

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74
Kansas City, Missouri

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended June 30, 2022



NKC SCHOOLS

Champions For All Students

Report Submitted by
Matthew L. Fritz, Chief Financial Officer

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PART I – INTRODUCTION SECTION



Matthew Fritz, MBA, SFO
Chief Financial Officer

December 5, 2022

Members, Board of Education and Citizens
North Kansas City School District No. 74
Kansas City, Missouri

State law and the North Kansas City School District's adopted policy require an audit of the books of accounts, financial records and transactions of all funds of the North Kansas City School District (District). This report is published to fulfill that requirement for the fiscal year ended June 30, 2022.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Marr and Company, P.C., Certified Public Accountants, have issued an unmodified ("clean") opinion on the District's financial statements for the year ended June 30, 2022. The independent auditors' report is located at the front of the financial section of this report. The independent auditors' report on internal control and compliance issued in connection with the Single Audit is located in the Single Audit Section.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The area served by the District encompasses 82 square miles and includes a population that is estimated to exceed 200,000. This area includes part of Clay County and a small portion of Platte County.

The District was established on March 14, 1913 by the merging of Harlem School District 72 and Glenwood School District 73. That first year, the district taught 32 students and employed one principal, an assistant and two teachers. Soon, more teachers and classrooms were added as enrollment steadily rose, and in January 1926, North Kansas City High School opened. It still stands today as home to hundreds of high school students, teachers, and staff members.

Today North Kansas City Schools is an award-winning school district located just north of Kansas City's vibrant downtown. A growing district of more than 21,500 learners from grades PreK-12, students benefit daily from challenging academic curriculum. NKC Schools is among the largest, most diverse districts in Missouri with 22 elementary schools, two sixth grade centers, four middle schools and four high schools.

Extraordinary Educational Experiences
2000 NE 46th St. Kansas City MO 64116
816.321.4641 phone

www.nkcschools.org

Extensive pre-K options exist for all. A recent point of pride was the conversion of 115,000 square feet of vacant box stores into a compelling and inspiring learning environment for nearly 1000 three- and four-year-olds. Business and industry partners helped inform the creation of our Portrait of a Graduate, identifying key competencies such as empathy, integrity and collaboration integral to students' future success. Alongside rigorous classroom experiences, the development of these important skills can be seen PreK-12.

NKC Schools is accredited at both state and national levels and is recognized throughout Missouri as a leader in academic innovation. Celebrating several National Blue Ribbon schools, all schools are prepared to meet the varied educational needs of families throughout the community. Students of all ages benefit from expansive gifted, honors, and advanced offerings, A+ certified high schools, an International Baccalaureate option and a broad range of before and after school programs that ensure that every learner has the opportunity to reach their unique potential.

The district is committed to preparing learners for success in a rapidly changing environment. In fall 2021, NKCS embarked on an innovative means of transforming the high school experience. The district's Pathways program is a proven, systemic approach to college and career preparation that creates opportunities for students to grow through integrated real world experiences. Students' learning is aligned with leading industry sectors matching their interests, including healthcare, business, technology and design, service and leadership and more. School takes on new relevance and motivates students to succeed – in postsecondary education and the workforce – following high school. More than simply being prepared to succeed, each student in NKCS graduates with an “edge” over their peers nationwide.

NKC Schools is also innovative outside the classroom. Their well-respected Board of Education establishes annual goals pertaining to students, staff, community and finance. They take pride in what access students and families have to a wealth of resources benefitting physical, emotional, and mental health, thanks to the district's extensive network of community partners. In response to feedback, the Board is also focused on empowering staff to ensure students' emotional and behavioral needs are well-supported at school. The first district in Missouri to equip every site on campus with an armed protection officer, NKCS doesn't just speak of safety and security, but rather prioritizes funding to support it. Cybersecurity is also of great importance. A Board goal for the present school year is the allocation of resources to ensure the protection and security of information and finances. The Board has also issued the charge to monitor the impact of inflation on district expenditures and ensure the continued operational financial stability of the district. They know that this is the strong foundation that will ensure the continued success of this reputable and renowned learning organization.

The North Kansas City Schools seven-member Board of Education (Board) provides governance for the District as its top elected officials. The Superintendent of Schools reports directly to the Board of Education. The Board provides approval and financial accountability over all activities related to public school education in the District. The Board complies with all Missouri State law which requires approval of the annual budget prior to each new fiscal year beginning July 1.

The annual budget is designed to meet the expectations of the Board of Education and the strategic initiatives of the District while maintaining fiscal responsibility. The Board of Education adopted a series of policies that provide direction regarding the district's budget and financial affairs that reflect the educational philosophy of the District and provide a framework in which the district's administration can effectively operate. The Board approves a preliminary budget in June, approves an amended/updated budget in September to include new Board approved tax rates and approves a final budget amendment in June to account for any major deviations from projections throughout the year. The annual budget governs the expenditures and obligations of all funds for the District. The Superintendent or designee establishes procedures for fund management and reporting. No funds may be spent which are not authorized by the annual budget. The Superintendent establishes regulations and prescribes written procedures and forms for line-item transfers of appropriations or personnel in compliance with state law so as to provide an audit trail of all such activities. The Chief Financial Officer prepares a monthly statement to account for each month's expenditures and the total expended to date for the fiscal year. The

monthly statement includes all receipts and remaining balances for each fund account. The budget and finance process conforms to all state and local requirements as set forth by the state constitution, state statutes, the Department of Elementary and Secondary Education (DESE) rules, and Board policies.

Local Economy

The Kansas City metropolitan area is home to over 2 million people with a growth rate of over 9% since 2010. The Northland today is one of the most dynamic areas in metropolitan Kansas City with over 300,000 residents. The area is an unusual mixture of quiet farmland and some of the most rapidly growing real estate development in the region. Among the many major employers you'll find Auto Manufacturing, Medical Software, Telecommunications, Logistics, Entertainment and many more industries in and around the area. North Kansas City Schools is the largest PreK-12 public school district in the Kansas City Metro on the Missouri side and employs over 3,200 staff that serve over 21,000 students. The area has an average household income of over \$54,000 and an unemployment rate below 3%. NKC Schools average new home price is now nearly \$450,000, up more than \$158,000, or 50% since 2015 and the average existing home price in the district is up 41% or more than \$72,000 in the past seven years. District enrollment is expected to continue to grow with an average of over 220 new students annually or just over 1% annually.

Long-Term Financial Planning

The District prepares five year projections twice a year with input from leadership and the Board of Education. In preparing the five year forecast the District utilizes estimates based on trends for enrollment and attendance, changes in assessed valuation, tax rates, salaries, benefits and impacts of inflation.

Additionally, the District maintains a ten year facilities plan to ensure equity amongst all District facilities. The plan includes community, staff, leadership and Board of Education input on everything from sustainability to classroom set up and furniture. The plan also takes into consideration annual facilities and grounds maintenance and upkeep. In conjunction with the long term facilities plan is the plan of finance for bonding needs to service the plan including available capacity based on assessed valuation, debt service tax rate constraints and principal payoff timelines.

Governmental Accounting Standards Board (GASB) 75

The Governmental Accounting Standards Board (GASB) issued Statement No. 75, Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (GASS 75) effective for reporting period beginning after June 15, 2017. The statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to postemployment benefits other than pensions (OPES). The statement is intended to provide useful information and to create additional transparency. It requires that most changes in the OPES liability be reported in OPES expense in the period of the change. Changes that are not included in OPES expense are required to be report as deferred outflows of resources or deferred in flows of resources. The change in the assumptions for OPES is recorded as a deferred inflow of resources in the government-wide financial statements as required.

Governmental Accounting Standards Board (GASB) 68, as amended by GASB 71

The Governmental Accounting Standards Board (GASB) issued Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68) effective for reporting periods beginning after June 15, 2014. The statement is intended to improve financial reporting by state and local government for pensions. It establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures and identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to the period of employee service. This statement details the recognition and disclosure requirements for employers with liabilities to a defined benefit

pension plan such as the Missouri School Retirement System (PSRS) and Public Education Employee Retirement System (PEERS). The District reports its proportionate share of the PSRS and PEERS liabilities in the financial statements as required.

While the Board of Education has not adopted formal policies regarding GASB 68 and 71, these financial statements fully comply with the Statements.

Budget Development

Developing the annual budget for the District involves all stakeholders within the community. Input is given from the Board of Education, district administration, building administration, school staff and the general public. The process is separated into four segments: planning, preparations, adoption, and implementation. There are two objectives driving the budget process. First, the goal of the District is to provide each student with a quality education. Second, the District focuses its resources in the most efficient and effective way to support the first objective. The annual budget creates a detailed analysis of the District's revenues and expenditures and allows the administration to focus its financial resources in a manner that best supports student learning.

The planning process begins in the fall of the prior school year. A calendar is developed to outline the main activities and deadlines during the budget process. The calendar is used to gauge the district's progress toward adopting a budget for the next fiscal year.

Preparation of the annual budget begins in early January as the district administration holds an initial meeting with the budget administrators within the District. A User's Guide with budget parameters is distributed with completion information, and direction is given on any updated information on the budget collection system. The District created a worksheet that assists in the budget collection system. It allows the district administration detailed information on budget requests and allows the users to provide needs assessments on all proposed budget items. In late February / March, the district administration meets with each budget administrator on their proposed budgets, clarifying any questions concerning items entered into the worksheet. Staffing levels are also reviewed and Board approval is requested. These two steps assist in finalizing the preliminary budget.

The preliminary budget parameters are developed by the Board of Education during their workshop in January. The Board reviews the budget and workshops are held to clarify any questions concerning the budget. The Board may request modifications of the preliminary budget during these meetings or at any time prior to adopting the budget. Final adoption occurs by June 30th.

Upon approval of the budget, the Financial Department uploads the new budget into the financial software system and the budget is available to use during the next fiscal year. The budget is also posted on the district's website in an effort to provide transparency and education to the budget process.

The capital projects planning process begins with the building administrators and their assessment of the building needs. Administrators and staff are surveyed periodically as to the condition of the site, building envelope, interior, mechanical systems, electrical systems, fire and safety systems, equipment, and ADA compliance requirements relevant to their respective building. In addition, work requests can be submitted by building principals to Human Resources.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

BOARD OF EDUCATION *

Dr. Terrence Ward, President

Ms. Jan Kauk, Vice President

Mr. Terry Stone, Treasurer

Ms. Karee Gleason-Miller, Member

Mr. Paul Harrell, Member

Ms. Jane Rinehart, Member

Dr. Daniel Wartick, Member

Ms. Peggy Cole, Board Secretary

ADMINISTRATIVE LEADERSHIP TEAM *

Dr. Daniel N. Clemens
Superintendent of Schools

Dr. Chad G. Evans
Assistant Superintendent - Operations

Dr. Chad C. Sutton
Assistant Superintendent – Academic Services

Dr. Eric Johnson
Assistant Superintendent - Compliance & Support
Services

Mr. Matthew L. Fritz, MBA, SFO
Chief Financial Officer

Dr. Jennifer K. Gaddie
Executive Director – Human Resources

Dr. Perry Hilvitz
Executive Director – Student Services

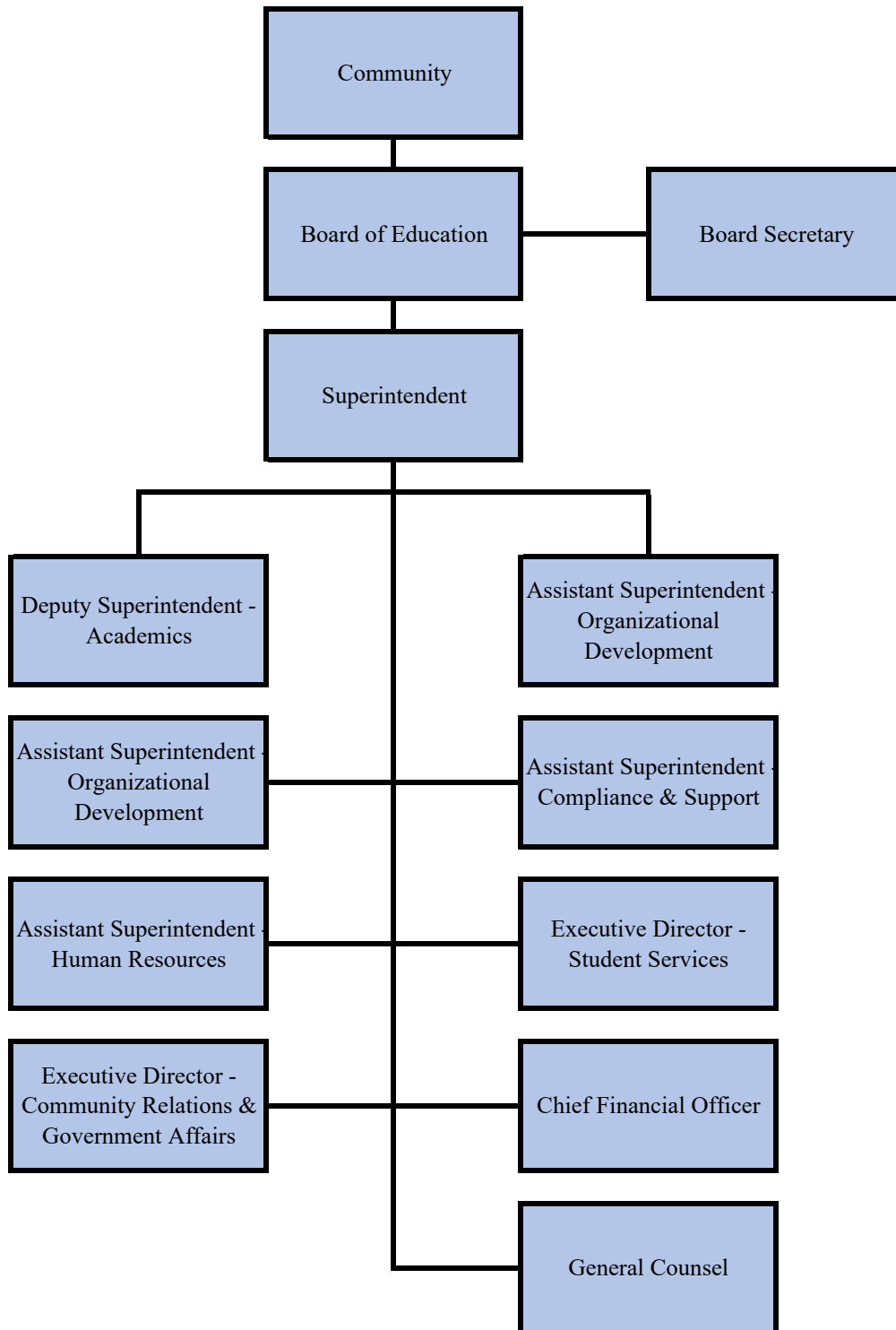
Dr. Rochel L. Daniels
Executive Director – Organizational Development

Mrs. Tamara S. Henderson
Executive Director – Community Relations

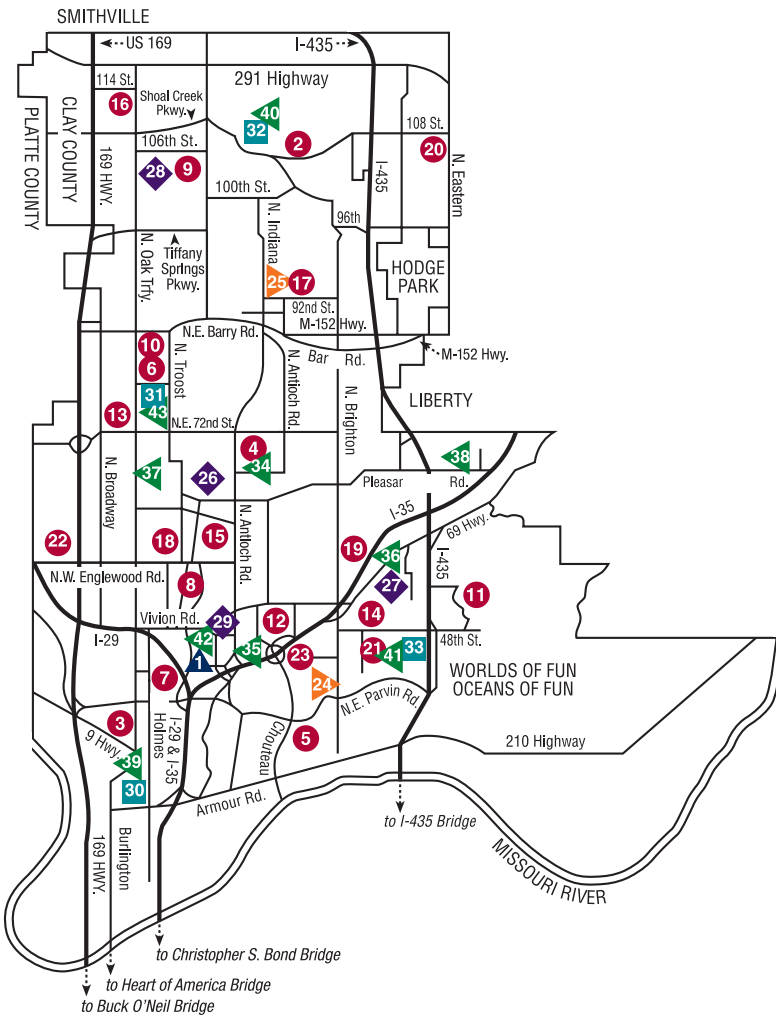
Mr. Steven J. Book
School District General Counsel

* As of June 30, 2022

North Kansas City School District No. 74
2021-22



LOCATIONS



▲ ADMINISTRATIVE CAMPUS

- 1 **Thomas P. Cummings Administrative Center**
2000 N.E. 46th St.
(816) 321-5000
- R. B. Doolin Center for Educational Development**
1900 N.E. 46th St.
- Career & Technical Education Center**
1950 N.E. 46th St.

● ELEMENTARY SCHOOLS

- 2 **Bell Prairie**
3000 N.E. 108th St.
(816) 321-5020
- 3 **Briarcliff**
4100 N. Briarcliff Rd.
(816) 321-5030
- 4 **Chapel Hill**
3220 N.E. 67th Terr.
(816) 321-5040

- 5 **Chouteau**
3701 N. Jackson Ave.
(816) 321-5050
- 6 **Clardy**
8100 N. Troost Ave.
(816) 321-5060
- 7 **Crestview**
4327 N. Holmes St.
(816) 321-5070
- 8 **Davidson**
5100 N. Highland Ave.
(816) 321-5080
- 9 **Fox Hill**
545 N.E. 106th St.
(816) 321-5090
- 10 **Gashland**
500 N.E. 83rd St.
(816) 321-5100
- 11 **Gracemor**
5125 N. Sycamore Ave.
(816) 321-5110

- 12 **Lakewood**
4624 N. Norton Ave.
(816) 321-5120
- 13 **Linden West**
7333 N. Wyandotte St.
(816) 321-5130
- 14 **Maplewood**
6400 N.E. 52nd St.
(816) 321-5140
- 15 **Meadowbrook**
6301 N. Michigan Ave.
(816) 321-5150
- 16 **Nashua**
221 N.E. 114th St.
(816) 321-5160
- 17 **Northview**
3900 N.E. 92nd St.
(816) 321-5170
- 18 **Oakwood Manor**
5900 N. Flora Ave.
(816) 321-5180
- 19 **Ravenwood**
5020 N.E. 58th St.
(816) 321-5190
- 20 **Rising Hill**
7301 N.E. 108th St.
(816) 321-5370
- 21 **Topping**
4433 N. Topping Ave.
(816) 321-5200
- 22 **West Englewood**
1506 N.W. Englewood Rd.
(816) 321-5210
- 23 **Winnwood**
4531 N.E. 44th Terr.
(816) 321-5220

► SIXTH-GRADE CENTERS

- 24 **Eastgate**
4700 N.E. Parvin Rd.
(816) 321-5270
- 25 **Gateway**
9201 N. Indiana Ave.
(816) 321-5360

◆ MIDDLE SCHOOLS

- 26 **Antioch**
2100 N.E. 65th St.
(816) 321-5260
- 27 **Maple Park**
5300 N. Bennington Ave.
(816) 321-5280

- 28 **New Mark**
515 N.E. 106th St.
(816) 321-5290
- 29 **Northgate**
2117 N.E. 48th St.
(816) 321-5300

■ HIGH SCHOOLS

- 30 **North Kansas City**
620 E. 23rd Ave.
(816) 321-5310
- 31 **Oak Park**
825 N.E. 79th Terr.
(816) 321-5320
- 32 **Staley**
2800 N.E. Shoal Creek Pkwy.
(816) 321-5330
- 33 **Winnetonka**
5815 N.E. 48th St.
(816) 321-5340

◀ OTHER FACILITIES

- 34 **Early Education Center**
6479 N. Prospect Ave.
(816) 321-5250
- 35 **Golden Oaks Education Center**
3100 N.E. 46th St.
(816) 321-5230
- 36 **Joseph G. Jacobs III Education Center**
5700 N. Eugene Field Rd.
(816) 321-5240
- 37 **Northland Innovation Center**
6889 N. Oak Tfwy.
(816) 321-5646
- 38 **Pleasant Valley Special Education Administration Center**
6800 Sobbie Rd.
(816) 321-5250
- 39 **District Football Stadium**
620 E. 23rd Ave.
(North of North Kansas City High School)
- 40 **District Activities Complex**
2800 N.E. Shoal Creek Pkwy.
(East of Staley High School)
- 41 **Griffin Stadium**
5815 N.E. 48th St.
(West of Winnetonka High School)
- 42 **Northgate Soccer Stadium**
2117 N.E. 48th St.
(South of Northgate Middle School)
- 43 **Oak Park Activities Complex**
825 N.E. 79th Terr.
(South of Oak Park High School)



NORTH
KANSAS CITY
SCHOOLS
est. 1913

2000 NE 46th Street
Kansas City, MO 64116
(816) 321-5000
(816) 321-5001 fax

North Kansas City Schools does not discriminate on the basis of race, color, national origin, age, sex, marital status, religion, disability or handicap.

Equal Opportunity Employer



PART II – FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Board of Education
North Kansas City School District No. 74
Kansas City, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the North Kansas City School District No. 74 (the "School District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the School District, as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principles and Restatement

As discussed in Note 1.H. to the financial statements, the School District changed its method of accounting for lease accounting in 2022 as required by the provisions of Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. Our opinions are not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other schedules on pages 12-21 and 80-85 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The supplementary information as listed in the table of contents on pages 87-97 that includes the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information that includes the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Board of Education
North Kansas City School District No. 74
Kansas City, Missouri

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2022, on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School 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 School District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Marr and Company". The script is cursive and fluid, with the "M" and "C" being particularly large and stylized.

Marr and Company, P.C.
Certified Public Accountants

Kansas City, Missouri
December 5, 2022



NKC SCHOOLS

Champions For All Students

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

The discussion and analysis of the North Kansas City School District No. 74's (the "District") financial performance provides a narrative overview of financial activities by the management of the District for the fiscal year. The reader is encouraged to consider the information presented here in conjunction with additional information presented in the letter of transmittal, the financial statements, notes to the basic financial statements, and other supplementary information to enhance their understanding of the District's financial performance.

Financial Highlights

- The total assets plus deferred outflows of resources of the District exceeded its liabilities plus deferred inflows of resources at the end of the 2022 fiscal year by \$68,279,381 (net position).
- The District's beginning net position was reduced by \$1,517,915 as a result of implementing GASB 87, *Leases*.
- The District's total net position increased by \$43,524,002. This increase resulted from an increase in Unrestricted Net Position and Net Investment in Capital Assets partially offset by a decrease in Restricted Net Position.
- The governmental funds reported a combined ending fund balance of \$140,648,675, a decrease of \$81,085,366 from the prior year. Of this amount, \$48,873,652 is available for spending at the District's discretion (unassigned fund balance).
- The combined fund balance for the General Fund and Teachers Fund is \$59,364,290, or 21.19% of the current year expenditures of these funds.
- The total long-term debt of the District decreased \$29,041,011 during the year primarily due to principal payments made on the previously issued bonds.

Overview of the Financial Statements

The Financial Section of the annual comprehensive financial report consists of three parts:

- Management's discussion and analysis (this section),
- Basic financial statements (government-wide and fund financial statements), including notes to the basic financial statements, and
- Required supplementary information – budgetary comparison schedules, and related pension and OPEB schedules.
- Supplementary information and schedules

The basic financial statements consist of two different types of statements which present different views of the District's financial activities.

- Government-wide financial statements - These financial statements provide information about the District's overall financial status both short-term (the recently completed fiscal year) and long-term. The government-wide statements include the Statement of Net Position and Statement of Activities.
- Fund financial statements - These financial statements focus on individual funds of the District and report the District's operations in more detail than the government-wide statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

The notes to the basic financial statements provide further explanation of some of the information in the statements and provide additional disclosures and more detailed data. This will allow statement readers to have a more complete description and understanding of the District's financial activities and position.

The combining and individual fund statements and schedules further explain and support the financial statements with combining schedules for non-major funds and comparisons of the District's budget to actual amounts for the year.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The two government-wide statements report the District's net position (Statement of Net Position) and how it has changed (Statement of Activities) during the fiscal year. Net position, which is the difference between the District's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, is one way to measure the District's overall financial position.

Increases or decreases in the District's net position are indicators of whether its financial position is improving or deteriorating, respectively. The District's overall financial position, including the District's property tax base and the condition of its school buildings and other facilities, should also be considered when assessing the fiscal health of the organization.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds, rather than the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debt) or to show that it is properly using certain revenues (such as grants and bond proceeds).

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains 4 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Teachers (Special Revenue) Fund, Debt Service Fund, and the Capital Projects Fund.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of the end of the most recently completed fiscal year, assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by over \$68.3 million. Of that amount, 193.0% represents the District's net investment in capital assets (land, buildings, equipment, etc.), 106.6% represents amounts that are subject to external restrictions on how they can be used (debt service, capital projects, teachers' salaries and benefits, etc.), and negative 199.6%, approximately \$136.3 million, is available to fund the ongoing operations of the District.

The District's current assets exceed current liabilities in the current year, indicating an ability to meet immediate financial needs. However, the long-term perspective shown in the government-wide statements has changed in recent years due to the implementation of GASB Statement 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement 71, and GASB Statement 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. The district's other post-employment benefit liability decreased approximately \$2.5 million. Long-term debt obligations of the District decreased approximately \$28.6 million during the year. This decrease was caused by principal payments made on previously issued general obligation bonds. In addition, net pension liability decreased \$187.3 million in the current year due to differences between projected and actual earnings on pension plan investments and changes in the District's proportional share of plan liabilities. The District continues to be able to meet its obligations under long-term debt while also maintaining a reasonable balance of approximately \$39.7 million in net position restricted for debt service.

Table 1 provides condensed information regarding the District's assets, liabilities, deferred outflows and inflows, and net position. As indicated previously, changes in net position can serve as an indicator that the District's financial situation is improving or deteriorating.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Table 1
Condensed Statement of Net Position
June 30, 2022
With Comparative Totals for June 30, 2021
(in millions)

	2022	2021	Change
Current and Other Assets	\$ 182.6	\$ 256.0	\$ (73.4)
Capital Assets	518.0	453.1	64.9
Total Assets	<u>700.6</u>	<u>709.1</u>	<u>(8.5)</u>
Deferred Outflows of Resources	<u>103.1</u>	<u>90.3</u>	<u>12.8</u>
Current Liabilities	41.8	38.2	3.6
Noncurrent Liabilities	498.2	713.3	(215.0)
Total Liabilities	<u>540.0</u>	<u>751.5</u>	<u>(211.4)</u>
Deferred Inflows of Resources	<u>195.3</u>	<u>23.1</u>	<u>172.2</u>
Net Investment in Capital Assets	131.8	129.9	1.9
Restricted	72.8	142.9	(70.1)
Unrestricted	(136.3)	(248.0)	111.7
Total Net Position	<u>\$ 68.3</u>	<u>\$ 24.8</u>	<u>\$ 43.5</u>

Note that the table above reflects restated values for the year ended June 30, 2021 due to the implementation of GASB 87. The District's total net position increased by \$43.5 million. Total assets decreased by \$8.5 million primarily due to an increase in fixed assets offset by a decrease in cash and investments on hand. The decrease in cash and investments was driven primarily by the spenddown of proceeds from bonds issued in previous fiscal years. Deferred outflows of resources increased by \$12.8 million primarily due to changes between projected and actual earnings on pension plan investments. Liabilities decreased by \$211.4 million due to a \$187.3 million decrease in net pension liability and principal payments made on outstanding general obligation bonds. Deferred inflows of resources increased by \$172.2 million due to an increase in the net difference between projected and actual earnings on pension plan investments.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Table 2 provides a summary of the changes in net position for the year ended June 30, 2022.

