



*Certified Public Accountants*

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS

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BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 BASIC FINANCIAL STATEMENTS  
 Year Ended June 30, 2021

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## **INDEPENDENT AUDITORS' REPORT**

Board of Education  
Topeka Public Schools  
Unified School District No. 501:

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Topeka Public Schools Unified School District No. 501 (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditors' Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and applicable provisions of the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Emphasis of Matter

### *Change in Accounting Principle*

As described in Note 1 to the financial statements, the District has changed its method of accounting for student activity funds effective July 1, 2020 due to the adoption of Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities. Our opinion is not modified with respect to this matter.

### *Prior Period Restatement*

As described in Note 12 to the financial statements, the June 30, 2020 financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

## Other Matters

### *Required Supplementary Information*

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

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The supplementary schedules listed in the accompanying table of contents, including the schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary schedules listed in the accompanying table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic

financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is 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 March 11, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

BT&Co., P.A.

March 11, 2022  
Topeka, Kansas

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis (MD&A) section of the Topeka Public Schools, Unified School District No. 501 (the District) financial report represents our examination of the District's financial performance during the year. The MD&A is intended to assist the reader in gaining understanding of how the various statements relate to each other and provide an objective and easily readable analysis of the District's financial activities.

### USING THIS GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) BASED REPORT

The District's financial statement package for the fiscal year ended June 30, 2021 is comprised of the following significant sections: Independent Auditor's Report, Management's Discussion and Analysis (MD&A) (Unaudited), the Basic Financial Statements (Audited), Supplementary Schedules, Combining Statements, the Schedule of Expenditures of Federal Awards, and the Auditors' Reports on Internal Controls and Compliance. These financial statements include all the accounts for which the District is considered to be financially responsible. The MD&A is intended to serve as an introduction to the District's basic financial statements.

### THE BASIC FINANCIAL STATEMENTS CONSIST OF THE FOLLOWING:

- District-Wide Financial Statements
- Fund Financial Statements

### DISTRICT-WIDE FINANCIAL STATEMENTS:

The District-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business. These statements take a much larger view of the District's finances than do the fund-level statements.

The Statement of Net Position presents information on all of the District's assets, liabilities, and deferred inflows and outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the last fiscal year.

The District-wide financial statements are presented using the economic resources measurement focus, which emphasizes the determination of net income and expense on the accrual basis of accounting, as are the accompanying proprietary fund statements. Revenues are recognized when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

As a general rule, the effect of inter-fund activity has been eliminated from the District-wide financial statements. Exceptions to this rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.



**TOPEKA PUBLIC SCHOOLS, UNIFIED SCHOOL DISTRICT NO. 501 NET POSITION**

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
<b>Assets</b>						
Current assets						
Cash and investments	\$ 57,156,745	\$ 55,040,041	\$ 4,753,166	\$ 3,520,907	\$ 61,909,911	\$ 58,560,948
Other	11,101,218	8,903,587	421,573	390,320	11,522,791	9,293,907
Total current assets	68,257,963	63,943,628	5,174,739	3,911,227	73,432,702	67,854,855
Noncurrent assets						
Restricted cash and inves	108,338,390	115,769,463	-	-	108,338,390	115,769,463
Capital assets not being depreciated	9,684,704	8,598,693	-	-	9,684,704	8,598,693
Capital assets net of depreciation	210,032,237	221,371,514	1,289,989	1,372,475	211,322,226	222,743,989
Total noncurrent assets	328,055,331	345,739,670	1,289,989	1,372,475	329,345,320	347,112,145
Total assets	396,313,294	409,683,298	6,464,728	5,283,702	402,778,022	414,967,000
Deferred outflows of resources						
Deferred outflows - OPEB	1,408,239	1,225,304	-	-	1,408,239	1,225,304
Deferred outflows - pension	47,417,756	32,561,490	-	-	47,417,756	32,561,490
Total deferred outflows of resources	48,825,995	33,786,794	-	-	48,825,995	33,786,794
<b>Liabilities</b>						
Current liabilities						
Accounts payable and accrued liabilities	9,052,383	9,480,868	486,318	11,800	9,538,701	9,492,668
Accrued interest payable	5,693,594	4,007,431	-	-	5,693,594	4,007,431
General obligation bonds payable, current	2,980,000	2,615,000	-	-	2,980,000	2,615,000
Other current liabilities	11,791,787	10,180,251	39,146	23,159	11,830,933	10,203,410
Total current liabilities	29,517,764	26,283,550	525,464	34,959	30,043,228	26,318,509
Noncurrent liabilities						
General obligation bonds payable, net	254,634,664	257,715,769	-	-	254,634,664	257,715,769
Leases payable	1,479,162	-	-	-	1,479,162	-
Accrued compensated absences	1,666,201	1,605,668	-	-	1,666,201	1,605,668
Net pension liability	169,148,337	149,484,824	-	-	169,148,337	149,484,824
Post employment benefits payable	36,237,610	35,217,219	-	-	36,237,610	35,217,219
Total noncurrent liabilities	463,165,974	444,023,480	-	-	463,165,974	444,023,480
Total liabilities	492,683,738	470,307,030	525,464	34,959	493,209,202	470,341,989
Deferred inflows of resources						
Deferred inflows - OPEB	6,386,546	7,038,148	-	-	6,386,546	7,038,148
Deferred inflows - pension	5,744,139	6,718,242	-	-	5,744,139	6,718,242
Total deferred inflows of resources	12,130,685	13,756,390	-	-	12,130,685	13,756,390
<b>Net Position</b>						
Net investment in capital assets	66,469,277	87,668,616	1,289,989	1,372,475	67,759,266	89,041,091
Restricted for						
Debt Service	6,351,254	3,294,363	-	-	6,351,254	3,294,363
Special Education	6,208,364	-	-	-	6,208,364	-
Capital Outlay	3,325,858	-	-	-	3,325,858	-
Other	4,096,403	2,318,935	-	-	4,096,403	2,318,935
Unrestricted	(146,126,290)	(133,875,242)	4,649,275	3,876,268	(141,477,015)	(129,998,974)
Total net position	\$ (59,675,134)	\$ (40,593,328)	\$ 5,939,264	\$ 5,248,743	\$ (53,735,870)	\$ (35,344,585)

**TOPEKA PUBLIC SCHOOLS, UNIFIED SCHOOL DISTRICT NO. 501 STATEMENT OF ACTIVITIES**

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues						
Charge for services	\$ 1,060,331	\$ 1,124,120	\$ 541,744	\$ 946,470	\$ 1,602,075	\$ 2,070,590
Federal grants	21,206,915	17,228,945	8,551,837	5,822,966	29,758,752	23,051,911
Other grants and contributions	16,472,411	17,566,298	39,016	-	16,511,427	17,566,298
General revenues						
Property taxes	21,829,390	21,326,735	-	-	21,829,390	21,326,735
State aid	132,030,341	131,293,619	76,733	70,686	132,107,074	131,364,305
Other revenue from local sources	1,567,793	2,165,292	-	-	1,567,793	2,165,292
Interest and investment earnings	2,518,664	795,026	1,135	31,567	2,519,799	826,593
Gain on sales of capital assets	-	34,877	-	-	-	34,877
Total revenues	<u>196,685,845</u>	<u>191,534,912</u>	<u>9,210,465</u>	<u>6,871,689</u>	<u>205,896,310</u>	<u>198,406,601</u>
Expenses						
Instruction	117,438,618	101,280,223	-	-	117,438,618	101,280,223
Instructional support	4,881,070	5,441,916	-	-	4,881,070	5,441,916
Student support	19,790,008	19,288,251	-	-	19,790,008	19,288,251
General administration	3,010,023	2,969,063	-	-	3,010,023	2,969,063
School administration	10,781,055	10,936,077	-	-	10,781,055	10,936,077
Business support	3,209,949	4,885,183	-	-	3,209,949	4,885,183
Plant and maintenance	18,602,138	12,521,476	-	-	18,602,138	12,521,476
Transportation	4,516,024	5,269,896	-	-	4,516,024	5,269,896
Central support services	12,437,737	9,706,544	-	-	12,437,737	9,706,544
Other support	86,719	62,355	-	-	86,719	62,355
Student activities	832,340	567,656	-	-	832,340	567,656
Interest on long term debt	11,126,072	8,709,737	-	-	11,126,072	8,709,737
Textbook/study material	-	-	1,468,297	561,814	1,468,297	561,814
Food service	-	-	7,948,158	6,669,685	7,948,158	6,669,685
Other business-type activities	-	-	1,455	1,455	1,455	1,455
Total expense	<u>206,711,753</u>	<u>181,638,377</u>	<u>9,417,910</u>	<u>7,232,954</u>	<u>216,129,663</u>	<u>188,871,331</u>
Increase (decrease) in net position before transfers	(10,025,908)	9,896,535	(207,445)	(361,265)	(10,233,353)	9,535,270
Transfers	(890,000)	-	890,000	-	-	-
Change in net position	<u>(10,915,908)</u>	<u>9,896,535</u>	<u>682,555</u>	<u>(361,265)</u>	<u>(10,233,353)</u>	<u>9,535,270</u>
Net position, beginning	(40,593,328)	(50,489,863)	5,248,743	5,610,008	(35,344,585)	(44,879,855)
Prior period adjustment	(8,165,898)	-	7,966	-	(8,157,932)	-
Net position, beginning of year restated	<u>(48,759,226)</u>	<u>(50,489,863)</u>	<u>5,256,709</u>	<u>5,610,008</u>	<u>(43,502,517)</u>	<u>(44,879,855)</u>
Net position, ending	<u>\$ (59,675,134)</u>	<u>\$ (40,593,328)</u>	<u>\$ 5,939,264</u>	<u>\$ 5,248,743</u>	<u>\$ (53,735,870)</u>	<u>\$ (35,344,585)</u>

**FUND FINANCIAL STATEMENTS**

Governmental fund financial statements provide more detailed information about the District’s most significant funds—not the District as a whole. A fund is an accounting device and considered to be a separate accounting entity, and is used to keep track of specific sources of funding and spending for a particular purpose. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Funds are used to ensure and demonstrate compliance with financial related legal requirements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in assets and fund balance as a measure of available spendable resources. This means only current liabilities are generally included on their balance sheets. Under the modified accrual basis, revenues are recognized

as soon as they are both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred as under accrual accounting; however, debt service expenditures as well as expenditures related to compensated absences are recorded only when payment is due.

#### **District’s Major Governmental Funds:**

1. General Fund – Used to account for the general operations of the District and all unrestricted revenues and expenditures not required to be accounted for in other funds. Includes K-12 At-Risk Fund previously reported separately.
2. Special Education Fund – Used to account for the revenues and expenditures related to the education and services for District’s special needs programs.
3. Capital Outlay – Used to account for revenues that are primarily utilized for the acquisition, construction, repair, and remodeling of the District’s buildings and facilities.
4. USDE Pass Through Fund – Used to account for the revenues and expenditures related to federal grant programs funded by the United States Department of Education.
5. Bond Fund – Used to account for the bond proceeds that are primarily utilized for constructing, renovating, improving, furnishing, and equipping certain new and existing District educational facilities and storm shelter facilities. Other activities include; acquiring and installing new security system and lighting equipment improvements in the District’s school buildings and other facilities, and acquiring and installing certain technology enhancements throughout the District and its facilities.
6. Bond and Interest Fund – Used to account for resources accumulated and payments made for principal and interest on long-term debt.

#### **SUPPLEMENTAL FINANCIAL SCHEDULES:**

Kansas statutes require that each year the District must provide overseeing state agencies with an audited set of financial statements. Thus, the data presented in the District-wide and Fund financial statements is converted to the budget basis of accounting and provided as supplemental schedules.

Each individual school maintains its activity funds to handle funds raised and expended by its various student groups. These funds are held and controlled by the District for the purpose for which they were raised. Separate supplemental financial statements covering these funds are included in the packet of financial statements.

A separate schedule on federal grants received by the District is also included to assist those outside the District in monitoring the proper handling of grants awarded to the District.

#### **FINANCIAL STATEMENTS ANALYSIS:**

As noted earlier, over time net position may serve as a useful indicator of a governmental organization’s financial position. At the close of the most recent fiscal year the District’s governmental liabilities exceeded assets by (\$59,675,134); business-type assets exceeded liabilities by \$5,939,264 during this period. For the two types of activities combined, the District’s total net position was (\$53,735,870), which is a substantial change from last year’s total net position of (\$35,344,585). The negative net position again is primarily due to our recording of the Kansas Public Employees Retirement System (KPERS) net pension noncurrent liability of \$169,148,337 (increase

of \$19.7 million over FY-2020). Also influencing the FY-2021 net position is the latest GASB Statement No. 75, which requires state and local employers to report their portion of the state's postemployment benefits (i.e. death and disability) as a noncurrent liability. This totaled \$2,772,311 for FY-2021, an increase of \$133,724 from 2020. District employees are covered under the KPERS plan and the state of Kansas makes all employer pension contributions on behalf of the District.

The noncurrent portion of the District's total assets reflects its investment in capital assets (e.g., land, buildings and equipment) less any accumulated depreciation. Noncurrent assets for FY-21 were \$17,766,825 lower compared to the prior year, primarily due to the reduction of securities (\$7,431,073) held in trust related to a crossover refunding of Series 2014A General Obligation (GO) Bonds described in #1 below and a prior period adjustment to capital assets being depreciated of (\$8,683,375).

