

**PARK HILL SCHOOL DISTRICT  
KANSAS CITY, MISSOURI**

**FINANCIAL STATEMENTS  
with  
INDEPENDENT AUDITOR'S REPORT  
and SUPPLEMENTARY INFORMATION**

**June 30, 2023**

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Park Hill School District  
Kansas City, Missouri

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying modified cash basis financial statements of the governmental activities, and each major fund of the Park Hill School District (the "School District"), as of and for the year ended June 30, 2023, 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 modified cash basis financial position of the governmental activities, and each major fund of the School District, as of June 30, 2023, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1E.

#### ***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.

#### ***Emphasis of Matter—Basis of Accounting***

We draw attention to Note 1E of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1E, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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.

***Other Matters***

***Other Information***

Management is responsible for the other information included in the reporting package. The other information comprises the management's discussion and analysis on pages 4 through 11 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  
Park Hill School District  
Kansas City, Missouri

***Other Matters (continued)***

*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 41 through 49, including 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. 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 schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2023, 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 the School District's internal control over financial reporting and compliance.



Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
October 31, 2023



# Park Hill School District

Building Successful Futures • Each Student • Every Day

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

For the Year Ended June 30, 2023

The Management's Discussion and Analysis (MD&A) of the Park Hill School District ("School District") provides an overview and analysis of the School District's modified cash basis financial activities for the fiscal year ended June 30, 2023. The intent of the MD&A is to look at the School District's modified cash basis financial performance as a whole. Readers should also review the modified cash basis financial statements found in the "Basic Financial Statements" section beginning on page 12 and the notes thereto to enhance their understanding of the School District's modified cash basis financial performance.

The financial statements of the School District have been prepared on the modified cash basis of accounting, as applied to local governmental units, which is a special purpose framework of accounting other than accounting principles generally accepted in the United States of America. Differences in the modified cash basis of accounting and accounting principles generally accepted in the United States of America arise in the recognition of revenue when it is received, rather than when earned, and the presentation of expenditures when they are paid versus when incurred. Additional information of the School District's modified cash basis of accounting can be found in Note 1.E on page 22.

The MD&A is an element specified in the Governmental Accounting Standards Board (GASB) Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued in 1999. Certain comparative information between the current year, 2022-2023 (FY2023), and the prior year, 2021-2022 (FY2022), is required to be presented in the MD&A.

### **Financial Highlights**

Key financial highlights for the fiscal year ended June 30, 2023, include the following:

The governmental activities net assets and governmental funds ending balances (modified cash basis) were \$120,387,200 as compared to \$60,583,804 the previous year. The increase in these fund balances is primarily due to selling general obligation bonds in the amount of \$60,000,000 for the purpose of building Elementary 12 and renovations at all facilities.

The school district collected \$33,848,649 in program revenues, which made up 12.05% of the total revenues collected for the year ended June 30, 2023. This is compared to 14.23% the previous fiscal year. These program revenues covered 15% of the program expenditures paid leaving 85% to be covered by general revenues collected and fund balances. This is compared to 14% of the program expenditures paid leaving 86% to be covered by general revenues collected and fund balances the previous year ended June 30, 2022.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

*Using the Basic Financial Statements*

The School District’s basic financial statements consist of a series of financial statements and the associated notes to those statements. The statements are organized so the reader can understand the modified cash basis operations of the School District as a whole (i.e., an entire operating entity). The “Basic Financial Statements” section includes government-wide financial statements, fund financial statements and notes to financial statements.

The government-wide financial statements, consisting of the Statement of Net Position - Modified Cash Basis and the Statement of Activities - Modified Cash Basis (see pages 13 and 14), provide highly consolidated modified cash basis financial information and render a government-wide perspective of the School District’s modified cash basis financial condition. They present an aggregate view of the School District’s modified cash basis finances. These statements seek to answer the question, “How did the School District do financially during the 2022-2023 fiscal year?” In short, is the School District better financially this year, or is it worse than the prior year? These statements include all cash and investments using the modified cash basis of accounting.

By showing the change in net position (modified cash basis) for the year, the reader may ascertain whether the School District’s modified cash basis financial condition has improved or deteriorated. The changes which are discussed in this MD&A may be financial or non-financial in nature. Non-financial factors which may have an impact on the School District’s financial condition include increases in or erosion of the property tax base within the School District, facilities maintenance and condition, mandated educational programs for which little or no funding is provided, or other external factors.

To provide more in-depth reporting of the School District’s modified cash basis financial position and changes in cash basis financial position, fund financial information is presented in the ‘Fund Financial Statements’ section beginning on page 15. These fund financial statements, which should be familiar to those who have read previous governmental financial statements, report governmental activities on a current cash basis, indicating modified cash basis sources and uses of funding.

Fund financial statements also provide more in-depth data on the School District’s most significant funds, its General Fund, Special Revenue Fund, Debt Service Fund and Capital Fund. These funds are considered “major funds” under GASB Statement No. 34.

*Government – Wide Financial Analysis*

Net position of the School District in the amount of \$120,387,200 reflect the School District’s total assets of cash and investments net of payroll liabilities on June 30, 2023. Net position consisted of the following:

<b><u>Net Position</u></b>	<b><u>June 30, 2023</u></b>	<b><u>June 30, 2022</u></b>
Restricted for Food Service activities	\$ 1,961,510	\$ 111,806
Restricted for Community & Student activities	1,908,331	2,331,397
Restricted for Debt Service	12,414,776	18,397,455
Restricted for Capital bond projects	61,883,754	0
Unrestricted	42,218,829	39,743,146
<b>Total Net Position</b>	<b><u>\$ 120,387,200</u></b>	<b><u>\$ 60,583,804</u></b>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

**Governmental Activities**

\$120,387,200 in net assets on June 30, 2023, reflect an increase of \$59,803,396 from the net asset balance of \$60,583,804 at June 30, 2022. Key elements of this decrease consist of the following:

	<b>June 30, 2023</b>	<b>June 30, 2022</b>
<b>Revenues Collected</b>		
<i>Program Revenues Collected</i>		
Charges for Services	\$ 9,649,597	\$ 6,105,439
Operating Grants and Contributions	23,858,395	24,543,171
Capital Grants and Contributions	340,657	0
<i>General Revenues Collected</i>		
Property, Sales, and Other Local Taxes	132,574,487	125,214,253
State & County Taxes, State Formula Funding	44,433,478	44,645,310
Interest and Investment Earnings	3,248,276	178,772
Miscellaneous	2,215,796	2,077,119
<i>Special Items:</i>		
Bond Sale Proceeds	60,000,000	0
Refunding Bond Proceeds	0	12,150,000
Premium on Bonds	4,394,754	0
Sale of Property	7,120	74,581
Other Miscellaneous	66,662	411,691
<b>Total Revenues Collected</b>	<b>\$ 280,789,222</b>	<b>\$ 215,400,336</b>
<b>Expenses Paid</b>		
Instruction	\$ 98,779,742	\$ 87,464,526
Support Services	96,026,377	90,099,263
Community Services	4,188,965	3,870,081
Facilities Acquisition, Construction	4,258,578	3,274,182
Debt Svc Principal, Interest, Fees	17,732,164	28,687,395
<b>Total Expenses Paid</b>	<b>\$ 220,985,826</b>	<b>\$ 213,395,447</b>
Change in Net Position	\$ 59,803,396	\$ 2,004,889
Net Position at Beginning of Year	60,583,804	58,578,915
Net Position at End of Year	<b>\$ 120,387,200</b>	<b>\$ 60,583,804</b>

As reflected on the previous table, the expenses paid of the School District's governmental activities for the fiscal years ending June 30, 2023, and 2022 of \$220,985,826 and \$213,395,447 respectively are not all borne by the taxpayers of the School District. Of these amounts, \$9,649,597 and \$6,105,439 were paid by those who benefited from the services rendered (e.g., charges for school lunches) and \$23,858,395 and \$24,543,171 were paid through federal and state operating grants and contributions, as well as \$340,657 paid through capital grants and contributions.

Consequently, the net costs of \$187,137,177 and \$182,746,835, after taking into consideration these fees and grants, were paid from other general revenues, which include property taxes paid by the taxpayers of the School District as well as other taxes, additional state funding and fund balances.



**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

**Governmental Activities (continued)**

The next table shows the total cost of programs and the net cost of these programs (after deducting charges for services) and grants and contributions revenue collected of the various categories of expenses paid for the years ended June 30, 2023 and 2022. The net cost presentation allows the taxpayers of the School District to determine the remaining cost of the various categories which were borne by them or paid from other general revenues and fund balances and allows them the opportunity to assess the cost of these functions in comparison to the benefits received.

	<u>June 30, 2023</u>		<u>June 30, 2022</u>	
	Total Cost of	Net Cost of	Total Cost of	Net Cost of
	<u>Programs</u>	<u>Programs</u>	<u>Programs</u>	<u>Programs</u>
Instruction	\$ 98,779,742	\$ 84,240,638	\$ 87,464,526	\$ 72,303,765
Student Services	12,930,872	12,930,872	11,741,609	11,741,609
Instructional Staff Support	5,931,023	5,931,023	5,410,602	5,410,602
Board / Exec / Tech Admin	13,607,301	13,607,301	11,221,011	11,221,011
Building Administration	10,791,180	10,791,180	10,027,668	10,027,668
General Admin / Central Svcs	5,468,421	5,468,421	5,364,923	5,364,923
Operation of Plant	29,659,898	29,659,898	29,209,781	29,209,781
Transportation	11,437,503	5,803,032	10,591,557	8,695,882
Food Service	6,200,179	(1,849,704)	6,532,112	(1,730,690)
Community Services	2,424,124	(3,201,067)	2,233,767	(3,095,605)
Early Childhood	1,764,841	1,764,841	1,636,314	1,636,314
Capital Outlay	4,258,578	4,258,578	3,274,182	3,274,182
Debt Service:				
Principal Retirement	12,700,000	12,700,000	21,885,000	21,885,000
Interest/Fiscal Fees	5,032,164	5,032,164	6,802,395	6,802,395
<b>Total</b>	<b>\$ 220,985,826</b>	<b>187,137,177</b>	<b>\$ 213,395,447</b>	<b>\$ 182,746,837</b>

Governmental Funds Financial Analysis

The School District uses funds to control and manage money for particular purposes (e.g., dedicated taxes and bond proceeds). The fund basis financial statements allow the School District to demonstrate its stewardship over and accountability for modified cash basis resources provided by the taxpayers and other entities.

These statements also allow the reader to obtain more insight into the modified cash basis financial workings of the School District and assess further the School District's modified cash basis financial health. The School District completed the fiscal year ended June 30, 2023 with a combined modified cash basis fund balance for Governmental funds (as presented in the Balance Sheet - Modified Cash Basis on page 16) of \$120,387,200 as compared to a combined fund balance of \$60,583,804 on June 30, 2022, an increase of \$59,803,396. The increase in these fund balances is primarily due to selling general obligation bonds in the amount of \$60,000,000 for the purpose of building Elementary 12 and renovations at all facilities.

The fund balance of the operating funds (General and Special Revenue) increased by \$1,801,796 as compared to an increase of \$351,079 the previous year. The current year increase is the result of an increase in food service revenue collected. In addition, a transfer of \$5,524,730 was made from operating funds to the Capital Projects Fund during 2022-2023 (FY2023).