TABLE 2
Change in Net Position
(dollars in millions)

	<u>Year Ended June 30,</u>		<u>\$ Increase/</u>	<u>% Increase/</u>
	<u>2022</u>	<u>2021</u>	<u>(Decrease)</u>	<u>(Decrease)</u>
Program Revenues				
Charges for Services	\$ 8.2	\$ 4.6	\$ 3.6	78.3%
Operating/Capital Grants and Contributions	51.8	42.2	9.6	22.7%
Total of Charges, Operating Grant and Contributions	60.0	46.8	13.2	28.2%
General Revenues:				
Property Taxes	155.5	151.6	3.9	2.6%
Non-restricted Intergovernmental	114.8	110.3	4.5	4.1%
Interest and Investment Earnings	1.9	1.2	0.7	58.3%
Other Miscellaneous Local	3.8	4.6	(0.8)	(17.4%)
Sale/Retirement of Assets	1.6	3.2	(1.6)	(50.0%)
Total General Revenues	277.6	270.9	6.7	2.5%
Total Revenues	337.6	317.7	19.9	6.3%
Program Expenses				
Instruction	91.0	125.6	(34.6)	(27.5%)
Student Services	12.1	12.5	(0.4)	(3.2%)
Instructional Staff Support	19.5	26.1	(6.6)	(25.3%)
Board/Executive and Tech Administration	6.7	4.0	2.7	67.5%
Building Administration	14.5	17.0	(2.5)	(14.7%)
General Administration/Central Services	7.9	9.2	(1.3)	(14.1%)
Operation of Plant	26.4	30.3	(3.9)	(12.9%)
Transportation	20.6	17.2	3.4	19.8%
Food Service	11.5	11.6	(0.1)	(0.9%)
Community Services	5.7	6.3	(0.6)	(9.5%)
Facility Acquisition and Construction	51.5	66.6	(15.1)	(22.7%)
Interest and Fiscal Charges	26.6	10.5	16.1	153.3%
Total Expenses	294.0	336.9	(42.9)	(12.7%)
Increase/(Decrease) in Net Position	\$ 43.6	\$ (19.2)	\$ 62.8	(327.1%)

Note that the above amounts for the fiscal year ended June 30, 2021, have not been restated to reflect the effect of GASB 87. Program Specific revenues offset costs associated with operations and are made up of charges for services and grants and contributions. Program Specific revenues increased \$13.2 million, or 28.3%, to \$60.0 million.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Some elements of this change are:

- Charges for services revenues increased \$3.6 million or 79.5%, to \$8.2 million. This increase was caused by a \$0.9 million increase in Student Activity revenues, a \$0.2 million increase in Transportation revenues, a \$1.0 million increase in Food Service revenues and a \$1.6 million increase in Community Services. All of these increases can be directly tied to activity returning to normal after the COVID-19 pandemic.
- Operating and capital grants increased by \$9.6 million, or 22.7% to \$51.8 million. This increase was caused by a \$5.6 million dollar increase in food service grant money due to the federal government funding 100% of school lunches during the year, a \$3.2 million dollar increase in state funding for Early Childhood Special Education and \$1.5 million dollar increase in Title funding.

General revenues increased \$6.7 million, or 2.5%, to \$277.6 million. Some elements of this change are:

- The largest source of general revenue for the School District continues to be locally assessed property taxes. In fiscal year 2022, the assessed valuation increased \$340 million or 13.8% to \$2,803 million at December 31, 2021 from \$2,463 million at December 31, 2020. The collection rate, on a full accrual basis of accounting, decreased 128 basis points to 97.9%. Total property tax revenue received amounted to \$155.5 million for the fiscal year ended June 30, 2022. Property taxes collected, exclusive of all other taxes collected, were \$3.9 million, or 2.6%, higher than the prior year.
- The second largest source of general revenue for the School District comes from Missouri State Aid including the Missouri K-12 Foundation Formula and the Classroom Trust Fund. The School District received \$73.9 million from these sources. This represents a \$0.4 million or 0.5% decrease from the prior year.
- Prop C sales taxes are collected and distributed by the State Department of Revenue. These taxes accounted for \$25.9 million in revenue. This represents a \$3.6 million or 16.1% increase from the prior year due to increased retail sales.
- Other local tax revenues, such as surtax, financial institution taxes and railroad and utility taxes are collected and distributed by Clay County and accounted for \$15.05 million in general revenues, an increase of \$1.4 million from the prior year.

Expenses for governmental activities decreased by \$42.9 million. This decrease was driven by decrease in instruction, building administration, operation of plant and facility acquisition and construction partially offset by increases in instructional staff support and transportation. Some elements of this change are:

- Facility acquisition and construction expenses decreased by \$15.1 million, or 22.7%, to \$51.5 million. This change was caused primarily by an increase in the value of assets capitalized.
- Instruction expenses decreased by \$34.6 million, or 27.5%, to \$91.0 million. This decrease was caused by capitalization of instruction assets purchased by lease during the year due to implementation of GASB 87.
- Instructional staff support expenses decreased by \$6.6 million, or 25.3%, to \$19.5 million.
- Building administration expenses decreased \$2.5 million, or 14.7%, to 14.5 million.
- General administration and central services expenses decreased \$1.3 million, or 14.1%, to \$7.9 million.
- Operation of plant expenses decreased \$3.9 million, or 12.9%, to \$26.4 million.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Financial Analysis of the District's Funds

The District completed the year with a total governmental fund balance of \$140.6 million. This is a decrease of \$81.1 million from the previous year. This decrease was caused primarily by the spend down of bond monies issued in previous fiscal years.

The District refers to the combined balance of the General Fund and Teachers Fund as its "operating funds balance." The operating fund balance decreased by \$5.5 million. This decrease was planned as the fund balance exceeded the Board of Education targets.

The balance of the Debt Service Fund increased \$2.5 million. The increase in the Debt Service Fund balance was caused by increased monies held in escrow for future debt service payments.

The balance of the Capital Projects Fund decreased \$78.1 million. This decrease in the Capital Projects Fund balance was caused by the spend down of bond monies issued in previous years.

General Fund Budgetary Highlights

Actual revenues in the General Fund were \$5,036,940 less than budgeted. Local revenues were less than budgeted due reduced food service revenues related to the federal government funding 100% of student lunches throughout the pandemic. County revenue was less than budgeted as property taxes on state-assessed utilities fell short of estimates. State revenues were less than budgeted due to overestimates in various state-funded programs such as Early Childhood Special Education, Parents and Teachers, and Adult Education and Literacy. Federal revenues were more than budgeted due to federal funding received to fund 100% of student lunches throughout the pandemic.

Actual expenditures were \$4,274,346 less than budgeted. Most of this difference was caused by reduced salary and benefit expenditures as vacant positions that were budgeted for but not filled. In addition, \$624,186 was the result of unspent budgets for services and supplies related to utility expenses in Operation of Plant.

Capital Assets

As of June 30, 2022, the District had \$518.0 million, net of accumulated depreciation, invested in land, buildings, building improvements, furniture and equipment in Governmental Activities. This also includes construction in progress of \$107 million.

The District completed capital projects totaling \$73.3 million. This amount consisted of construction of new Davidson Elementary School building, construction of a new Maplewood Elementary School building, and completion of a new Early Childhood Education Center.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Table 3 summarizes the District's net capital assets for the years ended June 30, 2022 and 2021.

TABLE 3
Capital Assets (Net of Depreciation)
(millions)

	<u>June 30,</u>		<u>\$</u>	<u>%</u>
	<u>2022</u>	<u>2021</u>	<u>Increase/</u>	<u>Increase/</u>
Land	\$ 11.5	\$ 11.5	\$ -	-
Construction in Progress (CIP)	107.0	38.0	68.9	181.4%
Buildings and Improvements	365.9	362.5	3.4	0.9%
Furniture and Equipment	33.7	25.5	8.1	31.9%
Totals	<u>\$ 518.0</u>	<u>\$ 437.5</u>	<u>\$ 80.5</u>	18.4%

Note that the June 30, 2021 values above have not been restated to show the impact of GASB 87.

Debt Administration

On June 30, 2022, the School District had \$330.3 million in general obligation bonds outstanding, due in varying interest rate charges through the year 2041. These bonds were issued for the purpose of capital improvements, building additions, and technology system advancements.

Table 4 summarized the District's general obligation bonds outstanding at June 30, 2022 and 2021.

Table 4
Outstanding General Obligation Bonds
(millions)

	<u>June 30,</u>	
	<u>2022</u>	<u>2021</u>
Series 2021	\$ 59.0	\$ 60.0
Series 2020	91.8	93.0
Series 2017	133.1	141.9
Series 2016	-	1.3
Series 2015	33.8	35.3
Series 2014	-	4.2
Series 2013	10.9	14.2
Series 2012	1.6	3.2
Total	<u>\$ 330.3</u>	<u>\$ 353.1</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

Missouri statute allows School Districts to incur debt up to an amount equal to 15% of the most current assessed valuation, which includes abated TIF, abated Chapter 135 property, and abated Chapter 353 property. As of June 30, 2022, the School District's overall legal debt margin was \$453.6 million, of which \$330.3 million has been issued, offset by a debt service fund balance of \$39.7 million and \$140.0 million in bonds approved by voters in April 2022, leaving the un-voted debt margin at \$23.0 million.

In August 2020 the District held a voter and Board of Education approved competitive sale to issue \$95 million of new GO Bonds. The result of the competitive sale yielded a true interest cost of 1.67% and keeps the District's promise of a "No Tax Increase" bond issue. The new debt includes bonds with maturity dates ranging from March 1, 2021, through March 1, 2040, Coupons ranging from 1.625% to 5.0%, an average life of approximately 12.3 years, and a weighted average price of \$108.62.

In May 2021 the District held a voter and Board of Education approved competitive sale to issue \$60 million of new GO Bonds. The result of the competitive sale yielded a true interest cost of 1.72% and keeps the District's promise of a "No Tax Increase" bond issue. The new debt includes bonds with maturity dates ranging from September 1, 2021, through March 1, 2041, Coupons ranging from 2.0% to 5.0%, an average life of approximately 13 years, and a weighted average price of \$110.23.

Both the Series 2020 and 2021 GO bonds received a rating from Moody's of Aa2. The Aa2 rating reflects the district's large and growing tax base, average wealth indices and modestly growing enrollment. The rating also reflects stable financial performance and reserves, and high yet manageable debt and pension profiles.

The stable outlook reflects an expectation of stable credit fundamentals supported by structurally balanced operations, healthy reserves, no medium-term plans for additional debt and conservative management.

Additionally, continued growth is expected in the district's tax base given new development and its location within the growing Kansas City, MO metropolitan area.

The rating and the stability demonstrate that the District exhibits strong financial management with a tenured financial staff, multi-year planning and conservative budgeting.

As of June 30, 2022, the outstanding balance for the School District on Capital Lease Obligations is \$25.3 million in principal and \$1.5 million in interest for a total of \$26.9 million.

Table 5
Outstanding Capital Lease Obligations
(millions)

	Total Principal and Interest as of June 30,		\$	%
	2022	2021	Increase/ (Decrease)	Increase/ (Decrease)
Apple, Inc. - MacBooks	\$ 13.0	\$ 12.1	\$ 0.9	7.0%
Bus and Infrastructure Leases	9.7	11.7	(2.1)	(17.6%)
Navitas Phase IV	4.1	4.5	(0.4)	(9.1%)
Custodial Equipment	0.1	0.2	(0.1)	100.0%
	<u>\$ 26.8</u>	<u>\$ 28.5</u>	<u>\$ (1.7)</u>	<u>(6.0%)</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended June 30, 2022

The School District implemented Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and Financial Reporting for Pensions commencing with the fiscal year ending June 30, 2015. The School District is required to address accounting and financial reporting for pensions that are provided to the employees of state and local governmental employers through pension plans that are administered through trusts and must recognize liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to such pension plans. The current year net pension liability is \$56.4 million, a decrease of \$187.3 million dollars. Additionally, the School District recorded deferred outflows related to the pension plan of 103.1 million dollars and deferred inflows related to pension plans of \$195.3 million dollars. See Notes to Financial Statements for additional details.

The School District implemented Governmental Accounting Standards Board (GASB) Statement No. 75 Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions (OPEB) commencing with the fiscal year ending June 30, 2018. The School District is required to provide a systematic, accrual-basis measurement of an annual OPEB Cost. During fiscal year 2022, the School District recognized a \$2.5 million decrease in OPEB liability consisting of increases in service cost of \$1.2 million, interest on total OPEB liability of \$0.5 million, and effects of assumption changes of (\$3.5) million, offset by benefit payments of \$0.9 million. See Notes to Financial Statements for additional details.

Economic Factors and Next Year's Budget

The North Kansas City School District No. 74 is financially stable; however, we must continually monitor the national, state, and local economic trends in order to maintain that stability. The School District has begun to see a slight increase in local property values and corresponding tax revenues. Our 2020 local assessed property valuation is 49.8% higher than values reported by the Clay County Assessor's office in 2012. The 2021 assessment figures are based on reassessments as of January 1, 2021.

As part of the normal budgeting process, long-range projections are developed and continually updated. This process allows the School District to determine how much of the available resources can be used for on-going projects, such as new programs or initiatives, versus one-time projects, such as facility repairs.

In addition to balancing the revenue and expenditure budgets, School District policy sets beginning of the fiscal year minimum cash requirements. Based upon parameters established by the Board of Education, the year-end operating fund balance must be equal to 16.0% of the operating expenditure budget plus or minus 2.0%. Due to the cyclical nature of School District revenues and expenditures, this reserve is designed to cover cash flow needs during the period of October thru December, just prior to the collection of property tax revenues in late December and January, eliminating the need to utilize short-term borrowing to cover School District cash requirements.

The North Kansas City School District No. 74 has committed itself to financial excellence for many years as demonstrated by our consistently strong financial performance. In addition, the School District's system of financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the District's Financial Management Team

This report is designed to provide our citizens, taxpayers, investors, and creditors with a full and complete disclosure of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional copies, they can be obtained by contacting us at the North Kansas City School District, 2000 NE 46th Street, Kansas City, Missouri, 64116, phone number 816-321-5000.

Steve Marriott, Controller

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

STATEMENT OF NET POSITION June 30, 2022

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 76,383,495
Cash and cash equivalents – restricted	25,200,751
Investments	12,538,770
Investments – restricted	27,215,293
Receivables:	
Taxes	1,209,324
Other local, net of allowance for uncollectible of \$9,574	572,676
State	6,431,966
Federal	16,697,452
Inventory	808,956
Prepaid expenses	1,121,101
Escrowed cash with fiscal agents	14,382,401
Capital assets:	
Non-depreciable	118,404,400
Depreciable, net of accumulated depreciation	<u>399,592,055</u>
Total Assets	<u>700,558,640</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred amounts related to pension plans	100,325,905
Deferred amounts related to OPEB liability	<u>2,786,272</u>
Total Deferred outflows of resources	<u>103,112,177</u>
<u>LIABILITIES</u>	
Accounts payable	16,602,230
Payroll withholdings	9,763,832
Accrued wages	14,101,810
Unearned revenue	111,237
Accrued interest payable	4,241,847
Long-term liabilities:	
Due within one year	38,640,102
Due in more than one year	<u>456,599,897</u>
Total Liabilities	<u>540,060,955</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred amounts related to pension plans	191,508,038
Deferred amounts related to OPEB liability	<u>3,822,443</u>
Total Deferred inflows of resources	<u>195,330,481</u>
<u>NET POSITION</u>	
Net investment in capital assets	131,813,919
Restricted net position	72,785,460
Unrestricted	<u>(136,319,998)</u>
Total Net position	<u>\$ 68,279,381</u>

See Accompanying Independent Auditor's Report and Notes to the Basic Financial Statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2022

Functions/Programs:	Expenses	Program Revenue			Net (Expense)
		Charges for Services & Sales	Operating Grants & Contributions	Capital Grants & Contributions	Revenue and Change in Net Position
Governmental Activities:					Total Governmental Activities
Instruction	\$ 91,048,695	\$ 1,836,117	\$ 23,774,801	\$ 9,253,598	\$ (56,184,179)
Student services	12,113,321	0	0	0	(12,113,321)
Instructional staff support	19,511,740	0	0	0	(19,511,740)
Business support/central services	7,875,102	0	0	0	(7,875,102)
Board and executive admin	6,674,887	0	0	0	(6,674,887)
Building level administration	14,542,948	0	0	0	(14,542,948)
Operation/maintenance of plant	26,396,133	0	0	0	(26,396,133)
Transportation	20,562,380	523,914	2,945,521	0	(17,092,945)
Food services	11,513,299	1,229,482	14,997,386	0	4,713,569
Community services	5,734,679	4,585,979	845,824	0	(302,876)
Facilities	51,504,171	0	0	0	(51,504,171)
Interest and charges	<u>26,585,005</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(26,585,005)</u>
Total Governmental activities	\$ 294,062,360	\$ 8,175,492	\$ 42,563,532	\$ 9,253,598	(234,069,738)
General Revenues:					
Ad Valorem property taxes					155,533,296
Sales tax (Proposition C)					25,893,733
Other local taxes					10,347,040
County taxes and fines collected					4,704,886
State aid – Basic formula and Classroom Trust					73,897,585
Interest and investment earnings					1,853,498
Miscellaneous other					<u>3,772,773</u>
Subtotal – General revenues					<u>276,002,811</u>
Excess of revenues over expenses before special items					41,933,073
Special Items:					
Sale of School District property					<u>1,590,929</u>
Change in net position					43,524,002
Net position – beginning of year					26,273,294
Restatement (Note 1.H.)					<u>(1,517,915)</u>
Net position – beginning of year (restated)					<u>24,755,379</u>
Net position – end of year					<u>\$ 68,279,381</u>

See Accompanying Independent Auditor's Report and Notes to the Basic Financial Statements.

BASIC FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

BALANCE SHEET GOVERNMENTAL FUNDS June 30, 2022

	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Totals
<u>Assets</u>					
Cash and cash equivalents	\$ 64,338,655	\$ 5,941,300	\$ 318	\$ 6,103,222	\$ 76,383,495
Cash and cash equivalents - restricted	0	0	25,200,751	0	25,200,751
Investments	0	0	0	12,538,770	12,538,770
Investments - restricted	0	0	0	27,215,293	27,215,293
Receivables:					
Taxes	506,158	419,390	255,864	27,912	1,209,324
Other local	262,664	464	0	0	263,128
State	4,562,955	1,858,697	0	10,314	6,431,966
Federal	4,042,270	3,515,182	0	9,140,000	16,697,452
Inventory	633,354	0	0	0	633,354
Prepaid expenses	404,382	0	0	0	404,382
Escrowed cash with fiscal agent	<u>0</u>	<u>0</u>	<u>14,249,869</u>	<u>0</u>	<u>14,249,869</u>
Total Assets	<u>\$ 74,750,438</u>	<u>\$ 11,735,033</u>	<u>\$ 39,706,802</u>	<u>\$ 55,035,511</u>	<u>\$ 181,227,784</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 2,934,525	\$ 209,777	\$ 318	\$ 13,457,610	\$ 16,602,230
Payroll withholdings	9,763,832	0	0	0	9,763,832
Accrued wages	2,576,554	11,525,256	0	0	14,101,810
Deferred revenue	<u>111,237</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>111,237</u>
Total Liabilities	15,386,148	11,735,033	318	13,457,610	40,579,109
Fund Balances:					
Nonspendable	1,037,736	0	0	0	1,037,736
Restricted	9,452,902	0	39,706,484	27,215,293	76,374,679
Assigned	0	0	0	14,362,608	14,362,608
Unassigned	<u>48,873,652</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>48,873,652</u>
Total Fund balances	<u>59,364,290</u>	<u>0</u>	<u>39,706,484</u>	<u>41,577,901</u>	<u>140,648,675</u>
Total Liabilities and fund balances	<u>\$ 74,750,438</u>	<u>\$ 11,735,033</u>	<u>\$ 39,706,802</u>	<u>\$ 55,035,511</u>	<u>\$ 181,227,784</u>

See Accompanying Independent Auditor's Report and Notes to the Basic Financial Statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES

June 30, 2022

Total Fund Balances – Governmental Funds \$ 140,648,675

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 the assets is \$715,193,410 and the accumulated depreciation is \$212,216,849. 502,976,561

Intangible right-of-use assets related to lease agreement obligations are included in governmental activities capitalized and amortized over the life of the lease and are not reported in the funds. The cost is \$21,534,805 and the accumulated depreciation is \$6,514,911. 15,019,894

Certain assets are included in governmental activities in the statement of net position:

Non-cash donated inventory of food commodities	175,602
Advance use of short-term medical leave, net of allowance	309,548
Prepaid insurance premiums	716,719

Deferred inflows and outflows of resources for pension plans are reported in the governmental activities that are not reported in the governmental funds:

Deferred outflows for pension liability (PSRS and PEERS)	100,325,905
Deferred outflows for OPEB liability	2,786,272
Deferred inflows for pension liability (PSRS and PEERS)	(191,508,038)
Deferred inflows for OPEB liability	(3,822,443)

The assets and liabilities related to the capital leases from both lease agreements and Certificates of Participation (COPs) are included in the governmental activities and are not reported in the governmental funds.

Escrowed cash with fiscal agent for energy project	132,532
Issuance premiums, net of accumulated amortization	(306,113)
Capital leases – certificates of participation obligation	(15,490,000)
Capital lease agreement obligation	(25,348,172)

Long-term liabilities applicable to governmental activities are not due and payable in the current period and, accordingly, are not reported as liabilities within the fund statements. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities are reported on the government-wide statement of net position. Bond premiums are reported in the governmental funds financial statements when the debt is issued whereas these amounts are deferred and amortized over the life of the debt as an adjustment to interest expense on the government-wide financial statements. Balances as of June 30, 2022:

Accrued interest on long-term debt	(4,241,847)
Net OPEB obligation for retiree medical insurance	(21,926,673)
Compensated absences for vacation and comp time	(1,689,137)
Right-of-use leased asset obligation	(16,723,807)
Bond issuance premiums, net of accumulated amortization	(27,111,182)
Bonds payable obligations	(330,255,000)
Net pension obligation liability for PSRS and PEERS	(56,389,915)

Total Net position of governmental activities \$ 68,279,381

See Accompanying Independent Auditor's Report and Notes to the Basic Financial Statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended June 30, 2022

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Totals Governmental Funds
<u>REVENUES</u>					
Local	\$ 85,510,642	\$ 78,729,720	\$ 36,115,917	\$ 3,829,430	\$ 204,185,709
County	1,764,666	1,742,216	1,058,072	139,932	4,704,886
State	28,032,325	58,551,165	0	63,162	86,646,652
Federal	20,713,996	9,213,991	0	9,190,436	39,118,423
Other	<u>1,339,763</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,339,763</u>
Total Revenues	137,361,392	148,237,092	37,173,989	13,222,960	335,995,433
<u>EXPENDITURES</u>					
Current:					
Instruction	23,955,934	126,941,070	0	418,107	151,315,111
Student services	8,642,856	4,535,734	0	4,834	13,183,424
Instructional staff support	11,219,032	9,665,462	0	1,439,192	22,323,686
Business support & central services	6,384,737	1,018,356	0	10,909	7,414,002
Board and executive administration	3,270,345	1,158,465	0	0	4,428,810
Building level administration	6,435,230	9,951,539	0	0	16,386,769
Operation & maintenance of plant	27,183,342	0	0	4,004,285	31,187,627
Transportation	21,097,133	0	0	4,079	21,101,212
Food services	12,280,697	0	0	74,974	12,355,671
Adult and community services	5,113,876	1,353,693	0	0	6,467,569
Facilities acquisition and construction	0	0	0	94,525,499	94,525,499
Debt service:					
Principal	0	0	22,870,000	16,775,725	39,645,725
Interest and charges	<u>0</u>	<u>0</u>	<u>11,758,630</u>	<u>1,050,740</u>	<u>12,809,370</u>
Total Expenditures	<u>125,583,182</u>	<u>154,624,319</u>	<u>34,628,630</u>	<u>118,308,344</u>	<u>433,144,475</u>
Excess (deficiency) of revenues over expenditures	11,778,210	(6,387,227)	2,545,359	(105,085,384)	(97,149,042)
Other financing sources (uses):					
Sale of School District property	0	0	0	1,590,929	1,590,929
Proceeds at inception of lease	0	0	0	14,472,747	14,472,747
Transfers in	0	6,387,227	0	10,857,600	17,244,827
Transfers (out)	<u>(17,244,827)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(17,244,827)</u>
Total Other financing sources (uses)	<u>(17,244,827)</u>	<u>6,387,227</u>	<u>0</u>	<u>26,921,276</u>	<u>16,063,676</u>
Net change in fund balances	(5,466,617)	0	2,545,359	(78,164,108)	(81,085,366)
Fund balances, June 30, 2021	<u>64,830,907</u>	<u>0</u>	<u>37,161,125</u>	<u>119,742,009</u>	<u>221,734,041</u>
Fund balances, June 30, 2022	\$ <u>59,364,290</u>	\$ <u>0</u>	\$ <u>39,706,484</u>	\$ <u>41,577,901</u>	\$ <u>140,648,675</u>

See Accompanying Independent Auditor's Report and Notes to the Basic Financial Statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2022

Net change in fund balances – total governmental funds **\$ (81,085,366)**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, those assets are capitalized and cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay additions exceeded depreciation in current year.

Capital outlay additions	88,556,616	
Depreciation expense	<u>(23,622,113)</u>	
		64,934,503

Non-cash donated inventory of food commodities are not recorded in the funds and are inventoried in the activities. This amount represents the change.

158,728

Some revenues in the statement of activities (net of allowance for uncollectible amounts) that do not provide current financial resources are not reported as revenues in the fund financial statements.

3,864

Insurance premiums payments covering policy periods after the fiscal year-end are presented as prepaid expenses in the statement of activities. However, these are considered expenditures in the governmental funds.

74,030

Some expenses in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the fund financial statements. These amounts presented represent the change in these liabilities for the current year.

Retiree medical insurance net OPEB obligation	(757,125)
Accrued compensated absences	(73,238)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized for governmental activities. These amounts are the effect of these differences in the treatment of long-term debt and related items.

Principal payments	24,445,000	
Accrued interest	29,269	
Amortization of premiums	2,874,892	
Capitalized lease payments and borrowings	1,367,364	
Right-of-use lease payments and borrowings	<u>353,755</u>	
		29,070,280

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the fund financial statements.

Pension expense (PSRS/PEERS)	<u>31,198,326</u>
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Change in net position of governmental activities **\$ 43,524,002**

See Accompanying Independent Auditor's Report and Notes to the Basic Financial Statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

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NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Operations

The North Kansas City School District No. 74 (the "School District") was established in 1913 under the statutes of the State of Missouri. The School District operates under the regulations pursuant to Section 162.092 RSMo of the Public School Laws of Missouri which designates a Board of Education to act as the governing authority.

The School District, located in Clay County, serves an area of approximately 82 square miles. It is staffed by 1,589 non-certificated employees, 1,591 certificated, full-time teaching personnel and 158 administrative employees who provide services to 19,785 enrolled students as of September 2021 and other community members. The School District currently operates twenty-two elementary schools (grades K-5), six middle schools (grades 6-8), four high schools (grades 9-12) and six other education centers.

B. Principles Used to Determine Scope of Entity

The School District has implemented Governmental Accounting Standards Board ("GASB") Statement No. 39, *Determining Whether Certain Organizations are Component Units*. GASB Statement No. 39, which amended GASB Statement No. 14, provides specific criteria which must be met in order for an organization to be included in the School District's financial statements.

The School District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the School District, including joint agreements which serve students from numerous school districts, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the School District exercises oversight responsibility, which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters, scope of public service and special financing relationships.

The School District has determined that no other outside agency meets the above criteria and, therefore, no other agency has been included as a component unit in the School District's financial statements. In addition, the School District is not aware of any entity which could exercise such oversight which would result in the School District being considered a component unit of the entity.

C. Basis of Presentation

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net position.

The School District's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The GASB is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

The School District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information. Both the government-wide and fund-financial statements categorize primary activities as either governmental or business type. For the Year Ended June 30, 2022, all of the School District's activities are classified as governmental type.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the School District as a whole. They include all funds of the School District. The School District has only governmental activities which are financed through taxes, intergovernmental revenues and other revenues.

The statement of net position presents the financial condition of the governmental activities of the School District at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirement of a particular program and interest earned on grants that is required to be used to support a particular program.

Fund Financial Statements

Fund financial statements of the School District are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues and expenditures. An emphasis is placed on major funds within the governmental categories. In accordance with the State law, the School District has designated all of the following funds as major funds.

Governmental Fund Types

Governmental funds are those through which most governmental functions of the School District are financed. The acquisition, use and balances of the School District's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the School District's governmental fund types.

General (Incidental) Fund

Accounts for general activities of the School District, including student activities, transportation, community activities and food service which are not required to be accounted for in a separate fund.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Special Revenue (Teacher's) Fund

Accounts for expenditures for certified employees who are involved in administration and instruction. It includes revenues restricted by the state and local tax levy for the payment of teacher salaries and certain employee benefits.

Debt Service Fund

Accounts for the accumulation of resources for, and the payment of, principal, interest and fiscal charges on long-term debt.

Capital Projects (Building) Fund

Accounts for the proceeds of bond issues, taxes and other revenue restricted for acquisition or construction of major capital assets.

D. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe what transactions or events are recorded within the various financial statements. Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, recording of deferred revenue, presentation of expenses versus expenditures, and recording of long-term liabilities. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

In the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the related liability is incurred, regardless of the timing of related cash flows.

Governmental fund statements are reported using the "current financial resources" measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The School District considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Property taxes, state and federal grants and interest associated with the current fiscal period are all considered to be susceptible to accrual.

Expenditures are recorded when the liability is incurred, except for claims and judgments, compensated absences and interest on long-term debt which are recorded when normally expected to be liquidated with expendable available financial resources. Proceeds from issuance of long-term debt are recognized when received and payment of long-term debt principal is reported as an expenditure when paid. Capital asset purchases are recorded as expenditures and depreciation is not recognized.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus and Basis of Accounting (continued)

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenues from property taxes are recognized in the period for which the taxes are levied. Revenues from grants, entitlements and donations are recognized when all eligibility requirements imposed by the provider have been satisfied.

Eligibility requirements include timing requirements, which specify the year the resources require use, or the year when use is first permitted, matching requirements and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenues from nonexchange transactions must also be available before they are recognized.

E. Assets, Liabilities and Equity

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds, except for the debt service fund, are maintained in this pool. Individual fund integrity is maintained through School District records. (State law requires that all deposits of the Debt Service Fund be kept separate and apart from all other funds of the School District.) Each fund type's portion of this pool is displayed in these financial statements as "Cash and Cash Equivalents" under each fund's caption.