1. The District's total assets (net of depreciation) decreased by 2.94% (\$12,188,798) during fiscal year 2021. The prevalent factor for the decrease was the \$8.7 million prior period adjustment to capital assets noted above. Also of note, the refunded bond principal payments are not recorded as defeased until the crossover date. Because there is no defeasance until the crossover date, assets held in trust by the escrow agent are reported under Noncurrent assets as restricted cash and investments. For FY-2021 this was \$108,338,390, FY2020 was \$115,769,463. Accumulated depreciation in Governmental Activities for 2021 is \$136,592,991 compared to \$142,930,186 for FY-2020, a 4.4% (\$6,337,195) decrease, again primarily related to prior period adjustments.
2. The District's non-current liabilities increased by \$19,142,494 (4.3%) during the year ended June 30, 2021. The District's proportionate share of state KPERS net pension liability increased substantially by \$19,663,513 (13.2%).
3. Total liabilities increased by \$22,867,213 (4.9%) during the year ended June 30, 2021 for reasons noted in #2 above, increase in District's proportionate share of KPERS pension of \$19,663,513 as well as additional GASB requirements for recording Lease payables. For 2021 the Lease payables were \$1,479,162.
4. Combined current and non-current accrued compensated absences (sick pay and vacation) increased (2.6%) from \$2,666,170 in 2020 to \$2,735,255 at year ended June 30, 2021.
5. The District's Total-Liabilities for 2021 are approximately 1.22 times Total-Assets compared with 1.13 for FY-20. The recording of the KPERS Net pension liability remains an important factor impacting this ratio. Removing the \$169,148,337 KPERS liability brings the Total-Debt to Total-Assets ratio down to 80%. Setting aside the crossover refinancing of 2014A GO debt further lowers the FY-21 ratio to 73%.
6. The District's Bonded-Debt on June 30, 2021 was approximately 77.3% of Capital Assets (FY-2020 was 74.2%). Setting aside the crossover refinancing of 2014A GO debt lowers the ratio to 66.2%. The District Moody's credit profile, affirmed October 07, 2021, is Aa3 for General Obligation bond debt. Moody's removed the prior negative outlook. The Moody's rating(s) for the City of Topeka and State of Kansas respectively are Aa3 and Aa2 stable. Moody's Aa rated debt obligations are judged to be of high quality and subject to very low credit risk.
7. The Statement of Activities provides further insight to the District's 2021 net position. The District's total revenues increased to \$205,896,310 FY-21 from FY-20's \$198,406,601. Combined revenues from State aid and Federal grants were \$7,449,610 (4.8%) higher in 2021 versus 2020; 90% of increased revenues were federal COVID aid. The District experienced a significant increase in total expenses of \$27,258,332 to \$216,129,663. The above activities resulted in a negative change in Net Position of (\$10,233,353) for FY-2021, compared to a FY-2020 positive change in Net Position of \$9,535,270.

8. The Statement of Activities also reflects a stable picture in revenue from property tax collections: \$21,829,390 for FY-2021 versus 2020 collections of \$21,326,735. Final tax rates experienced a decrease (.847 mills) to 49.716 for FY-21 versus 50.563 for FY-2020.
9. The District's Current Ratio was 2.44 in 2021 compared to 2.58 in 2020. The Year-end Bond fund balance of \$356,725 is substantially lower when compared to the FY-20 balance of \$5,172,091, which is reasonable as the District is winding down projects from the 2014A bond issue. Backing out the FY-2020 Bond Fund balance, the District's Current Ratio remains strong at 2.43 (compared to FY-2020 of 2.55). The current ratio is a measure of an entity's ability to meet current obligations on time and to have funds readily available for current and upcoming operations.
10. Another ratio similar to the current ratio is the "quick ratio". This ratio is similar to the current ratio but focuses more on cash and cash equivalents for the satisfaction of maturing debt. The District's Quick Ratio was 2.06 in 2021 compared to 2.23 in 2020. The ratio indicates the District has adequate cash or cash equivalents (not inventory) in excess of the amount needed to pay its currently maturing liabilities.

#### Fund Financial Statement Analysis

1. General: General Fund (State Code 06) Final FY-2021 Legal Max budget authority was \$102,221,778. Comparable FY-2020 Legal Max General Fund budget authority was \$102,184,223. Even with a 3.0 % increase in per pupil State Foundation Aid in FY-21 of \$4,569 compared to FY-20 of \$4,436, the District's Legal Max General Fund budget authority for 2021 remained flat, primarily due to continued declining enrollment. The following is the District's audited "Full Time Equivalent" (F.T.E.) student enrollment numbers for the past three years (excluding weightings, 4-Yr. Old At-Risk and Virtual students); FY-2021 was 11,949.3, FY-2020 was 12,475.1, FY-2019 was 12,730.1.

The District adopted GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* for FY-2011. This adoption resulted in the following funds being combined with the General Fund on the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances: Supplemental General, Professional Development, Summer School, Pepsi Exclusivity, Internal Service Reserve, Sports Park Operations, Payroll Liability Clearing, Self-Insurance Reserve, Risk Management, and the Contingency Reserve. Because of further school funding law changes, the At-Risk, Bilingual and Career and Postsecondary Education Funds are also combined and reported in the General Fund (Balance Sheet Governmental Funds) as opposed to be listed as Special Revenue Funds. General Fund combining schedules are included at the end of the financial statements.

Supplemental General Fund: In 2006, the Kansas Legislature increased the maximum level of budget authority in school districts' Supplemental General or Local Option Budget (LOB) Funds from 27% of the General Fund to 31% of the General Fund. Again, in 2014, legislation raised the allowable maximum to 33%. The District was able to pass a Resolution authorizing its LOB up to the 33% max. The District's Supplemental General Fund adopted authority was the max 33% for FY-2021. Total expenditures and transfers for FY-2021 were \$33,843,390 (Legal Max), slightly lower than FY-2020 Legal Max of \$34,417,527. State aid for the Supplemental General Fund was \$21,612,389 for FY-2021, and the District received \$21,548,814 of LOB state aid FY-2020. Local tax revenues generated from the LOB mill levy collected \$12,327,922 during FY-2021 vs. \$13,611,958 during FY-2020. FY-2021 LOB mill rate was 16.644 vs. 19.970 for FY-2020.

2. K-12 At-Risk Fund: Rules governing K-12 At-Risk dollars allow for carrying over unused funds from one fiscal year to another, the unused budget authority is allowed to remain in the fund for use in subsequent years. The District's K-12 At-Risk fund balance was \$897 at the end of fiscal year 2021. This fund balance was down (\$3.2 million net change) from fiscal year 2020's carryover balance of \$3,204,514. This decrease

was strategic due to recent legislative changes that require 100% of FY-22 At-Risk state aid be transferred from the General Fund to the At-Risk Fund, while maintaining the proportionate share transfer requirement from the LOB for FY-22.

3. USDE Pass Through Fund: This fund was created to account for federal grants from USDE. Most of our federal grants operate on a reimbursement of expenditures method. This fund normally has a zero fund balance at the end of the fiscal year as grant revenue equals grant expenditures.
4. Special Education Fund: The District transferred \$20,746,041 (\$17,063,965 in Categorical SPED Aid) from its General Fund and \$12,145,333 from its Supplemental General Fund to the Special Education Fund during Fiscal Year 2021 (\$32,891,374 total) to cover the costs associated with providing required services (compared with \$34,359,627 in FY-2020). Expenditures remained flat for FY-2021 at \$38.9 million. The FY-2021 ending fund balance of \$6,325,781 was slightly lower (by \$259,844 or 3.9%) from the fiscal year 2020 carryover balance of \$6,585,625. Special needs student FTE remains stable compared with other district weighted student categories.
5. Capital Outlay Fund: The District’s mill levy to support the operations of the Capital Outlay Fund was 7.716 mills for Fiscal Year 2021, an increase of 1.92 mills from 5.796 in FY- 2020. The Capital Outlay Fund supports building maintenance, remodel and repair projects, as well as District-wide technology initiatives. The fund’s revenue stream for FY-21 was enhanced because of legislation passed in 2008 creating a state aid program to assist Kansas school districts in addressing their maintenance and repair needs. The District received \$2,920,373 in this type of assistance from the State in FY-21. Including encumbrances, the FY-21 ending fund balance of \$7,201,573 was slightly higher (by \$87,161) when compared with FY-20 ending fund balance of \$7,114,412. A sample of the largest budgeted capital outlay maintenance and technology projects during FY-2021 are as follows:

Jardine Building D HVAC Upgrade – 1010121	\$ 508,250
Sheldon Head Start Door & Window – 1013221	\$ 490,250
HPHS East Boiler & Water Heater Replace - 1010521	\$ 321,000
Chase Boiler Replace - 1020521	\$ 201,500
Kansas Surplus Properties Roof Replace - 1012621	\$ 180,000
Eisenhower Roof Replace – 1032621	\$ 140,000
THS Steam Trap Replacement – 1011821	\$ 139,100
TWHS Steam Trap Replacement – 1021821	\$ 139,100
Burnett Fan Coil Replacement - 1020121	\$ 112,770
HPHS Resurface North Parking Phase II – 1010221	\$ 100,000
THS Paint Main Gymnasium – 1019421	\$ 100,000
Jardine Elementary Playground Phase I – 1019521	\$ 100,000

Twenty (20) Major Maintenance projects with a total estimated cost of \$3,106,000 were budgeted for FY-2021 - similar work for prior year FY-20 was budgeted at \$4,500,000.

6. Bond Fund: In April of 2014, voters unanimously approved a ballot giving the District authorization to issue general obligation bonds in an amount not exceeding \$143,000,000. On July 8, 2014 the District issued \$110,000,000 of Series 2014A general obligation bonds to finance needed capital improvements. Interest rates on the bonds average 3.862% with a maturity date of September 1, 2044. At the same time, the District issued \$8,160,000 of Series 2014B taxable general obligation bonds to retire certain outstanding general obligation bonds with a maturity date of August 1, 2020. On April 19, 2016, the District issued the final \$33,000,000 of its authorized General Obligation Bonds; the average interest rate for the 2016 issue was 3.124% (historically low bond rates) with a maturity date of September 1, 2044. As of June 30, 2021, the District issued Purchase Orders totaling \$146,399,910 (original 2014 bond premium and interest earned

included) utilizing Bond funds, 100% of the original bond issue of \$143 million dollars. For FY-2021, focus was on completion of work on a Storm Shelter at Quinton Heights and finalizing the 2014 issue. Fund balance including encumbrances on June 30, 2021 was \$356,725.

7. The District's FY-2020 Textbook Revolving Fund Net Position of \$2,271,678 reflects a decrease of (\$362,340) from the FY-2020 Net Position of \$2,634,018. Total expenditures for FY-2021 increased \$906,483 to \$1,468,297 vs. expenditures of \$561,814 during FY-2020. A transfer from the General Fund of \$890,000 was made to the Textbook Revolving Fund during FY-2021.
8. Food Service Fund: The District's Food Service operations finished the year with a very positive change in Net Position of \$1,036,995 compared with the FY-2020 negative change in Net Position of (\$96,799). The 2020 decrease in Net Position can largely be explained by the closure of operations due to COVID in March of 2020. FY-2021 Revenues from Federal aid jumped to \$8,551,837 from \$5,822,966 in FY-2020, an increase of \$2.73 million dollars. Food Service revenues rebounded in FY-2021 as students returned to in-person classes and USDA guidelines made ALL students eligible for free meals regardless of socio-economic status. USDA meal reimbursements to districts for all of the FY-2021 school year were based on Summer Meal Program reimbursement rates, which are substantially higher than standard year meal reimbursements. Operating expenses were \$7,957,513 for FY-2021, compared to FY-2020 operating expenses of \$6,685,995, increasing \$1.28 million.

#### Budgetary Highlights

1. The District saw its adopted total state budget amount for all funds increase slightly to \$227,847,037 (excludes Transfers of \$60,509,914) in FY-2021 from \$225,162,261 (excludes Transfers of \$60,431,314) in FY-2020. The increase in net USD budget authority is largely attributable to the substantial increase in Federal Grants of \$2,247,616 budget authority adopted for FY-21, largely related to COVID relief grant awards.
2. The District's Total Assessed Valuation has experienced an average growth of 2.25% for the previous three budget cycles; 2018 Total Assessed Valuation was \$639.4 million, 2019 was \$650.8 million & 2020 valuations grew to \$668.6 million. During the same three budget cycles Total Mill levies decreased by slightly over 1 mill; 2018 Total Mill Levy was 50.754, 2019 was 50.563, and 2020 Levies fell to 49.716.
3. The District's Board passed Resolution 15-39 on June 16, 2015 adopting the ability to increase its local option budget authority by an additional 3% (from 30% to 33%). The adopted LOB percentage for the past three fiscal years is as follows: FY-2019 32.5%, FY-2020 33.0%, and FY-2021 33%. The District continues to manage the LOB percentage in efforts to maximize state aid and adequately fund all instructional programs while keeping its total mill levy stable.

#### Capital Assets and Debt Administration

1. The District's FY-2021 long-term bonded debt liability decreased by (\$2,615,000) from FY-2020; FY-2021 Year-end bonded debt Principal owed was \$149,440,000 (excluding crossover-refunding securities held in irrevocable trust). The District's Bond & Interest / Debt Service Fund (Code 62) had a budget basis ending balance of \$7,003,428.

The crossover refunded bonds noted above resulted in an economic gain of \$4,833,933 and a reduction of five years and approximately \$20,000,000 in future debt service payments.

This report's intent is to provide a detailed overview of USD 501's FY-2021 financial position. Please address any requests for information or questions concerning this report to the General Director of Fiscal Services, 624 SW 24<sup>th</sup> Street, Topeka, Kansas 66611-1294.