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

*Governmental Funds Financial Analysis (continued)*

The fund balance of the Debt Service Fund decreased by \$5,982,679 in 2022-2023 (FY2023). A year prior, the Debt Service Fund balance increased by \$4,511,034. The \$12,414,776 balance of the Debt Service Fund is legally restricted for payment of bond principal, bond escrow, interest, and related fees.

The fund balance of the Capital Fund increased by \$63,984,279 in 2022-2023 (FY2023) as compared to a decrease of \$2,857,224 the previous year. The increase in Capital Fund was primarily due to selling \$60 million worth of general obligation bonds that will be used to build Elementary 12 and renovation projects at all facilities.

The School District received \$147,490,109 in revenue from local sources. The major source of revenue for operations and debt service is local property taxes amounting to \$116,151,924. This is derived from the School District’s 2022-2023 operating levy of \$4.8988 and the debt service levy of \$0.4967 for a total levy of \$5.3955. Other significant local revenues are \$14,838,455 from sales tax, \$3,248,276 from interest and earnings on investments, \$3,928,305 from food service, \$3,267,670 from community services and \$2,082,372 from student activities.

County revenues are derived from state assessed utility property, \$5,196,217, county fines of \$315,063 and a \$7,000 grant from the county health department which total \$5,518,280.

State funding increased \$3,605,252, from \$44,009,737 in 2021-2022 (FY2022) to \$47,614,989 in 2022-2023 (FY2023). In FY2023, the State Foundation Formula for Basic State Aid was \$34,082,068, an increase of \$68,743 from the prior year. State revenues collected are:

	<u>June 30, 2023</u>		<u>June 30, 2022</u>
Basic Formula	\$ 34,082,068	\$	34,013,325
Classroom Trust Fund	4,833,130		4,883,703
Transportation	5,436,424		1,891,156
Early Childhood Special Education	2,779,355		2,811,989
Other	484,012		409,564
<b>Total State Revenue</b>	<b>\$ <u>47,614,989</u></b>	<b>\$</b>	<b><u>44,009,737</u></b>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

*Governmental Funds Financial Analysis (continued)*

Federal funding decreased from \$19,430,461 the previous year to \$15,499,261 in 2022-2023 (FY2023). The decrease of \$3,931,200 is mainly due to meals no longer being 100% funded by the USDA. Federal revenues collected are:

	<u>June 30, 2023</u>		<u>June 30, 2022</u>
IDEA Entitlement Funds, Part B	\$ 2,323,192	\$	2,229,484
Early Childhood Special Education	243,000		265,101
School Lunch, Breakfast, and Snack	4,093,895		7,316,879
Title I	880,882		828,593
Title II A	212,190		151,083
Title III	79,069		92,997
Title IV	54,876		49,254
Medicaid	291,245		230,231
CARES Funds	2,131,782		8,024,504
Emergency Connectivity Fund	5,170,257		0
Other	18,873		242,335
<b>Total Federal Revenue</b>	<b>\$ <u>15,499,261</u></b>	<b>\$</b>	<b><u>19,430,461</u></b>

The General Fund accounts for \$84,389,334 or 38% of the total expenditures. The Special Revenue (Teachers) Fund accounts for \$103,317,059 or 47% of total expenditures and consists of certificated teachers' and administrators' salaries and insurance benefits. Debt Service Fund expenditures of \$17,732,164 or 8% of total expenditures are for principal and interest on general obligation bonds and refunding. Capital Fund expenditures of \$15,547,269 or 7% of total expenditures are for construction projects, facility repairs and equipment.

The following tables summarize the governmental fund revenues collected for the fiscal years ending June 30, 2023 and 2022.

	<u>June 30, 2023</u>	<u>%</u>	<u>June 30, 2022</u>	<u>%</u>
Local	\$ 151,884,863	54.1	\$ 133,571,065	62.0
County	5,518,280	2.0	5,748,282	2.7
State	47,614,989	17.0	44,009,737	20.4
Federal	15,499,261	5.5	19,430,461	9.0
Other Income	264,709	0.0	416,210	0.3
Sale of Bonds	60,000,000	21.4	12,150,000	5.6
Sale of Other Property	7,120	0.0	74,581	0.0
<b>Total Revenues Collected</b>	<b>\$ <u>280,789,222</u></b>	<b>100.0</b>	<b>\$ <u>215,400,336</u></b>	<b>100.0</b>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

*Governmental Funds Financial Analysis (continued)*

The following tables summarize the governmental fund expenditures paid for the fiscal years ending June 30, 2023 and 2022.

	<u>June 30, 2023</u>	<u>%</u>		<u>June 30, 2022</u>	<u>%</u>
Instruction	\$ 98,779,742	44.7	\$	87,464,526	41.0
Support Services	96,026,377	43.5		90,099,263	42.2
Debt Service	17,732,164	8.0		28,687,395	13.4
Capital Outlay/Bond	4,258,578	1.9		3,274,182	1.6
Community Services	4,188,965	1.9		3,870,081	1.8
<b>Total Expenditures</b>	<b>\$ <u>220,985,826</u></b>	<b>100.0</b>	<b>\$</b>	<b><u>213,395,447</u></b>	<b>100.0</b>

*Budgetary Highlights*

Over the course of the year, the Board of Education revised the district's budget to take into consideration expected changes in revenues collected or expenditures paid. Missouri statutes for public school finance, Section 67.010, RSMo requires a budget amendment if anticipated expenditures are in excess of budgetary goals. The original budget was adopted on June 23, 2022, and the final budget amendment was adopted on June 22, 2023.

Statements comparing fund modified cash basis revenues and expenditures to the original and final budgets are provided in the auditor's report on pages 41 through 44.

*Capital Assets and Debt Administration*

**Capital Assets**

The School District operates under the modified cash basis of accounting; therefore, capital asset purchases are recorded as expenditures and depreciation is not recognized. Capital assets are not reflected in the financial statements.

**Long-Term Debt**

On June 30, 2023, the District had outstanding general obligation bonds of \$190,100,000. General obligation bonds in the amount of \$60,000,000 were sold in January 2023 and payments of \$12,700,000 were made during the year. The bonds are due in annual installments through fiscal year 2042.

State statutes limit the amount of general obligation debt a school district may issue to 15% of the assessed valuation. The constitutional debt limitation is \$327,449,159 at June 30, 2023, based on the December 31, 2022 assessed values.

The School District operates on the modified cash basis of accounting, therefore, payments on long-term debt are recorded as expenditures. Long-term debt is not reflected in the financial statements. Commitments for long-term debt and other obligations are disclosed in the notes to the financial statements in Note 3.B. and Note 4.E.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2023

*Economic Factors*

During the year ended June 30, 2023, the District continued to see impacts by national and state-wide economic factors. The district has seen steady enrollment growth over three decades at a rate of about 1.5% annually. There was slight drop in enrollment this year likely due to little changes in the school-aged population combined with a decline in the share of students being serviced by the District, a trend that began during the pandemic. The easing of COVID precautions saw a return to anticipated levels of participation in our tuition-based programs. Expenditures continue to increase due to labor shortages, expanded safety programming and general price increases due to inflation.

The District responded to the funding uncertainties that it was faced with by reducing planned expenditures where it could be done without adversely impacting students in the classrooms. The District is in a good position and is committed to maintaining sound financial practices that protect the stability of the District and promote the academic excellence of our students.

*Contacting the District's Financial Management*

This financial report is designed to provide citizens, taxpayers, investors and creditors with a general overview of Park Hill School District finances and to demonstrate the School District's accountability for the money it receives. If you have any questions about this report, please contact Dr. Paul Kelly, Assistant Superintendent – Business & Technology or Susan Bartlett, Accounting Coordinator at 816-359-4000.

**BASIC FINANCIAL STATEMENTS**

***GOVERNMENT-WIDE FINANCIAL STATEMENTS***

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

June 30, 2023

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ (43,568)
Restricted cash and cash equivalents	<u>33,414,762</u>
Total cash and cash equivalents	33,371,194
Investments	42,262,397
Restricted investments	<u>44,753,609</u>
Total investments	<u>87,016,006</u>
Total Assets	<u>120,387,200</u>
<u>NET POSITION</u>	
Restricted for:	
Food service	1,961,510
Community and student activities	1,908,331
Debt service	12,414,776
Capital bond projects	<u>61,883,754</u>
Total Restricted	78,168,371
Unrestricted	<u>42,218,829</u>
Total Net Position	<u>\$ 120,387,200</u>

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

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended June 30, 2023

<u>FUNCTIONS/PROGRAMS</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursements) Receipts and Change in Net Position</u>
		<u>Charges for Services &amp; Sales</u>	<u>Operating Grants &amp; Contributions</u>	<u>Capital Grants &amp; Contributions</u>	
<b>Governmental Activities:</b>					
Current:					
Instruction	\$ 98,779,742	\$ 0	\$ 14,198,447	\$ 340,657	\$ (84,240,638)
Student Services	12,930,872	0	0	0	(12,930,872)
Instructional Staff Support	5,931,023	0	0	0	(5,931,023)
Board/Executive & Tech Admin	13,607,301	0	0	0	(13,607,301)
Building Administration	10,791,180	0	0	0	(10,791,180)
General Admin/Central Services	5,468,421	0	0	0	(5,468,421)
Operation of Plant	29,659,898	0	0	0	(29,659,898)
Transportation	11,437,503	198,047	5,436,424	0	(5,803,032)
Food Services	6,200,179	3,928,305	4,121,578	0	1,849,704
Community Services	2,424,124	5,523,245	101,946	0	3,201,067
Early Childhood	1,764,841	0	0	0	(1,764,841)
Capital Outlay	4,258,578	0	0	0	(4,258,578)
Debt Service-principal, interest, fees	<u>17,732,164</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(17,732,164)</u>
Total Governmental Activities	\$ <u>220,985,826</u>	\$ <u>9,649,597</u>	\$ <u>23,858,395</u>	\$ <u>340,657</u>	(187,137,177)
 <u>General Receipts:</u>					
					116,151,923
					14,838,456
					1,584,108
					5,518,280
					38,915,198
					3,248,276
					<u>2,215,796</u>
					182,472,037
					(4,665,140)
 Special items:					
					60,000,000
					4,394,754
					66,662
					<u>7,120</u>
					64,468,536
					59,803,396
					<u>60,583,804</u>
					\$ <u>120,387,200</u>

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



**BASIC FINANCIAL STATEMENTS**

***GOVERNMENTAL FUND FINANCIAL STATEMENTS***

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

BALANCE SHEET - MODIFIED CASH BASIS - *GOVERNMENTAL FUNDS*

June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash and cash equivalents	\$ (8,647,796)	\$ 0	\$ 0	\$ 8,604,228	\$ (43,568)
Restricted cash and cash equivalents	3,869,841	0	5,841,465	23,703,456	33,414,762
Investments	42,262,397	0	0	0	42,262,397
Restricted investments	<u>0</u>	<u>0</u>	<u>6,573,311</u>	<u>38,180,298</u>	<u>44,753,609</u>
 Total Assets	 \$ <u>37,484,442</u>	 \$ <u>0</u>	 \$ <u>12,414,776</u>	 \$ <u>70,487,982</u>	 \$ <u>120,387,200</u>
 <u>LIABILITIES &amp; FUND BALANCES</u>					
Fund Balances:					
Restricted	\$ 3,869,841	\$ 0	\$ 12,414,776	\$ 61,883,754	\$ 78,168,371
Assigned	0	0	0	8,604,228	8,604,228
Unassigned	<u>33,614,601</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,614,601</u>
 Total Fund Balances	 \$ <u>37,484,442</u>	 \$ <u>0</u>	 \$ <u>12,414,776</u>	 \$ <u>70,487,982</u>	 \$ <u>120,387,200</u>