Deposits

Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. The funds of the School District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the School District's agent bank in an amount sufficient to protect the School District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation (the "FDIC") insurance.

Investments

Authorized Investments

The School District's investment policy allows the purchase of any investments allowed by the Missouri State Treasurer. The School District is authorized to invest in United States government or any agency or instrumentality thereof maturing and becoming payable not more than five years from the date of purchase; repurchase agreements maturing and becoming payable within 90 days secured by U.S. Treasury obligations or obligations of U.S. government agencies or instrumentalities of any maturity; or commercial paper issued by U.S. or domestic corporations and have two of the highest ratings issued from Moody's Investor Services, Inc. (Moody's), Standard and Poor's Corporation (S&P) or Fitch Group (Fitch).

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Equity (continued)

Investments (continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the School District's investment policy requires operating funds to be invested to coincide with projected cash flow needs, thereby avoiding the need to sell securities on the open market prior to maturity.

Investment Valuation

The School District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: 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. The School District does not have any investments that are measured using Level 3 inputs.

Credit Risk

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that in the event of a failure of a depository financial institution, the School District's deposits may not be returned or the School District will not be able to recover collateral securities in the possession of an outside party. The School District's policy required deposits to be 100% secured by collateral valued at market less the amount covered by the FDIC. As of June 30, 2022, none of the School District's bank balances with financial institutions was exposed to custodial credit risk.

Custodial Credit Risk - Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the School District and are held by the party who sold the security to the School District or its agent but not in the government's name. The School District does not have a policy for custodial credit risk relating to investments. All investments, evidenced by individual securities, are registered in the name of the School District or of a type not exposed to custodial credit risk. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

Concentration of Investment Credit Risk

The School District's investment policy is to apply the prudent-person rule: Investments will be made with judgment and care, under the circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering probable safety of their capital as well as the probable income to be derived. The School District's deposits were not exposed to concentration of investment credit risk for the year ended June 30, 2022.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Equity (continued)

Credit Risk (continued)

The School District also has deposits held by the Missouri Direct Deposit Program and the Missouri Securities Investment Program (MOSIP). These deposits are not classified by credit risk category.

Escrowed Cash with Fiscal Agents

The School District utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the financial statements as “Escrowed Cash with Fiscal Agents” and represents deposits.

Prepaid Items

Payments made to vendors for services that will benefit a period beyond June 30, 2022, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which the services are consumed.

Inventory

On government-wide financial statements, inventories are presented using the average cost basis and are expensed when used. On fund-financial statements, inventories of governmental funds are stated at cost. Inventory in governmental funds consists of expendable supplies held for consumption.

Capital Assets

General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund-financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$1,000.

The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets, except for land, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives.

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	20 years
Buildings and Improvements	25-50 years
Furniture and Equipment	5-20 years
Vehicles	8-15 years

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Equity (continued)

Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position and the governmental funds balance sheet will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position / fund balance that applies to a future period and so will not be recognized as an expense or expenditure until then. In addition to liabilities, the statement of net position can also report a separate section for deferred inflows of resources. This separate element, deferred inflows of resources, represents an acquisition of net position / fund balance that applies to a future period and so will not be recognized as revenue until then.

Bond Premium / Discount and Bond Issuance Cost

Initial issue bond premiums and discounts are capitalized and amortized over the life of the related debt issues using the straight-line method, which approximates the effective interest method. Bond premiums are reported with long-term liabilities net of the unamortized portion of applicable premium or discount in the government-wide financial statements. Amortization of bond premiums or discounts is included in interest expense. In the governmental funds, the bond premiums are recognized as other financing sources in the period when the bonds were issued. Issuance costs, including underwriters' discount, are expensed when incurred.

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In general, payables and accrued liabilities that, once incurred, are paid on a timely manner and in full from current financial resources are reported as obligations of the governmental funds. However, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. The general obligation bonds, the notes payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements when due.

Accrued Salaries - Wages

Payroll expense for 2021-2022 school year contracts paid in July and August 2022 was included in accrued salaries and wages at June 30, 2022. The option to receive the July and August payment in June was not offered to the employee in the current year.

Accrued Vacation and Comp Time

Various certified and non-certified employees receive vacation and comp time which can be accrued. Each year a calculation of these accrued benefits is prepared based upon carryover hours at the employee's current rate. This liability is included in the government-wide financial statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Equity (continued)

Net Position

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

Fund Balance Reporting

In the governmental fund financial statements, fund balances are reported in the following classifications, which are primarily based on the extent to which a government is bound to observe constraints imposed upon the use of the resources.

Nonspendable Fund Balance – Represents amounts that cannot be spent due to form (such as inventory) or are required to be maintained intact.

Restricted Fund Balance – Represents amounts constrained for a specific purpose (restricted expenditure use).

Committed Fund Balance – Represents amounts designated for a special purpose by a government using its highest level of decision-making authority, which is the Board of Education. The Board would make the commitment and only the Board can remove such a commitment.

Assigned Fund Balance – Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts would represent intended uses established by the Board or a School District official delegated that authority. The Board delegates the authority to either the Assistant Superintendent – Operations or the Superintendent.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Equity (continued)

Fund Balance Reporting (continued)

In addition, the order of spending is as follows: 1) when restricted, committed, assigned and unassigned funds are available for expenditure, restricted funds should be spent first (if applicable); 2) committed funds (if applicable) should be spent second; 3) assigned funds (if applicable) third; and 4) unassigned funds last.

The following table shows the restrictions, commitments and assigned amounts within each element of the School District's fund balances by fund.

	<u>General</u>	<u>Special Revenue (Teachers)</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Nonspendable:					
Inventory	\$ 633,354	\$ 0	\$ 0	\$ 0	\$ 633,354
Prepaid expense	<u>404,382</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>404,382</u>
Total Nonspendable	1,037,736	0	0	0	1,037,736
Restricted:					
Student activity groups	1,828,661	0	0	0	1,828,661
Food service	7,149,339	0	0	0	7,149,339
NCAPs districts	474,902	0	0	0	474,902
Debt service	0	0	39,706,484	0	39,706,484
Bond projects	<u>0</u>	<u>0</u>	<u>0</u>	<u>27,215,293</u>	<u>27,215,293</u>
Total Restricted	9,452,902	0	39,706,484	27,215,293	76,374,679
Assigned:					
Capital projects	<u>0</u>	<u>0</u>	<u>0</u>	<u>14,362,608</u>	<u>14,362,608</u>
Total Assigned	0	0	0	14,362,608	14,362,608
Unassigned	<u>48,873,652</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>48,873,652</u>
Total Fund balances	\$ <u>59,364,290</u>	\$ <u>0</u>	\$ <u>39,706,484</u>	\$ <u>47,577,901</u>	\$ <u>140,648,675</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Equity (continued)

Retirement Pension Plans

Public School and Public Education Employee Retirement Systems of Missouri

Financial reporting information pertaining to the School District's participation in the Public School Retirement System of Missouri and the Public Education Employee Retirement System of Missouri (PSRS and PEERS, also referred to as the Systems) is prepared in accordance with GASB No. 68, *Accounting and Financial Reporting for Pensions*, as amended.

The fiduciary net position, as well as additions to and deductions from the fiduciary net position, of PSRS and PEERS have been determined on the same basis as they are reported by the Systems. The financial statements were prepared using the accrual basis of accounting. Member and employer contributions are recognized when due, pursuant to formal commitments and statutory requirements. Benefits and refunds of employee contributions are recognized when due and payable in accordance with the statutes governing the Systems. Expenses are recognized when the liability is incurred, regardless of when payment is made. Investments are reported at fair value. The fiduciary net position is reflected in the measurement of the School District's net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense. An Annual Comprehensive Financial Report ("ACFR") can be obtained at www.psrs-peers.org.

Post-Employment Benefits

In addition to the retirement pension benefits described above and in Notes 4.A., the School District provides post-retirement healthcare benefits to all employees who retire from the School District. The monthly premium is paid fully by the retiree for the next period's coverage. There is no associated cost to the School District under this program.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the School District provides healthcare benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid by the insured monthly for the next period's coverage. This program is offered for a duration of 18 months after the termination date. There is no associated cost to the School District under this program.

F. Revenues and Expenditures

Revenues are classified by their source.

Local Revenues

Includes property taxes that are levied and collected at the county level for the School District, a percentage sales tax collected by local merchants, and collections for services provided to students and patrons.

County Revenues

The county by law collects and passes through to the School District specified revenues.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Revenues and Expenditures (continued)

State Revenues

The School District receives state aid money from the state based upon the state basic formula and for various other state educational programs.

Federal Revenues

The School District receives federal aid for various educational programs and grants in which they participate.

Investment Income

Interest earned on invested funds is a material amount annually.

Other Sources

The issuance of bonds in the year of issuance, capital lease at inception of lease, and sale of property.

Program Receipts

Amounts reported as program receipts include 1) charges to students or others for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions. All other governmental receipts are reported as general receipts.

Expenditures are classified by their use and recognized at the time they are incurred in according to the accrual basis of accounting.

G. Use of Estimates

The preparation of the financial statements in conformity with the U.S. generally accepted accounting principles require management to make estimates and assumptions that affect the amounts reported in the final statements and accompanying notes. Actual results may differ from those estimates.

H. Change in Accounting Principle and Restatement

For 2022, the School District implemented GASB Statement No. 87, *Leases*. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. 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. These changes were incorporated in the School District's 2022 financial statements and had an effect on the beginning net position of the governmental activities. The School District recognized \$15,559,648 in net book value for the intangible right to use and a lease liability of \$17,077,563 for a building leased in May 2016.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Change in Accounting Principle and Restatement (continued)

The implementation of GASB Statement No. 87 had the following effect on net position as reported June 30, 2021:

	<u>Governmental Activities</u>
Net position as of June 30, 2021	\$ 26,273,294
Adjustments:	
Net book value leased asset	15,559,648
Lease liability	(17,077,563)
Restated net position as of June 30, 2021	\$ <u>24,755,379</u>

I. Recently Issued Statements by the Governmental Accounting Standards Board

Governmental Accounting Standards Board (GASB) issued pronouncement statement No. 98, *The Annual Comprehensive Financial Report*, since the beginning of the fiscal year ended June 30, 2021. The effective date of GASB Statement No. 98 is for the fiscal years ending after December 15, 2021.

NOTE 2: COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government, the School District is subject to various federal, state and local laws and regulations. An analysis of the School District's compliance with significant laws, regulations, grants and contracts over School District resources follows.

A. Uninsured and Uncollateralized Deposits

In accordance with state law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral. Acceptable collateral includes certain U.S. government governmental agency securities and certain state or political subdivision debt obligations. At June 30, 2022, all School District funds were covered with FDIC insurance or acceptable collateral.

B. Property Tax Requirements

Property taxes attach as an enforceable lien on the property each year as of January 1. Taxes are levied on November 1 and payable by December 31. The county collects the property tax and remits it to the School District on a monthly basis.

The School District also receives sales tax collected by the state and remitted based on prior year weighted average daily attendance. The state requires the School District to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year. However, in April 1994 the voters of the School District approved a Prop C rollback waiver.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 2: COMPLIANCE AND ACCOUNTABILITY (continued)

B. Property Tax Requirements (continued)

The assessed valuation of the tangible property for calendar year 2021 for purposes of local taxation, excluding tax increment financing assessed valuation, and abated Chapter 100, Chapter 135 and Chapter 353 properties, as follows.

	Assessed Valuation as of <u>12/31/2021</u>	Assessment <u>Rate</u>	Estimated Actual <u>Valuation</u>	% of Total Estimated <u>Actual Valuation</u>
Real Property				
Residential	\$ 1,678,417,622	19.0%	\$ 8,833,776,958	72.14%
Agricultural	2,493,623	12.0%	20,780,192	0.17%
Commercial	<u>544,166,460</u>	32.0%	<u>1,700,520,188</u>	<u>13.89%</u>
Total Real Property	2,225,077,705		10,555,077,338	86.20%
Personal Property	<u>563,289,929</u>	33.3% ⁽¹⁾	<u>1,689,869,787</u>	<u>13.80%</u>
Total Property	\$ <u>2,788,367,634</u>		\$ <u>12,244,947,125</u>	<u>100.00%</u>

⁽¹⁾ Assumes all personal property is assessed at 33 1/3%. Because certain subclasses of tangible personal property are assessed at less than 33 1/3%, the estimated actual valuation for personal property would likely be greater than that shown above.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2021 for purposes of local taxation was as follows:

General (Incidental) Fund	\$ 2.3263
Special Revenue (Teachers) Fund	1.9200
Debt Service Fund	1.2900
Capital Projects Fund	<u>0.1300</u>
Total	\$ <u>5.6663</u>

C. Net Position/Fund Balance Restrictions

State law prohibits the creation of a deficit fund balance in any individual fund. For the year ended June 30, 2022, the School District incurred no fund balance deficits in any individual fund.

D. Budgetary Law

State law requires that expenditures not exceed final budgeted expenditures as approved by the Board of Education. For the fiscal year ended June 30, 2022, no budgets had been exceeded.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS

The following information is presented to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues and expenditures/expenses.

A. Deposits and Investments

Summary of Carrying Values

A summary of deposits and investments at June 30, 2022, is as follows:

Cash and repurchase agreements	\$ 100,934,461
Cash held by escrow agent	132,532
MOSIP money market	649,785
Money market mutual funds	14,249,869
MOSIP Term series investments pool	8,690,000
Commercial paper	4,918,384
U.S Treasury Notes	<u>26,145,679</u>
Total	\$ <u>155,720,710</u>

The U.S. Treasury Notes had original maturities greater than one year from the date of purchase. All of the investments are set to mature within one year of June 30, 2022.

Cash and investments are present in the financial statements at June 30, 2022, as follows:

Cash and cash equivalents	\$ 76,383,495
Cash and cash equivalents – restricted	25,200,751
Restricted with escrow agent	14,382,401
Investments	12,538,770
Investments – restricted	<u>27,215,293</u>
Total	\$ <u>155,720,710</u>

Credit Risk

The following table provides information on the credit ratings associated with the School District's investments in debt securities, excluding obligations of the U.S government or obligations explicitly guaranteed by the U.S. government, at June 30, 2022.

	<u>S&P</u>	<u>Moody's</u>	<u>Fair Value</u>
Missouri Direct Deposit Program – money market mutual funds	AAAm	Aaa-mf	\$ 14,249,869
MOSIP Liquid Series Investment Pool	AAAm	Unavailable	649,769
MOSIP Term Series Investment Pool	AAAf *	Unavailable	8,690,000
Commercial paper	A-1	P-1	4,918,384

* AA Af rating reflects Fitch Ratings instead of Standard and Poor's.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

A. Deposits and Investments (continued)

Fair Value Measurement and Application

The School District categorized its fair value measurements within the fair value hierarchy established by general accepted accounting principles pursuant to GASB Statement No. 72. The School District has the following recurring fair value measurements as of June 30, 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
Money market mutual funds	\$ 0	\$ 14,249,869	\$ 14,249,869
U.S. Treasury Notes	<u>26,145,679</u>	<u>0</u>	<u>26,145,679</u>
Total	\$ <u>26,145,679</u>	\$ <u>14,249,869</u>	\$ <u>40,395,548</u>

MOSIP Term Series Investment Pool and Commercial Paper are not measured at fair value under GASB Statement No. 72 and 79, but are measured at amortized cost or cost.

B. Capital Assets

The following is a summary of changes in capital assets for the year ended June 30, 2022:

	(restated) Balance <u>June 30, 2021</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2022</u>
Capital assets not being depreciated:				
Land	\$ 11,453,216	\$ 0	\$ 0	\$ 11,453,216
Construction in progress	<u>38,011,658</u>	<u>72,259,682</u>	<u>3,320,156</u>	<u>106,951,184</u>
Total not being depreciated:	<u>49,464,874</u>	<u>72,259,682</u>	<u>3,320,156</u>	<u>118,404,400</u>
Capital assets being depreciated:				
Land improvements	14,659,850	0	0	14,659,850
Buildings and improvements	494,643,984	2,576,009	0	497,219,993
Furniture and equipment	46,325,158	15,201,891	0	61,527,049
Vehicles	22,098,432	1,283,686	0	23,382,118
Leased building	20,979,301	0	0	20,979,301
Leased equipment	<u>0</u>	<u>555,504</u>	<u>0</u>	<u>555,504</u>
Total being depreciated:	598,706,725	19,617,090	0	618,323,815
Less accumulated depreciation	<u>195,109,647</u>	<u>23,622,113</u>	<u>0</u>	<u>218,731,760</u>
Net capital assets being depreciated	<u>403,597,078</u>	<u>(4,005,023)</u>	<u>0</u>	<u>399,592,055</u>
Total capital assets	\$ <u>453,061,952</u>	\$ <u>68,254,659</u>	\$ <u>3,320,156</u>	\$ <u>517,996,455</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

B. Capital Assets (continued)

Depreciation expense for the year ended June 30, 2022 was charged by function as shown below.

Instruction	\$ 17,109,348
Instructional staff support	195,572
Administration	2,679,734
Operation of plant	295,332
Transportation	2,557,715
Food service	663,741
Community service	271
Facility acquisition	<u>120,400</u>
	<u>\$ 23,622,113</u>

C. Long-term Liabilities

Long-term liability balances and activity for the year ended June 30, 2022, were as follows:

	(restated) Beginning Balance <u>6/30/2021</u>	<u>Increases</u>	<u>Decreases</u>	Ending Balance <u>6/30/2022</u>	Due Within <u>One Year</u>
General Obligation bonds payable	\$ 353,125,000	\$ 0	\$ (22,870,000)	\$ 330,255,000	\$ 24,395,000
Unamortized premium on bonds	29,946,081	0	(2,834,899)	27,111,182	2,531,647
Capital lease obligations	26,715,536	14,472,747	(15,840,111)	25,348,172	7,341,552
Lease payable	17,077,563	555,505	(909,261)	16,723,807	1,012,773
Certificates of Participation (COP)	17,065,000	0	(1,575,000)	15,490,000	1,630,000
Unamortized premium on COPs	346,106	0	(39,993)	306,113	39,993
Compensated absences	1,615,899	1,689,137	(1,615,899)	1,689,137	1,689,137
OPEB health care plan liability	24,468,994	1,863,542	(4,405,863)	21,926,673	0
Net pension plan liability	<u>243,707,191</u>	<u>64,647,400</u>	<u>(251,964,676)</u>	<u>56,389,915</u>	<u>0</u>
Total Long-term Liabilities	<u>\$ 714,067,370</u>	<u>\$ 83,228,331</u>	<u>\$ (302,055,702)</u>	<u>\$ 495,239,999</u>	<u>\$ 38,640,102</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities

General Obligation Bonds Payable

The School District issues general obligation (GO) bonds to provide for acquisition and construction of new buildings and improvements, repair and renovation of existing buildings, and furnishing and equipping the facilities. In addition, the School District issues GO bonds to refund previously issued GO bonds.

Bonds payable at June 30, 2022, consisted of the following.

General obligation refunding bonds, issue of 2011, due in varying annual installment through March 1, 2023, interest at 2.0% to 4.89%	\$ 1,635,000
General obligation refunding bonds, issue of 2012, due in varying annual installments through March 1, 2025, interest at 2.0% to 5.0%	10,890,000
General obligation refunding bonds, issue of 2013, due in varying annual installments through March 1, 2022, interest at 2.0% to 4.25%. The bonds were paid in full during the year.	0
General obligation refunding and improvement bonds, issue of 2014, due in varying annual installments through March 1, 2034, interest at 2.0% to 5.0%	33,835,000
General obligation refunding bonds, issue of 2015, due in varying annual installments through March 1, 2022, interest at 2.0% to 5.0%. The bonds were paid in full during the year.	0
General obligation refunding bonds, issue of 2016A, due in varying annual installments through March 1, 2028, interest at 2.0% to 5.0%	25,595,000
General obligation building bonds, issue of 2016B, due in varying annual installments through March 1, 2036, interest at 2.0% to 4.0%	107,500,000
General obligation building bonds, issue of 2020, due in varying annual installments through March 1, 2040, interest at 1.625% to 5.0%	91,800,000
General obligation building bonds, issue of 2021, due in varying annual installments through March 1, 2041, interest at 2.0% to 5.0%	<u>59,000,000</u>
Total Bonds Payable	<u>\$ 330,255,000</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

General Obligation Bonds Payable (continued)

The School District is participating in the Missouri School District Direct Deposit Program (“Direct Deposit Program”) for all of the outstanding series bonds. This program provides for the School District to pledge its state aid, except for state aid for gifted and exceptional pupils and remedial reading, for payment of bonds and for the State of Missouri to directly deposit a portion of the School District’s state aid monies into a Direct Deposit Program account. The principal and interest payments on the bonds are paid directly from this account when due. General obligation bond interest expense during the year ended June 30, 2022, was \$11,730,028.

Debt service requirements as of June 30, 2022, was as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2023	\$ 24,395,000	\$ 11,229,382	\$ 35,624,382
2024	25,660,000	10,119,657	35,779,657
2025	23,875,000	8,980,656	32,855,656
2026	22,515,000	7,937,657	30,452,657
2027	21,140,000	6,930,056	28,070,056
2028 to 2032	88,470,000	23,476,130	111,946,130
2033 to 2037	88,115,000	9,621,183	97,736,183
2038 to 2041	<u>36,085,000</u>	<u>1,602,568</u>	<u>37,687,568</u>
	<u>\$ 330,255,000</u>	<u>\$ 79,897,289</u>	<u>\$ 410,152,289</u>

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15% of the assessed valuation of a district. The following calculation reflects the addition of tax increment financing (TIF) assessed valuation, and abated Chapter 135 and Chapter 353 properties.

Assessed Valuation as of 12/31/2021	\$ 2,788,367,634	
Add: Abated TIF property	209,864,780	
Add: Abated Chapter 135 property	14,365,746	
Add: Abated Chapter 353 property	<u>11,260,893</u>	
Combined Assessed Valuation	3,023,859,053	
Constitutional Debt Limit	453,578,858	(15% of Assessed Val.)
General Obligation Bonds Payable	<u>(330,255,000)</u>	
Amount Available in Debt Service Fund	<u>39,706,484</u>	
Total Legal Debt Margin	<u>\$ 163,030,342</u>	

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

Capital Lease Obligations

Apple MacBook Computers

On March 27, 2012, the Board of Education approved and signed a master lease purchase agreement with Apple Inc. Financial Services ("Apple") effective April 28, 2012 to purchase new computer technology equipment through capital lease transactions. The School District signed individual contract agreements with specific funding and repayment schedules for each purchase.

Effective September 29, 2017, a lease contract was signed with Apple for 15,000 iPads for students, 6,000 MacBook Air 11-in laptops for students, and 2,000 MacBook Air 13-in laptops for staff. The lease agreement included a discounted purchase price totaling \$9,079,296 and \$364,507 of calculated interest using a stated rate of 1.940%. The final lease payment was made during the year ended June 30, 2022 resulting in a \$0 outstanding balance at June 30, 2022.

On May 26, 2020, the Board of Education approved a lease of computer hardware (Schedule No. 5) as an addendum to the Master Lease Purchase Agreement to purchase 16,000 Apple iPads and 9,300 Apple MacBook Air 13-inch laptops. The lease agreement includes a discounted purchase price totaling \$11,854,965 of principal and \$345,998 of calculated interest using a stated rate of 1.350%. A one-time required payment totaling \$2,220,963 was made on January 15, 2021 with calculated principal of \$2,118,092 and interest expense of \$82,871. Commencing July 10, 2021, the agreement requires four annual payments of \$2,500,000 due on July 15th of every year, which includes total interest of \$263,127 and principal of \$9,736,873.

During 2022, the Board of Education approved a capital lease of computer hardware (Schedule No. 6) as an addendum to the Master Lease Purchase Agreement to purchase 4,100 Apple iPads and 9,800 Apple MacBook Air 13-inch laptops. The lease agreement includes a discounted purchase price totaling \$14,472,747 of principal and \$234,336 of calculated interest using a stated rate of 2.10402%. A one-time required payment totaling \$9,140,000 was made on June 30, 2022 with calculated principal of \$9,076,595 and interest expense of \$63,405. Commencing June 30, 2023, the agreement requires two annual payments of \$2,783,542 due on June 30th of every year, which includes total interest of \$170,932 and principal of \$5,396,152.

The following is a schedule of future lease payments under the Apple lease agreements.

Year ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2023	\$ 5,071,428	\$ 155,973	\$ 5,227,401
2024	5,159,988	66,159	5,226,147
2025	<u>2,466,793</u>	<u>33,207</u>	<u>2,500,000</u>
	<u>\$ 12,698,209</u>	<u>\$ 255,339</u>	<u>\$ 12,953,548</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

Capital Lease Obligations (continued)

Transportation –Buses and Infrastructure

On March 10, 2015, the Board of Education approved the Transportation Committee's recommendation and signed a master installment lease agreement with Mercedes-Benz Financial Services (MBFS) effective April 15, 2015 to acquire new buses and facility infrastructure through capital lease transactions. The School District signed individual contract agreements with specific funding and repayment schedules for each purchase. The three capital lease agreements are outlined below.

Effective April 5, 2016, the School District purchased 94 CNG school buses for a term of 10 years through a lease contract with MBFS. The School District will capitalize the 94 CNG school buses. Beginning July 2016, the agreement requires 10 annual payments of \$1,338,218 due on July 1st of every year totaling \$13,382,184, which includes total interest of \$1,231,833 and principal of \$12,150,351.

Effective April 5, 2016, the School District purchased CNG infrastructure and building modifications for a term of 10 years through a lease purchase contract with MBFS. The School District will capitalize the CNG infrastructure and building modifications. Beginning July 2016, the agreement requires 10 annual payments of \$271,848 due on July 1st of every year totaling \$2,718,483, which includes total interest of \$250,237 and principal of \$2,468,246.

The Board of Education signed a new master installment purchase agreement with MBFS effective June 25, 2020 to acquire new diesel buses through financed purchase transactions.

Effective February 5, 2021, the School District purchased 33 diesel school buses for a term of 8 years through a lease purchase contract with MBFS. The School District capitalized the 33 diesel school buses. Beginning July 5, 2021, the agreement requires 8 annual payments of \$459,321 due on July 5th of every year totaling \$3,674,569, which includes total interest of \$356,287 and principal of \$3,318,282.

The following is a schedule of future lease payments under the MBFS lease agreements.

Year ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2023	\$ 1,862,647	\$ 205,676	\$ 2,068,323
2024	1,904,138	164,325	2,068,463
2025	1,946,563	122,047	2,068,610
2026	1,989,943	78,812	2,068,755
2027	424,234	34,606	458,840
2028-2029	<u>882,936</u>	<u>35,218</u>	<u>918,154</u>
	\$ <u>9,010,461</u>	\$ <u>640,684</u>	\$ <u>9,651,145</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

Capital Lease Obligations (continued)

Energy Cost Savings Improvements – Phase IV

On November 11, 2014, the Board of Education approved entry into an Energy Savings Performance Contract with Navitas, LLC as authorized under Section 8.231 of the Revised Statutes of Missouri, as amended. The contract includes a written guarantee from Navitas, LLC that either the energy savings or operational savings, or both, achieved by the School District will meet or exceed amounts specified in the contract on an annual basis for a period of 15 years. The School District, in agreement with the contract, issued Certificates of Participation (COPs) as noted below in Note 3.C. (Phases I, II, and III). In addition, the District entered into a base lease purchase agreement with Bank of America for energy cost savings improvements in the amount of \$4,999,000 on March 14, 2017. The following is a schedule of future payments related to the lease agreement for Phase IV and related guaranteed energy and operational savings.

Fiscal Year Ending June 30	Lease Payments			Annual Energy Savings ⁽¹⁾	Annual Operational Savings ⁽¹⁾
	Principal	Interest	Total		
2023	\$ 314,000	\$ 93,403	\$ 407,403	\$ 74,029	\$ 73,455
2024	322,000	85,114	407,114	76,991	75,659
2025	330,000	76,613	406,613	80,070	77,929
2026	339,000	67,901	406,901	83,273	80,267
2027	348,000	58,951	406,901	86,604	82,675
2028-2032	<u>1,885,000</u>	<u>151,932</u>	<u>2,036,932</u>	<u>487,838</u>	<u>452,100</u>
Total	<u>\$ 3,538,000</u>	<u>\$ 533,914</u>	<u>\$ 4,071,914</u>	<u>\$ 888,805</u>	<u>\$ 842,085</u>

⁽¹⁾ Excludes \$3,314,864 in Future Capital Cost Avoidance Savings, which the parties to the Energy Contract have stipulated will be realized upon completion of Phase IV.

Custodial Equipment

On May 26, 2020, the Board of Education approved the purchase of new custodial related equipment through a lease purchase transaction. The agreement is for 75 pieces of custodial and cleaning equipment throughout the School District's campus for a term of 3 years (36 monthly payments) commencing August 6, 2020.

The following is the schedule of future lease payments under the lease agreement.

Year ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2023	\$ 93,477	\$ 3,249	\$ 96,726
2024	<u>8,024</u>	<u>37</u>	<u>8,061</u>
	<u>\$ 101,501</u>	<u>\$ 3,286</u>	<u>\$ 104,787</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

Capital Lease Obligations (continued)

Combined

The following is a combined schedule of future lease payments under all capital lease agreements.

Year ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2023	\$ 7,341,552	\$ 458,301	\$ 7,799,853
2024	7,394,150	315,635	7,709,785
2025	4,743,356	231,867	4,975,223
2026	2,328,943	146,713	2,475,656
2027	772,234	93,557	865,791
2028-2032	<u>2,767,937</u>	<u>187,150</u>	<u>2,955,087</u>
Total	\$ <u>25,348,172</u>	\$ <u>1,433,223</u>	\$ <u>26,781,395</u>

Lease Payable

Northland Innovation Center

On October 7, 2014, the School District entered into a lease agreement with the CBC Real Estate Group ("CBC") based on a development agreement between the City of Gladstone, Missouri and the CBC to finance the planning, development and construction of a 90,000 square foot office building (Northland Innovation Center, the "Center"). Upon completion, CBC was the landlord for the facility. The School District agreed to use 60,000 square feet of the Center for educational purposes, including the location for the Northland CAPS program (see Note 4.K.) and the Gifted and Talented program. The base rent has an escalator every 60 months beginning with \$90,000 per month commencing May 1, 2016. The following is a schedule of the future escalation payments as per agreement.

