13,400,545	14,972,582	14,599,110	14,401,313	18,727,486
17,473,571	17,056,188	24,451,326	26,191,922	22,831,494	25,393,170
361,523	361,523	361,523	478,407	1,164,019	1,129,763
-	-	-	-	-	-
71,903,604	79,178,807	48,695,260	39,365,497	18,206,788	8,675,784
29,707,942	30,447,942	29,932,944	28,407,944	29,117,945	31,922,945
20,990,213	25,053,676	23,961,733	24,946,252	23,336,031	21,542,538
<u>430,729,280</u>	<u>455,918,968</u>	<u>469,571,259</u>	<u>482,239,695</u>	<u>478,432,921</u>	<u>511,725,155</u>
<u>[69,074,349]</u>	<u>[84,868,880]</u>	<u>[55,852,172]</u>	<u>[39,855,447]</u>	<u>[13,299,509]</u>	<u>[35,537,668]</u>
-	388,090,000	79,495,000	-	44,835,000	108,950,000
-	50,643,418	8,080,920	-	-	1,649,384
-	481,036	820,656	693,634	182,662	880,320
-	[264,730,000]	[19,518,504]	-	[44,278,587]	[88,074,187]
-	[29,689,972]	-	-	-	-
21,155,923	27,267,566	28,124,030	33,640,337	35,505,748	28,785,089
<u>[21,362,976]</u>	<u>[27,480,162]</u>	<u>[28,393,340]</u>	<u>[33,901,940]</u>	<u>[35,704,126]</u>	<u>[30,256,319]</u>
<u>[207,053]</u>	<u>144,581,886</u>	<u>68,608,762</u>	<u>432,031</u>	<u>540,697</u>	<u>21,934,287</u>
\$ <u>[69,281,402]</u>	\$ <u>59,713,006</u>	\$ <u>12,756,590</u>	\$ <u>[39,423,416]</u>	\$ <u>[12,758,812]</u>	\$ <u>[13,603,381]</u>
13.48%	14.69%	12.59%	11.67%	11.24%	10.56%

TABLE 6
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS

Tax Year	Real Property Assessed Value	Personal Property Assessed Value	Utilities Assessed Value	Total Assessed Value	Motor and Recreational Vehicle Assessed Value
2012	\$ 1,561,493,153	\$ 53,908,005	\$ 51,467,869	\$ 1,666,869,027	\$ 192,713,794
2013	1,598,640,342	46,701,611	56,338,441	1,701,680,394	197,026,657
2014	1,712,572,742	36,414,072	56,357,011	1,805,343,825	206,063,292
2015	1,850,736,785	31,292,014	55,929,078	1,937,957,877	214,709,525
2016	1,997,886,821	28,907,700	57,323,655	2,084,118,176	224,456,859
2017	2,173,378,711	26,604,371	57,845,062	2,257,828,144	234,261,596
2018	2,365,821,082	24,384,061	61,804,155	2,452,009,298	245,383,136
2019	2,499,989,578	22,879,628	64,404,336	2,587,273,542	256,077,132
2020	2,618,763,831	21,814,781	67,598,994	2,708,177,606	261,744,008
2021	2,743,693,871	21,368,920	70,328,979	2,835,391,770	260,724,687