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

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGE IN FUND BALANCES -  
MODIFIED CASH BASIS - *GOVERNMENTAL FUNDS*

For the Year Ended June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
<b><u>RECEIPTS</u></b>					
Local	\$ 115,970,087	\$ 14,839,280	\$ 11,139,369	\$ 5,541,373	\$ 147,490,109
County	4,366,214	315,063	610,116	226,887	5,518,280
State	8,699,791	35,458,674	0	3,456,524	47,614,989
Federal	13,855,346	1,303,258	0	340,657	15,499,261
Other	<u>198,047</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>198,047</u>
Total Receipts	143,089,485	51,916,275	11,749,485	9,565,441	216,320,686
<b><u>DISBURSEMENTS</u></b>					
Current:					
Instruction	15,715,012	82,798,140	0	266,590	98,779,742
Student Services	6,578,654	6,336,999	0	15,219	12,930,872
Instructional Staff Support	1,595,707	4,335,316	0	0	5,931,023
Board/Executive & Tech Admin	11,381,101	1,149,950	0	1,076,250	13,607,301
Building Administration	3,681,762	7,109,418	0	0	10,791,180
General Admin & Central Services	4,198,410	1,266,337	0	3,674	5,468,421
Operation of Plant	19,946,297	0	0	9,713,601	29,659,898
Transportation	11,437,503	0	0	0	11,437,503
Food Services	5,986,822	0	0	213,357	6,200,179
Community Services	2,417,294	6,830	0	0	2,424,124
Early Childhood	1,450,772	314,069	0	0	1,764,841
Capital Outlay	0	0	0	4,258,578	4,258,578
Debt Service-principal, interest, fees	<u>0</u>	<u>0</u>	<u>17,732,164</u>	<u>0</u>	<u>17,732,164</u>
Total Disbursements	<u>84,389,334</u>	<u>103,317,059</u>	<u>17,732,164</u>	<u>15,547,269</u>	<u>220,985,826</u>
Excess (Deficiency) of Receipts over Disbursements	58,700,151	(51,400,784)	(5,982,679)	(5,981,828)	(4,665,140)
Other Financing Sources (Uses):					
Premium on Bonds Sold	0	0	0	4,394,754	4,394,754
Proceeds from Sale of bonds	0	0	0	60,000,000	60,000,000
Sale of District Property	0	0	0	7,120	7,120
Net insurance recovery	27,159	0	0	39,503	66,662
Transfers In	0	51,400,784	0	5,524,730	56,925,514
Transfers Out	<u>(56,925,514)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(56,925,514)</u>
Total Other Financing Sources (Uses)	<u>(56,898,355)</u>	<u>51,400,784</u>	<u>0</u>	<u>69,966,107</u>	<u>64,468,536</u>
Net Change in Fund Balances	1,801,796	0	(5,982,679)	63,984,279	59,803,396
FUND BALANCES – JUNE 30, 2022	<u>35,682,646</u>	<u>0</u>	<u>18,397,455</u>	<u>6,503,703</u>	<u>60,583,804</u>
FUND BALANCES – JUNE 30, 2023	<u>\$ 37,484,442</u>	<u>\$ 0</u>	<u>\$ 12,414,776</u>	<u>\$ 70,487,982</u>	<u>\$ 120,387,200</u>

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

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Entity

The Park Hill School District (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 provides educational services to children of the School District, early childhood through twelfth grade. The School District operates 17 traditional attendance centers and one early childhood center and has approximately 11,800 students and approximately 2,500 employees.

B. Principles Used to Determine Scope of Entity

The School District's reporting entity includes the School District's governing board and all related organizations.

The financial statements of the School District include all organizations that raise and hold economic resources for the direct benefit of the School District. The School District has implemented GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*. GASB Statement No. 61 amended GASB Statement No. 14. GASB Statement No. 61 modifies certain requirements for inclusion of component units in the financial reporting entity.

The School District has developed criteria to determine whether outside agencies with activities that benefit the citizens of the School District, including joint agreements that serve pupils from numerous districts, should be included within its financial reporting entity. The criterion includes, but is 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 that would exercise such oversight, which would result in the School District being considered a component unit of the entity.

C. Basis of Presentation

Except for the use of the modified cash basis of accounting as discussed in Note 1.E., the lack of capital asset accounting as discussed in Note 1.F. and long-term debt accounting as discussed in Note 1.F., the School District complies with accounting principles generally accepted in the United States of America. Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in this and subsequent footnotes.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

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 disbursements and program receipts for each program or function of the School District's governmental activities. Direct disbursements are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program receipts include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Receipts which are not classified as program receipts are presented as general receipts of the School District. The comparison of direct disbursements with program receipts identifies the extent to which each governmental function is self-financing or draws from the general receipts of the School District.

Fund Financial Statements

During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Fiduciary funds are reported by fund type.

The 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 equity, receipts and disbursements.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Presentation (continued)

Fund Financial Statements (continued)

The following fund types are used by the School District:

*Governmental Funds*

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 major governmental funds.

General Fund

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

Special Revenue Fund

Accounts for disbursements for certified employees involved in administration and instruction. It includes receipts restricted by the state and the 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 Fund

Accounts for and reports financial resources that are restricted, committed, or assigned to disbursements for capital outlay, including the acquisition or construction of capital facilities and other capital assets.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. The government-wide statements are prepared using the economic resources measurement focus and modified cash basis of accounting. This differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds. However, no reconciling items existed for the current fiscal year to be presented.

All governmental funds utilize a “current financial resources” measurement focus and modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

E. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, receipts, and disbursements when they result from cash transactions as designated by the School District. The modification to the cash basis of accounting relates to the presentation of investments. In addition, the salary payment schedule of the School District for the 2022-2023 school year requires the payment of salaries for a twelve-month period. Consequently, the July and August 2023 payroll checks are included in the financial statements as disbursements in the month of May. This basis is a special purpose framework of accounting other than accounting principles generally accepted in the United States of America.

F. Assets, Liabilities and Equity

Cash and Cash Equivalents and Investments

Cash resources of the individual funds are combined to form a pool of cash and temporary investments which is managed by the School District’s Treasurer. Deposits with maturities greater than three months are considered investments. Investments of the pooled accounts consist primarily of certificates of deposit, U.S. Treasury Bills, U.S. Treasury Notes, and other federal government securities, carried at cost, which approximates market value. Interest income received is allocated to contributing funds based on cash and temporary investment balances. The investment pool is available for use by all funds except the Debt Service Fund (State law requires that all deposits of the Debt Service Fund be kept separate and apart from all other funds of the School District).

The School District maintains funds in the Missouri Securities Investment Program (MOSIP), which include unspent bond proceeds restricted for the purpose of capital outlay and debt service.



**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Equity (continued)

The School District utilizes a financial institution to service bonded debt as principal and interest payments come due, including any crossover refunding bond issuance.

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 School District funds on a day-to-day basis during the period of the contract. Acceptable collateral includes certain U.S. governmental agency securities and certain state or political subdivision debt obligations. 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. At June 30, 2023, all School District funds were covered with FDIC insurance or acceptable pledged securities collateral.

Investments

*Authorized Investments*

The School District is authorized to invest in U.S. obligation, U.S. government agency securities and instrumentalities of government-sponsored corporations, certificates of deposit and time-open agreements.

*Interest Rate Risk*

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, however they do follow the Missouri State Treasurer Investment Policy.

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 investment policy does not include custodial credit risk requirements. The School District's deposits were not exposed to custodial credit risk at year end.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Equity (continued)

Credit Risk (continued)

*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*

Concentration of investment credit risk is required to be disclosed by the School District for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools, and investments in other pooled investments). The School District has no policy in place to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer, or specific class of securities. The School District's deposits were not exposed to concentration of investment credit risk for the year ended June 30, 2023.

Capital Assets

Capital assets are recorded as disbursements in the General (Incidental) and the Capital Projects Funds at the time the disbursements are incurred.

Accounts Payable

The School District has an established purchase order and payables system which ensures bill payment within an adequate time frame.

Compensated Absences

Vacation time, personal business, and sick leave days are considered as disbursements in the year paid. Unused and vested vacation days are paid out to employees upon termination. All eligible staff receive twelve annual leave days per year. The annual leave days will accumulate to 120 days. Annual leave days in excess of 120 days at the end of a school year will be paid at half the daily rate of pay for a substitute.

Long-term Liabilities

Long-term liabilities are not presented in these financial statements; however, long-term debt information is provided in a subsequent footnote.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Equity (continued)

OPEB Liabilities

In addition to the pension benefits described in the footnotes, the School District allows employees who retire from the School District to participate in the School District's health, dental and vision insurance plans. Upon meeting the retirement requirements per PSRS or PEERS, the employees can elect to participate in the School District's plans. The retirees must pay for 100% of their coverage for each plan in which they elect to participate. The premiums are based on single-blended rate used for both active employees and retirees. The difference between the amount the retiree is required to pay and the actual cost to the School District is considered to be a post-employment benefit. The School District has not established an irrevocable trust fund to accumulate resources for future payment of benefits under the plan; benefits are paid on a pay-as-you-go basis. A stand-alone financial report is not available for the plan.

OPEB liabilities are not reported in these financial statements and the School District has not requested an estimate of this liability to be performed.

Net Position

Net position represents the difference between assets and liabilities. Net position balances are reported as restricted when there are limitations imposed on their use either (1) through the enabling legislation adopted by the School District or (2) through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The School District applies restricted resources first when a disbursement is incurred for purposes for which both restricted and unrestricted net position amounts are available.

Fund Balance Classification

In the fund financial statements, GASB 54 provides for two major types of fund balances which are non-spendable, and a hierarchy of spendable fund balances based on spending constraints imposed on the use of these resources as follows:

Non-spendable fund balances

This classification represents amounts that cannot be spent because they are either (1) not spendable due to form; or (2) legally or contractually required to remain intact.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Equity (continued)

Fund Balance Classification (continued)

Spendable fund balances:

*Restricted*

This classification includes the constraints imposed on resources either (1) externally by creditors, grantors, contributors, or laws and regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

*Committed*

These amounts can only be used for special purposes pursuant to constraints imposed by formal resolutions of the Board of Education (the “Board”), which is the highest level of decision-making authority. Restrictions are authorized by the Board based on recommended fund placement in the original adopted budget and later revised budget, as well as by Board resolution. Further, the Board delegates the authority to assign amounts for specific purpose(s) to the Superintendent or designee.

*Assigned*

This classification reflects the amounts constrained by the School District’s “intent” to be used for specific purposes but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

*Unassigned*

This fund balance is the residual classification for the General Fund. It is used to report negative fund balances in other governmental funds and is not constrained for any particular purpose.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned. For the Debt Service Fund, the Board may approve unrestricted or assigned balances to be spent prior to restricted balances, allowing the spending of interest prior to principal.

State rules for public school finance require that the Teacher’s Fund (Special Revenue Fund) be used to account for receipt sources legally restricted to disbursements for the purpose of teachers’ salaries and benefits and tuition payments to other school districts as outlined by the Annual Secretary of the Board Report (ASBR). Substantial sources of receipts for the Teacher’s Fund will be through transfers from General Fund balances and the required state basic formula and Proposition C sales tax allocations. The Board established the Teacher’s Fund as a special revenue fund, and a major fund, in the financial statements.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Equity (continued)

Fund Balance Classification (continued)

The School District shall maintain sufficient financial reserves to provide for prudent financial management and for adequacy of cash flow to support operations. The operating fund balance is the combined fund balances of the General, Teacher’s and Capital Projects Funds. These reserves include elements for an operating reserve and a financial stabilization reserve. The appropriate amount for the operating reserve fund should be reviewed periodically.