<u>Lease term period</u>	<u>Per Rentable Square Foot</u>	<u>Monthly Base Rent</u>	<u>Annual Base Rent</u>
May 2016 to April 2021	\$ 18.00	\$ 90,000	\$ 1,080,000
May 2021 to April 2026	19.80	99,000	1,188,000
May 2026 to April 2031	21.78	108,900	1,306,800
May 2031 to April 2036	23.96	119,800	1,437,600

Due to the implementation of GASB Statement No. 87, the Center building lease met the criteria of a lease; thus, requiring it to be recorded by the School District. At the time of the initial measurement, there was no interest rate specified in the original lease agreement. The School District has used the School District's effective interest for several borrowings during 2021. The borrowing rate for these liabilities was 1.719134%, which was used to discount the annual lease payments to recognize the intangible right to use this asset and the lease liability as of June 30, 2021. The School District recorded an intangible right to use lease in the capital assets totaling \$20,979,301 for the net present value of the total payments on the lease. This asset will be amortized over the lease term of twenty years since it is shorter than the useful life and the School District is not taking ownership of the building. There are no residual value guarantees in the lease provisions. The lease will end in April 2036.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

Lease Payable (continued)

For the year ended June 30, 2022, the School District recognized \$1,188,000 in lease expense. Annual requirements to amortize the Center lease liability and related interest are as follows:

For the Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 917,116	\$ 270,884	\$ 1,188,000
2024	933,007	254,993	1,188,000
2025	949,174	238,826	1,188,000
2026	985,434	222,366	1,207,800
2027	1,102,436	204,364	1,306,800
2028-2032	5,959,451	727,149	6,686,600
2033-2036	<u>5,329,450</u>	<u>181,350</u>	<u>5,510,800</u>
	<u>\$ 16,176,068</u>	<u>\$ 2,099,933</u>	<u>\$ 18,276,000</u>

Konica Copier Equipment

The School District entered into a lease in January 2022 for the use of office copier equipment within the administration building. Due to the implementation of GASB Statement No. 87, the copier equipment lease met the criteria of a lease; thus, requiring it to be recorded by the School District. The interest rate specified in the lease agreement was 4.825%, which was used to discount the annual lease payments to recognize the intangible right to use this asset and the lease liability. The School District recorded an intangible right to use lease in the capital assets totaling \$555,504 for the net present value of the total payments on the lease. This asset will be amortized over the lease term of 63 months since it is shorter than the useful life and the School District is not taking ownership of the copier equipment. There are no residual value guarantees in the lease provisions. The lease will end in August 2027.

For the year ended June 30, 2022, the School District recognized \$9,999 in lease expense. Annual requirements to amortize the copier equipment lease liability and related interest are as follows:

For the Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 95,657	\$ 24,332	\$ 119,989
2024	100,376	19,613	119,989
2025	105,328	14,661	119,989
2026	110,524	9,465	119,989
2027	115,976	4,013	119,989
2028	<u>19,878</u>	<u>120</u>	<u>19,998</u>
	<u>\$ 547,739</u>	<u>\$ 72,204</u>	<u>\$ 619,943</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

C. Long-term Liabilities (continued)

Certificates of Participation (COPs)

On November 11, 2014, the Board of Education approved entry into an Energy Savings Performance Contract with Navitas, LLC as authorized under Section 8.231 of the Revised Statutes of Missouri, as amended. The contract includes a written guarantee from Navitas, LLC that either the energy savings or operational savings, or both, achieved by the School District will meet or exceed amounts specified in the contract on an annual basis for a period of 15 years. The School District, in agreement with the contract, entered into a series of leases through the issuance of Certificates of Participation (COPs). The School District issued the COPs Series 2014 in the amount of \$5,170,000 on December 1, 2014, Series 2015 in the amount of \$9,175,000 on April 2, 2015 and Series 2015A in the amount of \$9,840,000 on September 30, 2015. The proceeds received from the sale of the COPs will be used to pay costs of acquiring and installing energy cost savings measures in existing buildings of the School District and to pay certain costs related to the execution and delivery of the COPs.

The following is a schedule of future lease payments related to the issuance of COPs series 2014, 2015, and 2015A and the related guaranteed energy and operational savings.

Phase I, II & III Projects – Financed with Proceeds of the Series 2014, 2015 & 2015A Certificates					
Fiscal Year Ending June 30	Lease Payments			Annual Guaranteed Energy Savings ⁽²⁾	Annual Guaranteed Operational Savings ⁽²⁾
	Principal	Interest	Total		
2023	\$ 1,630,000	\$ 474,056	\$ 2,104,056	\$ 1,583,814	\$ 334,261
2024	1,695,000	421,803	2,116,803	1,647,166	344,289
2025	1,760,000	362,613	2,122,613	1,713,054	354,617
2026	1,840,000	310,234	2,150,234	1,781,576	365,256
2027	1,860,000	255,213	2,115,213	1,852,838	376,214
2028-2031	<u>6,705,000</u>	<u>417,960</u>	<u>7,122,960</u>	<u>6,935,465</u>	<u>1,240,726</u>
Total	\$ <u>15,490,000</u>	\$ <u>2,241,879</u>	\$ <u>17,731,879</u>	\$ <u>15,513,913</u>	\$ <u>3,015,363</u>

⁽²⁾ Excludes \$9,489,947 in Future Capital Cost Avoidance Savings, which the parties to the Energy Contract have stipulated will be realized upon completion of Phase I, II & III.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

D. Inter-fund Transfers

Exchange transactions between funds are reported as receipts in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in governmental funds.

Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. Those transfers made by the School District at June 30, 2022, are as follows.

Food Service

The School District transferred from the general fund food service revenue the amount spent for food service equipment to the capital projects fund.

Student Activities

This is a transfer from the general fund to the capital projects' fund for capital project expenses pertaining to student activities.

7% x State Adequacy Target x Prior Year Weighted Average Daily Attendance

This is a legal transfer from the general fund to the capital projects fund for specified projects as approved by the board of education. The amount transferred is less than the maximum amount calculated on the state formula.

Transportation Calculation Cost

This is a transfer from the general fund to the capital projects fund for an amount based on prior year allowable transportation capital outlay expenditures, including school bus and facility depreciation.

"Zero" Teachers' Fund

This fund allows the School District to transfer from the general fund an amount necessary to bring a negative special revenue fund balance to "zero".

The following is a detail of the transfers.

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>
7% x SAT x WADA	\$ (9,349,287)	0	\$ 9,349,287
Transportation calculation cost	(1,508,313)	0	1,508,313
"Zero" Teachers Fund	<u>(6,387,227)</u>	<u>6,387,227</u>	<u>0</u>
	<u>\$(17,244,827)</u>	<u>\$ 6,387,227</u>	<u>\$ 10,857,600</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 3: DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS (continued)

E. Short-term Medical Leave Policy

This policy allows employees to continue to be paid up to thirty days for approved specified paid leave conditions after the employee has exhausted all available approved paid leave and vacation. The policy states that the employee will reimburse the School District by forfeiting four days annual approved paid leave (AAPL) and one half of any unused AAPL days at the end of each year until the employee has repaid short-term leave days.

If the employee leaves employment for other than permanent disability or death, the amount due to the School District is collected from their final paychecks. As of June 30, 2022, the estimated amount owed to the School District was \$319,122 of which \$9,574, or 3%, was reserved for uncollectability.

NOTE 4: OTHER NOTES

A. Pension Plan - Public School and Education Employee Retirement Systems of Missouri (PSRS/PEERS)

General Information about the Pension Plan

Plan Description. Public School Retirement System of Missouri (PSRS) is a mandatory cost-sharing multiple employer retirement system for all full-time certificated employees and certain part-time certificated employees of all public school districts in Missouri (except the school districts of St. Louis and Kansas City) and all public community colleges. PSRS also includes certificated employees of PSRS, Missouri State Teachers' Association, Missouri State High School Activities Association, and certain employees of the state of Missouri who elected to remain covered by PSRS under legislation enacted in 1986, 1987 and 1989. The majority of PSRS members are exempt from Social Security contributions. In some instances, positions may be determined not to be exempt from Social Security contributions. Any PSRS member who is required to contribute to Social Security comes under the requirements of Section 169.070 (9) RSMo, known as the "two-thirds statute." PSRS members required to contribute to Social Security are required to contribute two-thirds of the approved PSRS contribution rate and their employer is required to match the contribution. The members' benefits are further calculated at two-thirds the normal benefit amount.

Public Education Employee Retirement System of Missouri (PEERS) is a mandatory cost-sharing multiple employer retirement system for all public school district employees (except the school districts of St. Louis and Kansas City), employees of the Missouri Association of School Administrators, and community college employees (except the Community College of St. Louis). Employees of covered districts who work 20 or more hours per week on a regular basis and who are not contributing members of the PSRS must contribute to PEERS. Employees of PSRS who do not hold Missouri educator certificates also contribute to PEERS. PEERS was established as a trust fund by an Act of the Missouri General Assembly effective October 13, 1965. Statutes governing the System are found in Sections 169.600 - 169.715 and Sections 169.560-169.595 RSMo. The statutes place responsibility for the operation of PEERS on the Board of Trustees of PSRS.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

General Information about the Pension Plan (continued)

Benefits Provided. PSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of 5 years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 2.5% benefit factor. Actuarially age-reduced benefits are available for members with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

PEERS is a defined benefit plan providing service retirement and disability benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for "Rule of 80" or "30-and-out" are entitled to an additional temporary benefit until reaching minimum Social Security age (currently age 62), which is calculated using a 0.8% benefit factor. Actuarially age-reduced retirement benefits are available with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Summary Plan Descriptions detailing the provisions of the plans can be found on the Systems' website at www.psr-peers.org.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

General Information about the Pension Plan (continued)

Cost-of-Living Adjustments ("COLA"). The Board of Trustees has established a policy of providing COLAs to both PSRS and PEERS members as follows:

- If the June to June change in the Consumer Price Index for All Urban Consumers (CPI-U) is less than 2% for consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2%, at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2% cost-of-living increase is granted.
- If the June to June change in the CPI-U is greater than or equal to 2%, but less than 5%, a cost-of-living increase of 2% will be granted.
- If the June to June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted.
- If the CPI decreases, no COLA is provided.

For any PSRS member retiring on or after July 1, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustments commence on the fourth January after commencement of benefits and occur annually thereafter. The total of such increases may not exceed 80% of the original benefit for any member.

Contributions. PSRS members were required to contribute 14.5% of their annual covered salary during fiscal years 2020, 2021, and 2022. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay.

PEERS members were required to contribute 6.86% of their annual covered salary during fiscal years 2020, 2021, and 2022. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5% of pay.

The School District's contributions to PSRS and PEERS were \$19,023,036 and \$3,946,716, respectively, for the year ended June 30, 2022.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2022, the School District recorded a liability of \$53,363,113 for its proportionate share of PSRS' net pension liability and \$3,026,802 for its proportionate share of PEERS' net pension liability. In total the School District recorded net pension liabilities of \$56,389,915. The net pension liability for the plans in total was measured as of June 30, 2021, and determined by an actuarial valuation as of that date. The School District's proportionate share of the total net pension liability was based on the ratio of its actual contributions paid to PSRS and PEERS of \$17,950,552 and \$3,533,261, respectively, for the year ended June 30, 2021, relative to the actual contributions of \$744,694,744 for PSRS and \$125,712,392 for PEERS from all participating employers. At June 30, 2021, the School District's proportionate share was 2.4105% for PSRS and 2.8106% for PEERS.

For the year ended June 30, 2022, the School District recognized pension expense (income) of (\$7,731,571) for PSRS and (\$498,748) for PEERS, its proportionate share of the total pension expense (income). Pension expense is the change in the net pension liability from the previous reporting period to the current reporting period, less adjustments. This may be a negative expense (pension income).

At June 30, 2022, the School District reported deferred outflows of resources and deferred inflows of resources from the following sources related to PSRS and PEERS pension benefits:

	PSRS		PEERS		District Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Balance of Deferred Outflows and Inflows Due to:						
Differences between expected and actual experience	\$ 19,934,216	\$ 4,776,275	\$ 1,751,080	\$ 157,105	\$ 21,685,296	\$ 4,933,380
Changes of assumptions	21,894,012	0	1,627,858	0	23,521,870	0
Net difference between projected and actual earnings on pension plan investments	25,161,797	161,697,534	3,634,740	23,873,638	28,796,537	185,571,172
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,303,343	725,824	53,536	277,662	3,356,879	1,003,486
Employer contributions subsequent to the measurement date	<u>19,019,357</u>	<u>0</u>	<u>3,945,966</u>	<u>0</u>	<u>22,965,323</u>	<u>0</u>
Total	<u>\$ 89,312,725</u>	<u>\$ 167,199,633</u>	<u>\$ 11,013,180</u>	<u>\$ 24,308,405</u>	<u>\$ 100,325,905</u>	<u>\$ 191,508,038</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Amounts reported as deferred outflows of resources resulting from contribution subsequent to the measurement date of June 30, 2021, will be recognized as a reduction to the net pension liability in the year ended June 30, 2023. Other amounts reported as collective deferred (inflows) / outflows of resources are to be recognized in pension expense (income) as follows:

Year Ending June 30,	PSRS	PEERS	District Total
2023	\$ (19,587,786)	\$ (3,610,430)	\$ (23,198,216)
2024	(21,899,599)	(3,201,611)	(25,101,210)
2025	(26,608,729)	(4,524,683)	(31,133,412)
2026	(33,176,875)	(5,904,467)	(39,081,342)
2027	<u>4,366,724</u>	<u>0</u>	<u>4,366,724</u>
Total	\$ <u>(96,906,265)</u>	\$ <u>(17,241,191)</u>	\$ <u>(114,147,456)</u>

Actuarial Assumptions

Actuarial valuations of the Systems involve assumptions about probability of occurrence of events far into the future in order to estimate the reported amounts. Examples include assumptions about future employment, salary increases, and mortality. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Board of Trustees adopts actuarial assumptions, each of which individually represents a reasonable long-term estimate of anticipated experience for the Systems, derived from experience studies conducted every fifth year and from Board policies concerning investments and COLAs. The most recent comprehensive experience studies were completed in May 2021. All economic and demographic assumptions were reviewed and certain assumptions were updated, where appropriate, based on the results of the studies and effective with the June 30, 2021 valuation. Significant actuarial assumptions and methods, including changes from the prior year resulting from changes in Board policy, are detailed below. For additional information please refer to the Systems' Annual Comprehensive Financial Report (ACFR). The next experience studies are scheduled for 2026.

Significant actuarial assumptions and other inputs used to measure the total pension liability:

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Actuarial Assumptions (continued)

- Measurement Date		June 30, 2021
- Valuation Date		June 30, 2021
- Expected Return on Investments		7.30% net of investment expenses and including 2.00% inflation
- Inflation		2.00%
- Total Payroll Growth	PSRS	2.25% per annum, consisting of 2.00% inflation, 0.125% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.125% of real wage growth due to productivity.
	PEERS	2.50% per annum, consisting of 2.00% inflation, 0.25% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.25% of real wage growth due to productivity.
- Future Salary Increases	PSRS	2.625%-8.875%, depending on service and including 2.00% inflation, 0.125% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.125% of real wage growth due to productivity.
	PEERS	3.25%-9.75%, depending on service and including 2.00% inflation, 0.25% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.25% of real wage growth due to productivity.
- Cost-of-Living Increases	PSRS & PEERS	Given that the actual increase in the CPI-U index from June 2020 to June 2021 was 5.39%, the Board approved an actual cost-of-living adjustment (COLA) as of January 1, 2022 of 5.00%, in accordance with the Board's funding policy and Missouri statutes, compared to an assumed COLA of 2.00%. Future COLAs assumed in the valuation are 2.00% as of January 1, 2023 and January 1, 2024, and 1.35% each January 1, thereafter. This COLA assumption is based on the 20-year stochastic analysis of inflation performed in the 2021 experience study, the application of the Board's COLA policy, and the short-term expectations of COLA due to recent CPI activity. It is also based on the current policy of the Board to grant a COLA on each January 1 as previously discussed and disclosed in this note.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Actuarial Assumptions (continued)

- Cost-of-Living Increases

The COLA applies to service retirements and beneficiary annuities. The COLA does not apply to the benefits for in-service death payable to spouses (where the spouse is over age 60), and does not apply to the spouse with children pre-retirement death benefit, the dependent children pre-retirement death benefit, or the dependent parent death benefit. The total lifetime COLA cannot exceed 80% of the original benefit. PSRS members receive a COLA on the second January after retirement, while PEERS members receive a COLA on the fourth January after retirement.

- Mortality Assumption

Actives:

PSRS

Experience-adjusted Pub-2010 Teachers Mortality Table for Employees projected from 2010 to 2018 using the MP-2020 improvement scale and multiplied by the healthy retiree experience-based adjustment factors at all ages for both males and females, with generational improvement after 2018 using the MP-2020 improvement scale.

PEERS

Experience-adjusted Pub-2010 General (Below-Median Income) Mortality Table for Employees projected from 2010 to 2018 using the MP-2020 improvement scale and multiplied by the healthy retiree experience-based adjustment factors at all ages for both males and females, with generational improvement after 2018 using the MP-2020 improvement scale.

Non-disabled Retirees

PSRS

Mortality rates for non-disabled retirees and beneficiaries are based on the Pub-2010 Teachers Mortality Table for Healthy Retirees and the Pub-2010 Teachers Mortality Table for Contingent Survivors, respectively. The tables are projected from 2010 to 2018 using the MP-2020 improvement scale and multiplied by the experience-based adjustment factors shown in the tables below at all ages for both males and females, with generational improvement after 2018 using the MP-2020 improvement scale.

Non-Disabled: Males – 1.10, Females – 1.04

Contingent Survivor: Males – 1.18, Females – 1.07

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Actuarial Assumptions (continued)

<i>Non-disabled Retirees</i>	PEERS	<p>Mortality rates for non-disabled retirees and beneficiaries are based on the Pub-2010 General (Below-Median Income) Mortality Table for Healthy Retirees and the Pub-2010 General (Below-Median Income) Mortality Table for Contingent Survivors, respectively. The tables are projected from 2010 to 2018 using the MP-2020 improvement scale and multiplied by the experience-based adjustment factors shown in the tables below at all ages for both males and females, with generational improvement after 2018 using the MP-2020 improvement scale.</p> <p style="padding-left: 40px;">Non-Disabled: Males – 1.13, Females – 0.94</p> <p style="padding-left: 40px;">Contingent Survivor: Males – 1.01, Females – 1.07</p>
<i>Disabled Retirees:</i>	PSRS	<p>Experience-adjusted Pub-2010 Teacher Disability Mortality Table, projected from 2010 to 2018 using the MP-2020 improvement scale and multiplied by the healthy retiree experience-based adjustment factors at all ages for both males and females, with generational improvement after 2018 using the MP-2020 improvement scale.</p>
	PEERS	<p>Experience-adjusted Pub-2010 General Disability Mortality Table projected from 2010-2018 using the MP-2020 improvement scale and multiplied by the healthy retiree experience-based adjustment factors at all ages for both males and females, with generational improvement after 2018 using the MP-2020 improvement scale.</p>

Changes in Actuarial Assumptions and Methods

An experience study was completed in May 2021 resulting in an update to the following assumptions:

PSRS & PEERS	<ul style="list-style-type: none"> - The long-term inflation assumption was decreased from 2.25% to 2.00%. - The expected return on assets assumption was decreased from 7.50% to 7.30%. - The cost-of-living increase assumption was changed to be 2.00% on January 1, 2022, 2023, and 2024, and 1.35% on each January 1 thereafter.
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NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Actuarial Assumptions (continued)

PSRS

- The total payroll growth assumption was decreased from 2.75% to 2.25%.
- The future salary growth assumption was decreased from 3.00%-9.50%, depending on service, to 2.625%-8.875%, depending on service.
- The mortality assumptions were changed to reflect the PubT-2010 (Teacher) mortality tables, with adjustments based on actual member mortality experience from 2015-2020, and to incorporate future mortality improvement on a generational basis in accordance with the MP-2020 improvement scale.
- Other demographic assumptions were also changed based on actual member demographic experience from 2015-2020.

PEERS

- The total payroll growth assumption was decreased from 3.25% to 2.50%.
- The future salary growth assumption was decreased from 4.00%-11.00%, depending on service, to 3.25%-9.75%, depending on service.
- The mortality assumptions were changed to reflect the PubG-2010(B) (General Employee, Below-Median Income) mortality tables, with adjustments based on actual member mortality experience from 2015-2020, and to incorporate future mortality improvement on a generational basis in accordance with the MP-2020 improvement scale.
- Other demographic assumptions were also changed based on actual member demographic experience from 2015-2020.

Fiduciary Net Position

The Systems issue a publicly available financial report (ACFR) that can be obtained at www.psrs-peers.org.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Actuarial Assumptions (continued)

- Expected Rate of Return The long-term expected rate of return on investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed rate of return. The long-term expected rate of return on the Systems' investments was determined using a building-block method in which best-estimate ranges of expected future real rates of returns (expected returns, net of 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 Systems' target allocation as of June 30, 2021 are summarized below.

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-term Expected Real Return Arithmetic Basis</u>
U.S. Public Equity	23.0%	4.81%
Public Credit	0.0%	0.80%
Hedged Assets	6.0%	2.39%
Non-U.S. Public Equity	16.0%	6.88%
U.S. Treasuries	20.0%	(0.02%)
U.S. TIPS	0.0%	0.29%
Private Credit	8.0%	5.61%
Private Equity	16.0%	10.90%
Private Real Estate	<u>11.0%</u>	7.47%
Total	<u>100.0%</u>	

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

A. Pension Plan - PSRS/PEERS (continued)

Actuarial Assumptions (continued)

- Discount Rate

The long-term expected rate of return used to measure the total pension liability was 7.30% as of June 30, 2021 and is consistent with the long-term expected geometric return on plan investments. The Board of Trustees adopted a new actuarial assumed rate of return of 7.30% effective with the June 30, 2021 valuations based on the actuarial experience studies conducted during the current fiscal year. The projection of cash flows used to determine the discount rate assumed that employer contributions would be made at the actuarially calculated rate computed in accordance with assumptions and methods stated in the funding policy adopted by the Board of Trustees, which requires payment of the normal cost and amortization of the unfunded actuarially accrued liability in level percent of employee payroll installments over 30 years utilizing a closed period, layered approach. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

- Discount Rate Sensitivity

The sensitivity of the district's net pension liabilities to changes in the discount rate is presented below. The district's net pension liabilities calculated using the discount rate of 7.30% is presented as well as the net pension liabilities using a discount rate that is 1.0% lower (6.30%) or 1.0% higher (8.30%) than the current rate.

	Discount Rate	1% Decrease (6.30%)	Current Rate (7.30%)	1% Increase (8.30%)
PSRS	Proportionate share of the Net Pension Liability/(Asset)	\$ 214,835,896	\$ 53,363,113	\$(80,328,127)
PEERS	Proportionate share of the Net Pension Liability/(Asset)	\$ 25,630,955	\$ 3,026,802	\$(15,836,863)

As of June 30, 2022, the School District did not report a payable for legally required contributions to PSRS and PEERS.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 4: OTHER NOTES (continued)

B. Post-employment Healthcare Plan

General Information about the OPEB Plan

Plan Description. The School District's post-employment healthcare plan is a single-employer defined benefit healthcare plan (North Kansas City School District Other Post-Employment Benefits (OPEB) Program). As mandated by Section 169.590 of the Missouri Revised Statutes, the School District's qualified retirees and current employees are insured together as a group. Eligible participants receive benefits in the form of an implicit rate subsidy, where participants receive health insurance coverage by paying a blended retiree/active rate.

Funding Policy. The plan's premium rates are determined by the Board of Education in their selection of benefit plan proposals submitted by various benefit providing entities. The current plan offers four different types of plans, each with a different premium. Current contribution requirements require participants to pay the full blended premium. The School District does not pre-fund benefits. The current funding policy is to pay benefits directly from general assets on a pay-as-you-go basis and there is not a trust for accumulating plan assets.

Eligibility. To be eligible for participation in the plan, employees must meet the retirement eligibility requirements for normal or early retirement under one of the state retirement plans for public employees (PSRS or PEERS). Normal retirement age is the earlier of age 60 with 5 years of service, age plus service equal to 80 points ("Rule of 80"), or any age with 30 years of service. Early retirement is age 55 with 5 years of service. Retirees may cover spouses and eligible dependent children, and surviving spouses can continue coverage after retiree's death.

Employees Covered by Benefit Terms. As of June 30, 2022 (valuation date), membership consisted of the following:

Active participants	2,634
Retired employees and surviving spouses	161
Spouses of current retired employees	<u>29</u>
	<u>2,824</u>

OPEB Benefits. All medical benefits are provided through the School District's selected medical and dental care plans with medical coverage to include prescription drugs for retirees and their dependents. Retirees and related dependents can continue coverage past Medicare eligibility age (age 65) as a secondary insurance.

Total OPEB Liability

The School District's total OPEB liability of \$21,926,673 was measured as of June 30, 2022, and was determined by an actuarial valuation with a valuation date as of June 30, 2022.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

B. Post-employment Healthcare Plan (continued)

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2022 actuarial valuation measured as of June 30, 2022 was determined using the following key actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	3.54% per annum based on the 20-year Bond GO index. (prior year rate was 2.16%)
Inflation Rate	2.30% per annum
Salary Increases Rate	3.00% per annum (including inflation)
Healthy Mortality	Pub-2010 Teacher Mortality for Employees and Healthy Annuitants, with generational projection per Scale MP-2021
Actuarial Cost Method	Entry Age Normal
Medical/Retiree Premium Inflation Rate	Medical cost trend rate of 5.40% for 2022, with annual changes to an ultimate rate of 3.70% for 2073 and beyond. The healthcare trends used in this valuation are based on long-term healthcare trends generated by the Getzen Model. The Getzen Model is the result of research sponsored by the Society of Actuaries and completed by a committee of economists and actuaries. This model is the current industry standard for projecting long-term medical trends. Inputs to the model are consistent with the assumptions used in deriving the discount rate used in the valuation.
Turnover	Rates based on length of service with a turnover rate of 28.4% with less than 1 year of service, gradually decreasing to an ultimate rate of 1.3% with 20 years or greater of service.
Future Retiree Coverage	40% of employees who retire prior to age 65 are assumed to elect medical coverage under the plan.
Medicare eligible retirees	Medicare eligible retirees and dependents are assumed to discontinue coverage under the plan when they reach age 65.
Non-Medicare eligible retirees	25% of teachers hired prior to 1986 are assumed to never be eligible for Medicare. These employees are assumed to continue coverage under the plan after age 65. 5% of retired teachers currently under age 65 are assumed to not be eligible for Medicare. These retirees are assumed to continue coverage under the plan after age 65.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2022

NOTE 4: OTHER NOTES (continued)

B. Post-employment Healthcare Plan (continued)

Changes in Total OPEB Liability

	Increase (Decrease) Total <u>OPEB Liability</u>
Balance as of June 30, 2021	\$ 24,468,994
Changes for the year:	
Service cost	1,237,109
Interest on total OPEB liability	545,072
Effect of economic/demographic gains or losses	81,361
Effect of assumptions changes or inputs	(3,458,216)
Benefit payments	<u>(947,647)</u>
Balance as of June 30, 2022	\$ <u>21,926,673</u>

Sensitivity of the Total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the School District, calculated using the discount rate of 3.54%, as well as what the School District's total OPEB liability would be if it were calculated using a discount rate that is 1.0% lower (2.54%) or 1.0% higher (4.54%) than the current rate:

Discount Rate	1% Decrease <u>(2.54%)</u>	Current Rate <u>(3.54%)</u>	1% Increase <u>(4.54%)</u>
Total OPEB liability	\$ 24,469,361	\$ 21,926,673	\$ 19,732,661

Sensitivity of the Total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the School District, calculated using the current healthcare cost trend rates, as well as what the School District's total OPEB liability would be if it were calculated using trend rates that are 1.0% lower or 1.0% higher than the current trend rates:

Trend Rate	1% Decrease <u>1%</u>	Current Rate <u>3.5%</u>	1% Increase <u>4.5%</u>
Total OPEB liability	\$ 19,328,917	\$ 21,926,673	\$ 25,039,312

OPEB Expense and Deferred Outflows / Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the School District recognized OPEB expense of \$1,704,772. Due to OPEB changes in assumptions/inputs, the School District reported deferred inflows and deferred outflows of resources as of June 30, 2022, in the amount of \$3,822,443 and \$2,786,272, respectively.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

B. Post-employment Healthcare Plan (continued)

OPEB Expense and Deferred Outflows / Deferred Inflows of Resources Related to OPEB (continued)

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

Year Ending June 30,	
2023	\$ (77,409)
2024	(77,409)
2025	(77,409)
2026	(77,409)
2027	(38,153)
Thereafter	<u>(688,382)</u>
	<u><u>\$(1,036,171)</u></u>

C. Deferred Compensation Plan

The School District has a deferred compensation plan under the provision of Internal Revenue Code Section 457B (Deferred Compensation Plans with Respect to Service for State and Local Governments). Those employees electing to defer a portion of their salary avoided paying income taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death or unforeseeable emergency.