(1) Per \$1,000 of Assessed Valuation

Source: Johnson County Clerk, Johnson County Appraiser and USD #233 records

TABLE 6
UNAUDITED

Total Equalized Assessed Value	Real Property Estimated Actual Value	Personal Property Estimated Actual Value	Utilities Estimated Actual Value	Total Estimated Actual Value	Ratio of Total Assessed to Total Estimated Act. Value	Total Direct Rate
\$ 1,859,582,821	\$ 13,578,201,330	\$ 179,693,350	\$ 155,963,239	\$ 13,913,857,920	11.98%	67.868
1,898,707,051	13,901,220,365	155,672,037	170,722,548	14,227,614,950	11.96%	67.764
2,011,407,117	14,891,936,887	121,380,240	170,778,821	15,184,095,948	11.89%	67.868
2,152,667,402	16,093,363,348	104,306,713	169,482,055	16,367,152,116	11.84%	67.764
2,308,575,035	17,372,928,878	96,359,000	173,708,045	17,642,995,924	11.81%	67.774
2,492,089,740	18,898,945,313	88,681,237	175,288,067	19,162,914,616	11.78%	71.174
2,697,392,434	20,572,357,235	81,280,203	187,285,318	20,840,922,756	11.77%	70.665
2,843,350,674	21,739,039,809	76,265,427	195,164,655	22,010,469,890	11.75%	69.878
2,969,921,614	22,771,859,400	72,715,937	204,845,436	23,049,420,773	11.75%	69.138
3,096,116,457	23,858,207,574	71,229,733	213,118,118	24,142,555,425	11.74%	68.282

TABLE 7
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX YEARS

	<u>2012</u>	<u>2013</u>	<u>2014</u>
Olathe USD #233			
General	20.000	20.000	20.000
Supplemental General	18.885	20.927	15.303
Extraordinary Growth	4.081	5.077	4.610
Capital Outlay	6.991	3.153	8.000
Bond & Interest	15.250	16.904	16.472
Special Assessment	0.684	0.485	0.539
Special Liability	0.184	0.215	0.202
Cost of Living	3.543	2.725	2.742
Total - Direct	<u>69.618</u>	<u>69.486</u>	<u>67.868</u>
State of Kansas	1.500	1.500	1.500
Johnson County	17.717	17.745	17.764
City of Olathe	24.794	24.818	24.701
Johnson County Library	3.149	3.155	3.157
Johnson County Parks	2.344	2.347	2.349
Community College	8.785	9.551	9.461
Total - Overlapping Governments	<u>58.289</u>	<u>59.116</u>	<u>58.932</u>

Source: Johnson County Clerk's Office

TABLE 7
UNAUDITED

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
20.000	20.000	20.000	20.000	20.000	20.000	20.000
17.488	15.331	18.822	15.836	16.214	15.956	15.741
4.246	4.115	6.103	7.800	7.125	6.769	6.102
4.890	8.000	8.000	8.000	8.000	8.000	8.000
16.471	16.380	15.140	15.050	14.372	14.377	14.380
0.539	0.540	0.102	0.368	0.351	0.302	0.215
0.202	0.150	0.151	0.135	0.124	0.124	0.246
3.928	3.258	2.856	3.476	3.692	3.610	3.598
<u>67.764</u>	<u>67.774</u>	<u>71.174</u>	<u>70.665</u>	<u>69.878</u>	<u>69.138</u>	<u>68.282</u>
1.500	1.500	1.500	1.500	1.500	1.500	1.500
19.582	19.590	19.318	19.024	19.036	18.799	18.564
24.688	24.708	24.700	24.406	24.397	24.440	24.458
3.912	3.915	3.921	3.901	3.904	3.905	3.908
3.101	3.102	3.112	3.088	3.090	3.093	3.096
9.469	9.473	9.503	9.266	9.121	9.191	9.110
<u>62.252</u>	<u>62.288</u>	<u>62.054</u>	<u>61.185</u>	<u>61.048</u>	<u>60.928</u>	<u>60.636</u>

TABLE 8
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
PRINCIPAL TAXPAYERS
JUNE 30, 2021 and NINE Years Ago