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF NET POSITION  
June 30, 2021

	Governmental Activities	Business-Type Activities	Total
<b>Assets:</b>			
<b>Current assets:</b>			
Cash and investments	\$ 57,156,745	\$ 4,753,166	\$ 61,909,911
Restricted cash and investments	2,259,547	-	2,259,547
Due from other governmental units	965,572	37	965,609
Interest receivable	730,289	-	730,289
State aid receivables	7,137,301	-	7,137,301
Internal balances	(41,100)	41,100	-
Inventory of materials and supplies	49,609	380,436	430,045
<b>Total current assets</b>	<b>68,257,963</b>	<b>5,174,739</b>	<b>73,432,702</b>
<b>Noncurrent assets:</b>			
Restricted cash and investments	108,338,390	-	108,338,390
Capital assets not being depreciated	9,684,704	-	9,684,704
Capital assets, net of accumulated depreciation	210,032,237	1,289,989	211,322,226
<b>Total noncurrent assets</b>	<b>328,055,331</b>	<b>1,289,989</b>	<b>329,345,320</b>
<b>Total assets</b>	<b>396,313,294</b>	<b>6,464,728</b>	<b>402,778,022</b>
<b>Deferred outflows of resources:</b>			
Deferred outflows - OPEB	1,408,239	-	1,408,239
Deferred outflows - pension	47,417,756	-	47,417,756
<b>Total deferred outflows of resources</b>	<b>48,825,995</b>	<b>-</b>	<b>48,825,995</b>
<b>Liabilities:</b>			
<b>Current liabilities:</b>			
Accounts payable and accrued liabilities	9,052,383	486,318	9,538,701
Accrued interest payable	5,693,594	-	5,693,594
Estimated insurance claims	1,050,786	-	1,050,786
Payroll liabilities	8,824,080	-	8,824,080
Unearned revenue	369,029	39,146	408,175
General obligation bonds payable	2,980,000	-	2,980,000
Lease payable	478,838	-	478,838
Accrued compensated absences	1,069,054	-	1,069,054
<b>Total current liabilities</b>	<b>29,517,764</b>	<b>525,464</b>	<b>30,043,228</b>
<b>Noncurrent liabilities:</b>			
General obligation bonds payable, net	254,634,664	-	254,634,664
Leases payable	1,479,162	-	1,479,162
Accrued compensated absences	1,666,201	-	1,666,201
Net pension liability	169,148,337	-	169,148,337
Total OPEB liability	36,237,610	-	36,237,610
<b>Total noncurrent liabilities</b>	<b>463,165,974</b>	<b>-</b>	<b>463,165,974</b>
<b>Total liabilities</b>	<b>492,683,738</b>	<b>525,464</b>	<b>493,209,202</b>
<b>Deferred inflows of resources:</b>			
Deferred inflows - OPEB	6,386,546	-	6,386,546
Deferred inflows - pension	5,744,139	-	5,744,139
<b>Total deferred inflows of resources</b>	<b>12,130,685</b>	<b>-</b>	<b>12,130,685</b>
<b>Net position:</b>			
Net investment in capital assets	66,469,277	1,289,989	67,759,266
<b>Restricted for:</b>			
Debt service	6,351,254	-	6,351,254
Special education	6,208,364	-	6,208,364
Capital outlay	3,325,858	-	3,325,858
Other	4,096,407	-	4,096,407
Unrestricted	(146,126,294)	4,649,275	(141,477,019)
<b>Total net position</b>	<b>\$ (59,675,134)</b>	<b>\$ 5,939,264</b>	<b>\$ (53,735,870)</b>

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF ACTIVITIES  
Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants		Governmental Activities	Business-Type Activities	Total
			Federal Grants	Other Grants and Contributions			
Governmental activities:							
Instruction	\$ 117,438,618	\$ 1,060,331	\$ 21,206,915	\$ 16,472,411	\$ (78,698,961)		\$ (78,698,961)
Instructional support	4,881,070	-	-	-	(4,881,070)		(4,881,070)
Student support	19,790,008	-	-	-	(19,790,008)		(19,790,008)
General administration	3,010,023	-	-	-	(3,010,023)		(3,010,023)
School administration	10,781,055	-	-	-	(10,781,055)		(10,781,055)
Business support	3,209,949	-	-	-	(3,209,949)		(3,209,949)
Operations and maintenance	18,602,138	-	-	-	(18,602,138)		(18,602,138)
Transportation	4,516,024	-	-	-	(4,516,024)		(4,516,024)
Central support services	12,437,737	-	-	-	(12,437,737)		(12,437,737)
Other support	86,719	-	-	-	(86,719)		(86,719)
Student activities	832,340	-	-	-	(832,340)		(832,340)
Interest on long-term debt	11,126,072	-	-	-	(11,126,072)		(11,126,072)
Total governmental activities	206,711,753	1,060,331	21,206,915	16,472,411	(167,972,096)		(167,972,096)
Business-type activities:							
Other business-type activities	9,417,910	541,744	8,551,837	39,016		\$ (285,313)	(285,313)
Total District (forward)	\$ 216,129,663	\$ 1,602,075	\$ 29,758,752	\$ 16,511,427	\$ (167,972,096)	\$ (285,313)	\$ (168,257,409)

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF ACTIVITIES  
(Continued)  
Year Ended June 30, 2021

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-Type Activities	Total
Net (expense) revenue and changes in net position brought forward	\$ (167,972,096)	\$ (285,313)	\$ (168,257,409)
General revenues:			
Property taxes	21,829,390	-	21,829,390
State aid	132,030,341	76,733	132,107,074
Other revenue from local sources	1,567,793	-	1,567,793
Interest and investment earnings	2,518,664	1,135	2,519,799
Transfers	(890,000)	890,000	-
Total general revenues	157,056,188	967,868	158,024,056
Change in net position	(10,915,908)	682,555	(10,233,353)
Net position, beginning of year as previously stated	(40,593,328)	5,248,743	(35,344,585)
Prior period adjustments	(8,165,898)	7,966	(8,157,932)
Net position, beginning of year as restated	(48,759,226)	5,256,709	(43,502,517)
Net position, end of year	\$ (59,675,134)	\$ 5,939,264	\$ (53,735,870)

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2021

	General*	Special Education	Capital Outlay	USDE Pass Through
<u>ASSETS</u>				
Cash and investments	\$ 22,539,825	\$ 8,087,816	\$ 8,323,902	\$ -
Restricted cash and investments	-	-	-	-
Due from other funds	180,618	-	-	-
Due from other governmental units	-	10,121	-	683,591
Interest receivable	-	-	-	-
State aid receivables	7,137,301	-	-	-
Inventory of materials and supplies	49,609	-	-	-
Total assets	<u>\$ 29,907,353</u>	<u>\$ 8,097,937</u>	<u>\$ 8,323,902</u>	<u>\$ 683,591</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 5,253,598	\$ 1,772,156	\$ 1,122,329	\$ 494,318
Due to other funds	-	-	-	114,166
Payroll liabilities	8,824,080	-	-	-
Unearned revenue	-	-	-	75,107
Total liabilities	<u>14,077,678</u>	<u>1,772,156</u>	<u>1,122,329</u>	<u>683,591</u>
Fund balances:				
Non-spendable:				
Inventories	49,609	-	-	-
Restricted	-	6,208,364	3,325,858	-
Assigned	10,076,605	117,417	3,875,715	-
Unassigned	5,703,461	-	-	-
Total fund balances	<u>15,829,675</u>	<u>6,325,781</u>	<u>7,201,573</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 29,907,353</u>	<u>\$ 8,097,937</u>	<u>\$ 8,323,902</u>	<u>\$ 683,591</u>

\* See the General Fund Combining Balance Sheet on pages 85-88.

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
(Continued)  
June 30, 2021

	Bond	Bond and Interest	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash and investments	\$ 576,396	\$ 7,003,428	\$ 4,390,503	\$ 50,921,870
Restricted cash and investments	-	110,597,937	-	110,597,937
Due from other funds	-	-	-	180,618
Due from other governmental units	-	-	271,860	965,572
Interest receivable	-	730,289	-	730,289
State aid receivables	-	-	-	7,137,301
Inventory of materials and supplies	-	-	-	49,609
Total assets	<u>\$ 576,396</u>	<u>\$ 118,331,654</u>	<u>\$ 4,662,363</u>	<u>\$ 170,583,196</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 219,671	\$ -	\$ 190,311	\$ 9,052,383
Due to other funds	-	-	66,452	180,618
Payroll liabilities	-	-	-	8,824,080
Unearned revenue	-	-	293,922	369,029
Total liabilities	<u>219,671</u>	<u>-</u>	<u>550,685</u>	<u>18,426,110</u>
Fund balances:				
Non-spendable:				
Inventories	-	-	-	49,609
Restricted	38,194	118,331,654	4,096,403	132,000,473
Assigned	318,531	-	15,275	14,403,543
Unassigned	-	-	-	5,703,461
Total fund balances	<u>356,725</u>	<u>118,331,654</u>	<u>4,111,678</u>	<u>152,157,086</u>
Total liabilities and fund balances	<u>\$ 576,396</u>	<u>\$ 118,331,654</u>	<u>\$ 4,662,363</u>	<u>\$ 170,583,196</u>

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
June 30, 2021

Total fund balances - governmental funds		\$ 152,157,086
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$ 356,309,932 and the accumulated depreciation is \$ 136,592,991.		219,716,941
Internal service funds are used by the District to charge the costs of dental insurance and workers' compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		5,142,989
Long-term liabilities and the related deferred inflows and outflows are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position. Balances at June 30, 2021 are:		
General obligation bonds payable	\$ (255,765,000)	
Unamortized bond premium	(1,849,664)	
Accrued interest payable	(5,693,594)	
Accrued compensated absences	(2,735,255)	
Leases payable	(1,958,000)	
Total OPEB liability	(36,237,610)	
Net pension liability	(169,148,337)	
Deferred outflows - OPEB	1,408,239	
Deferred inflows - OPEB	(6,386,546)	
Deferred outflows - pension	47,417,756	
Deferred inflows - pension	(5,744,139)	
	(436,692,150)	
Total net position - governmental activities		\$ (59,675,134)

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended June 30, 2021

	General*	Special Education	Capital Outlay	USDE Pass Through
<b>Revenues:</b>				
Property taxes	\$ 12,327,842	\$ -	\$ 5,591,941	\$ -
Local sources	263,050	-	-	-
Charges for services	200,773	-	59,278	-
State aid	106,804,928	17,067,433	2,920,373	-
Federal aid	-	5,709,817	243,171	8,380,746
Interest	1,168	-	14,868	-
Miscellaneous	385,410	-	168,816	-
Total revenues	<u>119,983,171</u>	<u>22,777,250</u>	<u>8,998,447</u>	<u>8,380,746</u>
<b>Expenditures:</b>				
Instruction	59,005,214	24,712,216	2,672,972	3,822,317
Student support	5,557,913	9,586,076	-	3,010,722
Instructional support	3,233,944	1,621,182	36,332	-
General administration	2,721,307	-	6,371	-
School administration	9,895,770	898,527	-	-
Business support	1,451,199	9,502	(13,897)	-
Operations and maintenance	11,615,600	200,180	2,795,940	-
Transportation	2,588,157	1,836,820	71,946	-
Central support services	5,117,962	-	3,402,711	1,547,707
Other support	75,327	-	-	-
Student activities	(80,611)	-	-	-
On behalf expenditures:				
KPERs	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Site improvement	-	-	1,913,018	-
Total expenditures	<u>101,181,782</u>	<u>38,864,503</u>	<u>10,885,393</u>	<u>8,380,746</u>
Excess (deficiency) of revenues over (under) expenditures	<u>18,801,389</u>	<u>(16,087,253)</u>	<u>(1,886,946)</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	15,827,409	-	-
Transfers out	(17,048,900)	-	-	-
Sale of capital assets	-	-	15,539	-
Capital lease	-	-	1,958,000	-
Insurance reimbursements	-	-	568	-
Total other financing sources (uses)	<u>(17,048,900)</u>	<u>15,827,409</u>	<u>1,974,107</u>	<u>-</u>
Net change in fund balances	1,752,489	(259,844)	87,161	-
Fund balance, beginning of year as previously stated	14,077,186	6,585,625	7,114,412	-
Prior period adjustment	-	-	-	-
Fund balance, beginning of year as restated	<u>14,077,186</u>	<u>6,585,625</u>	<u>7,114,412</u>	<u>-</u>
Fund balance, end of year	<u>\$ 15,829,675</u>	<u>\$ 6,325,781</u>	<u>\$ 7,201,573</u>	<u>\$ -</u>

\* See the General Fund Combining Statement of Revenues, Expenditures, and Changes in Fund Balances on pages 89-92.

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
(Continued)  
Year Ended June 30, 2021

	Bond	Bond and Interest	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes	\$ -	\$ 3,109,834	\$ 799,773	\$ 21,829,390
Local sources	-	-	1,309,304	1,572,354
Charges for services	-	-	798,442	1,058,493
State aid	-	4,716,241	16,434,731	147,943,706
Federal aid	-	-	6,873,181	21,206,915
Interest	-	2,497,892	124	2,514,052
Miscellaneous	-	4,820	-	559,046
Total revenues	-	10,328,787	26,215,555	196,683,956
Expenditures:				
Instruction	735,426	-	5,942,830	96,890,975
Student support	-	-	1,665,788	19,820,499
Instructional support	-	-	4,156	4,895,614
General administration	-	-	284,212	3,011,890
School administration	-	-	-	10,794,297
Business support	1,750	-	35,910	1,484,464
Operations and maintenance	1,348,503	-	37,353	15,997,576
Transportation	-	-	-	4,496,923
Central support services	1,081,591	-	1,292,091	12,442,062
Other support	-	-	-	75,327
Student activities	-	-	911,029	830,418
On behalf expenditures:				
KPERs	-	-	15,913,365	15,913,365
Debt service:				
Principal	-	2,615,000	-	2,615,000
Interest and other charges	-	9,541,014	-	9,541,014
Site improvement	1,648,096	-	-	3,561,114
Total expenditures	4,815,366	12,156,014	26,086,734	202,370,538
Excess (deficiency) of revenues over (under) expenditures	(4,815,366)	(1,827,227)	128,821	(5,686,582)
Other financing sources (uses):				
Transfers in	-	-	331,491	16,158,900
Transfers out	-	-	-	(17,048,900)
Sale of capital assets	-	-	-	15,539
Capital lease	-	-	-	1,958,000
Insurance reimbursements	-	-	-	568
Total other financing sources (uses)	-	-	331,491	1,084,107
Net change in fund balances	(4,815,366)	(1,827,227)	460,312	(4,602,475)
Fund balance, beginning of year as perviously stated	5,172,091	120,158,881	3,133,889	156,242,084
Prior period adjustment	-	-	517,477	517,477
Fund balance, end of year as restated	5,172,091	120,158,881	3,651,366	156,759,561
Fund balance, end of year	\$ 356,725	\$ 118,331,654	\$ 4,111,678	\$ 152,157,086

See accompanying notes to financial statements.