The deferred compensation plans of these employees are administered by unrelated financial institutions. Under the terms of IRC Section 457 Deferred Compensation Plan, all deferred compensation amounts held by these financial institutions, until paid or made available to the employee or beneficiary, are the property of the School District and subject to the claims of the School District's general creditors. In addition, the participant in the plan has rights equal to those of the general creditors of the School District and each participant's rights are equal to his or her share of the fair market value of the plan assets.

The School District believes that it is unlikely that plan assets will be needed to satisfy claims of general creditors that might arise. As part of a fiduciary role, the School District has an obligation of due care in selecting the third-party administrator.

D. Section 125 Cafeteria Plan and Health Savings Account

The School District has a Section 125 Cafeteria Plan that includes the Health Savings Account (HSA) option. Under the Plan, School District employees may elect to withhold from their payroll amounts which can be used to pay for various medical and dependent care expenses not covered by insurance. Any balance that remains in the employee account at September 30 of each year (plan year-end) is not carried over to the subsequent plan year. The employee forfeits all rights with respect to the balance, and the forfeited balance reverts to the School District.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

D. Section 125 Cafeteria Plan and Health Savings Account (continued)

As of October 1, 2013, the School District began offering a Qualified-High Deductible Plan (QHDP) with an HSA for pre-tax contributions. Under the QHDP Plan, School District employees may elect to withhold from their payroll amounts which can be used to pay for various medical and dependent care expenses not covered by insurance and the School District contributes \$50 per month to each account. Any balance remaining in the employee's HSA account at the end of any plan year will be carried forward and used to fund such benefits in any subsequent plan year.

E. Claims and Adjustments

The School District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulations, the School District may be required to reimburse the grantor government. As of June 30, 2022, disbursements have not been audited by grantor governments, but the School District believes that disallowed disbursements, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall position of the School District.

F. Facilities Use Agreement

In September 2005, the School District entered into an agreement with the City of Gladstone, Missouri (the "City"). The City agreed to finance the planning, development and construction of a water-related recreational facility (Natatorium) and to operate the facility after completion. The School District agreed to use the Natatorium and pay a user fee of \$525,000 per year commencing in February 2007 and lasting through February 2026. In January 2022, \$525,000 was paid to the City of which \$306,250 was recorded as prepaid expense as of June 30, 2022.

The School District also agreed to pay the City an annual payment for maintenance usage. These maintenance usage fees will be recalculated every five years during the lease term. Beginning in fiscal year ending June 30, 2023 through fiscal year ending June 30, 2027, the maintenance fee was recalculated to \$200,000, which was an increase of \$25,000 per year. In January 2022, \$175,000 was paid to the City of which \$87,500 was recorded as prepaid expense as of June 30, 2022.

The following is a schedule of future minimum use payments and maintenance agreements as per agreement.

<u>For the Year Ended June 30,</u>	<u>Usage Fees</u>	<u>Maintenance Fees</u>
2023	\$ 525,000	\$ 200,000
2024	525,000	200,000
2025	525,000	200,000
2026	525,000	200,000
2027	0	200,000
	<u>\$ 2,100,000</u>	

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS **June 30, 2022**

NOTE 4: OTHER NOTES (continued)

H. Impact Fee Credits

New construction within the city limits of Kansas City, Missouri (the “City”), require specified fees be paid to Kansas City. As the project is completed, benefitting the City, the City issues credits which have value and can be used in the future for fees on construction projects or sold if a willing buyer can be located. Through the years, the School District has accumulated, used and sold these credits. Even though the City assigns a value to these credits, a fair value can never be easily estimated as there is very little market for such credits. Therefore, the School District has never booked a value for such credits. The following is the summary of the current year’s transactions of impact fee credits at City value.

Balance June 30, 2021	\$ 1,633,284
Credits sold	(67,210)
Credits used	<u>(0)</u>
Balance June 30, 2022	\$ <u>1,566,074</u>

I. Litigation

As of June 30, 2022, the School District had several unsettled claims of various natures. These claims are at various stages of litigation and at this time, outcomes cannot be predicted. The School District is vigorously defending against each claim. Any amounts not insured would not be material and no liability amount has been recorded.

J. Risk Management

The School District is exposed to various risks of loss from torts, theft of, damage to and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

K. North Kansas City School District Foundation

The North Kansas City School District Foundation is a 501(c)(3) corporation that was organized to provide support to the School District through classroom grants to teachers and scholarships to students graduated from the School District. The Foundation has a separate board of directors to include School District management and has the final approval on the distribution of funds. The Foundation is not controlled by the Board of Education and therefore not considered a component unit by management.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

L. Northland CAPS Program

The Northland CAPS (Northland Center for Advanced Professional Studies) program is a partnership with surrounding school districts that started with the 2014-15 school year. Each district is required to pay tuition for their students to attend the program. The program operates with its own Board of Directors and the North Kansas City School District serves as the fiscal agent. Participating school districts include the following: Excelsior Springs, Kearney, Lathrop, Lawson, Liberty #53, North Kansas City Schools #74, North Platte R-1, Park Hill, Platte County R-III, and Smithville.

The program provides high school students the opportunity to deeply explore professions of interest through a profession-based, inquiry learning method. Local and global business partners participate with highly skilled instructors to provide authentic exposure and skill acquisition in high demand/high skill 21st century professions. The program served 336 students during the 2021-2022 school year and is reported as a restricted fund.

M. Tax Abatement

The following governmental entities are at least partially within the boundaries of the School District and were likely to enter into tax abatement agreements with individuals or entities including the School District: City of Kansas City, City of Gladstone, City of North Kansas City, City of Pleasant Valley, and Village of Claycomo (collectively “governmental entities”).

City of Kansas City, Missouri Tax Abatement Programs

The City of Kansas City, Missouri and its component units (collectively “KCMO”) provide tax redirection through the following four programs: Tax Increment Financing (TIF), “Super” TIF, Land Bank and various City Council initiatives. KCMO also provided tax abatement through six programs under the Missouri Revisor of Statutes (RSMo), as amended – Chapter 100, Chapter 353, Missouri Works – Enhanced Enterprise Zones, Sale/Leaseback – Land Clearance for Redevelopment Authority (LCRA), Sale/Leaseback – Port KC and the Urban Renewal Program.

The Tax Increment Financing Commission of Kansas City (TICF) administers the TIF program which allows for future real property taxes paid in the form of payments in lieu of taxes (PILOTs) and economic activity taxes (EATs) to be utilized to pay for costs of construction, public infrastructure, and other improvements per Sections 99.800 - 99.865 Revised Statutes of Missouri (RSMo). Per 99.810 RSMo, the criteria for recipients to be eligible for the program are as follows:

1. The redevelopment area on the whole is a blighted area, a conservation area, or an economic development area, and has not been subject to growth and development through investment by private enterprise and would not reasonably be anticipated to be developed without the adoption of tax increment financing. Such a finding shall include, but not be limited to, a detailed description of the factors that qualify the redevelopment area or project pursuant to this subdivision and an affidavit, signed by the developer or developers and submitted with the redevelopment plan, attesting that the provisions of this subdivision have been met;
2. The redevelopment plan conforms to the comprehensive plan for the development of the municipality as a whole;

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

M. Tax Abatement (continued)

City of Kansas City, Missouri Tax Abatement Programs (continued)

3. The estimated dates, which shall not be more than twenty-three years from the adoption of the ordinance approving a redevelopment project within a redevelopment area, of completion of any redevelopment project and retirement of obligations incurred to finance redevelopment project costs have been stated, provided that no ordinance approving a redevelopment project shall be adopted later than ten years from the adoption of the ordinance approving the redevelopment plan under which such project is authorized and provided that no property for a redevelopment project shall be acquired by eminent domain later than five years from the adoption of the ordinance approving such redevelopment project;
4. A plan has been developed for relocation assistance for businesses and residences;
5. A cost-benefit analysis showing the economic impact of the plan on each taxing district which is at least partially within the boundaries of the redevelopment area. The analysis shall show the impact on the economy if the project is not built and is built pursuant to the redevelopment plan under consideration. The cost-benefit analysis shall include a fiscal impact study on every affected political subdivision, and sufficient information from the developer for the commission established in section 99.820 to evaluate whether the project as proposed is financially feasible;
6. A finding that the plan does not include the initial development or redevelopment of any gambling establishment, provided however, that this subdivision shall be applicable only to a redevelopment plan adopted for a redevelopment area designated by ordinance after December 23, 1997.

Assessed Valuation of “base year” is established and 100% of the taxes resulting from the incremental increase in assessed valuation are remitted to the Project Special Allocation Fund rather than disbursed to various taxing entities. For the EATs, the base amount is established and 50% of the incremental increase in EATs is remitted to the Project Special Allocation Fund. Cash in the Project Special Allocation Fund is disbursed to the Trustee and then to the Developer through semiannual payments for the Notes issued. There is no provision for recapturing abated taxes for adjusting the base assessed valuation or the base EATs. Taxes revert back to the taxing entities at the end of the abatement period or upon payoff of the Notes issued, whichever comes first.

Chapter 100 RSMo. The program provides property tax abatement and sales tax exemption to purchase, construct, improve and equip certain industrial development projects through the issuance of industrial development bonds per Sections 100.010 - 100.200 RSMo. Eligible types of projects include warehouses, distribution facilities, office industries and others listed within Section 100.010 RSMo. The City's policy for the use of Chapter 100 bonds, per Committee Substitute for Resolution No. 041033, requires a minimum issuance of \$5 million for businesses located within Kansas City and \$100 million for businesses relocating to Kansas City. Project improvements and equipment financed with Chapter 100 bonds are deeded to City, and exempt from ad valorem taxes per Section 137.100 RSMo, as long as the bonds are outstanding. Companies commit to operational standards for payroll and investment. Failing to meet those standards may result in the company repaying a portion of the abated taxes.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

M. Tax Abatement (continued)

City of Kansas City, Missouri Tax Abatement Programs (continued)

Chapter 353 RSMo. The program provides property tax abatement to encourage developers to improve and/or remove blight (e.g., renovating abandoned buildings for new uses) per Chapter 353 RSMo. A financial need analysis, proof of a blight study and a plan approved by City Council are required. The program also requires the formation of an Urban Redevelopment Corporation, rezoning to an Urban Revitalization District, compliance with MWDBE and Prevailing Wage requirements, and submission of annual project reports. Developers under this program are normally granted 25 years of property tax abatement on improvements made to real property. Abatements generally occur in two phases (Phase I - 100% abatement of property taxes on the assessed value of the improved property, followed by a Phase II - 50% abatement of property taxes for 15 years). Recapture of abated taxes may occur if the recipient does not fulfill their commitments under the redevelopment plan agreements. The development agreement may also require an annual PILOT during the first phase.

The School District's property tax revenues for tax year 2021 were reduced by \$11,427,621 as part of the abovementioned KCMO Tax Abatement programs. However, the School District received \$1,665,405 during the year ended June 30, 2022 as payments in lieu of taxes (PILOTs) for the abated properties.

City of North Kansas City, Missouri Tax Abatement Programs

The City of North Kansas City, Missouri (the "City of NKC") administers several programs: tax abatement programs under Chapter 100 RSMo and Chapter 353 RSMo, as well as tax redirection through Tax Increment Financing (TIF) initiatives.

The Chapter 100 program provides property tax abatement and sales tax exemption to purchase, construct, improve and equip certain industrial development projects through the issuance of industrial development bonds per Sections 100.010 - 100.200 RSMo. Eligible types of projects include warehouses, distribution facilities, office industries and others listed within Section 100.010 RSMo. Project improvements and equipment financed with Chapter 100 bonds are deeded to the City of NKC, and exempt from ad valorem taxes per Section 137.100 RSMo, as long as the bonds are outstanding. Companies commit to operational standards for payroll and investment. Failing to meet those standards may result in the company repaying a portion of the abated taxes. A jeweler receives a 100 percent tax abatement.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

M. Tax Abatement (continued)

City of North Kansas City, Missouri Tax Abatement Programs (continued)

The Chapter 353 program provides property tax abatement to encourage developers to improve and/or remove blight (e.g., renovating abandoned buildings for new uses) per Chapter 353 RSMo. A financial need analysis, proof of a blight study, and a plan approved by the City of NKC's Council are required. The program also requires the formation of an Urban Redevelopment Corporation, rezoning to an Urban Revitalization District, compliance with MWDBE and Prevailing Wage requirements and submission of annual project reports. Developers under this program are normally granted 25 years of property tax abatement on improvements made to real property. Abatements generally occur in two phases (Phase I - 100 percent abatement of property taxes on the assessed value of the improved property, followed by a Phase II – 50 percent abatement of property taxes for 15 years). Recapture of abated taxes may occur if the recipient does not fulfill their commitments under the redevelopment plan agreements. The development agreement may also require an annual PILOT during the first phase. All PILOTs are remitted to the Clay County, Missouri collector for distribution to the respective taxing jurisdictions.

Tax Increment Financing (TIF) allows for developments to use a portion of newly generated taxes and apply a portion of them to repay costs for the development. The maximum period for TIF is 23 years.

The School District's property tax revenues for tax year 2021 were reduced by \$2,975,485 as part of the City of North Kansas City Tax Abatement programs. However, the School District received \$0 during the year ended June 30, 2022 as PILOTs for the abated properties.

City of Gladstone, Missouri Tax Abatement Program

The City of Gladstone administers tax abatements under Chapter 100 RSMo. The School District's property tax revenues for tax year 2021 were reduced by \$1,052,219 as part of the City of Gladstone Tax Abatement program. However, the School District received \$130,483 during the year ended June 30, 2022 as PILOTs for the abated properties.

Village of Claycomo, Missouri

The Village of Claycomo administers tax abatements under Chapter 100 RSMo. The program provides property tax abatement and sales tax exemption to purchase, construct, improve and equip certain industrial development projects through the issuance of industrial development bonds per Sections 100.010 - 100.200 RSMo. Eligible types of projects include warehouses, distribution facilities, office industries and others listed within Section 100.010 RSMo. Project improvements and equipment financed with Chapter 100 bonds are deeded to the Village of Claycomo, and exempt from ad valorem taxes per Section 137.100 RSMo, as long as the bonds are outstanding. Companies commit to operational standards for payroll and investment. Failing to meet those standards may result in the company repaying a portion of the abated taxes.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74**NOTES TO THE BASIC FINANCIAL STATEMENTS**
June 30, 2022NOTE 4: OTHER NOTES (continued)

M. Tax Abatement (continued)

Village of Claycomo, Missouri (continued)

The School District's property tax revenues for tax year 2021 were reduced by \$132,383 as part of the Village of Claycomo Tax Abatement program. However, the School District received \$0 during the year ended June 30, 2022 as PILOTs for the abated properties.

In total, the School District's property tax revenues for tax year 2021 were reduced by \$15,587,708 and is comprised of the following:

Tax Abatement Program by Governmental Entity	Assessed Value Abated	Taxes Abated for 2021
City of Gladstone		
Chapter 100	<u>18,569,773</u>	<u>1,052,219</u>
Total City of Gladstone	<u>18,569,773</u>	<u>1,052,219</u>
City of Kansas City		
Chapter 135	14,365,746	814,006
TIF	<u>187,311,210</u>	<u>10,613,615</u>
Total City of Kansas City	<u>201,676,956</u>	<u>11,427,621</u>
City of North Kansas City		
Chapter 100	18,697,492	1,059,456
Chapter 353	11,260,893	638,076
TIF	<u>22,553,570</u>	<u>1,277,953</u>
Total City of North Kansas City	<u>52,511,955</u>	<u>2,975,485</u>
Village of Claycomo		
Chapter 100	<u>2,336,320</u>	<u>132,383</u>
Total Village of Claycomo	<u>2,336,320</u>	<u>132,383</u>
Total Abatements	<u>275,095,004</u>	<u>15,587,708</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: OTHER NOTES (continued)

N. Subsequent Events

General Obligation Improvement Bonds – Series 2022

At an election held in the District on April 5, 2022, the required majority of the qualified voters of the School District approved the issuance of \$140,000,000 principal amount of general obligation bonds (the “Bonds”) for the purpose of acquiring land and acquiring, constructing, repairing, improving, extending, remodeling, renovating, furnishing and equipping new and existing school facilities, including acquiring buildings, improvements, furnishings and equipment leased to the School District, and acquiring school buses and other transportation equipment. The principal amount of the Bonds (\$140,000,000) represents the entire \$140,000,000 of general obligation bonds authorized by voters at the 2022 Election.

The Bonds were issued pursuant to a resolution (the “Bond Resolution”) passed by the Board of Education of the School District on September 27, 2022. The Bonds were offered through a competitive sale held on October 11, 2022 and the sale closed on October 25, 2022 with principal and interest payments due in varying annual installments through March 1, 2041 with an interest rate ranging from 4.75% to 6.00%.

The Bonds will be general obligations of the School District and will be payable from ad valorem taxes which may be levied without limitations as to rate or amount upon all taxable property, real and personal, within the territorial limits of the School District.

REQUIRED SUPPLEMENTARY INFORMATION

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

BUDGETARY COMPARISON SCHEDULE (UNAUDITED)

GENERAL FUND

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Actual Over/ (Under) Budget</u>
<u>REVENUES</u>				
Local	\$ 90,241,816	\$ 89,754,069	\$ 85,510,642	\$ (4,243,427)
County	1,854,522	1,854,522	1,764,666	(89,856)
State	28,612,156	28,225,442	28,032,325	(193,117)
Federal	29,484,461	11,193,390	20,713,996	9,520,606
Other	<u>1,510,000</u>	<u>1,300,000</u>	<u>1,339,763</u>	<u>39,763</u>
Total Revenues	151,702,955	132,327,423	137,361,392	5,033,969
<u>EXPENDITURES</u>				
Instruction	23,340,551	24,003,853	23,955,934	(47,919)
Student services	9,420,455	9,278,770	8,642,856	(635,914)
Instructional staff support	11,370,052	11,315,455	11,219,032	(96,423)
Business support and central services	7,115,627	7,193,587	6,384,737	(808,850)
Board and executive administration	3,302,785	3,534,023	3,270,345	(263,678)
Building level administration	6,822,681	6,853,849	6,435,230	(418,619)
Operation & maintenance of plant	26,990,069	28,500,110	27,183,342	(1,316,768)
Transportation	20,320,408	20,319,517	21,097,133	777,616
Food services	12,653,414	12,653,414	12,280,697	(372,717)
Adult and community services	6,420,615	6,195,951	5,113,876	(1,082,075)
Debt service - interest	<u>10,000</u>	<u>10,000</u>	<u>0</u>	<u>(10,000)</u>
Total Expenditures	127,766,657	129,858,529	125,583,182	(4,275,347)
Other financing sources (uses):				
Transfers out	<u>(16,785,432)</u>	<u>(15,245,256)</u>	<u>(17,244,827)</u>	<u>(1,999,571)</u>
Total Other financing sources (uses)	<u>(16,785,432)</u>	<u>(15,245,256)</u>	<u>(17,244,827)</u>	<u>(1,999,571)</u>
Net change in fund balance	7,150,866	(12,776,362)	(5,466,617)	7,309,745
Fund balance – June 30, 2021	<u>64,830,907</u>	<u>64,830,907</u>	<u>64,830,907</u>	<u>0</u>
Fund balance – June 30, 2022	\$ <u>71,981,773</u>	\$ <u>52,054,545</u>	\$ <u>59,364,290</u>	\$ <u>7,309,745</u>

See Accompanying Independent Auditor's Report and Notes to the Required Supplementary Information.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

BUDGETARY COMPARISON SCHEDULE (UNAUDITED)

SPECIAL REVENUE FUND

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Actual Over/ (Under) Budget</u>
<u>REVENUES</u>				
Local	\$ 74,556,458	\$ 74,009,824	\$ 78,729,720	\$ 4,719,896
County	1,904,381	1,904,381	1,742,216	(162,165)
State	61,519,509	59,833,560	58,551,165	(1,282,395)
Federal	<u>6,973,952</u>	<u>8,258,237</u>	<u>9,213,991</u>	<u>955,754</u>
Total Revenues	144,954,300	144,006,002	148,237,092	4,231,090
<u>EXPENDITURES</u>				
Instruction	127,885,649	130,710,919	126,941,070	(3,769,849)
Student services	4,502,417	4,507,686	4,535,734	28,048
Instructional staff support	9,778,140	9,802,259	9,665,462	(136,797)
Business support and central services	1,015,333	1,015,333	1,018,356	3,023
Board and executive administration	1,158,506	1,158,506	1,158,465	(41)
Building level administration	9,969,677	9,964,376	9,951,539	(12,837)
Adult and community services	<u>1,230,010</u>	<u>1,237,129</u>	<u>1,353,693</u>	<u>116,564</u>
Total Expenditures	155,539,732	158,396,208	154,624,319	(3,771,889)
Other financing sources/(uses):				
Transfers in	<u>10,585,432</u>	<u>14,390,206</u>	<u>6,387,227</u>	<u>(8,002,979)</u>
Total Other financing sources/(uses)	<u>10,585,432</u>	<u>14,390,206</u>	<u>6,387,227</u>	<u>(8,002,979)</u>
Net change in fund balance	0	0	0	0
Fund balance – June 30, 2021	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance – June 30, 2022	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>

See Accompanying Independent Auditor's Report and Notes to the Required Supplementary Information.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULES

For the Year Ended June 30, 2022

BUDGETARY ACCOUNTING

The School District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In accordance with Chapter 67, RSMo, the School District adopts a budget for each major fund.
2. Prior to June 30, the superintendent, who serves as the budget officer, submits to the Board of Education a proposed budget for the fiscal year beginning on the following July 1. The proposed budget includes estimated revenues, proposed expenditures and transfers for all School District governmental type funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year.
3. A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Board of Education, the budget document is available for public inspection.
4. Prior to July 1, the budget is legally enacted by a vote of the Board of Education.
5. Subsequent to its formal approval of the budget, the Board of Education has the authority to make necessary adjustments to the budget by formal vote of the board. Adjustments made during the year are reflected in the budget information included in these financial statements. Following the School District setting the tax levy rate and updated assessed valuation figures are reported from Clay County, an adjusted budget is approved by the Board of Education in September. The adjusted budget from September is considered the operating budget to be used during the school year. Budgeted amounts in the financial statements are as originally adopted or as amended by the Board of Education.
6. The School District prepares its budget for all governmental funds on the modified accrual basis of accounting. This basis is consistent with the basis of accounting used in preparing and presenting the governmental fund statements. The financial statements include a reconciliation between the modified accrual basis of accounting and the accrual basis of accounting.
7. Actual expenditures may not legally exceed the budgeted expenditures in any budgeted fund. For the fiscal year ended June 30, 2022, no budgets had been exceeded using the modified accrual basis of accounting.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS

For the Year Ended June 30, 2022

Public School Retirement System (PSRS)

Year Ended*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
6/30/2014	2.2990%	\$ 94,318,208	\$ 103,094,163	91.49%	89.34%
6/30/2015	2.2749%	131,326,795	103,881,210	126.42%	85.78%
6/30/2016	2.3141%	172,184,055	107,677,795	159.91%	82.18%
6/30/2017	2.3379%	168,832,038	111,038,911	152.05%	83.77%
6/30/2018	2.3572%	175,433,584	114,141,431	153.70%	84.06%
6/30/2019	2.3795%	175,608,774	117,640,567	149.28%	84.62%
6/30/2020	2.4223%	216,328,739	121,780,071	177.64%	82.01%
6/30/2021	2.4105%	53,363,113	124,551,750	42.84%	95.81%

* The Data provided in the schedule is based as of the measurement date of PSRS' net pension liability, which is as of the beginning of the School District's fiscal year.

Public Education Employee Retirement System (PEERS)

Year Ended*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
6/30/2014	2.7791%	\$ 10,162,203	\$ 40,581,222	25.04%	91.33%
6/30/2015	2.7791%	14,698,831	41,672,178	35.27%	88.28%
6/30/2016	2.8411%	22,795,148	43,873,529	51.96%	83.32%
6/30/2017	2.8472%	21,722,737	45,756,998	47.47%	85.35%
6/30/2018	2.8258%	21,835,305	47,017,887	46.44%	86.06%
6/30/2019	2.8898%	22,857,193	50,062,207	45.66%	86.38%
6/30/2020	2.8209%	27,378,452	50,650,909	54.05%	84.06%
6/30/2021	2.8106%	3,026,802	51,501,382	5.88%	98.36%

* The Data provided in the schedule is based as of the measurement date of PEERS' net pension liability, which is as of the beginning of the School District's fiscal year.

Note: These schedules are intended to show information for ten years. Additional years will be displayed as they become available.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF EMPLOYER CONTRIBUTIONS For the Year Ended June 30, 2022

Public School Retirement System (PSRS)

<u>Year Ended</u>	<u>Statutorily Required Contribution</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions As a Percentage of Covered Payroll</u>
6/30/2013	\$ 14,349,307	\$ 14,349,307	\$ 0	\$ 100,074,855	14.34%
6/30/2014	14,804,562	14,804,562	0	103,094,163	14.36%
6/30/2015	14,936,534	14,936,534	0	103,881,210	14.38%
6/30/2016	15,501,055	15,501,055	0	107,677,795	14.40%
6/30/2017	15,992,950	15,992,950	0	111,038,911	14.40%
6/30/2018	16,434,928	16,434,928	0	114,141,431	14.40%
6/30/2019	16,936,255	16,936,255	0	117,640,567	14.40%
6/30/2020	17,536,934	17,536,934	0	121,780,071	14.40%
6/30/2021	17,950,552	17,950,552	0	124,551,750	14.41%

Public Education Employee Retirement System (PEERS)

<u>Year Ended</u>	<u>Statutorily Required Contribution</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions As a Percentage of Covered Payroll</u>
6/30/2013	\$ 2,680,124	\$ 2,680,124	\$ 0	\$ 39,068,849	6.86%
6/30/2014	2,783,873	2,783,873	0	40,581,222	6.86%
6/30/2015	2,858,708	2,858,708	0	41,672,178	6.86%
6/30/2016	3,009,720	3,009,720	0	43,873,529	6.86%
6/30/2017	3,138,926	3,138,926	0	45,756,998	6.86%
6/30/2018	3,225,423	3,225,423	0	47,017,887	6.86%
6/30/2019	3,441,193	3,441,193	0	50,062,207	6.87%
6/30/2020	3,482,176	3,482,176	0	50,650,909	6.87%
6/30/2021	3,533,261	3,533,261	0	51,501,382	6.86%

Note: These schedules are intended to show information for ten years. Additional years will be displayed as they become available.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS For the Year Ended June 30, 2022

Postemployment Health Care Plan

	Fiscal year ending June 30,				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability					
Service cost	\$ 1,237,109	\$ 1,229,404	\$ 927,523	\$ 917,359	\$ 903,434
Interest on total OPEB liability	545,072	538,883	739,347	758,782	701,150
Effect of plan changes	0	0	0	0	0
Effect of economic/demographic gains or losses	81,361	0	(613,391)	0	0
Effect of assumptions changes or inputs	(3,458,216)	(131,671)	3,049,349	869,329	(661,694)
Benefit payments	<u>(947,647)</u>	<u>(1,164,437)</u>	<u>(1,116,480)</u>	<u>(960,396)</u>	<u>(911,154)</u>
Net change in total OPEB liability	(2,542,321)	735,521	2,986,348	1,585,074	31,736
Total OPEB liability balance – beginning	<u>24,468,994</u>	<u>23,733,473</u>	<u>20,750,125</u>	<u>19,165,051</u>	<u>19,133,315</u>
Total OPEB liability balance – ending	\$ <u>21,926,673</u>	\$ <u>24,468,994</u>	\$ <u>23,733,473</u>	\$ <u>20,750,125</u>	\$ <u>19,165,051</u>
Covered employee payroll	\$ 155,003,710	\$ 145,755,566	\$ 136,527,105	\$ 132,325,054	\$ 128,119,933
Total OPEB liability as a % of covered payroll	14.15%	16.79%	17.38%	15.68%	14.96%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

SUPPLEMENTARY INFORMATION

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

BUDGETARY COMPARISON SCHEDULE (UNAUDITED)

DEBT SERVICE FUND

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Actual Over/ (Under) Budget</u>
<u>REVENUES</u>				
Local	\$ 33,577,260	\$ 35,895,955	\$ 36,115,917	\$ 219,962
County	<u>948,511</u>	<u>948,511</u>	<u>1,058,072</u>	<u>109,561</u>
Total Revenues	34,525,771	36,844,466	37,173,989	329,523
<u>EXPENDITURES</u>				
Debt service – principal and interest	<u>34,650,511</u>	<u>34,650,511</u>	<u>34,628,630</u>	<u>(21,881)</u>
Total Expenditures	34,650,511	34,650,511	34,628,630	(21,881)
Other financing sources/(uses)				
Total Other financing sources/(uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balance	(124,740)	2,193,955	2,545,359	351,404
Fund balance – June 30, 2021	<u>37,161,125</u>	<u>37,161,125</u>	<u>37,161,125</u>	<u>0</u>
Fund balance – June 30, 2022	\$ <u>37,036,385</u>	\$ <u>39,355,080</u>	\$ <u>39,706,484</u>	\$ <u>351,404</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

BUDGETARY COMPARISON SCHEDULE (UNAUDITED)

CAPITAL PROJECTS FUND

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Actual Over/ (Under) Budget</u>
<u>REVENUES</u>				
Local	\$ 3,677,719	\$ 3,911,386	\$ 3,829,430	\$ (81,956)
County	95,586	95,586	139,932	44,346
State	9,600	5,000	63,162	58,162
Federal	<u>44,000</u>	<u>9,455,255</u>	<u>9,190,436</u>	<u>(264,819)</u>
Total Revenues	3,826,905	13,467,227	13,222,960	(244,267)
<u>EXPENDITURES</u>				
Instruction	371,289	454,261	418,107	(36,154)
Student services	7,375	7,375	4,834	(2,541)
Instructional staff support	5,999,789	15,379,789	1,439,192	(13,940,597)
Business support & central services	120,000	120,000	10,909	(109,091)
Operation & maintenance of plant	5,271,679	5,230,974	4,004,285	(1,226,689)
Transportation	6,250	6,250	4,079	(2,171)
Food services	159,900	159,900	74,974	(84,926)
Adult and community services	1,000	1,000	0	(1,000)
Facilities acquisition and construction	101,391,175	101,391,175	94,525,499	(6,865,676)
Debt service – principal and interest	<u>4,019,039</u>	<u>4,033,627</u>	<u>17,826,465</u>	<u>13,792,838</u>
Total Expenditures	117,347,496	126,784,351	118,308,344	(8,476,007)
Other financing sources/(uses):				
Transfers in	6,200,000	8,650,000	10,857,600	2,207,600
Proceeds at inception of lease	0	0	14,472,747	14,472,747
Sale of District's assets	<u>10,000</u>	<u>10,000</u>	<u>1,590,929</u>	<u>1,580,929</u>
Total Other financing sources/(uses)	<u>6,210,000</u>	<u>8,660,000</u>	<u>26,921,276</u>	<u>18,261,276</u>
Net change in fund balance	(107,310,591)	(104,657,124)	(78,164,108)	26,493,016
Fund balance – June 30, 2021	<u>119,742,009</u>	<u>119,742,009</u>	<u>119,742,009</u>	<u>0</u>
Fund balance – June 30, 2022	\$ <u>12,431,418</u>	\$ <u>15,084,885</u>	\$ <u>41,577,901</u>	\$ <u>26,493,016</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

HISTORICAL SCHOOL DATA June 30, 2022

A. History of Student Enrollment

The following table shows the total student enrollment as of the last Wednesday in September for each of the last seven school years:

<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>
19,785	19,619	20,435	20,097	19,604	19,609	19,391	19,253

B. History of Assessed Valuations and Corresponding Debt Outstanding

Assessed valuation figures used are as of December 31 of the preceding calendar year and do not include abated TIF property, abated Chapter 135 property and Chapter 353 property or state-assessed railroad and utility real property.