<u>Name</u>	<u>Industry</u>	2021 Assessed		Percent of Total Assessed		2012 Assessed		Percent of Total Assessed
		<u>Valuation</u>	<u>Rank</u>	<u>Valuation</u>		<u>Valuation</u>	<u>Rank</u>	<u>Valuation</u>
JC Penny Corporation Inc	Retail	\$ 1,770,681	1	0.06%		\$ 1,464,437	5	0.08%
Garmin International Inc	Communication and Navigation	1,427,475	2	0.05%		1,231,850	6	0.07%
Honeywell International Inc	Technology and Manufacturing	1,414,866	3	0.05%		2,743,952	2	0.15%
Lane Goebel	Individual - Owns two Aircrafts	933,691	4	0.03%				0.00%
Gill Studios Inc	Manufacturing	850,011	5	0.03%		959,485	8	0.05%
Deluxe Manufacturing Operations	Manufacturing	679,137	6	0.02%		1,021,153	7	0.05%
Southwest Grease Products	Manufacturing	575,145	7	0.02%		575,145	10	0.03%
Johnson County Aggregates	Mining	547,000	8	0.02%		593,443	9	0.03%
Gunze Plastics and Engineering	Manufacturing	418,503	9	0.01%				0.00%
SPX Cooling Technologies	Manufacturing	382,694	10	0.01%				0.00%
Sprint Spectrum LP	Communications	-		0.00%		3,409,959	1	0.18%
General Motors LLC	Transportation	-		0.00%		1,651,152	3	0.09%
Sysco Food Serv of Kansas City Inc	Food Wholesale	-		0.00%		1,466,167	4	0.08%
		<u>\$ 8,999,203</u>		<u>0.29%</u>		<u>\$ 15,116,743</u>		<u>0.81%</u>

Source: Johnson County Clerk's Office

TABLE 9
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Tax Year/ Collection Year	Tax Levy	Current Tax Collections	Percent of Current Taxes Collected
2011/12	\$ 117,518,355	\$ 116,048,435	98.75%
2012/13	115,844,220	114,822,530	99.12%
2013/14	117,483,695	116,311,141	99.00%
2014/15	120,947,428	119,975,941	99.20%
2015/16	128,893,151	128,407,162	99.62%
2016/17	137,721,359	137,729,453	100.01%
2017/18	157,731,991	157,378,869	99.78%
2018/19	170,471,413	169,473,558	99.41%
2019/20	178,112,322	176,822,318	99.28%
2020/21	184,887,290	182,363,657	98.64%
	(1)	(1)	

(1) Tax year balances.

Source: Johnson County Treasurer's Office

TABLE 9
UNAUDITED

Delinquent Tax Collections	Total Tax Collections (Current & Delinquent)	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Outstanding Delinquent Taxes to Total Tax Levy
\$ 1,450,151	\$ 117,498,586	99.98%	\$ 19,769	0.02%
1,003,204	115,825,734	99.98%	18,486	0.02%
1,158,500	117,469,641	99.99%	14,054	0.01%
934,093	120,910,034	99.97%	37,394	0.03%
446,256	128,853,418	99.97%	39,732	0.03%
(66,640)	137,662,813	99.96%	58,546	0.04%
231,091	157,609,960	99.92%	122,031	0.08%
658,412	170,131,970	99.80%	339,443	0.20%
516,234	177,338,551	99.57%	773,771	0.43%
-	182,363,657	98.64%	2,523,633	1.36%
(1)	(1)		(1)	

TABLE 10
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation			Total	District Population	Personal Income	Per Capita	Percentage of Personal Income
	Bonds	Capital Lease						
2012	\$ 323,578,000	\$ -	\$	323,578,000	127,211	\$ 7,321,120,261	\$ 2,544	4.42%
2013	331,304,946	-		331,304,946	156,000	8,977,956,000	2,124	3.69%
2014	508,847,197	-		508,847,197	158,215	9,105,431,465	3,216	5.59%
2015	484,822,691	4,388,787		489,211,478	159,786	9,655,636,290	3,062	5.07%
2016	449,800,788	2,931,548		452,732,336	161,317	10,235,558,810	2,806	4.42%
2017	576,043,380	1,901,559		577,944,939	162,840	10,487,176,085	3,549	5.51%
2018	614,376,956	1,038,983		615,415,939	164,561	10,915,951,525	3,740	5.64%
2019	585,168,614	1,667,957		586,836,571	166,339	11,364,909,241	3,528	5.16%
2020	555,636,434	1,154,473		556,790,907	167,085	11,758,354,577	3,332	4.74%
2021	546,432,612	1,509,868		547,942,480	167,446	12,137,271,402	3,272	4.51%
					(1)			