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
Year Ended June 30, 2021

Net change in fund balances - governmental funds	\$ (4,602,475)
The change in net position reported for governmental activities in the statement of activities is different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense of \$ 8,437,294 is more than capital outlays of \$ 6,887,501. Gains/losses on disposals of \$ 20,098 are taken into consideration as well.	(1,569,891)
The repayment of the principal of long-term debt (e.g., bonds, leases) consumes the current financial resources of governmental funds, however, has no effect on net position.	2,615,000
The issuance of long-term debt (capital leases) provides current financial resources to governmental funds, however, has no effect on net position.	(1,958,000)
Governmental funds report the effect of premiums, discounts, and similar items when debt is issued. These amounts are deferred and amortized in the statement of activities.	101,105
Internal service funds are used by the District to charge the costs of dental insurance and workers' compensation insurance to individual funds.	272,599
Due to the difference between accrual and modified accrual basis of accounting, some expenses recorded in the statement of activities are recorded in different periods in the governmental funds. These expenses include compensated absences, other post employment benefits, net pension liability, and accrued interest payable.	<u>(5,774,246)</u>
Change in net position of governmental activities	<u><u>\$ (10,915,908)</u></u>

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
June 30, 2021

	Business-Type Activities	Governmental Activities
	Nonmajor Proprietary Funds	Internal Service Funds
<u>ASSETS</u>		
Current assets:		
Cash and investments	\$ 4,753,166	\$ 6,234,875
Inventory of supplies and materials, at cost	380,436	-
Due from other governmental units	37	-
Total current assets	5,133,639	6,234,875
Noncurrent assets:		
Furniture, fixtures, and equipment	2,249,369	-
Less accumulated depreciation	(959,380)	-
Total noncurrent assets	1,289,989	-
Total assets	\$ 6,423,628	\$ 6,234,875
<u>LIABILITIES AND NET POSITION</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 486,318	\$ -
Unearned revenue	39,146	-
Estimated insurance claims	-	1,050,786
Total liabilities	525,464	1,050,786
Net position:		
Investment in capital assets	1,289,989	-
Unrestricted	4,608,175	5,184,089
Total net position	5,898,164	5,184,089
Total liabilities and net position	\$ 6,423,628	\$ 6,234,875
Total net position	\$ 5,898,164	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	41,100	
Net position of business-type activities	\$ 5,939,264	

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
Year Ended June 30, 2021

	Business-Type Activities	Governmental Activities
	Nonmajor Proprietary Funds	Internal Service Funds
Operating revenues:		
Charges for services	\$ 541,744	\$ 2,738,283
Other	-	1,845
Total operating revenues	<u>541,744</u>	<u>2,740,128</u>
Operating expenses:		
Instruction	1,468,297	3,180
Student support services	2,250	-
Business support	261,358	1,278,658
Central support services	-	1,177,000
Operations and maintenance	71,984	-
Depreciation	90,452	-
Food service	7,532,924	3,948
Total operating expenses	<u>9,427,265</u>	<u>2,462,786</u>
Operating income (loss)	<u>(8,885,521)</u>	<u>277,342</u>
Nonoperating revenues:		
Interest	1,135	4,612
State aid	76,733	-
Federal aid	8,551,837	-
Miscellaneous	39,016	-
Transfers in	890,000	-
Total nonoperating revenues	<u>9,558,721</u>	<u>4,612</u>
Change in net position	<u>673,200</u>	<u>281,954</u>
Net position, beginning of year as previously stated	5,216,998	4,902,135
Prior period adjustment	7,966	-
Net position, beginning of year as restated	<u>5,224,964</u>	<u>4,902,135</u>
Net position, end of year	<u>\$ 5,898,164</u>	<u>\$ 5,184,089</u>
Change in net position	\$ 673,200	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	<u>9,355</u>	
Change in net position of business-type activities	<u>\$ 682,555</u>	

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended June 30, 2021

	Business-Type Activities	Governmental Activities
	Proprietary Non-Major Funds	Internal Service Funds
Cash flows from operating activities:		
Received from user charges	\$ 541,744	\$ 2,738,283
Received from other sources	-	1,845
Payments to employees for services	(3,255,019)	(856,963)
Payments to suppliers for goods and services	(5,629,137)	(1,437,526)
Net cash from operating activities	<u>(8,342,412)</u>	<u>445,639</u>
Cash flows from noncapital financing activities:		
Nonoperating grants received	8,644,520	-
Miscellaneous receipts	39,016	-
Transfers from other funds	890,000	-
Net cash from noncapital financing activities	<u>9,573,536</u>	<u>-</u>
Cash flows from investing activities:		
Interest received	1,135	4,612
Net change in cash and investments	1,232,259	450,251
Cash and investments, beginning	3,520,907	5,784,624
Cash and investments, ending	<u>\$ 4,753,166</u>	<u>\$ 6,234,875</u>
Reconciliation of operating income (loss) to net cash from operating activities:		
Operating income (loss)	\$ (8,885,521)	\$ 277,342
Adjustments to reconcile operating income (loss) to net cash from operating activities:		
Depreciation	90,452	-
Changes in assets and liabilities:		
Inventory of supplies and materials	(21,861)	-
Accounts payable and accrued liabilities	474,518	-
Estimated insurance claims	-	168,297
Net cash from operating activities	<u>\$ (8,342,412)</u>	<u>\$ 445,639</u>

See accompanying notes to financial statements.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2021

1 - Summary of Significant Accounting Policies

The financial statements of Topeka Public Schools Unified School District No. 501 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting policies of the District are described below.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. In evaluating the District's financial reporting entity, management has considered all potential component units and has determined there are no component units over which the District is financially accountable. Financial accountability is based primarily on nonoperational or financial relationships with the District (as distinct from legal relationships). These financial statements include all the accounts for which the District is considered to be financially accountable.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges to students who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. The emphasis of the fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
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NOTES TO BASIC FINANCIAL STATEMENTS  
(Continued)

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means the balance is collectible within the current period, or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty days of the end of the reporting period. Expenditures are recorded when the related fund liability is incurred, except for debt service payments, claims and judgments, and compensated absences, which are recognized as expenditures only when a payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources and uses.

The District reports the following major governmental funds:

*General Fund*, which is used to account for the general operations of the District and all unrestricted revenues and expenditures not required to be accounted for in other funds.

*Special Education Fund*, which is used to account for the revenues and expenditures related to the education and services for special education within the District.

*Capital Outlay Fund*, which is used to account for revenues that are primarily utilized for the acquisition, construction, repair, and remodeling of the District’s buildings.

*USDE Pass Through Fund*, which is used to account for the revenues and expenditures related to federal grants received from the United States Department of Education.

*Bond Fund*, which is used to account for the 2014 and 2015 bond proceeds that are primarily utilized for the constructing, renovating, improving, furnishing, and equipping certain new and existing District education facilities and storm shelter facilities, acquiring and installing new security system and lighting equipment and improvements in the District’s school building and other facilities, and acquiring and installing certain technology enhancements throughout the District and its facilities.

*Bond and Interest Fund*, which is used to account for resources accumulated and payments made for principal and interest on long-term debt.

Additionally, the District reports the following fund types:

*Other Proprietary Funds*, which are used to account for all monies received and expended attributable to the District’s textbook and study material programs, breakfast and lunch programs, and Kanza Café program.

*Internal Service Funds*, which account for dental insurance, Flex 125 spending, and workers’ compensation insurance provided to other departments on a cost-reimbursement basis.

Proprietary Funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
(Continued)

fund's principal ongoing operations. The principal operating revenues of the District's proprietary funds are charges to students for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expense transactions not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, followed by unrestricted resources as needed.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

#### Statement of Cash Flows

For the purposes of the statement of cash flows for the proprietary funds, cash and investments with an original maturity of three months or less are considered to be cash equivalents.

#### Inventory

Inventory is valued at the lower of cost, using the first-in, first-out (FIFO) method, or market. In the government-wide and proprietary type fund financial statements, the cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed. In the governmental fund type financial statements, the cost is recorded as an expenditure at the time individual inventory items are purchased rather than when consumed.

#### Investments

Investments include U.S. Treasury securities, certificates of deposit and money deposited in the State of Kansas Municipal Investment Pool (MIP). The U.S. Treasury securities and MIP are recorded at fair value. The fair value of the District's position in the MIP is the same as the value of the pool shares. Certificates of deposit are recorded at cost.

#### Capital Assets

Capital assets, which include land, buildings, furniture, vehicles, fixtures, equipment, and construction in progress, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The term capital assets includes tangible assets such as property, plant, and equipment as well as intangible assets such as easements, water rights, and software. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Major additions and improvements are capitalized.

TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 (Continued)

The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the capital assets. The following table represents the District's capitalization thresholds and standards for useful lives of capital assets:

Asset Type	Capitalization Threshold	Useful Life
Buildings and Improvements	\$ 50,000	40 years
Land and Improvements	50,000	40 years
Vehicles	5,000	15 years
Furniture	5,000	10 years
Equipment	5,000	10 years
Computers	5,000	6 years
Video and Television Equipment	5,000	6 years
Intangibles - Software	100,000	8 years
Intangibles - Other	100,000	0-40 years

Liabilities

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt, and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using a method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Compensated Absences

Under the terms of the District's personnel policy, District employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is paid for accumulated vacation days up to the maximum of one and one-half years' vacation.

Employees are only compensated for unused sick leave upon death or retirement. The maximum amount of sick leave for which an employee may be compensated depends upon the individual's length of service but cannot exceed sixty days.

In the government-wide and proprietary financial statements, vacation leave is accrued when incurred and sick leave is accrued upon attaining eligibility for retirement. Liabilities for these amounts are reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
(Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and, therefore, will *not* be recognized as an outflow of resources (expense/expenditure) until that time. The District has two items that qualify for reporting in this category. The items are deferred outflows of resources – pension and deferred outflows of resources – OPEB. See Note 7 for more information on the deferred outflows of resources – pension and Note 8 for more information on the deferred outflows of resources – OPEB.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and, therefore, will *not* be recognized as an inflow of resources (revenue) until that time. The District has two types of items that qualify for reporting in this category. The items are deferred inflows of resources – pension and deferred inflows of resources – OPEB. See Note 7 for more information on the deferred inflows of resources – pension and Note 8 for more information on the deferred inflows of resources – OPEB.

Pensions

For purposes of measuring the collective net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Kansas Public Employees Retirement System (KPERs) and additions to/deductions from KPERs' fiduciary net position have been determined on the same basis as they are reported by KPERs. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net Position

The District's net position is classified as follows:

*Net investment in capital assets* – This represents the District's total investment in capital assets, net of accumulated depreciation and related debt.

*Restricted net position* – This includes resources that are legally or contractually obligated to be spent in accordance with restrictions imposed by external third parties.

*Unrestricted net position* – This includes resources derived from charges for services, property taxes, state appropriations, and interest. The resources are used for transactions relating to the educational and general operations of the District and may be used at the discretion of the Board of Education to meet current expenses in accordance with approved budgets.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
(Continued)

Fund Balances

As prescribed by GASB Statement No. 54, governmental funds report fund balance classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2021, fund balances for governmental funds are made up of the following:

*Non-spendable fund balance* includes amounts that are (a) not in spendable form, or (b) legally or contractually required to remain intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash (for example: inventories, prepaid amounts, and long-term notes receivable).

*Restricted fund balance* includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally, or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

*Committed fund balance* includes amounts that can only be used for specific purposes determined by formal action, such as a resolution, of the District’s highest level of decision-making authority, the District’s Board. Commitments may be changed or lifted only by the District taking the same formal action that imposed the constraint originally (for example: resolution or ordinance).

*Assigned fund balance* includes amounts intended to be used by the District for specific purposes that are neither restricted nor committed. Intent is expressed by (a) the District’s Board, or (b) a body or official to whom the District’s Board has delegated the authority to assign amounts to be used for specific purposes (General Director of Fiscal Services).

*Unassigned fund balance* is the residual classification for the general fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose.

In circumstances when an expenditure is made for a purpose which amounts are available in multiple fund balance classifications, fund balance is depleted in the following order: restricted, committed, assigned, and unassigned.

Use of Estimates

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

Implementation of New Accounting Standards

In 2021, the District implemented the following accounting standard:

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NOTES TO BASIC FINANCIAL STATEMENTS  
(Continued)

GASB Statement No. 84, *Fiduciary Activities*, which improved guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how such activities should be reported. The focus of the criteria is on 1) whether the government is controlling the assets of the fiduciary activity and 2) the beneficiaries with whom a fiduciary relationship exists. Accordingly, the District has reported the cumulative effect of applying GASB 84 as a restatement of fund balance and net position as of July 1, 2020. This restatement increased previously reported net position for governmental activities and fund balances for governmental funds by \$ 517,477 and eliminated the District's previously reported agency funds.

Pending Governmental Accounting Standards Board Statements

At June 30, 2021, the Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the District. The statement that might impact the District is as follows:

GASB Statement No. 87, *Leases*, improves accounting and financial reporting for leases by governments. Statement 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this statement are effective for periods beginning after June 15, 2021. Earlier application is encouraged.

2 - Budgetary Basis of Accounting

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the 2021 legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The District had no amendments to the budget for the fiscal year ended June 30, 2021.

TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 (Continued)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each budgeted fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services and are usually evidenced by a purchase order or written contract.

The following governmental and proprietary funds have annual budgets that are legally adopted:

Adult Basic Education	Federal Grant <sup>(1)</sup>	Special Education
At-Risk 4-Year-Old	Food Service	Special Liability
At-Risk K-12	General	Summer School
Bilingual Education	Gifts and Grants <sup>(2)</sup>	Supplemental General
Bond and Interest	KPERS Special Retirement	Virtual Education
Capital Outlay	Contribution	
Career and Postsecondary Education	Parent Education	
	Professional Development	

(1) Federal Grant Funds for budgetary purposes is a combination of the following funds: SPARKS, TANF, US HHS Direct, USDE Direct, USDE Pass Through, and Workforce Investment.

(2) Gifts and Grants Fund for budgetary purposes is a combination of the following funds: Kansas Miscellaneous Other Grants, Miscellaneous Other Grants, Pepsi Exclusivity, Sports Park Operations, and Trust Gift Legacy.

The following governmental and proprietary funds do not require a legally adopted annual budget:

Bond	High School Activity	Risk Management
Contingency Reserve	Internal Service Reserve	Self-Insurance Reserve
Dental Self-Insurance	Kanza Café	Student Organization Funds
Elementary School Activity	Middle School Activity	Textbook/Study Material
Federal Program Overhead	Other Location Activity	Revolving
Flex 125 Spending	Payroll Liability Clearing	Workers' Compensation

3 - Cash and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an adequate rate of return on funds.

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*Credit risk.* Kansas State Statutes authorize the District, with certain restrictions, to deposit or invest in open accounts, time deposits, certificates of deposit, repurchase agreements, the State of Kansas Municipal Investment Pool (the MIP), and U.S. treasury bills and notes. The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is shown as cash and investments. In addition, certain cash and investments are separately held by some of the District's funds. At June 30, 2021 and throughout the year ended June 30, 2021, the District's cash and investments included certificates of deposit, U.S. government securities, and the MIP. The MIP is under the oversight of the Pooled Money Investment Board (the Board). The Board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers. The District's investments in the MIP were not rated by a rating agency as of June 30, 2021.

The credit rating for the U.S. government securities at June 30, 2021 is AA+ (Standard & Poors). Investment earnings, including interest income, are allocated to the funds required to accumulate interest; other investment earnings are allocated based on management discretion.

Some of the District's investments are of bond proceeds invested pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the obligations of the Federal National Mortgage Association, Federal Home Loan Banks, or the Federal Home Loan Mortgage Corporation, repurchase agreements collateralized by direct obligations of the United States government or any agency thereof, investment agreements with a financial institution, which at the time of investment are rated in either of the three highest rating categories by Moody's Investors Service or Standard and Poors Corporation, investments in shares or units of a money market fund or trust, the portfolio of which is comprised entirely of securities in direct obligations of the United States government or any agency thereof or obligations of the Federal National Mortgage Association, Federal Home Loan Banks, or Federal Home Loan Mortgage Corporation, receipts evidencing ownership interests in securities or portions thereof in direct obligations of the United States government or any agency thereof or obligations of the Federal National Mortgage Association, Federal Home Loan Banks, or the Federal Home Loan Mortgage Corporation, and municipal bonds or other obligations issued by a municipality of the State of Kansas. K.S.A. 10-131 prohibits investment in derivatives.