<u>As of</u> <u>December 31,</u>	<u>Assessed</u> <u>Valuation</u>	<u>% Change</u> <u>in Assessed</u> <u>Valuation</u>	<u>Fiscal</u> <u>Year</u> <u>Ended</u> <u>June 30,</u>	<u>Bond</u> <u>Principal</u> <u>Outstanding</u>	<u>Interest on</u> <u>Bonds</u> <u>Outstanding</u>	<u>Total Debt</u>	<u>Bond</u> <u>Principal as %</u> <u>of Assessed</u> <u>Valuation</u>
2021	\$ 2,803,443,830	13.8%	2022	\$ 330,255,000	\$ 79,897,287	\$ 410,152,287	11.8%
2020	2,463,355,172	2.4%	2021	353,125,000	91,627,317	370,484,784	14.3%
2019	2,406,226,746	7.5%	2020	219,580,000	56,025,894	303,229,850	9.1%
2018	2,239,005,680	4.2%	2019	238,150,000	65,079,850	337,053,369	10.6%
2017	2,149,562,989	3.2%	2018	261,800,000	75,253,369	416,800,648	12.2%
2016	2,083,053,528	4.0%	2017	317,615,000	99,185,648	227,281,944	15.2%
2015	2,003,103,850	4.7%	2016	179,335,000	47,946,944	251,820,710	9.0%
2014	1,912,528,731	5.2%	2015	195,750,000	56,070,710	277,814,164	10.2%
2013	1,818,344,563	(2.8%)	2014	210,530,000	67,284,164	273,777,590	11.6%
2012	1,871,506,546	0.6%	2013	205,905,000	67,872,590	293,437,869	11.0%

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

HISTORICAL SCHOOL DATA June 30, 2022

C. History of Tax Levies

The following table shows the District's tax levies (per \$100 of assessed valuation) for each of the following year:

Fiscal Year Ended <u>June 30,</u>	General (Incidental) <u>Fund</u>	Special Revenue (Teacher's) <u>Fund</u>	Capital Projects (Building) <u>Fund</u>	Debt Service <u>Fund</u>	<u>Total Levy</u>
2022	\$ 2.3263	\$ 1.9200	\$ 0.1300	\$ 1.2900	\$ 5.6663
2021	2.6229	2.1600	0.1300	1.2900	6.2029
2020	2.5423	2.2400	0.1300	1.2900	6.4235
2019	2.7635	2.2400	0.1300	1.2900	6.4235
2018	2.7680	2.2400	0.1300	1.2900	6.4280
2017	2.7684	2.2400	0.1300	1.2900	6.4333
2016	2.7733	2.2400	0.1300	1.2900	6.5167
2015	2.8567	2.2400	0.1300	1.2900	5.8898
2014	2.4998	2.2400	0.1300	1.0200	5.8898
2013	2.4998	2.2400	0.1300	1.0200	5.8898

D. Tax Collection Record

The following table sets forth tax collection information for the School District for the last ten fiscal years:

Fiscal Year Ended <u>June 30,</u>	Total <u>Levy</u>	Total Taxes <u>Levied</u>	Taxes Collected (<u>Current & Delinquent</u>)		Railroad & Utility Taxes <u>Collected</u>
			<u>Amount</u>	<u>Percent</u>	
2022	\$ 5.6663	\$ 158,851,538	\$ 155,533,296	97.9%	\$ 4,419,128
2021	6.2029	152,799,458	151,573,212	99.2%	4,322,916
2020	6.4235	154,563,975	146,904,487	95.0%	4,232,393
2019	6.4235	143,822,530	139,027,826	96.7%	4,194,450
2018	6.4280	138,173,909	137,258,214	99.3%	3,963,458
2017	6.4333	134,009,083	133,128,394	99.3%	3,845,214
2016	6.5167	107,096,858	128,964,416	120.4%	3,784,693
2015	5.8898	110,227,993	124,121,001	112.6%	3,567,253
2014	5.8898	109,555,002	107,539,203	100.0%	2,914,010
2013	5.8898	113,923,227	109,235,187	95.9%	3,075,312

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF BONDED INDEBTEDNESS

June 30, 2022

<u>Bonded Indebtedness</u>	<u>Totals</u>	<u>Series 2011</u>	<u>Series 2012</u>	<u>Series 2014</u>	<u>Series 2016A</u>	<u>Series 2016B</u>	<u>Series 2020</u>	<u>Series 2021</u>
Fiscal Year								
2022-23	\$ 24,395,000	\$ 1,635,000	\$ 3,490,000	\$ 5,915,000	\$ 4,490,000	\$ 5,735,000	\$ 1,630,000	\$ 1,500,000
2023-24	25,660,000	0	3,630,000	6,210,000	4,750,000	6,020,000	2,250,000	2,800,000
2024-25	23,875,000	0	3,770,000	5,800,000	4,985,000	6,320,000	0	3,000,000
2025-26	22,515,000	0	0	4,970,000	5,180,000	6,635,000	4,730,000	1,000,000
2026-27	21,140,000	0	0	1,185,000	5,435,000	6,970,000	4,870,000	2,680,000
2027-28	17,070,000	0	0	1,235,000	755,000	7,245,000	5,020,000	2,815,000
2028-29	16,925,000	0	0	1,285,000	0	7,535,000	5,175,000	2,930,000
2029-30	17,525,000	0	0	1,335,000	0	7,840,000	5,330,000	3,020,000
2030-31	18,150,000	0	0	1,390,000	0	8,150,000	5,495,000	3,115,000
2031-32	18,800,000	0	0	1,450,000	0	8,480,000	5,660,000	3,210,000
2032-33	19,380,000	0	0	1,505,000	0	8,735,000	5,835,000	3,305,000
2033-34	19,965,000	0	0	1,555,000	0	8,995,000	6,010,000	3,405,000
2034-35	18,980,000	0	0	0	0	9,275,000	6,195,000	3,510,000
2035-36	19,545,000	0	0	0	0	9,565,000	6,380,000	3,600,000
2036-37	10,245,000	0	0	0	0	0	6,575,000	3,670,000
2037-38	10,490,000	0	0	0	0	0	6,745,000	3,745,000
2038-39	10,700,000	0	0	0	0	0	6,880,000	3,820,000
2039-40	10,920,000	0	0	0	0	0	7,020,000	3,900,000
2040-41	<u>3,975,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,975,000</u>
Total	\$ <u>330,255,000</u>	\$ <u>1,635,000</u>	\$ <u>10,890,000</u>	\$ <u>33,835,000</u>	\$ <u>25,595,000</u>	\$ <u>107,500,000</u>	\$ <u>91,800,000</u>	\$ <u>59,000,000</u>

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NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF BONDED INDEBTEDNESS (CONTINUED)

June 30, 2022

<u>Interest Obligation</u> <u>Fiscal Year</u>	<u>Totals</u>	<u>Series 2011</u>	<u>Series 2012</u>	<u>Series 2014</u>	<u>Series 2016A</u>	<u>Series 2016B</u>	<u>Series 2020</u>	<u>Series 2021</u>
2022-23	\$ 11,229,382	\$ 63,975	\$ 435,600	\$ 1,565,169	\$ 944,900	\$ 3,859,425	\$ 2,587,013	\$ 1,773,300
2023-24	10,119,657	0	296,000	1,269,419	720,400	3,630,025	2,505,513	1,698,300
2024-25	8,980,656	0	150,800	958,919	530,400	3,389,225	2,393,012	1,558,300
2025-26	7,937,657	0	0	668,919	331,000	3,136,425	2,393,013	1,408,300
2026-27	6,930,056	0	0	420,419	123,800	2,871,025	2,156,512	1,358,300
2027-28	6,117,657	0	0	373,019	15,100	2,592,225	1,913,013	1,224,300
2028-29	5,371,606	0	0	323,619	0	2,302,425	1,662,012	1,083,550
2029-30	4,613,556	0	0	272,219	0	2,001,025	1,403,262	937,050
2030-31	3,965,856	0	0	218,819	0	1,687,425	1,243,362	816,250
2031-32	3,407,456	0	0	163,219	0	1,442,925	1,078,512	722,800
2032-33	2,938,882	0	0	105,219	0	1,188,525	986,538	658,600
2033-34	2,435,989	0	0	54,425	0	904,638	884,426	592,500
2034-35	1,915,950	0	0	0	0	612,300	779,250	524,400
2035-36	1,420,412	0	0	0	0	310,862	655,350	454,200
2036-37	909,950	0	0	0	0	0	527,750	382,200
2037-38	713,268	0	0	0	0	0	404,468	308,800
2038-39	511,900	0	0	0	0	0	278,000	233,900
2039-40	297,900	0	0	0	0	0	140,400	157,500
2040-41	<u>79,500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>79,500</u>
Total	\$ <u>79,897,290</u>	\$ <u>63,975</u>	\$ <u>882,400</u>	\$ <u>6,393,384</u>	\$ <u>2,665,600</u>	\$ <u>29,928,475</u>	\$ <u>23,991,406</u>	\$ <u>15,972,050</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF REVENUES COLLECTED BY SOURCE For the Year Ended June 30, 2022

	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Totals
<u>LOCAL</u>					
Current taxes	\$ 62,345,236	\$ 51,454,341	\$ 34,503,172	\$ 3,477,064	\$ 151,779,813
Delinquent taxes	1,575,333	1,324,067	775,880	78,204	3,753,484
School District Trust Fund (Prop C)	3,884,060	22,009,673	0	0	25,893,733
Financial institutions tax	522,837	431,521	289,928	29,218	1,273,504
M&M surcharge tax	3,881,725	3,177,413	0	214,935	7,274,073
In lieu of tax	1,799,463	0	0	0	1,799,463
Tuition	270	0	0	0	270
Transportation from individuals	363,652	0	0	0	363,652
Earnings on investments	1,136,509	328,659	358,321	30,009	1,853,498
Food services	63,494	0	0	0	63,494
Food services non-program	1,165,988	0	0	0	1,165,988
Student activities	1,836,117	0	0	0	1,836,117
Community services	3,103,617	0	0	0	3,103,617
Other	<u>3,832,341</u>	<u>4,046</u>	<u>188,616</u>	<u>0</u>	<u>4,025,003</u>
Total Local	85,510,642	78,729,720	36,115,917	3,829,430	204,185,709
<u>COUNTY</u>					
Fines, escheats	0	285,758	0	0	285,758
State assessed utilities	<u>1,764,666</u>	<u>1,456,458</u>	<u>1,058,072</u>	<u>139,932</u>	<u>4,419,128</u>
Total County	1,764,666	1,742,216	1,058,072	139,932	4,704,886
<u>STATE</u>					
Basic Formula	10,182,803	55,104,602	0	0	65,287,405
Transportation aid	2,813,177	0	0	0	2,813,177
Early childhood SPED	5,609,797	2,766,839	0	10,314	8,386,950
Classroom Trust Fund	8,610,180	0	0	0	8,610,180
Parents as Teachers	320,532	0	0	0	320,532
Career education	29,063	0	0	52,848	81,911
Food services	126,115	0	0	0	126,115
Adult education literacy	126,764	0	0	0	126,764
High Needs Fund	0	679,410	0	0	679,410
Other	<u>213,894</u>	<u>314</u>	<u>0</u>	<u>0</u>	<u>214,208</u>
Total State	28,032,325	58,551,165	0	63,162	86,646,652

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NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF REVENUES COLLECTED BY SOURCE (CONTINUED)
For the Year Ended June 30, 2022

	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Totals
<u>FEDERAL</u>					
Medicaid	\$ 1,252,680	\$ 0	\$ 0	\$ 0	\$ 1,252,680
Perkins career education	190,379	102,459	0	50,436	343,274
CARES ESSER	1,593,812	974,545	0	0	2,568,357
CARES CRF	157,727	0	0	0	157,727
Adult education literacy	234,680	0	0	0	234,680
Special education IDEA/ECSE	7,840	4,754,489	0	0	4,762,329
Food services	14,871,270	0	0	0	14,871,270
Title I.A – ESEA	996,379	3,013,672	0	0	4,010,051
Title II.A – ESEA	536,108	297,001	0	0	833,109
Title III – English language	83,631	64,473	0	0	148,104
Title IV.A – ESEA	264,800	7,352	0	0	272,152
FEMA	272,362	0	0	0	272,362
FCC Emergency Connectivity Fund	0	0	0	9,140,000	9,140,000
Other	<u>252,328</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>252,328</u>
Total Federal	20,713,996	9,213,991	0	9,190,436	39,118,423
<u>OTHER</u>					
Tuition from other Districts	1,179,500	0	0	0	1,179,500
Transportation from other Districts	<u>160,263</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>160,263</u>
Total Other	1,339,763	0	0	0	1,339,763
<u>OTHER FINANCING SOURCES</u>					
Proceeds at inception of lease	0	0	0	14,472,747	14,472,747
Sale of District property	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,590,929</u>	<u>1,590,929</u>
Total Other financing sources	<u>0</u>	<u>0</u>	<u>0</u>	<u>16,063,676</u>	<u>16,063,676</u>
TOTAL ALL SOURCES	\$ <u>137,361,392</u>	\$ <u>148,237,092</u>	\$ <u>37,173,989</u>	\$ <u>29,286,636</u>	\$ <u>352,059,109</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF EXPENDITURES PAID BY OBJECT For the Year Ended June 30, 2022

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Totals (Memo Only)
Salaries	\$ 52,595,200	\$ 115,345,986	\$ 0	\$ 0	\$ 167,941,186
Retirement	4,284,493	18,680,233	0	0	22,964,726
FICA/Medicare	3,798,786	1,637,229	0	0	5,436,015
Employee insurance	10,609,293	14,747,322	0	0	25,356,615
Tuition	844,345	1,757,823	0	0	2,602,168
Professional, audit & legal	971,956	2,455,726	0	0	3,427,682
Technical services	9,035,640	0	0	0	9,035,640
Property services	6,306,128	0	0	0	6,306,128
Contracted transportation	5,312,777	0	0	0	5,312,777
Travel	577,053	0	0	0	577,053
Insurance property/liability	1,857,615	0	0	0	1,857,615
Other purchased services	7,397,682	0	0	0	7,397,682
General supplies	10,501,262	0	0	0	10,501,262
Books and periodicals	475,049	0	0	0	475,049
Warehouse and food service	5,224,265	0	0	0	5,224,265
Utilities, energy service	5,256,394	0	0	0	5,256,394
Other supplies	535,244	0	0	0	535,244
Capital outlay	0	0	0	100,481,879	100,481,879
Debt and other charges	0	0	34,628,630	17,826,465	52,455,095
	<u>\$ 125,583,182</u>	<u>\$ 154,624,319</u>	<u>\$ 34,628,630</u>	<u>\$ 118,308,344</u>	<u>\$ 433,144,475</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended June 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Number	FAIN Number	Pass- through Number	Federal Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Pass-through Missouri Dept. of Elementary & Secondary Education:</i>				
Child Nutrition Cluster:				
School Breakfast Program	10.553	20210N109943	024-093	\$ 3,617,804
National School Lunch Program (NSLP)	10.555	20210N109943	024-093	11,175,781
COVID-19 – Child Nutrition Emergency Operational Cost	10.555	2021H170343	024-093	157,869
COVID-19 – NSLP Supply Chain Assistance	10.555	20221N890343	024-093	<u>371,782</u>
Total Child Nutrition Cluster				15,323,236
National Fresh Fruits and Veggie Program	10.582	2021IL160343	024-093	<u>103,805</u>
Total U.S. Department of Agriculture				15,427,041
<u>Federal Communications Commission</u>				
COVID-19 – Emergency Connectivity Fund Program	32.009	ECF219002427	Direct	<u>9,140,000</u>
Total Federal Communications Commission				9,140,000
<u>U.S. Department of Education</u>				
<i>Pass-through Missouri Dept. of Elementary & Secondary Education:</i>				
Title I, Part A - Grants for LEAs	84.010A	S010A200025	024-093	4,010,050
Title I, Part A - Career and Technical Education	84.048A	V048A200025	024-093	343,273
Title II, Part A - Improving Teacher Quality	84.367A	S367A120024	024-093	833,109
Title III, Part A - Limited English Proficient (LEP)	84.365A	S365A200025	024-093	148,103
Adult Education & Family Literacy Act	84.002A	V002A200026	024-093	234,680
Student Support and Academic Enrichment Program	84.424A	S424A120026	024-093	272,152
Education Stabilization Fund (ESF):				
COVID-19 – ESF CARES Act ESSER I	84.425D	S425D200021	024-093	25,384
COVID-19 – ESF CARES Transportation Supplement	84.425C	S2425C00016	024-093	132,344
COVID-19 – ESF ARP Act ESSER III	84.425U	S425U210021	024-093	<u>2,568,357</u>
				2,726,085
Special Education Cluster (IDEA):				
IDEA, Part B - Special Education	84.027A	H027A200040	024-093	4,199,969
Early Childhood Special Education	84.027A	H027A200040	024-093	434,805
Early Childhood Special Education	84.173A	H173A200103	024-093	<u>124,585</u>
Total Special Education Cluster				4,759,359
<i>Direct from U.S. Department of Education:</i>				
Indian Education Grant	84.060	S060A190985	Direct	<u>11,867</u>
Total U.S. Department of Education				13,338,678
<u>U.S. Department of Health and Human Services</u>				
<i>Pass-through Missouri Department of Health and Senior Services:</i>				
COVID-19 – COVID Testing Grant	93.323	ERS23951404		<u>240,462</u>
Total U.S. Dept. of Health and Human Services				240,462
<u>U.S. Department of Homeland Security</u>				
<i>Pass-through Missouri Department of Public Safety SEMA:</i>				
Disaster Grants (Presidentially Declared Disasters)	97.036	4490-DR-MO	047-07737-00	<u>272,362</u>
Total U.S. Department of Homeland Security				<u>272,362</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ <u>38,418,543</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended June 30, 2022

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of North Kansas City School District No. 74 (the "School District") under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the School District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the School District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the School District's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

The Schedule presents both Type A and Type B federal assistance programs administered by the School District. The Uniform Guidance establishes the formula for determining the level of expenditures of disbursements to be used in defining Type A and Type B federal financial assistance programs. For the School District, Type A programs are those which exceed \$1,152,556 in disbursements, expenditures, or distributions. The determination of major and nonmajor programs is based on the risk-based approach outlined in Uniform Guidance.

The School District elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3: SUBRECIPIENTS

The School District did not provide funds to subrecipients in the current fiscal year.

NOTE 4: NONCASH ASSISTANCE

Of the federal expenditures presented in the Schedule, the School District expended \$555,770 of federal awards in the form of noncash assistance from food distribution commodities.

INTERNAL CONTROL AND COMPLIANCE SECTION



**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
North Kansas City School District No. 74
Kansas City, Missouri

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 and each major fund of the North Kansas City School District No. 74 (the "School District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 5, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

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

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

Board of Education
North Kansas City School District No. 74
Kansas City, Missouri

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Marr and Company, P.C.
Certified Public Accountants

Kansas City, Missouri
December 5, 2022



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

Board of Education
North Kansas City School District No. 74
Kansas City, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the North Kansas City School District No. 74's (the "School District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the School District's major federal programs for the year ended June 30, 2022. The School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the School 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, 2022.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of the School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the School District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

A handwritten signature in black ink that reads "Marr and Company". The script is cursive and fluid, with the "M" and "C" being particularly large and stylized.

Marr and Company, P.C.
Certified Public Accountants

Kansas City, Missouri
December 5, 2022

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2022

Summary of Auditor's Results

Financial Statements

1. Type of auditor's report issued: Unmodified Opinion
2. Internal control over financing reporting:
 - Material weakness(es) identified? Yes X No
 - Significant deficiencies identified that are not considered to be material weaknesses?
 Yes No X None Reported
3. Noncompliance material to financial statements noted: Yes X No

Federal Awards

1. Internal control over major programs:
 - Material weakness(es) identified? Yes X No
 - Significant deficiencies identified that are not considered to be material weakness(es)?
 Yes No X None Reported
2. Type of auditor's report issued on compliance for major programs: Unmodified Opinion
3. Any audit findings which are required to be reported under Section 200.516(a) of the Uniform Guidance? Yes X No
4. The School District's major federal programs were:

<u>Federal Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
32.009	Emergency Connectivity Fund
84.425C, 84.425D, 84.425U	Education Stabilization Fund (ESSER I, CARES
	Transport Supp, ARP ESSER III)
84.027, 84.173	Special Education Cluster (IDEA)

5. Dollar threshold used to distinguish between type A and type B programs: \$1,152,556
6. Auditee qualified as low-risk auditee specified in Section 200.520 of the Uniform Guidance?
 X Yes No

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
For the Year Ended June 30, 2022

Financial Statement Findings

The audit did not disclose any noncompliance which is material to the basic financial statements of the School District.

Federal Award Findings and Questioned Costs

There were no audit findings related to internal control, compliance, questioned costs or fraud that related to federal awards for the year ended June 30, 2022.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF RESOLUTIONS OF PRIOR YEAR AUDIT FINDINGS
For the Year Ended June 30, 2022

There were no findings or questioned costs in the prior year's audit findings to be resolved.



INDEPENDENT ACCOUNTANT'S REPORT ON MANAGEMENT'S ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS

Board of Education
North Kansas City School District No. 74
Kansas City, Missouri

We have examined management's assertion, included in its representation letter dated December 5, 2022, that the North Kansas City School District No. 74 (the "School District") complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures, accurate disclosure of the School District's records of average daily attendance and average daily transportation of pupils, and other statutory requirements as listed in the Schedule of Selected Statistics for the year ended June 30, 2022. Management is responsible for its assertion that the School District complied with the aforementioned requirements. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the School District's compliance with specified requirements.

In our opinion, management's assertion that the North Kansas City School District No. 74 complied with the aforementioned requirements included in the Schedule of Selected Statistics for the year ended June 30, 2022, are fairly stated, in all material respects.

Marr and Company, P.C.
Certified Public Accountants

Kansas City, Missouri
December 5, 2022

County District Number: 024-093**NORTH KANSAS CITY SCHOOL DISTRICT NO. 74****SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

1. CALENDAR (SECTIONS 160.041, 171.029, 171.031, AND 171.033 RSMO)

Report each unique calendar the School District has as defined by Sections 160.041, 171.029, 171.031, and 171.033, RSMo.

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
-	PK	PK	n/a	6.4500	173	1,087.1000
-	K	5	n/a	6.4500	173	1,087.1000
-	6	8	n/a	6.6000	173	1,112.7000
-	9	12	n/a	6.6000	173	1,112.7000

2. ATTENDANCE HOURS

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
1050	9	408,664.8124	579.8333	0.0000	0.0000	35,373.1200	444,617.7657
1050	10	433,918.8033	2,042.4566	6.4700	0.0000	25,098.6000	461,066.3299
1050	11	410,324.9266	1,338.0496	0.0000	0.0000	20,433.1900	432,096.1662
1050	12	394,010.6162	8,226.9168	0.0000	0.0000	154.0800	402,391.6130
1075	9	493,370.0993	852.4352	245.7100	0.0000	31,587.6266	526,055.8711
1075	10	435,590.9060	193.1334	157.0200	0.0000	18,206.1600	454,147.2194
1075	11	445,744.1591	139.8666	267.5400	0.0000	13,286.0400	459,437.6057
1075	12	320,531.9105	37,246.5465	75.9200	0.0000	18.0000	357,872.3770
1080	9	525,399.9966	4,230.3170	0.0000	0.0000	30,874.0800	560,504.3936
1080	10	473,352.4444	1,589.2096	5.1700	0.0000	19,920.2400	494,867.0640
1080	11	456,475.1899	4,583.8666	0.0000	0.0000	13,998.3600	475,057.4165
1080	12	408,828.6220	16,446.8824	0.0000	0.0000	16,466.8824	441,722.3868
1090	9	355,394.1564	3,042.0029	335.2000	0.0000	20,205.0000	378,976.3593
1090	10	326,280.5812	4,055.3000	264.4300	0.0000	14,855.9667	345,456.2779
1090	11	297,236.2431	3,295.2830	194.1800	0.0000	10,994.4901	311,720.1962
1090	12	226,023.7807	22,728.2414	148.4300	0.0000	22,728.2414	271,628.6935
3000	7	430,471.6132	116.2500	452.0000	0.0000	0.0000	431,039.8632
3000	8	461,338.3456	349.4166	144.0000	0.0000	0.0000	461,831.7622
3100	6	662,708.7566	1,374.3232	0.0000	0.0000	11,754.2013	675,837.2811
3150	7	341,827.4495	0.0000	410.1700	0.0000	0.0000	342,237.6195
3150	8	336,118.7539	0.0000	200.0000	0.0000	0.0000	336,318.7539

County District Number: 024-093**NORTH KANSAS CITY SCHOOL DISTRICT NO. 74****SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

2. ATTENDANCE HOURS (continued)

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
3160	6	939,618.9909	1,328.4400	7.4100	0.0000	7,871.9939	948,826.8348
3180	7	512,207.0708	3,220.7501	1.4000	0.0000	25,954.5553	541,383.7762
3180	8	495,578.9647	3,159.8335	0.0000	0.0000	6,946.4606	505,685.2588
3200	7	333,903.5870	3,706.4503	476.0000	0.0000	9,824.6512	347,910.6885
3200	8	355,887.2369	1,638.3968	376.0000	0.0000	3,668.5175	361,570.1512
4020	PK	24,935.5342	0.0000	0.0000	0.0000	0.0000	24,935.5342
4020	K	45,511.4345	0.0000	0.0000	0.0000	3,766.1003	49,277.5348
4020	1	60,052.2820	123.1667	0.0000	0.0000	2,687.5836	62,863.0323
4020	2	61,064.4221	0.0000	0.0000	0.0000	1,774.8503	62,839.2724
4020	3	60,680.9717	0.0000	0.0000	0.0000	1,483.3668	62,164.3385
4020	4	62,791.5789	0.0000	0.0000	0.0000	1,201.9834	63,993.5623
4020	5	56,245.3684	0.0000	0.0000	0.0000	1,004.6001	57,249.9685
4040	K	119,397.9737	0.0000	0.0000	0.0000	4,704.8506	124,102.8243
4040	1	115,864.1343	831.5667	0.0000	0.0000	4,125.8674	120,821.5684
4040	2	127,239.8344	0.0000	0.0000	0.0000	3,569.7838	130,809.6182
4040	3	134,100.3969	119.0000	0.0000	0.0000	2,899.4470	137,118.8439
4040	4	120,673.7308	0.0000	0.0000	0.0000	2,770.2839	123,444.0147
4040	5	127,993.8475	1,012.6834	0.0000	0.0000	1,010.2501	130,016.7810
4060	K	59,580.7486	0.0000	0.0000	0.0000	2,197.1336	61,777.8822
4060	1	46,943.9417	0.0000	0.0000	0.0000	1,320.1502	48,264.0919
4060	2	61,664.6321	0.0000	0.0000	0.0000	1,128.4001	62,793.0322
4060	3	43,818.8715	0.0000	0.0000	0.0000	1,408.0502	45,226.9217
4060	4	54,498.0050	0.0000	0.0000	0.0000	739.4002	55,237.4052
4060	5	69,882.1658	0.0000	0.0000	0.0000	1,076.9836	70,959.1494
4080	K	98,591.3065	0.0000	0.0000	0.0000	7,428.4506	106,019.7571
4080	1	109,794.8600	0.0000	0.0000	0.0000	4,628.2506	114,423.1106
4080	2	101,475.8695	0.0000	0.0000	0.0000	3,892.1502	105,368.0197
4080	3	87,129.7160	0.0000	0.0000	0.0000	3,200.3002	90,330.0162
4080	4	100,862.2933	0.0000	0.0000	0.0000	3,753.9168	104,616.2101
4080	5	107,686.2204	168.2500	0.0000	0.0000	2,233.2335	110,087.7039
4100	PK	27,795.6842	0.0000	0.0000	0.0000	0.0000	27,795.6842
4100	K	55,045.2486	10.0000	0.0000	0.0000	3,041.9001	58,097.1487
4100	1	57,336.7350	0.0000	0.0000	0.0000	1,361.6835	58,698.4185
4100	2	64,424.7022	0.0000	0.0000	0.0000	947.4501	65,372.1523
4100	3	54,677.7585	0.0000	0.0000	0.0000	1,072.9000	55,750.6585