Note (1) - District population compiled using new source, United States Census Bureau

Source: Johnson County Clerk and Olathe #233 records

TABLE 11
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal	Year	District Population	District Enrollment	Total Equalized Assessed Value	Total Estimated Actual Value
	2012	127,211	27,614	1,859,582,821	13,913,857,920
	2013	156,000	28,216	1,898,707,051	14,227,614,950
	2014	158,215	28,635	2,011,407,117	15,184,095,948
	2015	159,786	28,725	2,152,667,402	16,367,152,116
	2016	161,317	28,879	2,308,575,035	17,642,995,924
	2017	162,840	28,970	2,492,089,740	19,162,914,616
	2018	164,561	29,406	2,697,392,434	20,840,922,756
	2019	166,339	29,554	2,843,350,674	22,010,469,890
	2020	167,085	28,651	2,969,921,614	23,049,420,773
	2021	167,446	28,651	3,096,116,457	24,142,555,425

Source: Johnson County Clerk and USD #233 records

TABLE 11
UNAUDITED

Bonded	Debt	Less: Amounts Available in Debt Service Fund	Net Bonded Debt	Ratio of Bonded Debt to Equalized Assessed Value	Ratio of Bonded Debt to Estimated Actual Value	Bonded Debt Per Capita	Bonded Debt Per Pupil
323,578,000		32,616,635	290,961,365	15.65%	2.09%	2,287.23	10,536.73
331,304,946		37,363,125	293,941,821	15.48%	2.07%	1,884.24	10,417.56
508,847,197		51,108,850	457,738,347	22.76%	3.01%	2,893.14	15,985.27
480,433,904		51,205,672	429,228,232	19.94%	2.62%	2,686.27	14,942.67
452,732,336		52,609,873	400,122,463	17.33%	2.27%	2,480.35	13,855.14
576,043,380		63,227,345	512,816,035	20.58%	2.68%	3,149.20	17,701.62
555,426,339		67,543,144	487,883,195	18.09%	2.34%	2,964.76	16,591.28
527,436,339		67,077,048	460,359,291	16.19%	2.09%	2,767.60	15,576.89
555,636,434		66,207,241	489,429,193	16.48%	2.12%	2,929.22	17,082.45
546,432,612		66,591,148	479,841,464	15.50%	1.99%	2,865.65	16,747.81

UNIFIED SCHOOL DISTRICT NO. 233
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2021

	Principal Amount of Outstanding Debt	Percent Applicable to School District	Amount Applicable to School District
Direct			
Olathe USD #233	\$ 547,942,480	100.00%	\$ 547,942,480
Overlapping			
Johnson County	\$ 521,540,000	23.26%	\$ 121,310,204
Community College	1,930,000	23.26%	448,918
City of Olathe	227,750,000	89.46%	203,745,150
City of Lenexa	143,404,000	31.67%	45,416,047
City of Overland Park	95,580,000	8.54%	8,162,532
City of Shawnee	66,175,000	2.30%	1,522,025
Johnson County Rural Fire #2	2,580,000	2.80%	72,240
Total Overlapping Debt			<u>380,677,116</u>
Total Direct and Overlapping Debt			<u><u>\$ 928,619,596</u></u>

Source: Johnson County Clerk's Office

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the overlapping debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

TABLE 13
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Total Assessed Valuation of Taxable Property	\$ 1,666,869,027	\$ 1,701,680,394	\$ 1,805,343,825	\$ 1,937,957,877
Debt Limit Percent of Assessed Value	14.00%	14.00%	14.00%	14.00%
Debt Limit	233,361,664	238,235,255	252,748,136	271,314,103
Total net debt applicable to limit	<u>323,578,000</u>	<u>331,304,946</u>	<u>508,847,197</u>	<u>480,433,904</u>
Legal Debt Margin	<u>\$ [90,216,336]</u>	<u>\$ [93,069,691]</u>	<u>\$ [256,099,062]</u>	<u>\$ [209,119,801]</u>
Total Net Debt Applicable To The Limit As A Percentage of Debt Limit	138.66%	139.07%	201.33%	177.08%

Note: Per order of the Kansas State Board of Education,
USD #233 was authorized to exceed the general bond debt limitation
prescribed in K.S.A. 72-6761, and to call an election for voting additional bonds
pursuant to the provisions of K.S.A. 75-2315.