As fund balances approach the 16 - 22 percent, Board established minimum reserve balance, the Board may determine necessary action to include, but not be limited to, a levy election or significant budget reduction measures.

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>
<u>Restricted:</u>					
Food service	\$ 1,961,510	\$ 0	\$ 0	\$ 0	\$ 1,961,510
Community & student activities	1,908,331	0	0	0	1,908,331
Debt service	0	0	12,414,776	0	12,414,776
Capital bond projects	<u>0</u>	<u>0</u>	<u>0</u>	<u>61,883,754</u>	<u>61,883,754</u>
Total Restricted	3,869,841	0	12,414,776	61,883,754	78,168,371
<u>Assigned:</u>					
Capital projects	0	0	0	8,604,228	8,604,228
Unassigned	<u>33,614,601</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,614,601</u>
Total Fund Balances	\$ <u>37,484,442</u>	\$ <u>0</u>	\$ <u>12,414,776</u>	\$ <u>70,487,982</u>	\$ <u>120,387,200</u>

Retirement Plans and related Pension Liability

Financial reporting information included in the notes to the financial statements pertaining to the School District’s participation in the Public School Retirement System of Missouri and Public Education Employee Retirement System of Missouri (PSRS and PEERS, also referred to as the Systems) is prepared in accordance with Governmental Accounting Standards Board ("GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* as applicable to the School District’s modified cash basis of accounting.

As a result of the use of the modified cash basis of accounting, member and employer contributions are recognized when paid and the School District's net pension liability, deferred outflows and inflows of resources related to pensions are not recorded in these financial statements. An Annual Comprehensive Financial Report ("ACFR") can be obtained at [www.psr-peers.org](http://www.psr-peers.org).

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Receipts and Disbursements

Receipts are classified by their source as follows.

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.

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 it participates.

Investment Income

Interest earned on invested funds is a material amount annually and is distributed in accordance with assets invested.

Other Sources

The issuance of bonds and related premiums received, including refunding bonds, are sources of receipts in the year of issuance, as well as proceeds received from the sale of School District capital assets.

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. All taxes are classified as general receipts even if restricted for a specific purpose.

Disbursements are classified by their use as follows.

Instruction

This category includes the payment of salaries to and benefits for all instructional staff along with needed supplies and aides.

Support Services

This category includes all the services that are provided for the support of the students and/or teachers, the management team, the facilities' disbursements, and the transporting of students.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Receipts and Disbursements (continued)

Acquisition/Construction

This category represents the disbursements of major new construction or furnishing and the upgrading of existing facilities.

Debt Service

The payment of principal and interest on bonds payable or long-term lease purchases.

H. Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting, requires management to make estimates and assumptions that affect the amounts reported in these financial statements and accompanying notes. Actual results could differ from these estimates.

NOTE 2: COMPLIANCE AND ACCOUNTABILITY

A. 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 of Platte collects property tax and remits it to the School District.

The School District also receives sales tax collected by the state and remitted based on weighted average daily attendance. The School District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year.

The assessed valuation of the tangible property for calendar year 2022 for purposes of local taxation, including tax increment financing assessed valuation, is as follows:

Real Estate:	
Residential	\$ 1,286,479,594
Agricultural	2,194,739
Commercial	464,294,635
Personal Property	<u>430,025,424</u>
Total	\$ <u>2,182,994,392</u>

The adjusted tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2022 for purposes of local taxation was as follows.

General (Incidental) Fund	\$ 4.7978
Debt Service Fund	0.4967
Capital Projects Fund	<u>0.1010</u>
Total tax levy	\$ <u>5.3955</u>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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, receipts, and disbursements.

A. Deposits and Investments

Summary of Carrying Values

The carrying values of deposits and investments included in the financial statements at June 30, 2023, are as follows:

Unrestricted deposits (overdrawn)	\$ (8,647,796)
Deposits restricted for food service activities	1,961,510
Deposits restricted for community and student activities	1,908,331
Deposits restricted for debt service	5,841,465
Deposits restricted for capital bond projects	23,703,456
Deposits assigned for future capital projects	8,604,228
Unrestricted investments	42,262,397
Investments restricted for debt service	6,573,311
Investments assigned for future capital projects	<u>38,180,298</u>
Total carrying value	\$ <u>120,387,200</u>

As of June 30, 2023, the School District's investments were as follows:

<u>Type</u>	<u>Maturities</u>	<u>Cost</u>
Certificates of deposit	7 to 12 months	\$ 1,470,000
Certificates of deposit	13 to 36 months	2,640,000
U.S Treasury Bills	4 to 6 months	15,777,181
U.S Treasury Bills	7 to 12 months	1,169,267
Federal Home Loan Bank	7 to 12 months	23,542,064
U.S Treasury Notes	7 to 12 months	9,147,704
U.S Treasury Notes	13 to 36 months	29,037,931
U.S. Treasury Fund	N/A	<u>4,231,859</u>
Total Investments		\$ <u>87,016,006</u>

B. Long-term Liabilities

Long-term liability balances and activity for the year ended June 30, 2023, were as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u> <u>Balance</u>
General Obligation Bonds Payable	\$ <u>142,800,000</u>	\$ <u>60,000,000</u>	\$ <u>(12,700,000)</u>	\$ <u>190,100,000</u>
Total Long-term Liabilities	\$ <u>142,800,000</u>	\$ <u>60,000,000</u>	\$ <u>(12,700,000)</u>	\$ <u>190,100,000</u>



**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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

B. Long-term Liabilities (continued)

Bonds Payable

The School District issues general obligation bonds (GO) 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 bonds to refund previously issued bonds. In recent fiscal years, the School District has issued refunding bonds in order to take advantage of lower interest rates which saves the School District the amount of interest paid over the life of the original issue. As a result, the crossover date for refunding has in the future.

Bonds payable at June 30, 2023, consisted of the following:

On September 24, 2015, issued \$20,110,000 in GO Refunding Bonds, Series 2015 to refund the GO Bonds Series 2006. The bonds are due in varying annual installments through March 1, 2025 with interest paid semiannually with rates 2.00% to 3.00%.	\$ 880,000
On November 1, 2016, issued \$8,830,000 in GO Refunding Bonds, Series 2016 to crossover advance refund \$8,955,000 of the Series 2011 GO Bonds principal. The bonds are due in varying annual installments through March 1, 2030 with interest paid semiannually with rates 2.00% to 5.00%.	8,830,000
On October 12, 2017, issued \$87,715,000 in GO Improvement Bonds, Series 2017 to acquire, construct, renovate, improve, furnish, and equip the School District's school facilities. The bonds are due in varying annual installments through March 1, 2037 with interest paid semiannually with rates 3.00% to 5.00%.	73,340,000
On September 25, 2018, issued \$23,285,000 in GO Improvement Bonds, Series 2018 to acquire, construct, renovate, improve, furnish, and equip the School District's school facilities. The bonds are due in varying annual installments through March 1, 2038 with interest paid semiannually with rates 4.00% to 5.00%.	22,325,000
On December 1, 2020, issued \$30,725,000 in GO Refunding Bonds, Series 2020 to refund in full the GO Bonds Series 2011 and the GO Bonds Series 2012 remaining principal. The bonds are due in varying annual installments through March 1, 2030 with interest paid semiannually with rates 2.00% to 5.00%.	24,725,000
On January 26, 2023, issued \$60,000,000 in GO Improvement Bonds, Series 2023 to acquire land and construct a new elementary school as well as other improvements to existing School District's facilities. The bonds are due in varying annual installments through March 1, 2042 with interest paid semiannually with rates 4.00% to 5.00%.	<u>60,000,000</u>
Total Bonds Payable	\$ <u>190,100,000</u>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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

B. Long-term Liabilities (continued)

Debt service requirements to maturity for the School District bonds payable as of June 30, 2023, were as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2024	\$ 5,825,000	\$ 7,683,289	\$ 13,508,289
2025	7,565,000	7,146,467	14,711,467
2026	7,145,000	6,779,080	13,924,080
2027	7,650,000	6,455,730	14,105,730
2028	8,230,000	6,110,880	14,340,880
2029 to 2033	49,420,000	26,045,550	75,465,550
2034 to 2038	66,110,000	16,515,555	82,625,555
2039 to 2042	<u>38,155,000</u>	<u>4,176,450</u>	<u>42,331,450</u>
Total	<u>\$ 190,100,000</u>	<u>\$ 80,913,001</u>	<u>\$ 271,013,001</u>

Bond interest disbursements from the Debt Service Fund during the year ended June 30, 2023, were \$5,027,864.

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.

Assessed Valuation (AV) as of 12/31/2022	\$ 2,182,994,392
Constitutional Debt Limit (15% of AV)	\$ 327,449,159
General Obligation Bonds Payable	(190,100,000)
Amount Available in Debt Service Fund	<u>12,414,776</u>
Total Legal Debt Margin	<u>\$ 149,763,935</u>

C. Inter-fund Transfers

Inter-fund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular disbursements 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, 2023, and details of those transfers are as follows.

During the fiscal year, transfers were made to the Capital Projects Fund and Special Revenue Fund from the General Fund. The transfer to the Capital Projects Fund consists of \$5,120,762 for a 7%~~x~~SATxWADA transfer and \$403,968 for a transportation calculated cost transfer. The maximum allowable for the 7%~~x~~SATxWADA transfer is the greater of the prior year guaranteed tax base or 9% of the prior June 30 line one entitlement. A transfer of \$51,400,784 was made to the Special Revenue Fund in order to achieve a zero balance in the account.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES

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

The School District participates in the Public School Retirement System and the Public Education Employee Retirement System (PSRS and PEERS, also referred to as the “Systems”).

Plan Descriptions

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 the Systems, 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.

PEERS is a mandatory cost-sharing multiple employer retirement system for all non-certificated 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 PSRS must contribute to PEERS. Employees of the Systems 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.

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.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES (continued)

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

Benefits Proved (continued)

PEERS is a defined benefit plan providing retirement, disability, and death 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](http://www.psr-peers.org).

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 one or more 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.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES (continued)

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

Contributions

PSRS members were required to contribute 14.5% of their annual covered salary during fiscal years 2021, 2022 and 2023. 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 2021, 2022 and 2023. 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 \$11,670,921 and \$2,471,630 for the year ending June 30, 2023, respectively.

B. 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. The School District has joined together with 482 other Missouri public school districts and Missouri Junior Colleges to form the Missouri United School Insurance Council (MUSIC) as a protected self-insurance program. MUSIC is a public entity risk pool currently operating as a common risk management and insurance program for members of the risk-sharing group.

The School District does not pay premiums to purchase insurance policies, but it pays an assessment to be a member of the self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole. The calendar year 2023 assessment was \$1,769,448.

The pooling agreement requires the pool to be self-sustaining. The School District believes that it is not possible to estimate the range of contingent losses to be borne by the School District.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES (continued)

C. 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, 2023, 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.

D. Litigation

As of June 30, 2023, the School District had claims that were unsettled. No provision has been made in the financial statements for any loss that might arise in the event of an unfavorable outcome of these matters. The School District management believes that such litigation and claims will ultimately be resolved without material financial liability, if any, to the School District.