County District Number: 024-093**NORTH KANSAS CITY SCHOOL DISTRICT NO. 74****SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

2. ATTENDANCE HOURS (continued)

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4100	4	51,034.9921	0.0000	0.0000	0.0000	987.4000	52,022.3921
4100	5	48,598.1749	0.0000	0.0000	0.0000	664.1500	49,262.3249
4110	K	111,496.6201	801.9667	0.0000	0.0000	7,932.7172	120,231.3040
4110	1	116,493.9635	283.3000	0.0000	0.0000	5,529.1669	122,306.4304
4110	2	130,776.6036	45.8500	0.0000	0.0000	3,100.0002	133,922.4538
4110	3	101,810.1598	174.1667	0.0000	0.0000	3,163.1004	105,147.4269
4110	4	103,461.0368	0.0000	0.0000	0.0000	3,119.5503	106,580.5871
4110	5	113,261.7868	0.0000	0.0000	0.0000	1,541.4837	114,803.2705
4120	1	0.0000	0.0000	0.0000	0.0000	4,235.8471	4,235.8471
4120	2	115,418.8830	0.0000	0.0000	0.0000	2,941.5670	118,360.4500
4120	3	120,315.2736	0.0000	0.0000	0.0000	3,469.6337	123,784.9073
4120	4	128,396.8138	0.0000	0.0000	0.0000	2,358.1636	130,754.9774
4120	5	113,822.3267	0.0000	0.0000	0.0000	1,702.0010	115,524.3277
4160	K	77,247.9126	0.0000	0.0000	0.0000	11,090.8346	88,338.7472
4160	1	68,138.2922	0.0000	0.0000	0.0000	11,122.5841	79,260.8763
4160	2	86,160.3164	119.7500	0.0000	0.0000	15,007.0342	101,287.1006
4160	3	76,742.0429	0.0000	0.0000	0.0000	13,564.2346	90,306.2775
4160	4	73,834.0725	0.0000	0.0000	0.0000	11,280.0840	85,114.1565
4160	5	71,753.4686	0.0000	0.0000	0.0000	11,424.5843	83,178.0529
4180	K	65,716.3925	0.0000	0.0000	0.0000	3,020.5002	68,736.8927
4180	1	66,128.9053	0.0000	0.0000	0.0000	2,391.9568	68,520.8621
4180	2	65,445.8791	0.0000	0.0000	0.0000	1,691.3835	67,137.2626
4180	3	61,363.3323	0.0000	0.0000	0.0000	1,463.4068	62,826.7391
4180	4	70,176.2320	122.0000	0.0000	0.0000	1,758.4636	72,056.6956
4180	5	53,615.4685	0.0000	0.0000	0.0000	892.1834	54,507.6519
4200	K	80,091.8559	0.0000	0.0000	0.0000	5,780.5808	85,872.4367
4200	1	96,938.0762	0.0000	0.0000	0.0000	5,060.3470	101,998.4232
4200	2	100,601.0463	15.0000	0.0000	0.0000	3,548.7504	104,164.7967
4200	3	108,338.0233	0.0000	0.0000	0.0000	3,722.7838	112,060.8071
4200	4	108,625.3603	0.0000	0.0000	0.0000	2,781.0335	111,406.3938
4200	5	106,067.2834	0.0000	0.0000	0.0000	2,718.6836	108,785.9670
4280	K	120,188.1800	0.0000	0.0000	0.0000	7,942.1177	128,130.2977
4280	1	125,799.9877	980.8833	0.0000	0.0000	0.0000	126,780.8710
4320	PK	22,686.0507	0.0000	0.0000	0.0000	0.0000	22,686.0507

County District Number: 024-093**NORTH KANSAS CITY SCHOOL DISTRICT NO. 74****SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

2. ATTENDANCE HOURS (continued)

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4320	K	120,076.8509	0.0000	0.0000	0.0000	5,479.0508	125,555.9017
4320	1	97,524.3468	0.0000	0.0000	0.0000	3,155.4503	100,679.7971
4320	2	99,887.2734	0.0000	0.0000	0.0000	2,676.2334	102,563.5068
4320	3	100,534.2261	0.0000	0.0000	0.0000	3,477.9171	104,012.1432
4320	4	120,807.8670	0.0000	0.0000	0.0000	3,048.3004	123,856.1674
4320	5	97,618.1463	2,309.4634	0.0000	0.0000	1,828.2001	101,755.8098
4340	K	32,270.0479	0.0000	0.0000	0.0000	1,829.0502	34,099.0981
4340	1	26,237.8705	24.4167	0.0000	0.0000	2,990.9172	29,253.2044
4340	2	36,359.6481	0.0000	0.0000	0.0000	2,248.4803	38,608.1284
4340	3	27,952.6944	0.0000	0.0000	0.0000	2,200.6502	30,153.3446
4340	4	44,692.1182	536.3500	0.0000	0.0000	1,919.4502	47,147.9184
4340	5	36,065.0211	579.4001	0.0000	0.0000	1,330.2334	37,974.6546
4380	PK	25,126.7838	0.0000	0.0000	0.0000	0.0000	25,126.7838
4380	K	72,898.7328	35.9000	0.0000	0.0000	4,629.8773	77,564.5101
4380	1	70,527.1355	0.0000	0.0000	0.0000	3,405.2537	73,932.3892
4380	2	74,804.3891	0.0000	0.0000	0.0000	3,448.9170	78,253.3061
4380	3	66,610.7221	0.0000	0.0000	0.0000	3,504.7569	70,115.4790
4380	4	71,128.2292	0.0000	0.0000	0.0000	4,099.8005	75,228.0297
4380	5	86,727.8659	0.0000	0.0000	0.0000	4,508.2970	91,236.1629
4400	PK	15,096.0171	0.0000	0.0000	0.0000	0.0000	15,096.0171
4400	K	51,756.0817	0.0000	0.0000	0.0000	2,469.9835	54,226.0652
4400	1	51,149.4050	0.0000	0.0000	0.0000	1,855.4003	53,004.8053
4400	2	51,246.9719	0.0000	0.0000	0.0000	1,632.0000	52,878.9719
4400	3	55,127.1350	0.0000	0.0000	0.0000	1,162.4167	56,289.5517
4400	4	32,898.5878	0.0000	0.0000	0.0000	917.7334	33,816.3212
4400	5	44,845.2212	0.0000	0.0000	0.0000	946.4166	45,791.6378
4420	K	87,943.0127	0.0000	0.0000	0.0000	4,708.9673	92,561.9800
4420	1	92,001.4398	42.9833	0.0000	0.0000	2,492.3671	94,536.7902
4420	2	84,862.8259	163.3167	0.0000	0.0000	2,212.0501	87,238.1927
4420	3	78,020.4156	0.0000	0.0000	0.0000	1,780.9836	79,801.3992
4420	4	88,609.3168	0.0000	0.0000	0.0000	1,486.2835	90,095.6003
4420	5	88,714.5597	0.0000	0.0000	0.0000	744.3500	89,458.9097
4440	K	60,999.0454	0.0000	0.0000	0.0000	4,260.5839	65,259.6293
4440	1	58,977.8823	0.0000	0.0000	0.0000	1,342.7502	60,320.6325

County District Number: 024-093**NORTH KANSAS CITY SCHOOL DISTRICT NO. 74****SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

2. ATTENDANCE HOURS (continued)

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4440	2	56,389.7051	0.0000	0.0000	0.0000	2,212.0501	59,031.0389
4440	3	73,244.5590	0.0000	0.0000	0.0000	1,780.9836	74,218.3091
4440	4	42,319.1482	0.0000	0.0000	0.0000	1,486.2835	44,260.1650
4440	5	77,825.1957	0.0000	0.0000	0.0000	744.3500	78,995.7458
4500	PK	16,515.8839	0.0000	0.0000	0.0000	0.0000	16,515.8839
4500	K	39,781.9185	0.0000	0.0000	0.0000	2,067.9835	41,849.9020
4500	1	31,392.6044	0.0000	0.0000	0.0000	1,159.1167	32,551.7211
4500	2	45,631.2514	0.0000	0.0000	0.0000	368.8334	46,000.0848
4500	3	26,482.1742	0.0000	0.0000	0.0000	1,007.3835	27,489.5577
4500	4	36,955.9414	0.0000	0.0000	0.0000	1,147.7503	38,103.6917
4500	5	39,674.1014	0.0000	0.0000	0.0000	881.8167	40,555.9181
4540	K	53,082.0815	0.0000	0.0000	0.0000	3,122.8837	56,204.9652
4540	1	54,126.6854	0.0000	0.0000	0.0000	2,208.6337	56,335.3191
4540	2	67,736.5459	0.0000	0.0000	0.0000	2,804.8503	70,541.3962
4540	3	67,560.8653	0.0000	0.0000	0.0000	1,633.0336	69,193.8989
4540	4	60,155.8021	0.0000	0.0000	0.0000	1,476.6335	61,632.4356
4540	5	55,823.1381	632.7667	0.0000	0.0000	1,032.3501	57,488.2549
4560	K	41,990.7247	961.2667	0.0000	0.0000	2,444.3003	45,396.2917
4560	1	59,963.3956	0.0000	0.0000	0.0000	925.9167	60,889.3123
4560	2	54,912.1284	0.0000	0.0000	0.0000	1,185.9000	56,098.0284
4560	3	52,970.9817	0.0000	0.0000	0.0000	1,097.6667	54,068.6484
4560	4	45,029.9449	0.0000	0.0000	0.0000	1,060.3667	46,090.3116
4560	5	56,612.9021	0.0000	0.0000	0.0000	864.0000	57,476.9021
4570	K	72,790.2159	0.0000	0.0000	0.0000	3,520.2171	76,310.4330
4570	1	75,646.6127	0.0000	0.0000	0.0000	1,698.0504	77,344.6631
4570	2	73,059.5828	0.0000	0.0000	0.0000	1,565.7502	74,625.3330
4570	3	61,506.0417	0.0000	0.0000	0.0000	1,459.1669	62,965.2086
4570	4	65,770.9449	0.0000	0.0000	0.0000	598.2000	66,369.1449
4570	5	62,368.8852	0.0000	0.0000	0.0000	560.0167	62,928.9019
4580	PK	11,907.6503	0.0000	0.0000	0.0000	0.0000	11,907.6503
4580	K	40,009.5815	0.0000	0.0000	0.0000	4,811.9673	44,821.5488
4580	1	30,691.8345	0.0000	0.0000	0.0000	5,362.7174	36,054.5519
4580	2	37,441.8044	0.0000	0.0000	0.0000	6,261.8837	43,703.6881
4580	3	27,207.5442	0.0000	0.0000	0.0000	4,275.7841	31,483.3283

County District Number: **024-093**

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

ATTENDANCE HOURS (continued)

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4580	4	37,152.4312	0.0000	0.0000	0.0000	5,945.3676	43,097.7988
4580	5	29,019.8006	0.0000	0.0000	0.0000	4,863.1672	33,882.9678
	Grand Total	<u>20,589,961.5943</u>	<u>135,577.6485</u>	<u>3,767.0500</u>	<u>0.0000</u>	<u>745,567.5868</u>	<u>21,474,873.8796</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74**SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

3. SEPTEMBER MEMBERSHIP

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day and in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should only include PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full-Time	Part-Time	Other	Total
1050	9	380.00	0.00	0.00	380.00
1050	10	403.00	0.25	0.00	403.25
1050	11	392.00	0.50	0.00	392.50
1050	12	391.00	0.00	0.00	391.00
1075	9	463.00	1.25	0.00	464.25
1075	10	416.00	0.75	0.00	416.75
1075	11	429.00	0.50	0.00	429.50
1075	12	358.00	13.69	0.00	371.69
1080	9	492.00	1.00	0.00	493.00
1080	10	430.00	0.88	0.00	430.88
1080	11	422.00	1.13	0.00	423.13
1080	12	431.00	2.01	0.00	433.01
1090	9	324.00	0.50	0.00	324.50
1090	10	294.00	0.00	0.00	294.00
1090	11	271.00	2.51	0.00	273.51
1090	12	249.00	6.26	0.00	255.26
3000	7	400.00	0.00	0.00	400.00
3000	8	443.00	0.00	0.00	443.00
3100	6	645.00	1.02	0.00	646.02
3150	7	322.00	0.86	0.00	322.86
3150	8	321.00	0.00	0.00	321.00
3160	6	873.00	0.00	0.00	873.00
3180	7	496.00	1.57	0.00	497.57
3180	8	481.00	0.72	0.00	481.72
3200	7	338.00	0.00	0.00	338.00
3200	8	351.00	0.00	0.00	351.00
4020	PK	34.00	0.00	0.00	34.00
4020	K	45.00	0.00	0.00	45.00

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

3. SEPTEMBER MEMBERSHIP (continued)

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4020	1	59.00	0.00	0.00	59.00
4020	2	60.00	0.00	0.00	60.00
4020	3	59.00	0.00	0.00	59.00
4020	4	55.00	0.00	0.00	55.00
4020	5	54.00	0.00	0.00	54.00
4040	K	117.00	0.00	0.00	117.00
4040	1	109.00	0.00	0.00	109.00
4040	2	119.00	0.00	0.00	119.00
4040	3	126.00	0.00	0.00	126.00
4040	4	115.00	0.00	0.00	115.00
4040	5	122.00	0.00	0.00	122.00
4060	K	57.00	0.00	0.00	57.00
4060	1	44.00	0.00	0.00	44.00
4060	2	59.00	0.00	0.00	59.00
4060	3	44.00	0.00	0.00	44.00
4060	4	52.00	0.00	0.00	52.00
4060	5	67.00	0.00	0.00	67.00
4080	K	92.00	0.00	0.00	92.00
4080	1	104.00	0.00	0.00	104.00
4080	2	100.00	0.00	0.00	100.00
4080	3	79.00	0.00	0.00	79.00
4080	4	91.00	0.00	0.00	91.00
4080	5	103.00	0.00	0.00	103.00
4100	PK	38.00	0.00	0.00	38.00
4100	K	55.00	0.00	0.00	55.00
4100	1	56.00	0.00	0.00	56.00
4100	2	64.00	0.00	0.00	64.00
4100	3	53.00	0.00	0.00	53.00
4100	4	54.00	0.00	0.00	54.00
4100	5	49.00	0.00	0.00	49.00
4110	K	109.00	0.00	0.00	109.00

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

3. SEPTEMBER MEMBERSHIP (continued)

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4110	1	110.00	0.00	0.00	110.00
4110	2	120.00	0.09	0.00	120.09
4110	3	96.00	0.00	0.00	96.00
4110	4	99.00	0.00	0.00	99.00
4110	5	109.00	0.00	0.00	109.00
4120	2	112.00	0.00	0.00	112.00
4120	3	113.00	0.00	0.00	113.00
4120	4	123.00	0.00	0.00	123.00
4120	5	102.00	0.00	0.00	102.00
4160	K	76.00	0.00	0.00	76.00
4160	1	69.00	0.00	0.00	69.00
4160	2	88.00	0.00	0.00	88.00
4160	3	74.00	0.00	0.00	74.00
4160	4	71.00	0.00	0.00	71.00
4160	5	67.00	0.00	0.00	67.00
4180	K	65.00	0.00	0.00	65.00
4180	1	66.00	0.00	0.00	66.00
4180	2	59.00	0.00	0.00	59.00
4180	3	61.00	0.00	0.00	61.00
4180	4	66.00	0.00	0.00	66.00
4180	5	53.00	0.00	0.00	53.00
4200	K	74.00	0.00	0.00	74.00
4200	1	90.00	0.00	0.00	90.00
4200	2	97.00	0.00	0.00	97.00
4200	3	103.00	0.00	0.00	103.00
4200	4	107.00	0.00	0.00	107.00
4200	5	103.00	0.00	0.00	103.00
4280	K	112.00	0.00	0.00	112.00
4280	1	126.00	0.00	0.00	126.00
4320	K	119.00	0.00	0.00	119.00
4320	1	93.00	0.00	0.00	93.00

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

3. SEPTEMBER MEMBERSHIP (continued)

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4320	2	97.00	0.00	0.00	97.00
4320	3	99.00	0.00	0.00	99.00
4320	4	122.00	0.00	0.00	122.00
4320	5	95.00	0.04	0.00	95.04
4340	K	33.00	0.00	0.00	33.00
4340	1	24.00	0.00	0.00	24.00
4340	2	32.00	0.00	0.00	32.00
4340	3	26.00	0.00	0.00	26.00
4340	4	42.00	0.02	0.00	42.02
4340	5	33.00	0.02	0.00	33.02
4380	K	70.00	0.00	0.00	70.00
4380	1	64.00	0.00	0.00	64.00
4380	2	69.00	0.00	0.00	69.00
4380	3	63.00	0.00	0.00	63.00
4380	4	65.00	0.00	0.00	65.00
4380	5	81.00	0.00	0.00	81.00
4400	K	51.00	0.00	0.00	51.00
4400	1	49.00	0.00	0.00	49.00
4400	2	50.00	0.00	0.00	50.00
4400	3	52.00	0.00	0.00	52.00
4400	4	34.00	0.00	0.00	34.00
4400	5	44.00	0.00	0.00	44.00
4420	K	84.00	0.00	0.00	84.00
4420	1	90.00	0.00	0.00	90.00
4420	2	82.00	0.00	0.00	82.00
4420	3	78.00	0.00	0.00	78.00
4420	4	92.00	0.00	0.00	92.00
4420	5	81.00	0.00	0.00	81.00
4440	K	56.00	0.00	0.00	56.00
4440	1	55.00	0.00	0.00	55.00
4440	2	50.00	0.00	0.00	50.00
4440	3	69.00	0.00	0.00	69.00

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

3. SEPTEMBER MEMBERSHIP (continued)

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4440	4	41.00	0.00	0.00	41.00
4440	5	76.00	0.00	0.00	76.00
4500	K	42.00	0.00	0.00	42.00
4500	1	29.00	0.00	0.00	29.00
4500	2	45.00	0.00	0.00	45.00
4500	3	25.00	0.00	0.00	25.00
4500	4	36.00	0.00	0.00	36.00
4500	5	40.00	0.00	0.00	40.00
4540	K	52.00	0.64	0.00	52.64
4540	1	56.00	0.00	0.00	56.00
4540	2	66.00	0.00	0.00	66.00
4540	3	70.00	0.00	0.00	70.00
4540	4	62.00	0.00	0.00	62.00
4540	5	56.00	0.00	0.00	56.00
4560	K	38.00	0.56	0.00	38.56
4560	1	62.00	0.00	0.00	62.00
4560	2	53.00	0.00	0.00	53.00
4560	3	55.00	0.00	0.00	55.00
4560	4	45.00	0.00	0.00	45.00
4560	5	58.00	0.00	0.00	58.00
4570	K	75.00	0.00	0.00	75.00
4570	1	75.00	0.00	0.00	75.00
4570	2	75.00	0.00	0.00	75.00
4570	3	61.00	0.00	0.00	61.00
4570	4	62.00	0.00	0.00	62.00
4570	5	58.00	0.00	0.00	58.00
4580	K	41.00	0.00	0.00	41.00
4580	1	31.00	0.00	0.00	31.00
4580	2	36.00	0.00	0.00	36.00
4580	3	25.00	0.00	0.00	25.00
4580	4	35.00	0.00	0.00	35.00

County District Number: **024-093**

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

3. SEPTEMBER MEMBERSHIP (continued)

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4580	5	29.00	0.00	0.00	29.00
4580	PK	24.00	0.00	0.00	24.00
	Grand Total	<u>19,748.00</u>	<u>36.77</u>	<u>0.00</u>	<u>19,784.77</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74**SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

4. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6), RSMO)

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
N/A	0.00	0.00	N/A	N/A	0.00
1050	528.75	82.05	N/A	N/A	610.80
1075	397.15	70.38	N/A	N/A	467.53
1080	196.51	51.75	N/A	N/A	248.26
1090	391.01	84.88	N/A	N/A	475.89
3000	176.14	51.00	N/A	N/A	227.14
3100	253.86	44.00	N/A	N/A	297.86
3150	227.00	41.00	N/A	N/A	268.00
3160	149.00	45.00	N/A	N/A	194.00
3180	120.00	32.00	N/A	N/A	152.00
3200	234.85	43.57	N/A	N/A	278.42
4020	35.00	15.00	N/A	N/A	50.00
4040	120.00	9.00	N/A	N/A	129.00
4060	94.00	15.00	N/A	N/A	109.00
4080	131.00	23.00	N/A	N/A	154.00
4100	156.00	21.00	N/A	N/A	177.00
4110	60.00	13.00	N/A	N/A	73.00
4120	108.00	16.00	N/A	N/A	124.00
4160	227.00	48.00	N/A	N/A	275.00
4180	107.00	23.00	N/A	N/A	130.00
4200	134.00	14.00	N/A	N/A	148.00
4280	58.00	5.00	N/A	N/A	63.00
4320	286.04	52.00	N/A	N/A	338.04
4340	80.00	13.00	N/A	N/A	93.00
4380	179.00	29.00	N/A	N/A	208.00
4400	133.00	23.00	N/A	N/A	156.00

County District Number: **024-093**

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHEDULE OF SELECTED STATISTICS
For the Year Ended June 30, 2022

**4. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6),
RSMO) (continued)**

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
4420	166.00	24.00	N/A	N/A	190.00
4440	26.00	15.00	N/A	N/A	41.00
4500	66.00	6.00	N/A	N/A	72.00
4540	115.00	28.00	N/A	N/A	143.00
4560	136.00	10.00	N/A	N/A	146.00
4570	170.00	38.00	N/A	N/A	208.00
4580	101.00	19.00	N/A	N/A	120.00
7500	0.00	0.00	N/A	N/A	0.00
Grand Total	<u>5,362.31</u>	<u>1,004.63</u>	<u>0.00</u>	<u>0.00</u>	<u>6,366.94</u>

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74**SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

5. FINANCE

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
5.1	The District maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	True
5.2	The District maintained complete and accurate attendance records allowing for the accurate calculation of Average Daily Attendance for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	True
	Academic Programs Off-Campus	True
	Career Exploration Program – Off Campus	True
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	True
	Dual enrollment	True
	Homebound instruction	True
	Missouri Options	True
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	True
	Sheltered Workshop participation	True
	Students participating in the school flex program	True
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	True
	Work Experience for Students with Disabilities	True
5.3	The District maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	True
5.4	The District maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	True
5.5	As required by Section 162.401, RSMo, a bond was purchased for the District's treasurer in the total amount of:	\$500,000
5.6	The District's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.	True
5.7	The District maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo.	True

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74**SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

5. FINANCE (continued)

Section	Question	Answer
5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records.	True
5.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approve a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken.	N/A
5.10	The District published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	True
5.11	The District has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. Spending requirement is modified to seventy-five percent (75%) of one-half percent (1/2%) of the current year basic formula apportionment if through fiscal year 2024 the amount appropriated and expended to public schools for transportation is less than twenty-five percent (25%) of allowable cost.	True
5.12	The amount spent for approved professional development committee plan activities was:	<u>\$615,862</u>
5.13	The District has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	True
Notes:	None	

All above "False" answers **must** be supported by a finding or management letter comment.

Finding:	None noted
Management Letter Comment:	None noted

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74**SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2022

6. TRANSPORTATION (SECTION 163.161, RSMO)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	True
6.2	The District's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	True
6.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	True
	Eligible ADT	<u>11,467.50</u>
	Ineligible ADT	<u>1,289.00</u>
6.4	The District's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	True
6.5	Actual odometer records show the total district/charter-operated and contracted mileage for the year was:	<u>2,967,245</u>
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	True
	Eligible Miles	<u>2,199,802</u>
	Ineligible Miles (Non-Route/Disapproved)	<u>767,443</u>
6.7	Number of days the District operated the school transportation system during the regular school year:	<u>170</u>

Notes:	none
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All above "False" answers **must** be supported by a finding or management letter comment.

Finding:	None noted
Management Letter Comment:	None noted

County District Number: 024-093

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**SCHEDULE OF STATE FINDINGS
For the Year Ended June 30, 2022**

Prior year

There were no audit findings related to state compliance for the year ended June 30, 2021.

Current year

There were no audit findings related to state compliance for the year ended June 30, 2022.

PART III – STASTICAL SECTION (UNAUDITED)

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

STATISTICAL SECTION

The statistical section of the District's annual comprehensive financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the District's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	127-133
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue sources.	134-137
Debt Capacity These schedules present information to help the reader assess the affordability of the district's current level of outstanding debt and the district's ability to issue additional debt in the future.	138-139
Demographic and Economic Information These schedule offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	140-141
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	142-144

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Primary Government										
Net Investment in Capital Assets	\$ 56,811,223	\$ 59,542,837	\$ 56,288,193	\$ 82,050,787	\$ 48,418,940	\$ 95,954,532	\$ 116,637,236	\$ 132,287,945	\$ 114,379,349	\$ 131,813,919
Restricted	38,014,140	33,838,353	33,170,697	28,371,389	187,573,575	86,552,210	49,536,069	38,705,269	142,851,244	72,785,460
Unrestricted	36,870,265	29,065,304	(89,524,452)	(81,112,381)	(195,588,044)	(149,512,284)	(122,200,300)	(125,338,962)	(230,957,299)	(136,319,998)
Total Primary Government Net Position	<u>\$ 131,695,628</u>	<u>\$ 122,446,494</u>	<u>\$ (65,562)</u>	<u>\$ 29,309,795</u>	<u>\$ 40,404,471</u>	<u>\$ 32,994,458</u>	<u>\$ 43,973,005</u>	<u>\$ 45,654,252</u>	<u>\$ 26,273,294</u>	<u>\$ 68,279,381</u>

[1]

Source: District financial statements.