*Fair value measurement.* The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. For the year ended June 30, 2021, the U.S. government securities were valued with significant other observable inputs (Level 2). Fair value measurement hierarchy information is not provided for the MIP which is considered a cash equivalent, as all of the District's funds are invested in the overnight pool.

*Custodial credit risk – deposits and investments.* In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. For an investment, custodial credit risk is

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the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Statutes require that deposits and investment be collateralized and that collateral pledged must have a fair market value equal to 100% of the deposits (less insured amounts) and deposits and investments must be assigned for the benefit of the District. At June 30, 2021, the District's deposits were not exposed to custodial credit risk.

*Interest rate risk.* Interest rate risk is the risk that changes in the interest rates may adversely affect the investment's fair value. The District does not have a policy to address interest rate risk. The District is not exposed to significant interest rate risk.

As of June 30, 2021, maturities of the District's investments are as follows:

Investment Type	Fair Value	Investments Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
U.S. Treasury Securities	\$ 110,597,937	\$ 2,259,547	\$ 99,316,507	\$ 9,021,883	\$ -
Municipal Investment Overnight Pool	50,121,551	50,121,551	-	-	-
	<u>\$ 160,719,488</u>	<u>\$ 52,381,098</u>	<u>\$ 99,316,507</u>	<u>\$ 9,021,883</u>	<u>\$ -</u>

*Concentration of credit risk.* The District's investment policy does not place any limitations on the percentage of the District's total investments that may be with any one issuer. Kansas statutes indirectly prohibit such a limitation, as local banks must be given preference on each investment of idle funds.

4 - Tax Revenue, Taxes Receivable, and Tax Abatements

In accordance with Kansas statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. The District's property tax is levied each November 1 on the assessed value as of the prior January 1 for all property located in the District. Property taxes are due in total by December 20 following the levy date, or they may be paid in equal installments if paid by December 20 (first installment) and the following May 10 (second installment).

Assessed values are established by the Shawnee County appraiser's office. The assessed valuation at January 1, 2020 of the tangible, taxable property for purposes of local taxation was \$ 593,440,932 for the general fund and \$ 685,920,302 in total.

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The tax levy per \$ 1,000 of the November 1, 2020 levy of tangible, taxable property levied for District taxation was as follows by fund:

General	\$	20.000
Supplemental general		16.644
Capital outlay		7.716
Debt service		4.092
Special liability		1.264
		1.264
	\$	49.716

Tax Abatements and Rebates

The City of Topeka, Kansas and Shawnee County, Kansas enter into property tax abatement and rebate agreements with local businesses and entities for the purpose of attracting and improving business and neighborhood conditions within their jurisdictions. These agreements affect local municipalities, including the District. For the fiscal year ended June 30, 2021, abated or rebated property taxes not distributed to the District because of such agreements totaled \$ 1,752,755 (includes economic development, IRB exemptions of \$ 845,770, and NRA property tax rebates of \$ 906,985). One-hundred and thirty-nine (139) parcels made up the total rebated amount, including the following that exceeded ten percent of the total amount of undistributed tax:

- An IRB exemption to a large medical care provider. The District's portion of the abatement amounted to \$ 620,523.

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5 - Capital Assets

A summary of changes in capital assets follows:

Governmental Activities						
	Balance July 1, 2020 as Previously Stated	Prior Period Adjustments	Balance July 1, 2020 as Restated	Additions	Retirements	Balance June 30, 2021
<u>Capital assets not being depreciated:</u>						
Land	\$ 6,623,440	\$ (69,700)	\$ 6,553,740	\$ -	\$ -	\$ 6,553,740
Construction in progress	1,975,253	(46,945)	1,928,308	5,812,233	(4,609,577)	3,130,964
Total capital assets not being depreciated	<u>8,598,693</u>	<u>(116,645)</u>	<u>8,482,048</u>	<u>5,812,233</u>	<u>(4,609,577)</u>	<u>9,684,704</u>
<u>Capital assets being depreciated:</u>						
Buildings	331,964,292	(8,481,449)	323,482,843	3,733,593	-	327,216,436
Furniture, fixtures, and equipment	32,337,408	(14,757,286)	17,580,122	1,951,252	(122,582)	19,408,792
Total capital assets being depreciated	364,301,700	(23,238,735)	341,062,965	5,684,845	(122,582)	346,625,228
Less accumulated depreciation	(142,930,186)	14,672,005	(128,258,181)	(8,437,294)	102,484	(136,592,991)
Total capital assets being depreciated, net	<u>221,371,514</u>	<u>(8,566,730)</u>	<u>212,804,784</u>	<u>(2,752,449)</u>	<u>(20,098)</u>	<u>210,032,237</u>
	<u>\$ 229,970,207</u>	<u>\$ (8,683,375)</u>	<u>\$ 221,286,832</u>	<u>\$ 3,059,784</u>	<u>\$ (4,629,675)</u>	<u>\$ 219,716,941</u>
Business-Type Activities						
	Balance July 1, 2020 as Previously Stated	Prior Period Adjustments	Balance July 1, 2020 as Restated	Additions	Retirements	Balance June 30, 2021
<u>Capital assets being depreciated:</u>						
Furniture, fixtures, and equipment	\$ 3,861,616	\$ (1,612,247)	\$ 2,249,369	\$ -	\$ -	\$ 2,249,369
Less accumulated depreciation	(2,489,141)	1,620,213	(868,928)	(90,452)	-	(959,380)
	<u>\$ 1,372,475</u>	<u>\$ 7,966</u>	<u>\$ 1,380,441</u>	<u>\$ (90,452)</u>	<u>\$ -</u>	<u>\$ 1,289,989</u>



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Depreciation expense was charged to functions/programs of the District as follows:

Governmental activities:

Instruction	\$	770,722
Student support		11,360
Instructional support		16,962
General administration		966
School administration		7,413
Support services		1,839,842
Transportation		52,132
Central support services		669,952
Operations and maintenance		875,208
Enterprise operations		15,581
Building acquisition		1,483,124
Building remodeling		1,745,630
Community service		402
Student activities		1,932
Site improvement		31,901
Architecture/engineering		378,307
Building additions		535,860
		535,860
 Total depreciation expense - governmental activities	 \$	 8,437,294
		8,437,294

Business-type activities:

Nonmajor proprietary funds	\$	90,452
		90,452
 Total depreciation expense - business-type activities	 \$	 90,452
		90,452

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6 - Liabilities

The following is a summary of changes in long-term debt for the year ended June 30, 2021:

	Balance July 1, 2020	Additions	Reductions	Balance June 30, 2021	Due Within One Year
General obligation bonds paid with ad valorem taxes	\$ 258,380,000	\$ -	\$ 2,615,000	\$ 255,765,000	\$ 2,980,000
Add unamortized premium on bonds				1,849,664	
				<u>\$ 257,614,664</u>	
Capital lease liability	\$ -	\$ 1,958,000	\$ -	\$ 1,958,000	\$ 478,838
Total OPEB liability	\$ 35,217,219	\$ 4,174,048	\$ 3,153,657	\$ 36,237,610	\$ -
Compensated absences	\$ 2,666,170	\$ 1,138,139	\$ 1,069,054	\$ 2,735,255	\$ 1,069,054
Net pension liability	\$ 149,484,824	\$ 19,663,513	\$ -	\$ 169,148,337	\$ -

For governmental activities, the general fund is typically used to liquidate post-employment benefits and compensated absences.

General Obligation Bonds

General obligation bonds consisted of the following at June 30, 2021:

Series	Date Issued	Original Final Scheduled Maturity	Original Principal Amount	Principal Amount Outstanding June 30, 2021	Interest Ranges
2014A	7/8/2014	9/1/2044	\$ 110,000,000	\$ 110,000,000	3.75% to 5.00%
2016A	4/19/2016	8/1/2044	33,000,000	31,500,000	2.00% to 4.00%
2017A	11/21/2017	8/1/2028	9,040,000	9,040,000	2.50%
2020A	1/29/2020	8/1/2039	94,770,000	94,770,000	3.59%T/2.72%NT
2020B	1/29/2020	8/1/2039	10,455,000	10,455,000	3.59%T/2.72%NT
			<u>\$ 257,265,000</u>	<u>\$ 255,765,000</u>	

T - Taxable; NT - Nontaxable

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Annual debt service requirements to maturity for the bonds are as follows (including bonds defeased through crossover refunding):

Year	Principal	Interest	Total
2022	\$ 2,980,000	\$ 9,417,053	\$ 12,397,053
2023	3,175,000	9,272,178	12,447,178
2024	5,545,000	9,078,816	14,623,816
2025	5,805,000	8,835,666	14,640,666
2026	6,050,000	8,603,536	14,653,536
2027 - 2031	54,010,000	38,011,740	92,021,740
2032 - 2036	67,180,000	26,843,727	94,023,727
2037 - 2041	73,630,000	13,288,094	86,918,094
2042 - 2045	37,390,000	2,837,769	40,227,769
Total	<u>\$ 255,765,000</u>	<u>\$ 126,188,579</u>	<u>\$ 381,953,579</u>

Issued and Defeased Bonds

During the year ended June 30, 2018, the District issued \$ 9,040,000 of general obligation refunding bonds (Series 2017A) to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for \$ 8,905,000 of future debt service payments related to its Series 2014A general obligation bonds. However, the Series 2014A bond principal payments are not considered to be defeased until the crossover date of August 1, 2022, the redemption date for the August 1, 2026; August 1, 2027; and August 1, 2028 bond payments, since they were refunded through a crossover refunding transaction. Because there is no defeasance in such a transaction until the crossover date, the assets held in trust by the escrow agent are reported in the bond and interest fund as restricted cash and investments in the amount of \$ 8,982,079. The refunded bonds are reported in long-term liabilities until the crossover date.

During the year ended June 30, 2020, the District issued \$ 94,770,000 and \$ 10,455,000 of general obligation bonds (Series 2020A and 2020B, respectively), to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for \$ 88,510,000 of future debt payments related to its Series 2014A and \$ 8,910,000 of future debt payments for its 2016A general obligation bonds. However, the Series 2014A bond principal payments are not considered to be defeased until the crossover date of August 1, 2022, the redemption date for the August 1, 2029 through August 1, 2044 serial and term bond payments; and the 2016A bond principal payments are not considered to be defeased until the crossover date of August 1, 2026, the redemption date for the August 1, 2040 through August 1, 2044 serial bond payments, since they were refunded through a crossover refunding transaction. Further, because the 2020A and 2020B bonds were issued more than 90 days prior to the call date of the refunded bonds, the 2020 bonds were issued with a taxable interest rate of 3.59%. On the call date of the refunded bonds, the interest rates convert to the predetermined tax-exempt rate of 2.70%. The bonds then pay the tax-exempt rate through their maturity. The tax-exempt interest rate shall only be effective on and after the tax-exempt conversion date if the interest rate on the series 2020A and 2020B bonds is converted to the tax-exempt interest rate pursuant to Section 214 of the bond resolution for the series 2020A and B bonds. Because there is no defeasance in such a transaction until the crossover date, the assets held in trust by the escrow

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agent are reported in the bond and interest fund as restricted cash and investments in the amount of \$ 101,615,858. The refunded bonds are reported in long-term liabilities until the crossover dates.

Statutory Debt Limit

The District is subject to Kansas statutes and may issue general obligation bonds for capital improvements upon the approval of a majority of the voters. Remaining debt service requirements for general obligation bonds will be repaid from the Bond and Interest Fund with future tax assessments. Such general obligation indebtedness may not exceed the amount allowed for the District under K.S.A. 72-6761. The District's statutory limit for such bonded indebtedness was approximately \$ 93 million at June 30, 2021. The District obtained a waiver to exceed the general obligation debt limit for the Series 2014A and 2016A bond issuances.

Capital Leases

Capital leases consisted of the following at June 30, 2021:

Description	Date Issued	Original Scheduled Maturity	Original Principal Amount	Principal Amount Outstanding June 30, 2021	Interest Rate
Equipment Lease	7/2/2020	7/2/2024	\$ 1,958,000	\$ 1,958,000	1.47%

The annual debt service requirements to maturity for capital leases, including interest, are as follows:

Year	Principal	Interest	Total
2022	\$ 478,838	\$ 28,783	\$ 507,621
2023	485,877	21,744	507,621
2024	493,019	14,601	507,620
2025	500,266	7,354	507,620
Total	\$ 1,958,000	\$ 72,482	\$ 2,030,482

7 - Defined Benefit Pension Plan

General Information About the Pension Plan

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

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

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

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$ 15,913,365 for the year ended June 30, 2021.

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

At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$ 169,148,337. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contribution of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020.

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

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

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

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and non-employer allocations are applied to amounts presented in the schedules of pension amounts by employer and non-employer. The District's proportion of the collective net pension liability was based on the ratio of the District's actual contributions to KPERS, relative to the total employer and non-employer contributions of the State/School group within KPERS for the fiscal year ended June 30, 2020. The contributions used exclude contributions made for prior service, excess benefits, and irregular payments. At June 30, 2020, the District's proportion was 2.263783%, which was a decrease of 0.047463% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$ 19,978,292. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 2,355,518	\$ 1,859,167
Net difference between projected and actual earnings on pension plan investments	14,986,378	-
Change of assumptions	8,637,575	-
Changes in proportionate share	5,524,852	3,884,972
District contributions subsequent to measurement date	15,913,433	-
Total	\$ 47,417,756	\$ 5,744,139

The \$ 15,913,433 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,		
2022	\$	5,861,973
2023		7,008,802
2024		7,527,222
2025		5,207,300
2026		154,887
	\$	25,760,184

*Actuarial assumptions.* The total pension liability for KPERS in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.75 percent
Salary increases, including wage increases	3.25 to 11.75 percent, including inflation
Long-term rate of return net of investment expense, and including price inflation	7.50 percent

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

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study conducted for the three-year period ending December 31, 2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocations, as of the most recent experience study, dated January 7, 2020 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US equities	23.5%	5.20%
Non-US equities	23.5%	6.40%
Fixed income	11.0%	1.55%
Yield driven	8.0%	4.70%
Real return	11.0%	3.25%
Real estate	11.0%	4.45%
Alternatives	8.0%	9.50%
Short-term investments	4.0%	0.25%
Total	100.0%	

*Discount rate.* The discount rate used by KPERS to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the contractually required rate. The State/School employers do not necessarily contribute the full actuarial determined rate. Based on legislation passed in 1993, the employer contribution rates certified by the KPERS Board of Trustees for this group may not increase by more than the statutory cap. The expected KPERS employer statutory contribution was modeled for future years, assuming all actuarial assumptions are met in the future. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the District's proportionate share of the collective net pension liability to changes in the discount rate.* The following presents the District's proportionate share of the collective net pension liability calculated using the discount rate of 7.50%, as well as what the District's proportionate share of the



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collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
District's proportionate share of the collective net pension liability	\$ 224,279,668	\$ 169,148,337	\$ 122,668,119

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued KPERs financial report.