Source: Assessed valuation from Johnson County Clerk.
Statutory limits per K.S.A. 72-6761.

TABLE 13
UNAUDITED

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 2,084,118,176	\$ 2,257,828,144	\$ 2,452,009,298	\$ 2,587,273,542	\$ 2,708,177,606	\$ 2,835,391,770
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%
291,776,545	316,095,940	343,281,302	362,218,296	379,144,865	396,954,848
<u>452,732,336</u>	<u>576,043,380</u>	<u>555,426,339</u>	<u>527,436,339</u>	<u>555,636,434</u>	<u>546,432,612</u>
<u>\$ [160,955,791]</u>	<u>\$ [259,947,440]</u>	<u>\$ [212,145,037]</u>	<u>\$ [165,218,043]</u>	<u>\$ [176,491,569]</u>	<u>\$ [149,477,764]</u>
155.16%	182.24%	161.80%	145.61%	146.55%	137.66%

TABLE 14
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Elementary School	Middle School	High School	Total Student Enrollment (1)	Total District Population
2012	13,645	6,264	7,705	27,614	127,211
2013	13,945	6,308	7,963	28,216	156,000
2014	14,048	6,458	8,129	28,635	158,215
2015	13,860	6,610	8,255	28,725	159,786
2016	13,687	6,670	8,522	28,879	161,317
2017	13,495	6,795	8,680	28,970	162,840
2018	13,574	6,837	8,995	29,406	164,561
2019	13,414	6,958	9,182	29,554	166,339
2020	13,366	7,005	9,351	29,722	167,085
2021	12,479	6,806	9,366	28,651	167,446

(1) Enrollment counts as of September 20th.

(2) Unemployment rates are for all of Olathe.

Source: City of Olathe annual financial report and USD #233 records

TABLE 14
UNAUDITED

Personal Income	Per Capita Personal Income	Unemployment Rate (2)
\$ 7,321,120,261	57,551	5.4%
\$ 8,977,956,000	57,551	5.2%
\$ 9,105,431,465	57,551	4.7%
\$ 9,655,636,290	60,429	3.8%
\$ 10,235,558,810	63,450	2.9%
\$ 10,487,176,085	66,622	3.1%
\$ 10,915,951,525	69,954	2.6%
\$ 11,364,909,241	73,451	2.9%
\$ 11,758,354,577	77,124	2.8%
\$ 12,137,271,402	80,980	5.1%

TABLE 15
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
PRINCIPAL EMPLOYERS
JUNE 30, 2021 AND 2012

<u>Employer</u>	June 30, 2021			June 30, 2012		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Olathe Unified School District	4,000	1	2.75%	2,000	3	1.57%
Garmin International	3,685	2	2.53%	2,900	2	2.28%
Farmer's Insurance	3,000	3	2.06%	3,000	1	2.36%
Johnson County	2,000	4	1.37%	2,000	3	1.57%
Olathe Medical Center	1,700	5	1.17%	1,700	5	1.34%
Convergys	950	6	0.65%	950	8	0.75%
City of Olathe	850	7	0.58%	825	9	0.65%
Honeywell	850	7	0.58%	990	7	0.78%
Sysco Food Services of Kansas City	780	9	0.54%	780	10	0.61%
TransAm Trucking	700	10	0.48%	1,000	6	0.79%
Total	<u>18,515</u>		12.71%	<u>16,145</u>		12.70%