[1] The district adopted GASB 68 (Accounting and Financial Reporting for Pensions) in fiscal year 2015.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**CHANGE IN NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities										
Instruction	\$ 120,859,925	\$ 122,869,394	\$ 113,690,181	\$ 116,958,636	\$ 109,607,144	\$ 133,855,633	\$ 128,718,724	\$ 141,090,542	\$ 125,597,506	\$ 91,048,695
Support services:										
Student Services	7,052,374	7,490,297	6,990,622	7,599,583	8,493,089	8,506,258	13,645,711	11,161,339	12,512,985	12,113,321
Instructional Staff Support	16,007,458	17,041,228	19,399,290	19,794,028	20,778,483	24,359,114	20,228,126	22,499,011	26,080,740	19,511,740
Board/Executive and Technical Administration	2,668,348	3,358,982	3,367,601	2,965,144	3,128,871	3,677,922	5,109,677	3,973,022	3,999,479	6,674,887
Building Administration	12,256,136	12,662,194	12,238,709	12,964,705	14,656,768	14,672,673	15,955,626	16,630,011	16,999,612	14,542,948
General Administration and Central Services	6,838,832	7,370,570	6,834,366	7,332,183	7,801,393	7,392,753	8,010,666	8,699,210	9,188,909	7,875,102
Operation of Plant	20,776,369	20,682,343	19,503,559	19,880,607	22,639,250	24,944,791	27,118,637	30,598,518	30,344,930	26,396,133
Transportation	10,331,954	11,055,295	10,671,194	11,107,279	11,026,261	17,908,810	17,893,881	18,090,714	17,200,586	20,562,380
Food Services	11,337,670	9,450,485	9,729,918	10,182,246	10,946,068	10,671,186	12,582,679	11,915,638	11,563,839	11,513,299
Community Services	5,103,459	5,029,564	4,956,147	5,281,485	5,870,107	5,837,384	4,186,908	4,421,804	6,318,790	5,734,679
Early Childhood Program	-	-	-	-	-	-	1,903,805	1,938,758	-	-
Facilities	237,897	4,190,941	4,315,046	3,969,685	28,561,578	7,720,109	7,957,850	13,588,864	66,583,603	51,504,171
Debt service:										
Interest and Fiscal Charges	9,890,268	9,622,662	7,828,881	7,465,966	12,324,982	10,726,495	9,875,716	8,861,094	10,547,498	26,585,005
Total Primary Government Expenses	\$ 223,360,690	\$ 230,823,955	\$ 219,525,514	\$ 225,501,547	\$ 255,833,994	\$ 270,273,128	\$ 273,188,006	\$ 293,468,525	\$ 336,938,477	\$ 294,062,360
Program Revenues										
Government Activities:										
Charges for services										
Instruction	2,153,735	2,452,951	2,400,934	2,690,092	2,601,325	2,899,748	2,353,919	1,894,008	963,686	1,836,117
Support services:										
Transportation	501,438	488,190	472,842	487,769	537,884	561,478	576,606	376,389	297,418	523,914
Food Services	4,038,568	4,215,288	4,279,486	4,351,524	4,500,202	4,442,455	4,387,619	3,599,205	269,216	1,229,482
Community Services	3,195,649	3,243,280	3,651,837	4,107,287	4,438,804	4,494,640	4,446,142	3,855,550	3,024,988	4,585,979
Debt service:										
Interest and Fiscal Charges	-	-	-	-	-	-	-	-	-	-
Operating Grants and Contributions	19,534,542	20,123,827	20,923,346	21,370,234	21,164,117	22,579,349	23,161,135	27,170,594	42,128,998	42,563,532
Capital Grants and Contributions	73,403	66,903	99,746	89,263	73,123	9,392	42,771	94,686	86,705	9,253,598
Total Primary Government Program Revenue	29,497,335	30,590,439	31,828,191	33,096,169	33,315,455	34,987,062	35,216,498	37,223,817	46,771,011	59,992,622
Total Primary Government Net Expense	(193,863,355)	(200,233,516)	(187,697,323)	(192,405,378)	(222,518,539)	(235,286,066)	(237,971,508)	(256,244,708)	(290,167,466)	(234,069,738)

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**CHANGE IN NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Revenues:										
Taxes:										
Property taxes, levied for general purposes	109,235,187	107,539,204	124,121,001	128,964,415	133,128,394	137,258,214	139,027,825	146,904,489	151,573,212	155,533,296
Sales Tax (Proposition C)	16,056,260	17,047,663	18,084,468	18,478,485	19,423,705	19,976,988	20,426,072	20,942,702	22,300,566	25,893,733
Other local taxes	10,920,437	10,738,362	8,456,545	8,032,096	8,310,353	9,154,550	8,629,526	9,472,018	9,122,466	10,347,040
County taxes and fines	393,910	315,046	3,929,026	4,205,585	4,226,107	4,376,305	4,556,948	4,532,384	4,551,822	4,704,886
State Aid - Basic Formula and Classroom Trust	51,614,205	53,364,032	56,670,004	60,533,013	64,688,661	63,659,689	69,579,507	71,723,407	74,295,776	73,897,585
Interest and Investment Earnings	2,449,343	1,308,272	1,367,118	1,515,271	2,100,845	3,822,949	4,218,673	2,381,790	1,186,591	1,853,498
Miscellaneous Other	462,973	661,672	1,236,390	1,018,368	1,563,055	1,473,531	2,406,775	1,957,945	4,568,641	3,772,773
Total general revenues	191,132,315	190,974,251	213,864,552	222,747,233	233,441,120	239,722,226	248,845,326	257,914,735	267,599,074	276,002,811
Special Items: Gain (Loss) on Sale of Capital Assets	11,341	10,131	(329,543)	(966,568)	172,165	94,642	104,729	11,220	3,187,434	1,590,929
Change in Net Position - Primary Government	(2,719,699)	(9,249,134)	25,837,686	29,375,287	11,094,746	4,530,802	10,978,547	1,681,247	(19,380,958)	43,524,002

Source: District financial statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Nonspendable	1,169,470	1,163,756	1,228,635	827,425	1,017,366	1,188,833	987,163	1,181,110	1,049,374	1,037,736
Restricted	-	-	3,783,061	4,817,490	5,439,977	6,586,151	5,674,524	5,550,081	5,495,831	9,452,902
Assigned	3,155,599	3,099,856	-	-	-	-	-	-	-	-
Unassigned	35,732,807	29,115,044	30,689,481	34,356,408	38,823,322	42,160,814	41,822,860	44,529,891	58,285,702	48,873,652
Total General Fund	40,057,876	33,378,656	35,701,177	40,001,323	45,280,665	49,935,798	48,484,547	51,261,082	64,830,907	59,364,290
All Other Governmental Funds										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	39,417,890	55,319,138	35,729,713	30,946,026	191,838,773	89,943,383	52,554,055	41,504,196	141,103,360	66,921,777
Assigned	-	-	16,243,560	15,229,363	15,971,854	11,845,234	12,542,124	10,646,993	15,799,774	14,362,608
Unassigned	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	39,417,890	55,319,138	51,973,273	46,175,389	207,810,627	101,788,617	65,096,179	52,151,189	156,903,134	81,284,385
Total Fund Balance	79,475,766	88,697,794	87,674,450	86,176,712	253,091,292	151,724,415	113,580,726	103,412,271	221,734,041	140,648,675

Source: District financial statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**GOVERNMENTAL FUND REVENUES
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Property Taxes	\$ 109,235,187	\$ 107,539,204	\$ 124,121,001	\$ 128,964,415	\$ 133,128,394	\$ 137,258,214	\$ 139,027,825	\$ 146,904,489	\$ 151,573,212	\$ 155,533,296
Other Local Sources	35,233,788	36,930,451	39,355,882	40,305,772	43,245,874	45,627,179	46,540,465	43,698,813	40,943,128	48,652,412
County Sources	3,469,222	3,229,058	3,929,026	4,205,585	4,226,107	4,376,305	4,556,949	4,532,384	4,551,822	4,704,886
State Sources	57,299,392	59,416,045	63,208,335	66,965,379	70,875,224	70,866,763	77,337,634	80,020,000	83,633,709	86,646,654
Federal Sources	13,953,542	14,206,258	14,516,535	14,537,877	14,299,291	15,500,566	15,445,996	18,901,389	32,754,493	39,118,423
Other Sources	178,426	243,674	561,964	864,374	981,685	1,080,261	1,152,955	1,081,477	913,721	1,339,763
Total Revenues	<u>\$ 219,369,557</u>	<u>\$ 221,564,690</u>	<u>\$ 245,692,743</u>	<u>\$ 255,843,402</u>	<u>\$ 266,756,575</u>	<u>\$ 274,709,288</u>	<u>\$ 284,061,824</u>	<u>\$ 295,138,552</u>	<u>\$ 314,370,085</u>	<u>\$ 335,995,434</u>

Source: District financial statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
EXPENDITURES										
Instruction	113,098,528	116,566,764	118,091,053	96,078,025	98,414,683	102,286,358	98,929,213	99,320,765	99,833,380	105,811,626
Special Education Instruction	-	-	-	26,891,823	28,111,617	28,871,952	32,901,519	37,498,725	40,884,603	45,503,485
Support services:										
Student Services	7,052,374	7,490,297	7,514,982	7,956,492	8,184,524	8,359,729	13,493,091	10,513,282	11,839,109	13,183,424
Instructional Staff Support	16,313,894	16,221,904	18,798,997	19,196,797	19,675,783	23,518,246	19,542,974	20,629,253	23,965,150	22,323,686
Board/Executive and Technical Administration	2,514,380	6,259,927	6,114,706	3,419,813	3,547,813	3,383,692	4,813,747	3,386,764	3,502,122	4,428,810
Building Administration	12,256,136	3,414,417	3,316,879	13,589,297	14,120,038	14,420,197	15,692,657	15,513,387	15,838,502	16,386,769
General Administration and Central Services	6,050,304	12,662,193	13,156,340	6,505,282	6,519,829	6,569,829	7,097,874	7,269,356	7,887,909	7,414,002
Operation of Plant	20,735,937	20,883,718	20,851,455	20,460,199	22,169,500	24,893,593	27,202,747	28,584,380	28,492,488	31,187,627
Transportation	9,971,099	10,395,509	10,967,920	10,939,086	13,245,176	15,550,558	15,492,785	14,749,075	15,852,450	21,101,212
Food Services	11,012,283	10,404,714	9,778,555	10,052,497	10,270,571	10,291,633	11,823,603	10,814,802	9,911,579	12,355,671
Adult and Community Services	5,126,157	5,024,457	5,344,310	5,544,060	5,678,847	5,733,094	4,082,072	3,975,925	5,856,826	6,467,569
Capital Outlay										
Capital Outlay	4,833,413	1,952,000	9,310,871	11,717,597	13,263,116	66,079,901	34,746,104	21,031,828	69,898,047	94,525,499
Debt service:										
Principal Retirement	10,025,000	49,375,000	43,090,000	16,415,000	17,840,000	57,195,000	25,120,000	20,060,000	22,959,987	39,645,725
Interest and Fiscal Charges	9,640,629	13,063,979	10,843,650	8,625,829	11,801,003	14,130,289	11,371,856	10,031,927	10,824,817	12,809,370
TOTAL EXPENDITURES	228,630,134	273,714,879	277,179,718	257,391,797	272,842,500	381,284,071	322,310,242	305,318,227	367,546,969	433,144,475
Debt Service as a % of non-capital expenditures	8.79%	22.98%	20.13%	10.19%	11.42%	21.77%	12.69%	9.86%	11.35%	15.49%

Source: District financial statements.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Excess of revenues over/(under) expenditures	\$ (9,260,577)	\$ (52,150,189)	\$ (31,486,975)	\$ (1,548,395)	\$ (6,085,925)	\$ (106,574,783)	\$ (38,248,418)	\$ (10,179,675)	\$ (53,176,884)	\$ (97,149,041)
Other Financing Sources (Uses)										
Transfers in	1,729,019	3,304,405	10,315,431	4,277,803	8,741,253	6,338,357	10,726,589	15,218,321	14,654,640	17,244,827
Transfers out	(1,729,019)	(3,304,405)	(10,315,431)	(4,277,803)	(8,741,253)	(6,338,357)	(10,726,589)	(15,218,321)	(14,654,640)	(17,244,827)
Proceeds from G.O. bonds		20,000,000	-	-	114,000,000	-	-	-	155,000,000	-
Payment to refunding escrow agent		-	-	-	-	-	-	-	-	-
Premium on issuance of bonds		7,362,086	1,779,194	-	16,156,264	-	-	-	13,311,220	-
Proceeds from sale of capital assets	11,340	10,131	374,437	50,657	1,799,241	5,207,906	104,729	11,220	3,187,434	1,590,929
Proceeds at inception of lease	-	-	-	-	-	-	-	-	-	14,472,747
Proceeds from refunding bonds		34,000,000	28,310,000	-	41,045,000	-	-	-	-	-
Total other financing sources (uses)	11,340	61,372,217	30,463,631	50,657	173,000,505	5,207,906	104,729	11,220	171,498,654	16,063,676
Net change in fund balance	(9,249,237)	9,222,028	(1,023,344)	(1,497,738)	166,914,580	(101,366,877)	(38,143,689)	(10,168,455)	118,321,770	(81,085,365)
Prior period adjustment	-	-	-	-	-	-	-	-	-	-
Adjusted net change in fund balance	<u>(9,249,237)</u>	<u>9,222,028</u>	<u>(1,023,344)</u>	<u>(1,497,738)</u>	<u>166,914,580</u>	<u>(101,366,877)</u>	<u>(38,143,689)</u>	<u>(10,168,455)</u>	<u>118,321,770</u>	<u>(81,085,365)</u>

Source: District financial statements

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Total Assessed Value	Residential Property	Personal Property	Agricultural Property	Commercial Property	Actual Value				Total Actual Value	Total Direct Rate (1)
						Residential Real Property	Personal Property	Agricultural Property	Commercial Property		
2013	\$ 1,871,506,546	\$ 1,128,692,532	\$ 384,396,352	\$ 6,491,043	\$ 351,926,619	\$ 5,940,487,011	\$ 1,154,343,400	\$ 54,092,025	\$ 1,099,770,684	\$ 8,248,693,120	\$ 5.8898
2014	1,818,344,563	1,084,214,422	379,566,839	3,360,323	351,202,979	5,706,391,695	1,139,840,357	28,002,692	1,097,509,310	7,971,744,054	6.5167
2015	1,912,528,731	1,095,360,132	467,281,680	3,055,033	346,831,886	5,765,053,327	1,403,248,289	25,458,608	1,083,849,644	8,277,609,868	6.4333
2016	2,009,984,252	1,143,717,682	495,378,951	2,991,667	367,895,952	6,019,566,748	1,487,624,477	24,930,558	1,149,674,850	8,681,796,633	6.4333
2017	2,090,536,554	1,168,645,662	551,150,790	2,736,476	368,003,626	6,150,766,643	1,655,107,477	22,803,967	1,150,011,332	8,978,689,419	6.4284
2018	2,156,755,158	1,246,430,972	549,367,364	2,592,376	358,364,446	6,560,163,011	1,649,751,843	21,603,133	1,119,888,894	9,351,406,881	6.4280
2019	2,236,994,740	1,271,017,692	600,325,415	2,513,126	363,138,507	6,689,566,800	1,802,779,024	20,942,717	1,134,807,836	9,648,096,377	6.4235
2020	2,406,226,746	1,440,322,382	529,547,842	2,563,946	433,792,576	7,580,644,116	1,590,233,760	21,366,217	1,355,601,801	10,547,845,894	6.2023
2021	2,463,355,172	1,464,264,682	547,795,525	2,385,866	448,909,099	7,706,656,222	1,645,031,607	19,882,217	1,402,840,936	10,774,410,982	6.2029
2022	2,803,443,830	1,678,417,622	574,875,430	2,493,623	547,657,155	8,833,776,958	1,726,352,642	20,780,192	1,711,428,609	12,292,338,401	5.6663

(1) Per \$100 assessed valuation

Source: Clay County Clerk's Office and Platte County Clerk's Office

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year					Overlapping Rates																		
	District Direct Rates				State of Missouri	Clay County										Kansas City	Gladstone (2)	North Kansas City	Claycomo	Pleasant Valley			
	Operating	Capital	Debt	Total		General	Road and Bridge	Developmental Disabilities	Mental Health	Senior Citizens	Health Department	Library	Metropolitan KCJC	Surtax (1)									
2013	\$ 4.7398	\$ 0.1300	\$ 1.0200	\$ 5.8898	\$ 0.0300	\$ 0.1300	\$ 0.0800	\$ 0.1191	\$ 0.0963	\$ 0.0499	\$ 0.1000	\$ 0.3200	\$ 0.2349	\$ 1.5900	\$ 1.5875	\$ 0.9290	\$ 1.0816	\$ 0.3454	\$ 0.6942				
2014	4.7398	0.1300	1.0200	5.8898	0.0300	0.1200	0.0800	0.1191	0.0934	0.0499	0.1000	0.3200	0.2369	1.5900	1.5932	0.9290	1.1659	0.3300	0.7210				
2015	5.0967	0.1300	1.2900	6.5167	0.0300	0.1000	0.0800	0.1162	0.1032	0.0499	0.1000	0.3200	0.2374	1.5900	1.5997	0.9290	1.1659	0.3300	0.7210				
2016	5.0133	0.1300	1.2900	6.4333	0.0300	0.0839	0.0800	0.1144	0.0969	0.0491	0.0985	0.3146	0.2343	1.5900	1.5806	0.9230	1.1659	0.3300	0.7160				
2017	5.0084	0.1300	1.2900	6.4284	0.0300	0.0766	0.0800	0.1182	0.0985	0.0491	0.0985	0.3153	0.2339	1.5900	1.5906	0.9290	1.1757	0.3166	0.7160				
2018	5.0080	0.1300	1.2900	6.4280	0.0300	0.0853	0.0800	0.1181	0.0984	0.0490	0.0984	0.3963	0.2297	1.5900	1.6006	0.9290	1.1757	0.3300	0.7160				
2019	5.0035	0.1300	1.2900	6.4235	0.0300	0.0853	0.0800	0.1180	0.0984	0.0491	0.0984	0.3963	0.2305	1.5900	1.6783	0.9290	1.1785	0.3300	0.7160				
2020	4.7823	0.1300	1.2900	6.2023	0.0300	0.0532	0.0766	0.1130	0.0942	0.0470	0.0942	0.3633	0.2047	1.5900	1.5960	0.8650	1.0377	0.3300	0.6765				
2021	4.7829	0.1300	1.2900	6.2029	0.0300	0.0500	0.0766	0.1130	0.0942	0.0470	0.0942	0.3696	0.2128	1.5900	1.7529	0.8670	1.0416	0.3300	0.6765				
2022	4.2463	0.1300	1.2900	5.6663	0.0300	0.0338	0.0697	0.1028	0.0857	0.0427	0.0857	0.3468	0.2028	1.5900	1.6981	0.7580	0.9491	0.3256	0.6017				

Source: Clay County Clerk's Office

- (1) Applies to commercial property only.
(2) Residential rate.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT CALENDAR YEAR AND NINE YEARS AGO
(Unaudited)**

Taxpayer	Calendar Year 2021			Calendar Year 2012		
	Taxable Assessed Value	Rank	Percentage of Assessed Value	Taxable Assessed Value	Rank	Percentage of Assessed Value
Ford Motor Company	\$ 62,062,764	1	2.21%	25,408,206	3	1.40%
W W Grainger	12,340,042	2	0.44%	10,167,687	7	0.56%
Cerner Corporation	32,731,198	3	1.17%	18,589,566	4	1.02%
Google Fiber Missouri LLC	14,188,604	4	0.51%			
Star Development Corporation	11,161,070	5	0.40%			
Ingredion	10,387,473	6	0.37%			
Laclede Gas Company	11,426,020	7	0.41%	8,309,058	9	0.46%
FedEx Ground Package System Inc.	12,732,616	8	0.45%			
Haven Creek LP	5,953,520	9	0.21%			
Cordillera Ranch Apartments LLC	5,837,386	10	0.21%			
Ameristar Casino				45,258,398	1	2.49%
Promus Co. Inc. (Harrah's Casino)				30,879,327	2	1.70%
Northtown Devco				17,753,360	5	0.98%
Hunt Midwest				10,921,430	6	0.60%
Cedar Fair (Worlds of Fun)				9,409,691	8	0.52%
Cobalt Industrial REIT				4,121,150	10	0.23%
Total	\$ 178,820,693		6.38%	\$ 180,817,873		9.96%

Source: Clay County Assessor's Office

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

(Unaudited)

Fiscal Year Ended June 30:	Taxes Levied for the Tax Year	Collected Within the Fiscal Year of the Levy		Collected in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	110,227,993	106,154,453	96.30%	3,495,459	109,649,912	99.48%
2014	107,096,858	104,043,744	97.15%	2,910,346	106,954,090	99.87%
2015	124,633,760	121,210,655	97.25%	2,972,716	124,183,371	99.64%
2016	129,308,317	125,991,701	97.44%	2,693,477	128,685,178	99.52%
2017	134,388,052	130,434,917	97.06%	3,015,941	133,450,858	99.30%
2018	138,636,222	134,242,272	96.83%	3,192,566	137,434,838	99.13%
2019	143,693,357	135,835,260	94.53%	2,995,359	138,830,619	96.62%
2020	149,241,401	143,909,128	96.43%	3,615,816	147,524,944	98.85%
2021	152,799,458	147,957,396	96.83%	2,910,346	150,867,742	98.74%
2022	158,851,538	151,779,812	95.55%	-	151,779,812	95.55%

Source: County Collector remittances

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Net G.O. School Building And Refunding Bonds	Unamortized Premium on Bonds	Capital Lease Obligations	Certificates of Participation	Unamortized Premium on COPs	Total Primary Government	Percentage of Personal Income (a)	Net G.O. Debt per Capita (a)	Net Ratio of G.O. Debt to Estimated Actual Property Value (b)
2013	\$ 205,905,000	\$ 12,894,996	\$ 4,492,077	\$ -	\$ -	\$ 223,292,073	2.32%	\$ 969	2.71%
2014	210,530,000	17,471,000	3,008,410	-	-	231,009,410	2.27%	991	2.90%
2015	195,750,000	15,781,592	5,944,651	14,345,000	181,988	232,003,231	2.15%	986	2.80%
2016	179,335,000	14,204,358	21,365,037	23,985,000	546,070	239,435,465	2.17%	1,003	2.76%
2017	317,615,000	28,061,440	22,768,793	22,910,000	506,077	391,861,310	3.45%	1,614	4.36%
2018	261,800,000	24,193,840	24,757,219	21,530,000	466,084	332,747,143	2.81%	1,348	3.56%
2019	238,150,000	21,667,286	21,006,622	20,060,000	426,091	301,309,999	2.44%	1,203	3.12%
2020	219,580,000	19,346,849	21,991,865	18,570,000	386,098	279,874,812	2.14%	1,104	2.65%
2021	353,125,000	29,946,081	26,715,536	17,065,000	346,106	427,197,723	N/A	1,672	3.96%
2022	330,255,000	27,111,182	25,348,172	15,490,000	306,113	398,510,467	N/A	N/A	3.24%

(a) See Demographic and Economic Statistics Table for personal income and population data. There ratios are calculated using personal income and population for the prior calendar year.

(b) See Assessed Value and Actual Value of Taxable Property Statistics Table for estimated actual property value.

Source: District records

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

JUNE 30, 2022

(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Clay County	24,886,673	42.58%	10,595,785
City of Kansas City	1,614,741,111	69.15%	1,116,560,913
City of North Kansas City	-	100.00%	-
City of Gladstone	200,000	100.00%	200,000
City of Pleasant Valley	1,104,427	100.00%	1,104,427
City of Claycomo	-	100.00%	-
Subtotal, Overlapping Debt			<u>1,128,461,125</u>
District Direct Debt			<u>398,510,467</u>
Total Direct and Overlapping Debt			<u><u>1,526,971,592</u></u>

Note:

Allocations are based upon Real Estate Assessed Values within the District.

Sources:

Outstanding debt amounts obtained from the respective cities.

Assessed values for real estate within the district obtained from the Clay County Assessor's Office.

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

(Unaudited)

Fiscal Year Ended June 30	Population	Total Personal Income (in thousands)	Median Household Income	Per Capita Income	Median Age	School Enrollment	Unemployment Rate		
							Clay County	State of Missouri	United States
	[1]	[2]	[1]	[2]	[1]	[3]	[4]	[4]	[4]
2013	230,401	\$ 9,630,742	\$ 60,936	\$ 41,800	36.3	18,930	6.3%	7.1%	7.5%
2014	233,142	10,167,307	61,184	43,610	36.5	19,201	5.4%	6.3%	6.1%
2015	235,344	10,778,407	62,099	45,799	36.6	19,253	4.6%	5.3%	5.3%
2016	238,837	11,010,642	63,702	46,101	36.8	19,391	3.9%	4.8%	4.9%
2017	242,780	11,370,639	65,675	46,835	36.8	19,609	3.2%	3.7%	4.3%
2018	246,798	11,822,237	68,367	47,902	37.1	19,604	2.8%	3.3%	4.0%
2019	250,522	12,344,886	70,510	46,277	37.1	20,097	2.7%	3.2%	3.6%
2020	253,463	13,083,633	n/a	51,619	n/a	20,435	7.9%	8.4%	11.0%
2021	255,518	n/a	n/a	n/a	n/a	19,619	6.7%	5.0%	5.9%
2022	n/a	n/a	n/a	n/a	n/a	19,785	2.3%	2.3%	3.6%

Sources:

- [1] Clay County numbers obtained from the Kansas City Area Development Council (thinkkc.com).
- [2] Bureau of Economic Analysis (bea.gov)
- [3] District records
- [4] Bureau of Labor Statistics (bls.gov)

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

PRINCIPAL EMPLOYERS (CLAY COUNTY)
CURRENT CALENDAR YEAR AND NINE YEARS AGO
(Unaudited)

Employer	Calendar Year 2022			Calendar Year 2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Ford Motor Company	7,200	1	5.2%	4,900	1	4.0%
North Kansas City Hospital	3,551	2	2.6%	3,200	3	2.6%
North Kansas City School District	3,469	3	2.5%	2,964	4	2.4%
Cerner Corporation	2,972	4	2.2%	4,800	2	3.9%
Liberty School District	1,973	5	1.4%	1,289	10	1.1%
Liberty Hospital	1,775	6	1.3%	1,356	8	1.1%
Hallmark Cards, Inc.	1,150	7	0.8%			0.0%
Elms Resort & Spa	1,105	8	0.8%			0.0%
FedEx Ground Hub & Local Terminal	960	9	0.7%			0.0%
Union Pacific Railroad	920	10	0.7%	1,500	7	1.2%
Ameristar Casino			0.0%	2,316	5	1.9%
Worlds of Fun			0.0%	2,100	6	1.7%
Harrah's North Kansas City			0.0%	1,295	9	1.1%
	<u>25,075</u>		<u>18.3%</u>	<u>25,720</u>		<u>21.2%</u>

Source: Clay County Economic Development Council

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

	Full-Time Equivalent Employees as of June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Instruction:										
Elementary Schools	586.24	562.57	567.80	636.30	584.30	603.80	598.09	597.84	607.24	624.24
Middle Schools	241.23	241.10	243.00	247.50	245.50	248.50	251.60	254.80	254.97	253.97
High Schools	302.93	296.23	299.73	296.93	309.93	307.43	313.93	304.96	305.80	326.37
Special Programs:										
Gifted	31.13	27.50	28.69	28.55	28.35	29.91	30.73	30.65	31.45	30.56
Early Childhood Special Education	51.20	51.00	50.60	51.80	66.00	65.50	68.30	73.30	67.00	73.00
Special Education	392.90	378.93	386.93	398.39	405.39	403.42	417.79	412.29	413.32	408.52
Other Special Programs	131.71	130.71	127.79	136.86	124.86	121.11	120.79	121.86	118.86	97.00
Career Education	21.25	20.25	25.25	28.25	28.25	28.25	31.50	26.00	28.00	19.63
Adult Education										
Total Instruction	1,758.60	1,708.29	1,729.79	1,824.58	1,792.58	1,807.92	1,832.72	1,821.69	1,826.63	1,833.27
Support Services:										
Guidance and Counseling	54.00	55.50	57.50	61.50	58.50	60.50	61.00	61.00	60.00	59.80
Social Workers	17.00	12.00	12.00	13.00	12.00	14.00	17.00	17.00	17.00	20.00
Health Services	43.00	41.00	46.00	47.00	46.00	48.00	48.00	50.00	50.00	46.00
Improvement of Instruction	77.00	66.00	82.50	55.50	51.50	55.50	56.50	60.50	65.00	72.50
Library Services	58.61	50.61	49.61	49.71	48.61	48.61	53.11	50.61	49.61	50.61
General Administration	101.38	93.50	85.00	92.86	87.29	92.71	253.07	84.86	84.86	96.71
Building Administration	223.71	210.43	221.51	222.94	226.62	225.48	70.26	231.48	235.62	236.62
Business, Central Services	11.00	12.00	11.00	11.00	13.00	14.00	14.00	12.00	14.00	14.00
Operation of Plant	215.40	193.40	189.60	195.60	196.20	196.00	209.60	209.40	213.20	218.00
Security	13.00	15.00	15.00	15.00	16.00	17.00	17.00	38.00	39.00	51.00
Pupil Transportation	158.25	153.25	153.75	158.00	161.25	162.50	166.25	173.00	164.50	161.00
Food Service	147.25	133.56	135.81	129.13	132.44	134.81	136.75	134.50	124.88	125.06
Community Services	122.19	101.29	103.99	105.32	102.88	97.56	98.50	107.44	100.00	116.02
Total Support Services	1,241.79	1,137.54	1,163.27	1,156.55	1,152.27	1,166.67	1,201.04	1,229.78	1,217.66	1,267.32
Overall Total	3,000.39	2,845.84	2,893.06	2,981.13	2,944.85	2,974.59	3,033.76	3,051.47	3,044.29	3,100.59

SOURCE: District records

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

**SCHOOL BUILDING INFORMATION
(unaudited)**

DESE School Code	Building Description	Year Built	Square Footage	Building Capacity	FY 22 Enrollment	Capacity Used (%)
<i>Elementary Schools:</i>						
4020	Rising Hill	2018	58,066	613	366	59.71%
4040	Bell Prairie	2009	83,791	803	708	88.17%
4060	Briarcliff	1956	48,924	477	323	67.71%
4080	Chapel Hill	1960	65,650	624	569	91.19%
4100	Chouteau	1955	39,537	468	369	78.85%
4110	Northview	2018	70,907	767	643	83.84%
4120	Clardy	1960	58,943	556	450	80.94%
4160	Crestview	1953	54,148	597	445	74.54%
4180	Davidson	2022	71,158	636	370	58.18%
4200	Fox Hill	1990	75,164	727	574	78.95%
4280	Gashland	1946	21,818	275	238	86.55%
4320	Gracemor	1960	87,635	958	625	65.24%
4340	Lakewood	1956	30,580	286	190	66.45%
4380	Linden West	1956	62,368	653	412	63.09%
4400	Maplewood	2022	58,130	646	280	43.34%
4420	Meadowbrook	1956	57,122	648	507	78.24%
4440	Nashua	1952	38,703	468	347	74.15%
4500	Oakwood Manor	1958	35,176	388	217	55.93%
4540	Ravenwood	1966	54,278	464	363	78.16%
4560	Topping	1967	38,123	455	312	68.47%
4570	West Englewood	1969	46,804	656	406	61.89%
4580	Winnwood	1952	53,260	416	197	47.36%
<i>Middle Schools and Sixth Grade Centers:</i>						
3000	Antioch	1960	108,411	1,242	843	67.87%
3100	Eastgate	1957	115,877	930	646	69.46%
3150	Maple Park	1961	118,677	1,127	644	57.13%
3160	Gateway	1997	104,918	1,070	873	81.59%
3180	New Mark	1971	119,782	1,268	979	77.23%
3200	Northgate	1955	113,256	1,054	689	65.37%
<i>High Schools:</i>						
1050	North Kansas City High School	1925	246,604	1,850	1,567	84.69%
1075	Oak Park High School	1964	240,220	1,907	1,682	88.21%
1080	Staley High School	2008	367,014	2,697	1,780	66.00%
1090	Winnetonka High School	1969	262,018	1,787	1,147	64.20%

NORTH KANSAS CITY SCHOOL DISTRICT NO. 74

SCHOOL BUILDING INFORMATION
(unaudited)

DESE School Code	Building Description	Year Built	Square Footage	Building Capacity	FY 22 Enrollment	Capacity Used (%)
<i>Other Buildings:</i>						
7500	Early Childhood	2020	120,000	1032	N/A	N/A
N/A	Central Office	1957	19,480	N/A	N/A	N/A
N/A	R.B. Doolin Center	1970	16,761	N/A	N/A	N/A
N/A	Warehouse	1976	21,330	N/A	N/A	N/A
N/A	Annex	2005	10,231	N/A	N/A	N/A
N/A	Maintenance	1957	12,234	N/A	N/A	N/A
N/A	Transportation	1970	13,678	N/A	N/A	N/A
N/A	CTEC	2002	12,572	N/A	N/A	N/A
N/A	Joseph Jacobs III Ed. Center	1954	29,000	N/A	N/A	N/A
N/A	Golden Oaks	1969	23,408	N/A	N/A	N/A
N/A	Pleasant Valley	1955	19,444	N/A	N/A	N/A

SOURCE: District records