8 - Other Postemployment Benefits

*Plan Description.* The District offers postemployment benefits to retired employees. The benefits are provided through a single employer defined benefit postemployment plan administered by the District. Kansas statutes provide that postemployment healthcare benefits be extended to retired employees who have met age and/or service eligibility requirements until the individuals become eligible for Medicare coverage at age 65. The District's employee benefit plan provides the same medical, pharmacy, and dental benefits to eligible retirees and their dependents as it does to active employees, until age 66 for administrators and age 65 for all other retirees. In addition, the District provides an early retirement incentive to eligible employees who retire before age 65 and a life insurance benefit through age 66 for administrators. The District pays the equivalent of the base plan premiums on behalf of retirees, and the retirees who have chosen the buy-up plan pay any additional cost of the plan. Covered spouses pay 100% of their premiums. Full-time employees are eligible to retire at age 60 with at least ten years of service with the District. Part-time employees are eligible to retire at age 60 with at least 15 years of service. The benefit is available for selection at retirement and is extended to retirees and their dependents until the individuals become eligible for Medicare at 65. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. The plan does not issue a stand-alone financial report.

As of June 30, 2021, the District has approximately 190 employees who are eligible to receive early retirement benefits. The benefits vary based on employee classification. Classified employees receive \$ 260 per month in cash and \$ 518 per month in health and dental insurance coverage until their sixty-fifth (65) birthday. Certified employees receive one-third of the certified base salary monthly, which is one-third of the base salary of a beginning professional employee in effect at the time the retirement commences, and \$ 518 per month in health and dental insurance coverage until their sixty-fifth (65) birthday. Administrators receive \$ 1,250 per month in cash and \$ 518 per month in health and dental insurance coverage plus \$ 13 for life insurance premiums per month. The District's contributions are financed on a pay-as-you-go basis. During the year ended June 30, 2021, payments to early retirees along with insurance benefits totaled approximately \$ 2.47 million. These amounts are reflected in general fund instruction and support services expenditures.

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*Funding Policy.* The District provides health insurance benefits to retirees and their dependents in accordance with Kansas law (K.S.A. 12-5040). Kansas statutes, which may be amended by the state legislature, establishes that participating retirees may be required to contribute to the employee group health benefits plan, including administrative costs.

The District appropriates funds annually for the costs associated with this retirement benefit and provides funding for the expenditures on a pay-as-you-go basis through the General Fund. In fiscal year 2021, the District contributed \$ 2,473,224 to the plan.

*Employees Covered by Benefit Terms.* At the actuarial valuation date of July 1, 2019, the following employees were covered by the benefit terms.

Inactive employees or beneficiaries currently receiving benefit payments	104
Active employees	1,367
	1,471

*Total OPEB Liability.* The District’s total OPEB liability of \$ 33,465,299 was measured as of June 30, 2021 and was determined by an actuarial valuation performed as of July 1, 2019.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the actuarial valuation with a measurement date of June 30, 2019 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual entry age normal as a level percentage of payroll
Discount rate	3.36% at valuation date, 2.18%, as of measurement period ending June 30, 2021
Annual wage increases	3.00% per year
Price inflation	2.50%
Mortality	<i>Pre-retirement Healthy</i> Male: 80% of RP-2014 M with White Collar Adjustment Female: 80% of RP-2014 F with White Collar Adjustment <i>Post-retirement Healthy</i> Male: RP-2014 M with White Collar Adjustment Female: RP-2014 F with White Collar Adjustment <i>Disabled</i> RP-2014 Disabled Life Table Margin for mortality improvements: Scale MP-2016, fully generational

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Annual Healthcare Trend

Years after Valuation	Medical & Pharmacy	Dental
1	8.00 %	4.50 %
2	7.50	4.50
3	7.00	4.50
4	6.50	4.50
5	6.00	4.50
6	5.50	4.50
7	5.00	4.50
8+	4.50	4.50

*Changes in Total OPEB Liability.*

	Total OPEB Liability
Balance at June 30, 2020	\$ 32,578,632
Changes for the year:	
Service cost	1,796,485
Interest	881,485
Net benefits paid by employer	(2,473,224)
Difference between expected and actual experience	(335,993)
Changes in assumptions and inputs	1,017,914
Net changes	<u>886,667</u>
Balance at June 30, 2021	<u><u>\$ 33,465,299</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.66% in 2020 to 2.18% in 2021.

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate.* The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.18%) or 1-percentage-point higher (3.18%) than the current discount rate:

	1% Decrease (1.18%)	Discount Rate (2.18%)	1% Increase (3.18%)
Total OPEB liability	\$ 35,665,819	\$ 33,465,299	\$ 31,374,878

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*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates.* The following represents the total OPEB liability of the District as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	\$ 30,926,928	\$ 33,465,299	\$ 36,484,547

*OPEB Expense and Deferred Inflows of Resources Related to OPEB.* For the year ended June 30, 2021, the District recognized OPEB expense of \$ 2,002,745. At June 30, 2021, the District reported deferred inflows of resources related to OPEB from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions	\$ 1,027,122	\$ 5,091,568
Differences between expected and actual experience	-	1,127,068
	\$ 1,027,122	\$ 6,218,636

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

Year Ended June 30,	
2022	\$ (842,040)
2023	(842,040)
2024	(842,040)
2025	(837,991)
2026	(741,900)
Thereafter	(1,085,503)
	\$ (5,191,514)

Disability Benefits and Life Insurance

*Plan Description.* The District participates in a multiple-employer defined benefit other postemployment benefit (OPEB) plan (the Plan) which is administered by the Kansas Public Employees Retirement System (KPERs). The Plan provides long-term disability benefits and a life insurance benefit for disabled members

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to KPERS members, as provided by K.S.A. 74-04927. The Plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

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

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

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

*Employees Covered by Benefit Terms.* The District has the following employees covered by the Plan as of December 31, 2019:

Inactive employees or beneficiaries currently receiving benefit payments	24
Active employees	2,345
	2,369
	2,369

*Total OPEB Liability.* The District's total OPEB liability of \$ 2,772,311 reported as of June 30, 2021 was measured as of June 30, 2020 (the measurement date) and was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020.

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*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

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

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

Mortality rates used for the death benefits were based on the RP-2014 White Collar Mortality Table for Males and Females, adjusted for generational mortality improvement using MP-2019.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial valuation as of December 31, 2019 rolled forward to June 30, 2020. Other demographic assumptions are set to be consistent with the actuarial assumptions reflected in the December 31, 2019 KPERs pension valuation.

*Changes in Total OPEB Liability.*

Balance at June 30, 2020	\$ 2,638,587
Changes for the year:	
Service cost	216,727
Interest on total OPEB liability	94,401
Changes in assumptions or other inputs	141,597
Benefit payments	<u>(319,001)</u>
Net changes	<u>133,724</u>
Balance at June 30, 2021	<u><u>\$ 2,772,311</u></u>

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

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB liability	\$ 2,906,469	\$ 2,772,311	\$ 2,640,485

*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates.* The following represents the total OPEB liability of the District as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	\$ 2,772,311	\$ 2,772,311	\$ 2,772,311

*OPEB Expense and Deferred Outflows and Deferred Inflows of Resources Related to OPEB.* For the year ended June 30, 2021, the District recognized OPEB expense of \$ 332,328.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions	\$ 188,505	\$ 72,339
Differences between expected and actual experience	192,680	95,571
Benefit payments subsequent to the measurement date	(68)	-
Total	\$ 381,117	\$ 167,910

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The deferred outflow of resources related to the benefit payments subsequent to the measurement date totaling (\$ 68) consists of payments made to KPERS for benefits and administrative costs and will be recognized as a reduction in the total OPEB liability during the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,		
2021	\$	21,200
2022		21,200
2023		21,200
2024		21,200
2025		21,200
Thereafter		107,275
	\$	213,275

9 - Interfund Transactions

A summary of transfers for the year is as follows:

Transfers to	Transfers from General Fund
Governmental funds:	
Special education	\$ 15,827,409
Nonmajor governmental funds	331,491
Business-type funds:	
Nonmajor business funds	890,000
	\$ 17,048,900

Transfers are used to move unrestricted monies to finance various programs that the District must account for in other funds in accordance with budgetary authorizations, including amounts provided as matching funds for various grants and to close out finished capital project funds.



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Due to/Due from other funds at June 30, 2021 are as follows:

	Due to General Fund
Due from:	
USDE Passthrough	\$ 114,166
Other governmental funds	66,452
	\$ 180,618

10 - Commitments and Contingencies

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruptions; errors and omission; injuries to employees and natural disasters. Commercial insurance coverage is purchased for claims arising from such matters other than those relating to workers' compensation and dental. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no decreases in insurance coverage from the prior year.

Self-Insurance Funds

The District has established internal service funds for self-insured worker's compensation and dental insurance. The worker's compensation program began in July 1993, and the dental insurance program began in September 2005.

Funds are accumulated for payment of claims and insurance premiums through charges to the District's funds. Currently, the District is funding the worker's compensation reserve fund with annual contributions. The dental self-insured fund is funded with contributions made during each payroll period from the employer and the employees. All plans are administered by a third party, which accumulates claims. During 2021, the District's maximum responsibility for payment of worker's compensation benefits was \$ 500,000 per occurrence (\$ 1,000,000 in aggregate). The District's maximum responsibility for payment of dental insurance benefits was \$ 1,500 per employee per year. The District purchases commercial insurance for claims in excess of the maximum and for all other risks of loss. The claims liability at June 30, 2021 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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The claims liability of \$ 1,050,786 is included in the governmental activities column of the statement of net position as estimated insurance claims. Changes in the claims liability for the year ended June 30, 2021 were:

	Beginning of Year Liability	Change in Estimate	Claims and Premium Payments	End of Year Liability
2021	\$ 882,489	\$ 522,090	\$ 353,793	\$ 1,050,786
2020	779,701	553,602	450,814	882,489

No amounts have been reflected in the financial statements for dental insurance claims liability as of June 30, 2021.

Grants

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed expenditures, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to not be material to the financial statements.

Litigation

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

Encumbrances

The District uses encumbrances to control expenditure commitments for the year and to enhance cash management. Encumbrances represent commitments related to executory contracts not yet performed and purchase orders not yet filled. Commitments for such expenditure of monies are encumbered to reserve a portion of applicable appropriations. Encumbrances still open at year-end are not accounted for as expenditures and liabilities, but, rather, as restricted, committed, or assigned fund balance. At June 30, 2021, the District's recorded encumbrances in governmental funds were as follows:

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General	\$	1,441,097
Capital outlay		3,875,715
Special education		117,417
Bond		318,531
Other nonmajor governmental funds		15,275
		15,275
	\$	5,768,035

Project authorizations compared with expenditures to date for significant projects open at year-end are as follows:

	Expenditures to Date	Project Authorization
Projects in process:		
Boiler Replacement	\$ 13,998	\$ 250,495
Door & Security Lock Replacement	341,549	381,135
Door & Window Replacement	221,294	467,869
Drainage/Gutter Project	-	36,790
Floor Replacement	2,950	139,345
Guttering Replacement	1,765	80,000
HVAC Upgrade	42,232	560,030
Milestone Replacement - Phase 1	571,135	605,057
Paint Pool	-	84,990
Playground Project Phase 1	-	99,898
Repair, Resurface Tennis Courts	-	91,000
Replace Boiler/Water Heater	21,350	456,225
Replace Drain Lines/Dishwasher	15,089	50,000
Replace Fan Coils	7,770	100,042
Replace HVAC - Eisenhower	18,700	212,500
Roof Replacement	-	140,000
Roof Replacement	78,394	155,373
Resurface N Parking Lot	-	65,180
Resurface Parking Lot	-	77,310
Sand/Paint/Repair Gym Floor	-	92,250
Steam Trap Replacement	10,706	197,100
Steam Trap Replacement	9,100	88,660
Storm Shelter Additions Quinton Heights	1,774,932	1,965,392
Upgrade Scoreboard	-	67,550
	\$ 3,130,964	\$ 6,464,191

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11 - Risks and Uncertainties

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and, on March 11, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the corona virus include restrictions on travel, quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate the spread of it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the District operates. On March 27, 2020, the Coronavirus Aid, Relief and Economic Security Act (CARES Act) was enacted to, amongst other provisions, provide emergency assistance for individuals, families and businesses affected by the pandemic.

It is unknown how long the adverse conditions associated with the pandemic will last and what the complete financial effect will be to the District. Accordingly, while management cannot quantify the financial and other impacts to the District as of June 30, 2021, management believes that a material impact on the District's financial position and results of future operations is reasonably possible.

12 - Prior Period Adjustment

In 2021, management determined a prior period restatement of capital assets was necessary. This resulted in a prior period adjustment in the amount of (\$ 8,683,375) and \$ 7,966, for the governmental activities and business-type activities, respectively.