E. Operating Leases

On May 11, 2023, the School District entered into a 60-month lease agreement for building space for professional development. The lease requires monthly payments of \$14,566 for base rent beginning August 1, 2023 with annual escalators through July 2028, which has a monthly base rent of \$16,231. For the year ended June 30, 2023, the School District had disbursements totaling \$0 related to this agreement. The future required minimum lease payments are as follows (assuming non- cancellation):

<u>For the Year</u> <u>Ending June 30,</u>	<u>Totals</u>
2024	\$ 160,224
2025	179,365
2026	184,362
2027	189,356
2028	194,350
Thereafter	<u>16,231</u>
	<u>\$ 923,891</u>

F. Tax Abatement

The following governmental entities located in the State of Missouri 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 Parkville, and City of Riverside (collectively “governmental entities”).

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES (continued)

F. Tax Abatement (continued)

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 program: Tax Increment Financing (TIF). KCMO also provided tax abatement through six programs under the Missouri Revisor of Statutes (RSMo), as amended – Chapter 99, Chapter 100, Chapter 353, Missouri Works – Enhanced Enterprise Zones, Sale/Leaseback – Land Clearance for Redevelopment Authority (LCRA), and Sale/Leaseback – Port KC.

The School District’s property tax receipts in 2022 were reduced by \$1,703,000 as part of the abovementioned KCMO Tax Increment Financing (TIF) program. However, the School District received \$233,939 as payments in lieu of taxes (PILOTs) for the abated properties.

City of Parkville, Missouri Tax Abatement Programs

The City of Parkville, Missouri provides tax redirection through the following program: Tax Increment Financing (TIF). Parkville also provided tax abatement through two programs under the Missouri Revisor of Statutes (RSMo), as amended –Chapter 100 and Chapter 353.

*Tax Increment Financing (TIF) Tax Abatement approved for Parkville Commons Shopping Center*  
2021 6/25/2002 Authorizing a redevelopment agreement with River North Development, LLC, the developer of the Parkville Commons Tax Increment Financing Plan

*Tax Increment Financing (TIF) Tax Abatement approved for APEX Plaza Shopping Center*  
2931 12/19/2017 Approving the first amendment to the Parkville Market Place Tax Increment Financing Redevelopment Plan and redevelopment area, enlarging the redevelopment area to establish Redevelopment Project Area 2, making specific findings and designating CBC Parkville, LLC, as the developer for Redevelopment Project Area 2.

2935 1/16/2018 Approving Redevelopment Project Area 2 of the Parkville Market Place Tax Increment Financing Redevelopment Plan as a redevelopment project and adopting tax increment financing therein.

2936 1/24/2018 Approving the redevelopment agreement with CBC Parkville LLC for Redevelopment Project Area 2 of the Parkville Market Place Tax Increment Financing Redevelopment Plan.

3061 2/2/2021 Approving the first amendment to the Tax Increment Financing Contract with CBC Parkville LLC for Redevelopment Project Area 2 of the Parkville Market Place Tax Increment Financing Redevelopment Plan.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES (continued)

F. Tax Abatement (continued)

City of Parkville, Missouri Tax Abatement Programs (continued)

*Chapter 353 and Chapter 100 Tax Abatement approved for Six At Park development*

2944 5/15/2018 Approving the Six at Park Redevelopment Plan, pursuant to RSMo Chapter 353 and a redevelopment agreement with Six at Park Redevelopment Corporation and authorizing the mayor to execute the agreement on behalf of the City.

2945 5/15/2018 Approving a plan for an industrial development project for the benefit of Six at Park, LLC consisting of designing and constructing a building for commercial purposes; authorizing the City to issue its taxable industrial development revenue bonds in a principal amount not to exceed \$7,500,000 to finance or reimburse the costs of such project; authorizing certain documents and other actions in connection with the issuance of the bonds (Chapter 100).

*Tax Increment Financing (TIF) and Chapter 100 Tax Abatement Projects approved in Creekside developments*

2988 4/2/2019 Approving the Creekside Tax Increment Financing Plan, Projects and Redevelopment Area, making specific findings, and designating the developer for Projects A through N included in the Plan.

2990 4/2/2019 Approving a Master Plan for Industrial Development Projects for the Creekside Development and authorizing certain actions relating thereto (Chapter 100).

2993 4/23/2019 Approving a tax increment financing and economic development contract with Parkville Development 38, LLC; Parkville Development 50, LLC; Parkville Development 70, LLC; Parkville Development 140, LLC; and Parkville Development VVI, LLC for implementation of the Creekside Tax Increment Financing Redevelopment Plan.

3093 10/19/2021 Approving the First Amendment to the Creekside Tax Increment Financing Plan.

3094 through 3099 10/19/2021 Approving Redevelopment Project Areas (A-1, B, C-3, L-2, M, and L-1) of the Creekside Tax Increment Financing Plan as redevelopment projects and to adopt tax increment financing therein.



**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

NOTE 4: OTHER NOTES (continued)

F. Tax Abatement (continued)

City of Parkville, Missouri Tax Abatement Programs (continued)

*Chapter 353 Tax Abatement Projects approved in downtown Parkville*

3046 9/1/2020 Approving the First Amendment to the Downtown Parkville Redevelopment Plan to approve the 100 S. Main Street Project as Redevelopment Project 2 and authorizing tax abatement as described therein.

3047 9/1/2020 Approving the Second Amendment to the Downtown Parkville Redevelopment Plan to approve the 110 Main Street Project as Redevelopment Project 3 and authorizing tax abatement as described therein.

3048 9/1/2020 Approving the Third Amendment to the Downtown Parkville Redevelopment Plan to approve the 101 Main Street Project as Redevelopment Project 4 and authorizing tax abatement as described therein.

3060 1/19/2021 Approving the Fourth Amendment to the Downtown Parkville Redevelopment Plan to approve the 115 N Main Street Project as Redevelopment Project 5 and authorizing tax abatement as described therein.

3090 10/5/2021 Approving the Fifth Amendment to the Downtown Parkville Redevelopment Plan to approve the 112 Main Street Redevelopment Project as Redevelopment Project No. 6 and authorizing tax abatement as described therein.

3120 2/1/2022 Approving the Sixth Amendment to the Downtown Parkville Redevelopment Plan to approve the 207 Main Street Project as Redevelopment Project 7 and authorizing tax abatement as described therein.

The School District recorded \$69,170 of payments in lieu of taxes (PILOTS) during the fiscal year ended June 30, 2023 as part of the abovementioned programs.

City of Riverside, Missouri Tax Abatement Programs

The City of Riverside, Missouri provides tax redirection through the following program: Tax Increment Financing (TIF). In addition, the School District is involved, through the City of Riverside, in a tax abatement agreement with local businesses, pursuant to Article VI, section 27(b) of the Missouri Constitution, as amended, Sections 100.010 to 100.200, inclusive of the Missouri Revised Statutes, as amended. Under this program, localities may grant property tax abatements of up to 100% of a business' property tax and/or personal property tax bill for the purpose of providing local business expansions.

The School District received \$105,548 as payments in lieu of taxes (PILOTS) for the abated properties during the fiscal year ended June 30, 2023 as part of the abovementioned programs.

## **SUPPLEMENTARY INFORMATION**

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

BUDGETARY COMPARISON – MODIFIED CASH BASIS  
*GENERAL FUND*  
For the Year Ended June 30, 2023

	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Actual Over/</u> <u>(Under) Budget</u>
<b><u>RECEIPTS</u></b>				
Local	\$ 121,690,953	\$ 116,444,895	\$ 115,970,087	\$ (474,808)
County	4,014,786	4,377,567	4,366,214	(11,353)
State	5,345,292	8,723,320	8,699,791	(23,529)
Federal	8,004,036	13,881,795	13,855,346	(26,449)
Other	<u>17,500</u>	<u>198,562</u>	<u>198,047</u>	<u>(515)</u>
Total Receipts	139,072,567	143,626,139	143,089,485	(536,654)
<b><u>DISBURSEMENTS</u></b>				
Instruction	8,506,369	16,459,289	15,715,012	(744,277)
Student Services	6,607,044	7,164,730	6,578,654	(586,076)
Instructional Staff Support	2,003,830	1,931,894	1,595,707	(336,187)
Board/Executive & Tech Admin	18,512,707	11,416,658	11,381,101	(35,557)
Building Administration	3,685,746	3,701,258	3,681,762	(19,496)
General Admin & Central Services	4,393,849	4,277,168	4,198,410	(78,758)
Operation of Plant	22,764,230	20,347,140	19,946,297	(400,843)
Transportation	10,484,869	11,664,525	11,437,503	(227,022)
Food Services	6,610,253	6,610,253	5,986,822	(623,431)
Community Services	4,302,196	4,293,538	2,417,294	(1,876,244)
Early Childhood	<u>101,465</u>	<u>104,605</u>	<u>1,450,772</u>	<u>1,346,167</u>
Total Disbursements	<u>87,972,558</u>	<u>87,971,058</u>	<u>84,389,334</u>	<u>(3,581,724)</u>
Excess (Deficiency) of				
Receipts over Disbursements	51,100,009	55,655,081	58,700,151	3,045,070
Other Financing Sources/(Uses):				
Net Insurance Recovery	0	27,231	27,159	(72)
Transfers Out	<u>(54,999,606)</u>	<u>(57,254,652)</u>	<u>(56,925,514)</u>	<u>329,138</u>
Total Other Financing Sources (Uses)	<u>(54,999,606)</u>	<u>(57,227,421)</u>	<u>(56,898,355)</u>	<u>329,066</u>
Net Change in Fund Balance	(3,899,597)	(1,572,340)	1,801,796	3,374,136
FUND BALANCE – JUNE 30, 2022	<u>35,682,646</u>	<u>35,682,646</u>	<u>35,682,646</u>	<u>0</u>
FUND BALANCE – JUNE 30, 2023	\$ <u>31,783,049</u>	\$ <u>34,110,306</u>	\$ <u>37,484,442</u>	\$ <u>3,374,136</u>

*See Accompanying Independent Auditor's Report and Notes to the Budgetary Comparison Schedules.*

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

BUDGETARY COMPARISON – MODIFIED CASH BASIS  
*SPECIAL REVENUE FUND*  
For the Year Ended June 30, 2023

	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	Actual Over/ <u>(Under) Budget</u>
<b><u>RECEIPTS</u></b>				
Local	\$ 15,187,592	\$ 14,839,281	\$ 14,839,280	\$ (1)
County	699,494	630,128	315,063	(315,065)
State	40,038,362	35,932,483	35,458,674	(473,809)
Federal	<u>981,611</u>	<u>1,303,260</u>	<u>1,303,258</u>	<u>(2)</u>
Total Receipts	56,907,059	52,705,152	51,916,275	(788,877)
<b><u>DISBURSEMENTS</u></b>				
Instruction	83,167,439	82,375,289	82,798,140	422,851
Student Services	5,958,289	6,551,690	6,336,999	(214,691)
Instructional Staff Support	4,187,046	4,505,293	4,335,316	(169,977)
Board/Executive & Tech Admin	1,274,869	1,154,140	1,149,950	(4,190)
Building Administration	6,953,825	7,109,473	7,109,418	(55)
General Admin & Central Services	1,313,304	1,266,348	1,266,337	(11)
Community Services	350,622	329,883	6,830	(323,053)
Early Childhood	<u>1,515,349</u>	<u>1,428,627</u>	<u>314,069</u>	<u>(1,114,558)</u>
Total Disbursements	<u>104,720,743</u>	<u>104,720,743</u>	<u>103,317,059</u>	<u>(1,403,684)</u>
Excess (Deficiency) of Receipts over Disbursements	(47,813,684)	(52,015,591)	(51,400,784)	614,807
Other Financing Sources/(Uses):				
Transfers In	<u>47,813,684</u>	<u>52,015,591</u>	<u>51,400,784</u>	<u>(614,807)</u>
Total Other Financing Sources (Uses)	<u>47,813,684</u>	<u>52,015,591</u>	<u>51,400,784</u>	<u>(614,807)</u>
Net Change in Fund Balance	0	0	0	0
FUND BALANCE – JUNE 30, 2022	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE – JUNE 30, 2023	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>