Source: Olathe Chamber of Commerce

TABLE 16
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
DIRECTORY OF SCHOOL FACILITIES
AS OF JUNE 30, 2021

<u>School</u>	<u>Year Opened</u>	<u>Age of Building in Years</u>	<u>(1) ES Current Capacity</u>	<u>(2) HS/MS Current Capacity</u>	<u>Enrollment As Of Sept. 20, 2020</u>	<u>Percent of Utilization</u>
Olathe East High School	1992	29		2,304	1957	60.00%
Olathe North High School	1958	63		2,320	1972	60.00%
Olathe Northwest High School	2003	18		2,013	1859	67.00%
Olathe South High School	1981	40		2,224	1939	61.00%
Olathe West	2017	4		2,041	1639	61.00%
California Trail Middle School	1996	25		969	662	60.00%
Chisholm Trail Middle School	2000	21		982	706	68.00%
Frontier Trail Middle School	1989	32		1060	715	65.00%
Indian Trail Middle School	1981	40		862	665	64.00%
Mission Trail Middle School	2010	11		933	728	70.00%
Oregon Trail Middle School	1976	45		870	679	70.00%
Pioneer Trail Middle School	1986	35		908	674	67.00%
Prairie Trail Middle School	2004	17		1001	672	60.00%
Santa Fe Trail Middle School	1968	53		991	691	65.00%
Summit Trail	2018	3		906	614	69.00%
Arbor Creek Elementary	2002	19	467		378	81.00%
Bentwood Elementary	1996	25	387		321	83.00%
Black Bob Elementary	1978	43	364		309	85.00%
Briarwood Elementary	1988	33	385		350	91.00%
Brougham Elementary	1985	36	311		286	92.00%
Canyon Creek Elementary	2019	2	392		353	90.00%
Cedar Creek Elementary	1997	24	420		391	93.00%
Central Elementary	1952	69	252		232	92.00%
Clearwater Creek Elementary	2004	17	562		511	91.00%
Countryside Elementary	1988	33	385		323	84.00%
Fairview Elementary	1964	57	235		226	96.00%
Forest View	2009	12	553		487	88.00%
Green Springs Elementary	1991	30	334		277	83.00%
Havencroft Elementary	1972	49	257		262	102.00%
Heatherstone Elementary	1995	26	544		424	78.00%
Heritage Elementary	1988	33	365		339	93.00%
Indian Creek Elementary	1985	36	355		355	100.00%
Madison Place	2007	14	468		398	85.00%
Mahaffie Elementary	1991	30	448		394	88.00%
Manchester Park Elementary	2004	17	683		560	82.00%
Meadow Lane Elementary	1951	70	551		408	74.00%
Millbrooke	2014	7	447		398	89.00%
Northview Elementary	1967	54	293		249	85.00%
Pleasant Ridge Elementary	1991	30	329		263	80.00%
Prairie Center Elementary	1980	41	404		372	92.00%
Ravenwood Elementary	2005	16	476		452	95.00%
Regency Place Elementary	1999	22	509		377	74.00%
Ridgeview Elementary	1956	65	234		215	92.00%
Rolling Ridge Elementary	1972	49	391		395	101.00%
Scarborough Elementary	1977	44	368		320	87.00%
Sunnyside Elementary	2000	21	488		322	66.00%
Tomahawk Elementary	1980	41	320		285	89.00%
Walnut Grove Elementary	1985	36	400		360	90.00%
Washington Elementary	1975	46	363		392	108.00%
Westview Elementary	1954	67	167		167	100.00%
Woodland Elementary	2008	13	432		328	76.00%

Source: USD #233 records

(1) Elementary School capacity based upon instructional spaces

(2) High School / Middle School capacities based upon a variety of factors such as common area capacities, schedule, etc.