The following restatements were made to beginning net position/fund balance:

	Governmental Activities	Business-Type Activities
Government-Wide Financial Statements:		
Net position, beginning of year as previously stated	\$(40,593,328)	\$ 5,248,743
Prior period adjustments:		
Restatement of capital assets	\$ (8,683,375)	\$ 7,966
Restatement related to GASB 84 (see Note 1)	517,477	-
Total prior period adjustments	(8,165,898)	7,966
Net position, beginning of year as restated	\$(48,759,226)	\$ 5,256,709
Fund Financial Statements:		
Nonmajor governmental funds - fund balance, beginning of year as previously stated		\$ 3,133,889
Prior period adjustment:		
Restatement related to GASB 84 (see Note 1)		517,477
Nonmajor governmental funds - fund balance, beginning of year as restated		\$ 3,651,366

REQUIRED SUPPLEMENTARY INFORMATION

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BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	General		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Intergovernmental:			
State and local	\$ 103,995,920	\$ 102,221,778	\$ (1,774,142)
Reimbursed expenses	-	338,214	338,214
Total revenues	<u>103,995,920</u>	<u>102,559,992</u>	<u>(1,435,928)</u>
Expenditures and transfers out subject to budget:			
Current:			
Instruction	28,289,589	24,721,584	(3,568,005)
Support services	41,044,905	34,538,687	(6,506,218)
Community services operations	259,657	12,869	(246,788)
Transfers out	34,401,769	42,948,638	8,546,869
Budget adjustment to comply with legal max	(1,774,142)		1,774,142
Total expenditures and transfers out subject to budget	<u>102,221,778</u>	<u>102,221,778</u>	<u>-</u>
Expenditures not subject to budget:			
Reimbursed expenses	-	338,214	338,214
Total expenditures	<u>102,221,778</u>	<u>102,559,992</u>	<u>338,214</u>
Excess of revenues over expenditures, transfers out subject to budget, and expenditures not subject to budget	1,774,142	-	<u>\$ (1,774,142)</u>
Fund balance, beginning of year, budget basis	-	-	
Fund balance, end of year, budget basis	<u>\$ 1,774,142</u>	-	
<u>Reconciliation to GAAP</u>			
Plus inventories at June 30, 2021		49,609	
Plus encumbrances outstanding at June 30, 2021		534,191	
Fund balance on the basis of GAAP - General Fund only		<u>583,800</u>	
Fund balances for separately budgeted funds included with the General Fund on GAAP basis financials:			
Supplemental general		862,954	
At-risk 4-year-old		852,885	
At-risk K-12		957	
Bilingual education		1,569,223	
Career and postsecondary education		1,851,605	
Professional development		438,103	
Summer school		256,090	
Fund balances for non-budgeted funds included with the General Fund on GAAP basis financials:			
Pepsi exclusivity		100,352	
Sports park operations		1,041,129	
Self-insurance reserve		877,683	
Risk management		2,119,893	
Contingency reserve		5,275,001	
		<u>\$ 15,829,675</u>	

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BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Supplemental General		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Taxes:			
In process	\$ 429,556	\$ 235,815	\$ (193,741)
Current	11,092,258	11,739,900	647,642
Delinquent	193,280	352,127	158,847
State aid	22,014,100	21,612,389	(401,711)
Miscellaneous	-	80	80
Total revenues	<u>33,729,194</u>	<u>33,940,311</u>	<u>211,117</u>
Expenditures and transfers out:			
Current:			
Instruction	3,190,937	1,735,889	(1,455,048)
Support services	5,154,809	4,820,297	(334,512)
Community services operations	18,548	19,068	520
Transfers out	26,108,145	27,268,136	1,159,991
Budget adjustment to comply with legal max	(629,049)		629,049
Total expenditures and transfers out	<u>33,843,390</u>	<u>33,843,390</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures and transfers out	(114,196)	96,921	<u>\$ 211,117</u>
Fund balance, beginning of year, budget basis	<u>743,245</u>	<u>743,245</u>	
Fund balance, end of year, budget basis	<u>\$ 629,049</u>	<u>840,166</u>	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		<u>22,788</u>	
Fund balance on the basis of GAAP		<u>\$ 862,954</u>	

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BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Summer School		
	Original and Final Budget	Actual	Variance Over (Under)
Expenditures:			
Current:			
Instruction	\$ 189,032	\$ 41,201	\$ (147,831)
Support services	36,852	29,593	(7,259)
Total expenditures	225,884	70,794	(155,090)
Other financing sources:			
Transfers in	-	75,000	75,000
Net change in fund balance	(225,884)	4,206	\$ 230,090
Fund balance, beginning of year, budget basis	225,884	225,884	
Fund balance, end of year, budget basis	\$ -	230,090	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		26,000	
Fund balance on the basis of GAAP		\$ 256,090	

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UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Professional Development		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Interest	\$ -	\$ 147	\$ 147
State aid	56,250	34,726	(21,524)
Total revenues	56,250	34,873	(21,377)
Expenditures:			
Current:			
Support services	632,494	226,790	(405,704)
Excess (deficiency) of revenues over (under) expenditures	(576,244)	(191,917)	384,327
Other financing sources:			
Transfers in	260,000	260,000	-
Net change in fund balance	(316,244)	68,083	\$ 384,327
Fund balance, beginning of year, budget basis	316,244	316,245	
Fund balance, end of year, budget basis	\$ -	384,328	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		53,775	
Fund balance on the basis of GAAP		\$ 438,103	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	At-Risk K-12		Variance Over (Under)
	Original and Final Budget	Actual	
Expenditures:			
Current:			
Instruction	\$ 26,830,630	\$ 25,849,164	\$ (981,466)
Support services	406,160	567,886	161,726
Total expenditures	<u>27,236,790</u>	<u>26,417,050</u>	<u>(819,740)</u>
Other financing sources:			
Transfers in	<u>24,032,276</u>	<u>23,213,432</u>	<u>(818,844)</u>
Net change in fund balance	<u>(3,204,514)</u>	<u>(3,203,618)</u>	<u>\$ 896</u>
Fund balance, beginning of year, budget basis	<u>3,204,514</u>	<u>3,204,515</u>	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>897</u>	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		<u>60</u>	
Fund balance on the basis of GAAP		<u>\$ 957</u>	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Career and Postsecondary Education		
	Original and Final Budget	Actual	Variance Over (Under)
Expenditures:			
Current:			
Instruction	\$ 2,774,810	\$ 2,286,219	\$ (488,591)
Support services	619,209	577,622	(41,587)
Total expenditures	<u>3,394,019</u>	<u>2,863,841</u>	<u>(530,178)</u>
Other financing sources:			
Transfers in	1,860,000	3,176,215	1,316,215
Net change in fund balance	(1,534,019)	312,374	<u>\$ 1,846,393</u>
Fund balance, beginning of year, budget basis	1,534,019	1,534,019	
Fund balance, end of year, budget basis	<u>\$ -</u>	1,846,393	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		5,212	
Fund balance on the basis of GAAP		<u>\$ 1,851,605</u>	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Bilingual Education		
	Original and Final Budget	Actual	Variance Over (Under)
Expenditures:			
Current:			
Instruction	\$ 3,603,870	\$ 3,124,959	\$ (478,911)
Support services	907,273	817,340	(89,933)
Total expenditures	4,511,143	3,942,299	(568,844)
Other financing sources:			
Transfers in	3,505,555	4,467,828	962,273
Net change in fund balance	(1,005,588)	525,529	\$ 1,531,117
Fund balance, beginning of year, budget basis	1,005,588	1,005,588	
Fund balance, end of year, budget basis	\$ -	1,531,117	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		38,106	
Fund balance on the basis of GAAP		\$ 1,569,223	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - FUNDS INCLUDED IN THE COMBINED GENERAL  
FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	At-Risk 4-Year-Old		Variance Over (Under)
	Original and Final Budget	Actual	
Expenditures:			
Current:			
Instruction	\$ 1,578,424	\$ 1,288,730	\$ (289,694)
Support services	8,462	9,295	833
Total expenditures	1,586,886	1,298,025	(288,861)
Other financing sources:			
Transfers in	960,000	1,524,026	564,026
Net change in fund balance	(626,886)	226,001	\$ 852,887
Fund balance, beginning of year, budget basis	626,886	626,884	
Fund balance, end of year, budget basis	\$ -	\$ 852,885	

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - MAJOR BUDGETED  
SPECIAL REVENUE FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Special Education		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Intergovernmental:			
Federal aid	\$ 6,329,220	\$ 5,699,696	\$ (629,524)
State aid	-	3,468	3,468
Total revenues	<u>6,329,220</u>	<u>5,703,164</u>	<u>(626,056)</u>
Expenditures:			
Current:			
Instruction	28,849,561	24,706,656	(4,142,905)
Support services	13,897,286	14,209,596	312,310
Total expenditures	<u>42,746,847</u>	<u>38,916,252</u>	<u>(3,830,595)</u>
Excess (deficiency) of revenues over (under) expenditures	(36,417,627)	(33,213,088)	3,204,539
Other financing sources:			
Transfers in	29,892,083	32,891,374	2,999,291
Net change in fund balance	<u>(6,525,544)</u>	<u>(321,714)</u>	<u>\$ 6,203,830</u>
Fund balance, beginning of year, budget basis	6,525,544	6,519,957	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>6,198,243</u>	
<u>Reconciliation to GAAP</u>			
Plus accounts receivable at June 30, 2021		10,121	
Plus encumbrances outstanding at June 30, 2021		<u>117,417</u>	
Fund balance on the basis of GAAP		<u>\$ 6,325,781</u>	

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND  
RELATED RATIOS - HEALTH INSURANCE  
Last Four Fiscal Years<sup>1</sup>

	2021	2020	2019	2018
Total OPEB liability:				
Service cost	\$ 1,796,485	\$ 1,546,961	\$ 1,949,626	\$ 1,983,181
Interest	881,485	1,060,514	1,350,820	1,243,268
Net benefits paid by employer	(2,473,224)	(2,908,942)	(3,182,243)	(3,528,898)
Difference between expected and actual experience	(335,993)	-	-	-
Changes of assumptions	1,017,914	(7,215,125)	206,510	(805,343)
Net change in total OPEB liability	886,667	(7,516,592)	324,713	(1,107,792)
Total OPEB liability, beginning	32,578,632	40,095,224	39,770,511	40,878,303
Total OPEB liability, ending	<u>\$ 33,465,299</u>	<u>\$ 32,578,632</u>	<u>\$ 40,095,224</u>	<u>\$ 39,770,511</u>
Covered payroll	\$ 38,679,980	\$ 39,804,623	\$ 37,723,726	\$ 38,167,181
District's total OPEB liability as a percentage of covered payroll	86.5%	81.8%	106.3%	104.2%

*Changes of Assumptions:*

1. Discount rate was decreased from 2.66% to 2.18%, based on municipal bond yields as of the measurement date.

<sup>1</sup> GASB 75 requires the presentation of ten years. Data was not available prior to fiscal year 2018; therefore, ten years of data is unavailable.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND  
RELATED RATIOS - DISABILITY BENEFITS AND LIFE INSURANCE  
Last Four Fiscal Years<sup>1</sup>

	2021	2020	2019	2018
Total OPEB liability:				
Service cost	\$ 216,727	\$ 193,828	\$ 192,616	\$ 205,058
Interest	94,401	91,579	87,576	71,333
Changes of assumptions	141,597	290,814	(137,899)	(84,933)
Benefit payments	(319,001)	(218,305)	(228,454)	(243,290)
Net change in total OPEB liability	133,724	357,916	(86,161)	(51,832)
Total OPEB liability, beginning	2,638,587	2,280,671	2,366,832	2,418,664
Total OPEB liability, ending	<u>\$ 2,772,311</u>	<u>\$ 2,638,587</u>	<u>\$ 2,280,671</u>	<u>\$ 2,366,832</u>
Covered payroll	\$ 104,512,892	\$ 100,143,635	\$ 94,603,689	\$ 92,994,938
District's total OPEB liability as a percentage of covered payroll	2.65%	2.63%	2.41%	2.55%

*Changes of Assumptions:*

1. The discount rate was updated in accordance with the requirements of GASB 75.
2. The mortality projection scale was updated to the most recent table published by the Society of Actuaries.

<sup>1</sup> GASB 75 requires the presentation of ten years. Data was not available prior to fiscal year 2018; therefore, ten years of data is unavailable.



TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY  
 KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM  
 Last Eight Fiscal Years<sup>1</sup>

	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the collective net pension liability	2.263783%	2.311246%	2.196999%	2.229486%	2.262925%	2.119396%	2.174282%	2.117605%
District's proportionate share of the collective net pension liability	\$ 169,148,337	\$ 149,484,824	\$ 143,320,910	\$ 149,798,454	\$ 152,092,568	\$ 146,756,723	\$ 138,934,472	\$ 153,820,765
District's covered payroll	\$ 115,856,484	\$ 112,340,308	\$ 112,340,308	\$ 102,966,206	\$ 96,737,828	\$ 95,139,490	\$ 86,430,695	\$ 82,671,274
District's proportionate share of the collective net pension liability as a percentage of its covered payroll	146%	133%	128%	145%	157%	154%	161%	186%
Plan fiduciary net position as a percentage of the total pension liability	68.49%	69.88%	68.88%	67.12%	65.10%	64.95%	66.60%	59.94%

<sup>1</sup> GASB requires presentation of ten years. Data was not available prior to 2014; therefore, ten years of data is unavailable.

TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
 KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM  
 Last Ten Fiscal Years

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	\$ 15,913,365	\$ 17,000,973	\$ 6,975,264	\$ 12,643,425	\$ 8,298,120	\$ 8,594,373	\$ 9,585,143	\$ 10,057,121	\$ 8,863,533	\$ 9,979,449
Contributions in relation to the contractually required contribution	(15,913,365)	(17,000,973)	(6,975,264)	(12,643,425)	(8,298,120)	(8,594,373)	(9,585,143)	(10,057,121)	(8,863,533)	(9,979,449)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 115,856,484	\$ 112,340,308	\$ 112,340,308	\$ 102,966,206	\$ 96,737,828	\$ 95,139,490	\$ 86,430,695	\$ 82,671,274	\$ 82,124,120	\$ 80,299,115
Contributions as a percentage of covered payroll	13.74%	15.13%	6.21%	12.28%	8.58%	9.03%	11.09%	12.17%	10.79%	12.43%

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2021

1 - General

All budgets are prepared utilizing the modified accrual basis further modified by the encumbrance method of accounting – that is, commitments such as purchase orders and contracts, in addition to disbursements and accounts payable, are recorded as expenditures.