See Accompanying Independent Auditor's Report and Notes to the Budgetary Comparison Schedules.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

BUDGETARY COMPARISON – MODIFIED CASH BASIS  
*DEBT SERVICE FUND*  
For the Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Actual Over/ (Under) Budget</u>
<u>RECEIPTS</u>				
Local	\$ 11,948,753	\$ 11,138,481	\$ 11,139,369	\$ 888
County	<u>880,941</u>	<u>610,116</u>	<u>610,116</u>	<u>0</u>
Total Receipts	12,829,694	11,748,597	11,749,485	888
<u>DISBURSEMENTS</u>				
Debt Service-principal, interest, fees	<u>18,731,500</u>	<u>18,731,500</u>	<u>17,732,164</u>	<u>(999,336)</u>
Total Disbursements	<u>18,731,500</u>	<u>18,731,500</u>	<u>17,732,164</u>	<u>(999,336)</u>
Excess (Deficiency) of				
Receipts over Disbursements	(5,901,806)	(6,982,903)	(5,982,679)	1,000,224
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	(5,901,806)	(6,982,903)	(5,982,679)	1,000,224
FUND BALANCE – JUNE 30, 2022	<u>18,397,455</u>	<u>18,397,455</u>	<u>18,397,455</u>	<u>0</u>
FUND BALANCE – JUNE 30, 2023	\$ <u>12,495,649</u>	\$ <u>11,414,552</u>	\$ <u>12,414,776</u>	\$ <u>1,000,224</u>

*See Accompanying Independent Auditor's Report and Notes to the Budgetary Comparison Schedules.*

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

BUDGETARY COMPARISON – MODIFIED CASH BASIS  
*CAPITAL PROJECTS FUND*  
For the Year Ended June 30, 2023

	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Actual Over/ (Under) Budget</u>
<b><u>RECEIPTS</u></b>				
Local	\$ 4,976,136	\$ 5,506,834	\$ 5,541,373	\$ 34,539
County	340,904	226,888	226,887	(1)
State	0	3,456,524	3,456,524	0
Federal	<u>0</u>	<u>340,657</u>	<u>340,657</u>	<u>0</u>
Total Receipts	5,317,040	9,530,903	9,565,441	34,538
<b><u>DISBURSEMENTS</u></b>				
Instruction	152,657	353,562	266,590	(86,972)
Student Services	3,625	13,376	15,219	1,843
Instructional Staff Support	48,000	23,994	0	(23,994)
Board/Executive & Tech Admin	1,913,838	1,078,751	1,076,250	(2,501)
General Admin & Central Services	139,385	143,059	3,674	(139,385)
Operation of Plant	7,604,525	10,596,871	9,713,601	(883,270)
Food Services	0	213,357	213,357	0
Community Services	360,000	0	0	0
Early Childhood	2,000	2,000	0	(2,000)
Capital Outlay	<u>34,635,556</u>	<u>32,436,116</u>	<u>4,258,578</u>	<u>(28,177,538)</u>
Total Disbursements	<u>44,859,586</u>	<u>44,861,086</u>	<u>15,547,269</u>	<u>(29,313,817)</u>
Excess (Deficiency) of Receipts over Disbursements	(39,542,546)	(35,330,183)	(5,981,828)	29,348,355
Other Financing Sources/(Uses):				
Premium on Bonds Sold	0	4,394,754	4,394,754	0
Proceeds from sale of bonds	68,500,000	60,000,000	60,000,000	0
Sale of District Property	1,350,000	7,121	7,120	(1)
Net Insurance Recovery	0	39,503	39,503	0
Transfers In	<u>5,195,000</u>	<u>6,000,000</u>	<u>5,524,730</u>	<u>(475,270)</u>
Total Other Financing Sources (Uses)	<u>75,045,000</u>	<u>70,441,378</u>	<u>69,966,107</u>	<u>(475,271)</u>
Net Change in Fund Balance	35,502,454	35,111,195	63,984,279	28,873,084
FUND BALANCE – JUNE 30, 2022	<u>6,503,703</u>	<u>6,503,703</u>	<u>6,503,703</u>	<u>0</u>
FUND BALANCE – JUNE 30, 2023	<u>\$ 42,006,157</u>	<u>\$ 41,614,898</u>	<u>\$ 70,487,982</u>	<u>\$ 28,873,084</u>

*See Accompanying Independent Auditor's Report and Notes to the Budgetary Comparison Schedules.*

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO BUDGETARY COMPARISON SCHEDULES  
For the Year Ended June 30, 2023

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 receipts and proposed disbursements for all School District governmental type funds. Budgeted disbursements cannot exceed beginning available monies plus estimated receipts 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. The fiscal year ended June 30, 2023 budget was approved at the June 23, 2022 Board of Education public meeting.
5. 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 final budget information included in the financial statements.
6. Budgets for District funds are prepared and adopted on the cash basis (budget basis), recognizing receipts when collected and disbursements when paid.

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF RECEIPTS COLLECTED BY SOURCE  
For the Year Ended June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
<b><u>LOCAL</u></b>					
Current taxes	\$ 100,739,684	\$ 0	\$ 10,429,239	\$ 2,120,703	\$ 113,289,626
Delinquent Taxes	2,545,220	0	263,498	53,580	2,862,298
School District Trust Fund (Prop C)	0	14,838,455	0	0	14,838,455
M&M, in lieu of City & FIT	0	0	0	1,584,108	1,584,108
Earnings on Investments	1,858,751	825	446,632	942,068	3,248,276
Food Services	3,928,305	0	0	0	3,928,305
Student Services	2,082,372	0	0	0	2,082,372
Community Services	3,267,670	0	0	0	3,267,670
Other	<u>1,548,085</u>	<u>0</u>	<u>0</u>	<u>840,914</u>	<u>2,388,999</u>
Total Local	115,970,087	14,839,280	11,139,369	5,541,373	147,490,109
<b><u>COUNTY</u></b>					
Fines, Escheats, etc.	0	315,063	0	0	315,063
State Assessed Utilities	4,359,214	0	610,116	226,887	5,196,217
Grants and Gifts	<u>7,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,000</u>
Total County	4,366,214	315,063	610,116	226,887	5,518,280
<b><u>STATE</u></b>					
Basic Formula	0	34,082,068	0	0	34,082,068
Transportation Aid	5,436,424	0	0	0	5,436,424
Special Education grants	0	1,376,606	0	3,456,524	4,833,130
Classroom Trust Fund	3,073,298	0	0	0	3,073,298
Parents as Teachers	101,946	0	0	0	101,946
Career Education	55,409	0	0	0	55,409
Food Services	27,683	0	0	0	27,683
Other	<u>5,031</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,031</u>
Total State	8,699,791	35,458,674	0	3,456,524	47,614,989
<b><u>FEDERAL</u></b>					
Medicaid	291,245	0	0	0	291,245
ARP ESSER III	815,103	766,076	0	0	1,581,179
CRRSA ESSER II	6,962	83,149	0	0	90,111
CARES grants	6,459	1,508	0	0	7,967
Special Education IDEA/ECSE	2,566,192	452,525	0	0	3,018,717
Food Services	4,093,895	0	0	0	4,093,895
ESEA Title I.A	880,882	0	0	0	880,882
ESEA Title II, Part A	212,190	0	0	0	212,190
ESEA Title III, English Language	79,069	0	0	0	79,069
ESEA Title IV, Student Support	54,876	0	0	0	54,876
Other	<u>4,848,473</u>	<u>0</u>	<u>0</u>	<u>340,657</u>	<u>5,189,130</u>
Total Federal	13,855,346	1,303,258	0	340,657	15,499,261
<b><u>OTHER</u></b>					
Transportation from Other Districts	<u>198,047</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>198,047</u>
<b>TOTAL ALL SOURCES</b>	<b>\$ <u>143,089,485</u></b>	<b>\$ <u>51,916,275</u></b>	<b>\$ <u>11,749,485</u></b>	<b>\$ <u>9,565,441</u></b>	<b>\$ <u>216,320,686</u></b>



**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF DISBURSEMENTS PAID BY OBJECT  
For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Salaries	\$ 31,094,142	\$ 79,396,564	\$ 0	\$ 0	\$ 110,490,706
Retirement	2,277,265	11,865,286	0	0	14,142,551
Payroll Taxes	2,295,110	1,543,880	0	0	3,838,990
Employee Insurance	3,724,932	8,496,566	0	0	12,221,498
Other Benefits	479,359	509,960	0	0	989,319
Professional/Technical Svcs	2,904,309	1,504,803	0	0	4,409,112
Property Services	3,278,186	0	0	0	3,278,186
Transportation Services	11,011,348	0	0	0	11,011,348
Property/Liability Insurance	1,269,921	0	0	0	1,269,921
Communication	647,796	0	0	0	647,796
Dues and Membership	275,222	0	0	0	275,222
Other Purchased Services	968,860	0	0	0	968,860
General Supplies	16,728,923	0	0	0	16,728,923
Books and Periodicals	1,101,738	0	0	0	1,101,738
Warehouse and Food Svcs	2,332,499	0	0	0	2,332,499
Utilities, Energy Service	3,969,358	0	0	0	3,969,358
Other Supplies	30,366	0	0	0	30,366
Capital Outlay	0	0	0	15,547,269	15,547,269
Debt Service and Fees	0	0	17,732,164	0	17,732,164
Total Disbursements	<u>\$ 84,389,334</u>	<u>\$ 103,317,059</u>	<u>\$ 17,732,164</u>	<u>\$ 15,547,269</u>	<u>\$ 220,985,826</u>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2023**