UNIFIED SCHOOL DISTRICT NO. 233
MISCELLANEOUS STATISTICAL DATA
AS OF JUNE 30, 2021

Year of Incorporation	1967
Form of Government	Elected Board
Area of District	74.6 Square Miles
Population of District	167,446
Ending Enrollment 2020/2021	28,651
Number of Schools	
Elementary Schools	36
Middle Schools	10
High Schools	5
Total	<u>51</u>
Average Class Size - Elementary	18.1
Number of Full-Time Equivalent Employees	
Classified	1794
Certified	<u>2814</u>
Total	<u>4608</u>

Teacher Summary

Degree	Number of Teachers	% of Total	Salary Range	
			High	Low
Bachelors	283	12%	\$45,206.00	\$43,286.00
Bachelors + 12	109	5%	48,407.00	43,893.00
Bachelors + 24	103	4%	51,207.00	44,510.00
Masters	457	19%	64,072.00	49,561.00
Masters + 12	252	11%	69,371.00	53,770.00
Masters + 24	248	10%	73,606.00	57,134.00
Masters + 36	227	10%	76,889.00	59,741.00
Masters + 48	145	6%	79,183.00	61,565.00
Masters + 60	524	22%	84,421.00	64,150.00
Doctorate	36	2%	85,404.00	65,133.00

Certified Employee Allocation

	Elementary				Total
	District Office	School	Middle School	High School	
Superintendent	1.00				1.00
Asst. Superintendent	4.00			1.00	5.00
Principals		36.00	10.00	6.00	52.00
Asst. Principals			20.00	20.00	40.00
Directors Special Ed.	3.00				3.00
Instructional Coordinators	21.00	1.00		1.00	23.00
Other Directors	9.00	1.00		2.00	12.00
Curriculum Specialists	35.00	9.00	1.00	2.00	47.00
Vocational Arts Teachers				4.00	4.00
Special Ed. Teachers	18.00	161.00	63.00	65.00	307.00
Kindergarten		114.00			114.00
Other Teachers	19.00	720.00	462.00	593.00	1,794.00
Library Media	1.00	37.00	11.00	5.00	54.00
Counselors	1.00	38.00	20.00	26.00	85.00
School Psychologists	2.00	20.00	5.00	13.00	40.00
Nurses	1.00	37.00	10.00	16.00	64.00
Speech Pathologists	1.00	54.00	9.00	5.00	69.00
Occupational Therapist	1.00	12.00	3.00	2.00	18.00
Physical Therapist	1.00	3.00	1.00	1.00	6.00
Audiologists		2.00			2.00
Social Workers	2.00	12.00	4.00	8.00	26.00
Reading	1.00	18.00	16.00	4.00	39.00
Therapist	2.00	2.00			4.00
	<u>123.00</u>	<u>1,277.00</u>	<u>635.00</u>	<u>774.00</u>	<u>2,809.00</u>

Source: USD #233 records

TABLE 18
UNAUDITED

UNIFIED SCHOOL DISTRICT NO. 233
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Enrollment (1)	Operating Expenditures (2)	Cost Per Pupil	Total Expenses (3)
2012	27,614	281,236,500	10,185	330,574,414
2013	28,216	285,310,886	10,112	339,668,880
2014	28,635	296,871,523	10,367	355,407,656
2015	28,725	318,876,343	11,101	389,131,520
2016	28,879	308,127,521	10,670	388,768,014
2017	28,970	321,238,543	11,089	423,032,319
2018	29,406	366,981,322	12,480	461,398,065
2019	29,554	389,520,002	13,180	458,903,498
2020	28,651	407,772,157	14,232	459,310,946
2021	28,651	449,583,888	15,692	506,393,215

(1) Enrollment counts as of September 20th.