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Number	FAIN Number	Pass- Through Number	Total Federal Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
Child Nutrition Cluster:				
School Breakfast Program	10.553	20221N119943	083-005	\$ 283,046
School Breakfast Program	10.553	20232N119943	083-005	378,825
National School Lunch Program (NSLP)	10.555	20221N119943	083-005	1,118,546
National School Lunch Program (NSLP)	10.555	20232N119943	083-005	1,999,523
National School Lunch Program (NSLP)	10.555	n/a	083-005	551,083
COVID-19 – NSLP Supply Chain Assistance	10.555	20221N890343	083-005	225,827
COVID-19 – NSLP Supply Chain Assistance	10.555	20232N890343	083-005	<u>88,128</u>
Total Child Nutrition Cluster				<u>4,644,978</u>
Total U.S. Department of Agriculture				4,644,978
<u>Federal Communications Commission</u>				
COVID 19 – Emergency Connectivity Fund (ECF) Program	32.009			<u>5,170,257</u>
Total Federal Communications Commission				5,170,257
<u>U.S. Department of Education</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
COVID-19 – CRRSA Act Parent Reimbursement (GEER II)	84.425C	S425C210016	083-005	5,800
COVID-19 – CARES Act Education Stabilization Fund (ESF)	84.425D	S425D200021	083-005	1,508
COVID-19 – CRRSA Act ESF (ESSER II)	84.425D	S425D210021	083-005	93,411
COVID-19 – ARP Act ESF (ESSER III)	84.425U	S425U210021	083-005	<u>396,138</u>
Total Education Stabilization Fund				496,857
Title I, Grants for LEAs	84.010A	S010A210025	083-005	357,596
Title I, Grants for LEAs	84.010A	S010A220025	083-005	532,239
Title II.A, Supporting Effective Instruction	84.367A	S367A210024	083-005	74,330
Title II.A, Supporting Effective Instruction	84.367A	S367A220024	083-005	204,408
Title III, English Language Acquisition	84.365A	S365A210025	083-005	49,257
Title IV, Student Support and Academic Enrichment	84.424A	S424A210026	083-005	44,887
Title IV, Student Support and Academic Enrichment	84.424A	S424A220026	083-005	22,920
Special Education Cluster (IDEA):				
IDEA, Part B - Special Education (including ECSE)	84.027A	H027A210040	083-005	1,023,162
IDEA, Part B - Special Education (including ECSE)	84.027A	H027A220040	083-005	1,509,736
COVID-19 – ARP Act IDEA	84.027X	H027X210040	083-005	564,543
Early Childhood Special Education (ECSE)	84.173A	H173A210103	083-005	12,561
Early Childhood Special Education (ECSE)	84.173A	H173A220103	083-005	44,929
COVID-19 – ARP Act ECSE	84.173X	H173X210103	083-005	<u>39,556</u>
Total Special Education Cluster				<u>3,194,487</u>
Total U.S. Department of Education				<u>4,976,981</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ <u>14,792,216</u>

*The accompanying notes are an integral part of this schedule.*

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2023

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of Park Hill School District (the “School District”) under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit 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 or changes in net assets of the School District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified cash basis of accounting, which is described in Note 1.E. 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.

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 \$750,000 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 \$551,083 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  
Park Hill School District  
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 Park Hill School District (the "School District") as of and for the year ended June 30, 2023, 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 October 31, 2023.

**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  
Park Hill School District  
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  
October 31, 2023



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

Board of Education  
Park Hill School District  
Kansas City, Missouri

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited Park Hill School District’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, 2023. 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, 2023.

#### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 the 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.



Board of Education  
Park Hill School District  
Kansas City, Missouri

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Marr and Company*

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
October 31, 2023

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended June 30, 2023

**SECTION I: SUMMARY OF AUDITOR'S RESULTS**

*Financial Statements*

1. Type of auditor's report issued: Unmodified Opinion
2. Internal control over financing reporting:
  - a) Significant deficiencies were disclosed. None
  - b) Material weaknesses were disclosed. None
3. Noncompliance, which is material to the basic financial statements, was disclosed. None

*Federal Awards*

1. Internal control over major programs:
  - a) Significant deficiencies were disclosed. None
  - b) Material weaknesses were disclosed. None
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? None
4. The School District's major federal programs were:

<u>Federal Assistance Numbers</u>	<u>Name of Federal Program or Cluster</u>
32.009	Emergency Connectivity Fund (ECF)
10.553, 10.555	Child Nutrition Cluster

5. Dollar threshold used to distinguish between type A and type B programs: \$750,000
6. Auditee qualified as low-risk auditee specified in Section 200.520 of the Uniform Guidance?  
 Yes  No

**SECTION II: FINANCIAL STATEMENT FINDINGS**

No financial statement findings were reported.

**SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

No federal award findings and questioned costs were reported.

**SECTION IV: RESOLUTIONS OF PRIOR YEAR AUDIT FINDINGS**

No audit findings were noted from the prior year.



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

Board of Education  
Park Hill School District  
Kansas City, Missouri

We have examined management's assertion, included in its representation letter dated October 31, 2023, that the Park Hill School District (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, 2023. 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 Park Hill School District complied with the aforementioned requirements included in the Schedule of Selected Statistics for the year ended June 30, 2023, is fairly stated, in all material respects.

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
October 31, 2023

**County District Code: 083-005**

**PARK HILL SCHOOL DISTRICT  
Kansas City, Missouri**

**SCHEDULE OF SELECTED STATISTICS  
For the Year Ended June 30, 2023**

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

Report each unique calendar the 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
7500	PK	PK	A & P	3.1000	174	539.4000
6000	K	12	n/a	6.2500	176	1,100.0000
-	K	5	n/a	6.4167	176	1,111.3392
-	6	8	n/a	6.5333	176	1,131.8608
-	9	12	n/a	6.7167	176	1,164.1392

**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	550,376.6831	36.1830	0.0000	0.0000	13,301.7999	563,714.6660
1050	10	503,988.7564	0.0000	0.0000	0.0000	20,529.8835	524,518.6399
1050	11	468,183.0928	25.9765	0.0000	0.0000	24,281.1502	492,490.2195
1050	12	385,152.6248	1,137.2061	0.0000	0.0000	25,668.7170	411,958.5479
1080	9	494,452.2742	74.9993	0.0000	0.0000	0.0000	494,527.2735
1080	10	503,523.0692	0.0000	0.0000	0.0000	0.0000	503,523.0692
1080	11	498,839.0231	0.0000	0.0000	0.0000	0.0000	498,839.0231
1080	12	399,688.4056	0.0000	0.0000	0.0000	0.0000	399,688.4056
3000	6	233,598.7926	0.0000	0.0000	0.0000	15,615.9664	249,214.7590
3000	7	243,980.9915	0.0000	0.0000	0.0000	9,421.1170	253,402.1085
3000	8	231,765.9565	1,115.2607	0.0000	0.0000	8,791.7321	241,672.9493
3030	6	208,000.2978	0.0000	0.0000	0.0000	0.0000	208,000.2978
3030	7	224,682.8098	0.0000	0.0000	0.0000	0.0000	224,682.8098
3030	8	244,875.6352	0.0000	0.0000	0.0000	0.0000	244,875.6352
3050	6	234,952.1351	32.4860	0.0000	0.0000	0.0000	234,984.6211
3050	7	243,271.0989	0.0000	0.0000	0.0000	0.0000	243,271.0989
3050	8	258,286.1542	1,964.9230	0.0000	0.0000	0.0000	260,251.0772

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**2. ATTENDANCE HOURS (Continued)**

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
3060	6	261,736.4044	21.9840	0.0000	0.0000	15,882.2502	277,640.6386
3060	7	267,210.5089	0.0000	0.0000	0.0000	11,752.1998	278,962.7087
3060	8	258,746.4745	0.0000	0.0000	0.0000	9,521.7825	268,268.2570
4020	K	76,116.3772	0.0000	0.0000	0.0000	8,255.4333	84,371.8105
4020	1	79,080.2810	0.0000	0.0000	0.0000	8,361.2832	87,441.5642
4020	2	62,139.1964	94.1158	0.0000	0.0000	8,199.9831	70,433.2953
4020	3	75,600.1652	0.0000	0.0000	0.0000	8,345.1336	83,945.2988
4020	4	81,157.6947	0.0000	0.0000	0.0000	19,196.8497	100,354.5444
4020	5	91,183.0806	33.3405	0.0000	0.0000	16,708.4171	107,924.8382
4040	K	77,949.0262	0.0000	0.0000	0.0000	0.0000	77,949.0262
4040	1	60,663.4442	0.0000	0.0000	0.0000	0.0000	60,663.4442
4040	2	69,140.9119	0.0000	0.0000	0.0000	0.0000	69,140.9119
4040	3	85,733.3361	0.0000	0.0000	0.0000	0.0000	85,733.3361
4040	4	95,754.1683	66.6810	0.0000	0.0000	0.0000	95,820.8493
4040	5	96,818.2427	1,075.8395	0.0000	0.0000	0.0000	97,894.0822
4060	K	54,987.1659	63.2760	0.0000	0.0000	4,007.1503	59,057.5922
4060	1	69,466.0586	9.3130	0.0000	0.0000	3,643.4499	73,118.8215
4060	2	60,248.3476	0.0000	0.0000	0.0000	3,621.0833	63,869.4309
4060	3	50,037.6470	0.0000	0.0000	0.0000	1,794.6666	51,832.3136
4060	4	74,550.2256	0.0000	0.0000	0.0000	3,795.8334	78,346.0590
4060	5	69,716.0389	0.0000	0.0000	0.0000	3,106.7001	72,822.7390
4080	K	63,840.9129	0.0000	0.0000	0.0000	0.0000	63,840.9129
4080	1	67,554.5765	0.0000	0.0000	0.0000	89.4167	67,643.9932
4080	2	70,892.3113	0.0000	0.0000	0.0000	89.4167	70,981.7280
4080	3	68,596.8830	0.0000	0.0000	0.0000	0.0000	68,596.8830
4080	4	80,936.9493	0.0000	0.0000	0.0000	0.0000	80,936.9493
4080	5	86,039.5971	0.0000	0.0000	0.0000	0.0000	86,039.5971
5000	K	72,948.4037	0.0000	0.0000	0.0000	0.0000	72,948.4037
5000	1	92,718.2363	0.0000	0.0000	0.0000	0.0000	92,718.2363
5000	2	86,712.6197	33.3405	0.0000	0.0000	0.0000	86,745.9602
5000	3	90,259.5059	0.0000	0.0000	0.0000	0.0000	90,259.5059

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

**SCHEDULE OF SELECTED STATISTICS**  
 For the Year Ended June 30, 2023

**2. ATTENDANCE HOURS (Continued)**

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
5000	4	81,337.3693	0.0000	0.0000	0.0000	0.0000	81,337.3693
5000	5	91,685.8951	33.3405	0.0000	0.0000	0.0000	91,719.2356
5020	K	99,441.7501	20.6230	0.0000	0.0000	6,775.3502	106,237.7233
5020	1	98,996.7208	0.0000	0.0000	0.0000	6,424.0170	105,420.7378
5020	2	122,847.7057	33.3405	0.0000	0.0000	7,447.1333	130,328.1795
5020	3	107,093.5595	0.0000	0.0000	0.0000	5,263.9837	112,357.5432
5020	4	109,497.4986	0.0000	0.0000	0.0000	5,124.7170	114,622.2156
5020	5	97,454.0195	33.3405	0.0000	0.0000	2,838.9832	100,326.3432
5040	K	74,132.6136	0.0000	0.0000	0.0000	4,318.7834	78,451.3970
5040	1	71,148.5257	2,076.8748	0.0000	0.0000	4,192.7666	77,418.1671
5040	2	80,070.2722	1,018.3568	0.0000	0.0000	4,415.7333	85,504.3623
5040	3	70,186.2010	905.2079	0.0000	0.0000	3,405.3167	74,496.7256
5040	4	73,369.3200	932.0909	0.0000	0.0000	2,804.6166	77,106.0275
5040	5	71,593.6040	0.0000	0.0000	0.0000	2,243.0833	73,836.6873
5060	K	69,592.0906	0.0000	0.0000	0.0000	9,333.7337	78,925.8243
5060	1	84,907.0257	7.4840	0.0000	0.0000	8,544.2502	93,458.7599
5060	2	82,140.5207	0.0000	0.0000	0.0000	9,643.4498	91,783.9705
5060	3	67,644.4262	0.0000	0.0000	0.0000	7,994.0331	75,638.4593
5060	4	61,686.0861	0.0000	0.0000	0.0000	6,144.1331	67,830.2192
5060	5	67,647.6090	0.0000	0.0000	0.0000	5,785.7501	73,433.3591
5080	K	76,084.4272	0.0000	0.0000	0.0000	4,689.3835	80,773.8107
5080	1	82,359.2329	0.0000	0.0000	0.0000	5,592.5499	87,951.7828
5080	2	78,391.5382	0.0000	0.0000	0.0000	4,292.1333	82,683.6715
5080	3	90,259.1893	1,064.9897	0.0000	0.0000	4,899.8832	96,224.0622
5080	4	72,303.3150	14.9680	0.0000	0.0000	2,235.9833	74,554.2663
5080	5	71,481.5552	0.0000	0.0000	0.0000	2,570.7500	74,052.3052
5090	K	71,675.3700	41.1135	0.0000	0.0000	4,948.1335	76,664.6170
5090	1	82,838.3784	0.0000	0.0000	0.0000	4,458.2001	87,296.5785
5090	2	84,406.6295	33.3405	0.0000	0.0000	5,249.8834	89,689.8534
5090	3	79,826.8582	0.0000	0.0000	0.0000	3,597.0334	83,423.8916
5090	4	80,906.4975	0.0000	0.0000	0.0000	3,572.6835	84,479.1810

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**2. ATTENDANCE HOURS (Continued)**

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
5090	5	86,881.8897	33.3405	0.0000	0.0000	3,224.9499	90,140.1801
5095	K	79,357.6572	947.7708	0.0000	0.0000	7,843.0833	88,148.5113
5095	1	71,421.8892	0.0000	0.0000	0.0000	10,071.6335	81,493.5227
5095	2	90,925.2188	0.0000	0.0000	0.0000	10,968.7667	101,893.9855
5095	3	86,927.3181	0.0000	0.0000	0.0000	8,151.8000	95,079.1181
5095	4	76,336.0921	977.5738	0.0000	0.0000	5,248.3835	82,562.0494
5095	5	90,671.7849	1,111.3392	0.0000	0.0000	5,577.2000	97,360.3241
6000	1	0.0000	0.0000	0.0000	0.0000	73.3333	73.3333
6000	2	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
6000	3	0.0000	0.0000	0.0000	0.0000	128.3334	128.3334
6000	4	0.0000	0.0000	0.0000	0.0000	147.3833	147.3833
6000	5	0.0000	0.0000	0.0000	0.0000	72.1833	72.1833
7500	PA	20,128.6101	0.0000	0.0000	0.0000	0.0000	20,128.6101
7500	PP	16,970.1234	0.0000	0.0000	0.0000	0.0000	16,970.1234
	<b>Grand Total</b>	<b><u>11,998,778.9807</u></b>	<b><u>15,070.0198</u></b>	<b><u>0.0000</u></b>	<b><u>0.0000</u></b>	<b><u>444,294.9172</u></b>	<b><u>12,458,143.9177</u></b>

**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	513.00	0.46	0.00	513.46
1050	10	493.00	0.00	0.00	493.00
1050	11	434.00	0.57	0.00	434.57
1050	12	414.00	1.00	0.00	415.00
1080	9	457.00	0.00	0.00	457.00
1080	10	475.00	0.75	0.00	475.75
1080	11	483.00	0.00	0.00	483.00

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**3. SEPTEMBER MEMBERSHIP (Continued)**

School Code	Grade Level	Full-Time	Part-Time	Other	Total
1080	12	446.00	0.25	0.00	446.25
3000	6	223.00	0.00	0.00	223.00
3000	7	231.00	0.00	0.00	231.00
3000	8	224.00	0.62	0.00	224.62
3030	6	193.00	0.43	0.00	193.43
3030	7	213.00	0.00	0.00	213.00
3030	8	234.00	0.00	0.00	234.00
3050	6	228.00	0.03	0.00	228.03
3050	7	235.00	0.00	0.00	235.00
3050	8	249.00	1.20	0.00	250.20
3060	6	248.00	0.03	0.00	248.03
3060	7	250.00	0.20	0.00	250.20
3060	8	247.00	0.00	0.00	247.00
4020	K	76.00	0.00	0.00	76.00
4020	1	77.00	0.00	0.00	77.00
4020	2	60.00	0.46	0.00	60.46
4020	3	74.00	0.00	0.00	74.00
4020	4	76.00	0.00	0.00	76.00
4020	5	85.00	0.03	0.00	85.03
4040	K	78.00	0.00	0.00	78.00
4040	1	59.00	0.00	0.00	59.00
4040	2	66.00	0.00	0.00	66.00
4040	3	84.00	0.00	0.00	84.00
4040	4	93.00	0.23	0.00	93.23
4040	5	92.00	0.03	0.00	92.03
4060	K	56.00	0.06	0.00	56.06
4060	1	67.00	0.00	0.00	67.00
4060	2	56.00	0.00	0.00	56.00
4060	3	47.00	0.00	0.00	47.00
4060	4	69.00	0.00	0.00	69.00
4060	5	67.00	0.00	0.00	67.00



**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**3. SEPTEMBER MEMBERSHIP (Continued)**

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4080	K	63.00	0.00	0.00	63.00
4080	1	66.00	0.00	0.00	66.00
4080	2	68.00	0.00	0.00	68.00
4080	3	66.00	0.00	0.00	66.00
4080	4	79.00	0.00	0.00	79.00
4080	5	85.00	0.00	0.00	85.00
5000	K	71.00	0.40	0.00	71.40
5000	1	89.00	0.00	0.00	89.00
5000	2	81.00	0.03	0.00	81.03
5000	3	87.00	0.00	0.00	87.00
5000	4	79.00	0.00	0.00	79.00
5000	5	90.00	0.03	0.00	90.03
5020	K	95.00	0.00	0.00	95.00
5020	1	94.00	0.00	0.00	94.00
5020	2	116.00	0.03	0.00	116.03
5020	3	103.00	0.00	0.00	103.00
5020	4	106.00	0.00	0.00	106.00
5020	5	90.00	0.03	0.00	90.03
5040	K	70.00	0.00	0.00	70.00
5040	1	68.00	0.19	0.00	68.19
5040	2	78.00	0.03	0.00	78.03
5040	3	67.00	0.03	0.00	67.03
5040	4	71.00	0.13	0.00	71.13
5040	5	69.00	0.00	0.00	69.00
5060	K	67.00	0.00	0.00	67.00
5060	1	83.00	0.00	0.00	83.00
5060	2	79.00	0.00	0.00	79.00
5060	3	65.00	0.00	0.00	65.00
5060	4	63.00	0.00	0.00	63.00
5060	5	65.00	0.00	0.00	65.00

County District Code: 083-005

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

**SCHEDULE OF SELECTED STATISTICS**  
For the Year Ended June 30, 2023

**3. SEPTEMBER MEMBERSHIP (Continued)**

School Code	Grade Level	Full-Time	Part-Time	Other	Total
5080	K	73.00	0.00	0.00	73.00
5080	1	79.00	0.00	0.00	79.00
5080	2	74.00	0.00	0.00	74.00
5080	3	88.00	0.00	0.00	88.00
5080	4	68.00	0.00	0.00	68.00
5080	5	69.00	0.00	0.00	69.00
5090	K	70.00	0.48	0.00	70.48
5090	1	76.00	0.00	0.00	76.00
5090	2	84.00	0.03	0.00	84.03
5090	3	77.00	0.00	0.00	77.00
5090	4	78.00	0.00	0.00	78.00
5090	5	82.00	0.03	0.00	82.03
5095	K	76.00	0.51	0.00	76.51
5095	1	68.00	0.00	0.00	68.00
5095	2	88.00	0.00	0.00	88.00
5095	3	85.00	0.00	0.00	85.00
5095	4	74.00	0.80	0.00	74.80
5095	5	86.00	0.16	0.00	86.16
7500	PA	119.00	0.00	0.00	119.00
7500	PK	168.00	0.00	0.00	168.00
	<b>Grand Total</b>	<b><u>11,827.00</u></b>	<b><u>9.26</u></b>	<b><u>0.00</u></b>	<b><u>11,836.26</u></b>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**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
1050	278.50	136.00	N/A	N/A	414.50
1080	337.00	79.00	N/A	N/A	416.00
3000	105.00	40.00	N/A	N/A	145.00
3030	111.00	47.00	N/A	N/A	158.00
3050	156.40	43.00	N/A	N/A	199.40
3060	182.00	42.00	N/A	N/A	224.00
4020	137.00	38.00	N/A	N/A	175.00
4040	70.00	23.00	N/A	N/A	93.00
4060	148.00	26.00	N/A	N/A	174.00
4080	136.00	27.00	N/A	N/A	163.00
5000	127.00	26.00	N/A	N/A	153.00
5020	61.00	10.00	N/A	N/A	71.00
5040	106.00	14.00	N/A	N/A	120.00
5060	88.00	28.00	N/A	N/A	116.00
5080	61.00	25.00	N/A	N/A	86.00
5090	100.00	36.00	N/A	N/A	136.00
5095	100.00	29.00	N/A	N/A	129.00
7500	0.00	0.00	N/A	N/A	0.00
<b>Grand Total</b>	<b><u>2,303.90</u></b>	<b><u>669.00</u></b>	<b><u>0.00</u></b>	<b><u>0.00</u></b>	<b><u>2,972.90</u></b>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

**SCHEDULE OF SELECTED STATISTICS**  
 For the Year Ended June 30, 2023

**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.	<b>True</b>
5.2	The district maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	<b>True</b>
	Academic Programs Off-Campus	<b>True</b>
	Career Exploration Program – Off Campus	<b>True</b>
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	<b>N/A</b>
	Dual enrollment	<b>True</b>
	Homebound instruction	<b>True</b>
	Missouri Options	<b>True</b>
	Prekindergarten eligible to be claimed for state aid	<b>N/A</b>
	Remediation	<b>True</b>
	Sheltered Workshop participation	<b>N/A</b>
	Students participating in the school flex program	<b>N/A</b>
	Traditional instruction (full and part-time students)	<b>True</b>
	Virtual instruction (MOCAP or other option)	<b>True</b>
	Work Experience for Students with Disabilities	<b>N/A</b>
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.	<b>True</b>
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.	<b>True</b>
5.5	As required by Section 162.401, RSMo, a bond was purchased for the district’s treasurer in the total amount of:	<b>\$50,000</b>
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.	<b>True</b>
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.	<b>True</b>

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**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. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.	<b>True</b>
5.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved 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.	<b>N/A</b>
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.	<b>True</b>
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.	<b>True</b>
5.12	The amount spent for approved professional development committee plan activities was:	\$348,386
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.	<b>True</b>

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

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

SCHEDULE OF SELECTED STATISTICS  
 For the Year Ended June 30, 2023

**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.	<b>True</b>
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.	<b>True</b>
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:	<b>True</b>
	Eligible ADT	<u>5,872.00</u>
	Ineligible ADT	<u>1,481.00</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.	<b>True</b>
6.5	Actual odometer records show the total district-operated and contracted mileage for the year was:	<u>1,707,681</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:	<b>True</b>
	Eligible Miles	<u>1,482,313</u>
	Ineligible Miles (Non-Route/Disapproved)	<u>225,368</u>
6.7	Number of days the district operated the school transportation system during the regular school year:	<u>176</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

**PARK HILL SCHOOL DISTRICT**  
**Kansas City, Missouri**

**SCHEDULE OF STATE FINDINGS**  
**For the Year Ended June 30, 2023**

Prior year

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

Current year

There were no audit findings related to state compliance for the year ended June 30, 2023.