(2) Total expenditures net of Capital Outlay and Debt Service

(3) Total Primary Government expenses

Source: USD #233 records

TABLE 18
UNAUDITED

Cost Per Pupil	Teaching Staff	Pupil - Teacher Ratio	Percentage of Students Receiving Free or Reduced Meals
11,971	2,561	11	25.40%
12,038	2,465	11	27.23%
12,412	2,432	12	26.95%
13,547	2,397	12	27.95%
13,462	2,435	12	28.45%
14,602	2,454	12	27.98%
15,691	2,557	12	27.64%
15,528	2,684	11	26.87%
16,031	2,750	10	26.46%
17,675	2,814	10	25.24%

GOVERNMENTAL AUDIT SECTION

UNIFIED SCHOOL DISTRICT NO. 233

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal Agency or Pass- Through Grant Number	Assistance Listing Number	Expenditures
<u>U.S. Department of Education</u>			
Passed Through State Department of Education:			
Special Education (IDEA) Cluster:			
Title VIB	H027A190031	84.027	\$ 5,861,894
Early Childhood - Preschool Grants	H173A190034	84.173	176,696
Total Special Education (IDEA) Cluster			6,038,590
Title I	S010A190016	84.010	2,440,416
Title I Migrant	S011A190016	84.011	126,810
Career and Technical Education	V048A200016	84.048	181,460
Homeless Child	S196A200017	84.196	47,122
English Language Acquisition	S365A190016	84.365	415,600
Title II A	S367A190015	84.367	565,151
Striving Readers Comprehensive Literacy	S371C170006	84.371C	976,518
Student Support and Academic Enrichment Program	S424A190017	84.424A	90,818
COVID-19 - Elementary and Secondary School Emergency Relief Fund	S425D200002	84.425D	1,537,884
Total U.S. Department of Education			12,420,369
<u>U.S. Department of Health and Human Services</u>			
Head Start		93.600	1,856,869
Total U.S. Department of Health and Human Services			1,856,869
<u>U.S. Department of Treasury</u>			
Passed Through State Department of Education:			
COVID-19 - Coronavirus Relief Fund		21.019	50,516
Passed Through Johnson County			
COVID-19 - Coronavirus Relief Fund		21.019	1,200,000
Total U.S. Department of Treasury			1,250,516
<u>U.S. Department of Agriculture</u>			
Passed Through State Department of Education:			
Child Nutrition Cluster:			
COVID-19 - National School Lunch Program		10.555	891,953
Summer Food Service Program for Children		10.559	8,552,525
Total Child Nutrition Cluster			9,444,478
Cash for Commodities		10.558	63,492
Total U.S. Department of Agriculture			9,507,970
Total Expenditures of Federal Awards			\$ 25,035,724

UNIFIED SCHOOL DISTRICT NO. 233

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

1. Organization

The Unified School District No. 233 (the 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, 2021.

5. Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2021.

6. Pass Through Numbers

Pass through numbers have not been assigned to some of the pass through grants on the schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes X No

Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes X None reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes X No

Significant deficiency(ies) identified that are not considered to be material weaknesses? Yes X None reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? Yes X No

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

21.019

Coronavirus Relief Fund

84.425D

Elementary and Secondary School Emergency Relief

10.555, 10.559

Child Nutrition Cluster

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

\$751,072

Auditee qualified as low-risk auditee? Yes X No

UNIFIED SCHOOL DISTRICT NO. 233

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For the Year Ended June 30, 2021

Section II - Financial Statement Findings

None Noted

Section III - Federal Award Findings and Questioned Costs

None Noted

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

Board of Education
Unified School District No. 233

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, budgetary comparison information, and the aggregate remaining fund information of the Unified School District No. 233 (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 19, 2021.

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) to determine the 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 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 may exist that have not been identified.

Compliance and Other Matters

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

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.

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

November 19, 2021
Overland Park, KS

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

Board of Education
Unified School District No. 233

Report on Compliance for Each Major Federal Program

We have audited the compliance of the Unified School District No. 233, (the District) with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal financial programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance 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 audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements, for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of

expressing our opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

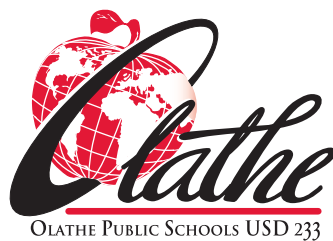
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

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

November 19, 2021
Overland Park, KS



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