SUPPLEMENTARY INFORMATION

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - MAJOR BUDGETED  
CAPITAL PROJECTS FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Capital Outlay		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Taxes:			
In process	\$ 173,436	\$ 116,879	\$ (56,557)
Current	5,437,370	5,346,012	(91,358)
Delinquent	57,649	129,050	71,401
Interest	450,000	14,868	(435,132)
State aid	3,016,490	2,920,373	(96,117)
Federal aid	-	243,171	243,171
Miscellaneous	-	228,094	228,094
Total revenues	<u>9,134,945</u>	<u>8,998,447</u>	<u>(136,498)</u>
Expenditures:			
Current:			
Instruction	865,000	2,597,055	1,732,055
Support services	6,417,500	6,619,630	202,130
Facilities acquisition and construction	5,147,975	1,786,147	(3,361,828)
Total expenditures	<u>12,430,475</u>	<u>11,002,832</u>	<u>(1,427,643)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,295,530)</u>	<u>(2,004,385)</u>	<u>1,291,145</u>
Other financing sources:			
Sale of capital assets	-	15,539	15,539
Insurance reimbursements	-	568	568
Capital lease	-	1,958,000	1,958,000
Total other financing sources	<u>-</u>	<u>1,974,107</u>	<u>1,974,107</u>
Net change in fund balance	<u>(3,295,530)</u>	<u>(30,278)</u>	<u>\$ 3,265,252</u>
Fund balance, beginning of year, budget basis	<u>3,295,530</u>	<u>3,356,136</u>	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>3,325,858</u>	
Reconciliation to GAAP			
Plus encumbrances outstanding at June 30, 2021		<u>3,875,715</u>	
Fund balance on the basis of GAAP		<u>\$ 7,201,573</u>	

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - FEDERAL GRANT FUNDS (BUDGET BASIS)  
(includes major special revenue fund - USDE Pass Through)  
Year Ended June 30, 2021

	Federal Grant		Variance Over (Under)
	Original and Final Budget	Actual	
Revenues:			
Intergovernmental:			
Federal aid	\$ 15,624,777	\$ 15,268,586	\$ (356,191)
Expenditures:			
Current:			
Instruction	8,806,679	9,060,668	253,989
Support services	6,998,728	6,177,609	(821,119)
Total expenditures	15,805,407	15,238,277	(567,130)
Excess (deficiency) of revenues over (under) expenditures	(180,630)	30,309	\$ 210,939
Fund balances, beginning of year, budget basis	180,630	(757,087)	
Fund balances, end of year, budget basis	\$ -	(726,778)	
<u>Reconciliation to GAAP</u>			
Plus accounts receivable at June 30, 2021		801,885	
Less deferred revenues at June 30, 2021		(75,107)	
Fund balances on the basis of GAAP		\$ -	

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BUDGETED PROPRIETARY FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Food Service		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Intergovernmental:			
Federal aid	\$ 7,316,570	\$ 8,567,786	\$ 1,251,216
State aid	65,882	76,733	10,851
Interest	15,000	426	(14,574)
Charges for services	1,171,696	326,496	(845,200)
Miscellaneous	39,015	39,016	1
Total revenues	<u>8,608,163</u>	<u>9,010,457</u>	<u>402,294</u>
Expenditures:			
Current:			
Support services	430,477	334,113	(96,364)
Noninstructional services	9,420,195	7,533,059	(1,887,136)
Total expenditures	<u>9,850,672</u>	<u>7,867,172</u>	<u>(1,983,500)</u>
Excess (deficiency) of revenues over (under) expenditures	(1,242,509)	1,143,285	<u>\$ 2,385,794</u>
Fund balance, beginning of year, budget basis	1,242,509	1,230,708	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>2,373,993</u>	
<u>Reconciliation to GAAP</u>			
Net adjustment for capitalization of assets		1,287,535	
Plus accounts receivable at June 30, 2021		37	
Less deferred revenue at June 30, 2021		(39,146)	
Plus encumbrances outstanding at June 30, 2021		1,613	
Fund balance on the basis of GAAP		<u>\$ 3,624,032</u>	

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BOND AND INTEREST FUND (BUDGET BASIS)  
Year Ended June 30, 2021

	Bond and Interest		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Taxes:			
In process	\$ 98,833	\$ 51,172	\$ (47,661)
Current	2,865,620	2,952,787	87,167
Delinquent	44,715	105,875	61,160
Intergovernmental:			
State aid	4,716,241	4,716,241	-
Interest	-	1,767,603	1,767,603
Miscellaneous	-	4,820	4,820
Total revenues	<u>7,725,409</u>	<u>9,598,498</u>	<u>1,873,089</u>
Expenditures subject to budget:			
Debt service:			
Principal	2,615,000	2,615,000	-
Interest and other charges	5,516,450	5,516,450	-
Total expenditures subject to budget	<u>8,131,450</u>	<u>8,131,450</u>	<u>-</u>
Expenditures not subject to budget:			
Interest and other charges	-	4,024,564	4,024,564
Total expenditures	<u>8,131,450</u>	<u>12,156,014</u>	<u>4,024,564</u>
Deficiency of revenues under expenditures	<u>(406,041)</u>	<u>(2,557,516)</u>	<u>\$ (2,151,475)</u>
Fund balance, beginning of year, budget basis	<u>7,301,794</u>	<u>120,158,881</u>	
Fund balance, end of year, budget basis	<u>\$ 6,895,753</u>	<u>\$ 117,601,365</u>	
<u>Reconciliation to GAAP</u>			
Plus interest receivable at June 30, 2021		<u>730,289</u>	
Fund balance on the basis of GAAP		<u>\$ 118,331,654</u>	



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - ALL NONMAJOR BUDGETED FUNDS (BUDGET BASIS)  
Year Ended June 30, 2021

	Special Liability		Variance Over (Under)
	Original and Final Budget	Actual	
Revenues:			
Taxes:			
In process	\$ 3,787	\$ 1,979	\$ (1,808)
Current	770,797	793,459	22,662
Delinquent	1,713	4,228	2,515
Interest	2,500	53	(2,447)
Total revenues	<u>778,797</u>	<u>799,719</u>	<u>20,922</u>
Expenditures and transfers out:			
Current:			
General administration	643,000	249,386	(393,614)
Transfers out	1,400	-	(1,400)
Total expenditures and transfers out	<u>644,400</u>	<u>249,386</u>	<u>(395,014)</u>
Excess of revenues over expenditures and transfers out	134,397	550,333	<u>\$ 415,936</u>
Fund balance, beginning of year, budget basis	57,219	57,219	
Fund balance, end of year, budget basis	<u>\$ 191,616</u>	<u>\$ 607,552</u>	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - ALL NONMAJOR BUDGETED FUNDS (BUDGET BASIS)  
Year Ended June 30, 2021

	Adult Basic Education		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Taxes:			
Current	\$ -	\$ 1	\$ 1
Delinquent	-	106	106
Total revenues	<u>-</u>	<u>107</u>	<u>107</u>
Expenditures:			
Current:			
Instruction	80,364	-	(80,364)
Excess (deficiency) of revenues over (under) expenditures	(80,364)	107	<u>\$ 80,471</u>
Fund balance, beginning of year, budget basis	80,364	80,364	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>\$ 80,471</u>	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - ALL NONMAJOR BUDGETED FUNDS (BUDGET BASIS)  
Year Ended June 30, 2021

	Parent Education		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Intergovernmental:			
State aid	\$ 521,365	\$ 521,366	\$ 1
Federal aid	-	15,650	15,650
Total revenues	<u>521,365</u>	<u>537,016</u>	<u>15,651</u>
Expenditures:			
Current:			
Instruction	-	14,456	14,456
Support services	926,240	507,080	(419,160)
Total expenditures	<u>926,240</u>	<u>521,536</u>	<u>(404,704)</u>
Excess (deficiency) of revenues over (under) expenditures	(404,875)	15,480	420,355
Other financing sources:			
Transfers in	-	165,000	165,000
Net change in fund balance	(404,875)	180,480	<u>\$ 585,355</u>
Fund balance, beginning of year, budget basis	404,875	404,874	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>585,354</u>	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		<u>15,275</u>	
Fund balance on the basis of GAAP		<u>\$ 600,629</u>	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - ALL NONMAJOR BUDGETED FUNDS (BUDGET BASIS)  
Year Ended June 30, 2021

	Gifts and Grants		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Local sources	\$ 123,080	\$ 1,572,354	\$ 1,449,274
State aid	896,887	-	(896,887)
Interest	-	422	422
Charges for services	375,000	113,354	(261,646)
Miscellaneous	901,470	40,938	(860,532)
Total revenues	<u>2,296,437</u>	<u>1,727,068</u>	<u>(569,369)</u>
Expenditures:			
Current:			
Instruction	1,723,808	678,438	(1,045,370)
Support services	1,469,849	1,110,533	(359,316)
Community services operations	135,593	47,981	(87,612)
Total expenditures	<u>3,329,250</u>	<u>1,836,952</u>	<u>(1,492,298)</u>
Excess (deficiency) of revenues over (under) expenditures	(1,032,813)	(109,884)	922,929
Other financing sources:			
Transfers in	-	166,491	166,491
Net change in fund balance	<u>(1,032,813)</u>	<u>56,607</u>	<u>\$ 1,089,420</u>
Fund balance, beginning of year, budget basis	<u>1,032,813</u>	<u>1,029,307</u>	
Fund balance, end of year, budget basis	<u>\$ -</u>	<u>1,085,914</u>	
<u>Reconciliation to GAAP</u>			
Plus encumbrances outstanding at June 30, 2021		<u>234,059</u>	
Fund balances on the basis of GAAP		<u>\$ 1,319,973</u>	

(Continued)

TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 BUDGET AND ACTUAL - ALL NONMAJOR BUDGETED FUNDS (BUDGET BASIS)  
 Year Ended June 30, 2021

	Virtual Education		Variance Over (Under)
	Original and Final Budget	Actual	
Expenditures:			
Current:			
Instruction	\$ 319,939	\$ 2,481	\$ (317,458)
Fund balance, beginning of year, budget basis	319,939	319,939	
Fund balance, end of year, budget basis	\$ -	\$ 317,458	

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - ALL NONMAJOR BUDGETED FUNDS (BUDGET BASIS)  
Year Ended June 30, 2021

	KPERs Special Retirement Contribution		
	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
State aid	\$ 18,036,332	\$ 15,913,365	\$ (2,122,967)
Expenditures:			
Current:			
Instruction	11,405,163	-	(11,405,163)
Support services	6,060,337	-	(6,060,337)
Non-instructional services	570,832	-	(570,832)
On-behalf expenditures:			
KPERs	-	15,913,365	15,913,365
Total expenditures	18,036,332	15,913,365	(2,122,967)
Excess of revenues over expenditures	-	-	\$ -
Fund balance, beginning of year, budget basis	-	-	
Fund balance, end of year, budget basis	\$ -	\$ -	

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF CHANGES IN FUND BALANCES  
STUDENT ORGANIZATION FUNDS  
Year Ended June 30, 2021

	Fund Balances June 30, 2020	Additions	Deductions	Fund Balances June 30, 2021
<u>Senior High Schools</u>				
Athletic Support Groups:				
Highland Park	\$ 4,706	\$ 7,233	\$ 8,032	\$ 3,907
Topeka High	7,640	38,596	41,572	4,664
Topeka West	11,542	34,155	23,477	22,220
	<u>23,888</u>	<u>79,984</u>	<u>73,081</u>	<u>30,791</u>
Graduating Classes:				
Highland Park	4,667	4,048	4,314	4,401
Topeka High	12,562	4,039	995	15,606
Topeka West	16,264	5,333	3,270	18,327
	<u>33,493</u>	<u>13,420</u>	<u>8,579</u>	<u>38,334</u>
Clubs and Organizations:				
Highland Park	17,519	12,861	2,862	27,518
Topeka High	74,884	40,478	38,171	77,191
Topeka West	19,559	14,948	14,627	19,880
	<u>111,962</u>	<u>68,287</u>	<u>55,660</u>	<u>124,589</u>
Miscellaneous Fund Raisers:				
Highland Park	11,792	8,821	10,541	10,072
Topeka High	18,810	-	-	18,810
Topeka West	5,846	224	256	5,814
	<u>36,448</u>	<u>9,045</u>	<u>10,797</u>	<u>34,696</u>
Performing Arts:				
Highland Park	8,450	4,317	3,181	9,586
Topeka High	20,817	14,628	12,405	23,040
Topeka West	29,860	6,629	9,151	27,338
	<u>59,127</u>	<u>25,574</u>	<u>24,737</u>	<u>59,964</u>
Scholarships and Memorials:				
Highland Park	10,952	8,016	7,000	11,968
Topeka High	31,985	6,768	6,925	31,828
Topeka West	13,001	15,231	16,492	11,740
	<u>55,938</u>	<u>30,015</u>	<u>30,417</u>	<u>55,536</u>
Total Senior High Schools	<u>\$ 320,856</u>	<u>\$ 226,325</u>	<u>\$ 203,271</u>	<u>\$ 343,910</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF CHANGES IN FUND BALANCES  
STUDENT ORGANIZATION FUNDS  
Year Ended June 30, 2021

	Fund Balances June 30, 2020	Additions	Deductions	Fund Balances June 30, 2021
<u>Middle Schools</u>				
Clubs and Organizations:				
Chase	\$ 2,219	\$ -	\$ 1,014	\$ 1,205
Eisenhower	5,730	4,339	6,918	3,151
French	6,532	154	1,544	5,142
Jardine	2,487	-	-	2,487
Landon	3,100	2,238	1,729	3,609
Robinson	520	390	477	433
	<u>20,588</u>	<u>7,121</u>	<u>11,682</u>	<u>16,027</u>
Graduating Classes:				
Chase	353	-	68	285
French	947	-	-	947
Jardine	559	-	559	-
Robinson	28	15	-	43
	<u>1,887</u>	<u>15</u>	<u>627</u>	<u>1,275</u>
Miscellaneous Fund Raisers:				
Chase	3,873	872	763	3,982
Eisenhower	584	-	-	584
Jardine	13,189	1,611	-	14,800
Landon	20,023	708	3,170	17,561
Robinson	9	229	229	9
	<u>37,678</u>	<u>3,420</u>	<u>4,162</u>	<u>36,936</u>
Performing Arts:				
Chase	1,239	-	-	1,239
Eisenhower	2,777	1,230	468	3,539
French	4,793	230	1,197	3,826
Jardine	17,164	355	30	17,489
Landon	3,618	4,680	411	7,887
Robinson	2,827	-	244	2,583
	<u>32,418</u>	<u>6,495</u>	<u>2,350</u>	<u>36,563</u>
Total Middle Schools	<u>\$ 92,571</u>	<u>\$ 17,051</u>	<u>\$ 18,821</u>	<u>\$ 90,801</u>

(Continued)



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF CHANGES IN FUND BALANCES  
STUDENT ORGANIZATION FUNDS  
Year Ended June 30, 2021

	Fund Balances June 30, 2020	Additions	Deductions	Fund Balances June 30, 2021
<u>Elementary Schools</u>				
Clubs and Organizations:				
Jardine	\$ 818	\$ 424	\$ 370	\$ 872
Lowman Hill	696	-	-	696
McEachron	3,139	757	773	3,123
McClure	-	224	-	224
Meadows	592	78	407	263
Scott	179	-	-	179
Whitson	743	-	55	688
	<u>6,167</u>	<u>1,483</u>	<u>1,605</u>	<u>6,045</u>
Graduating Class:				
Jardine	-	1,126	60	1,066
Lowman Hill	4,611	-	106	4,505
Meadows	1,297	-	-	1,297
Ross	18	3	-	21
Scott	2,635	89	160	2,564
Whitson	1,091	-	106	985
Williams	35	-	-	35
	<u>9,687</u>	<u>1,218</u>	<u>432</u>	<u>10,473</u>
Miscellaneous Fund Raisers:				
Highland Park Central	4,881	2,600	229	7,252
Jardine	10,625	11,676	8,507	13,794
Lowman Hill	3,370	543	1,437	2,476
McCarter	24,842	906	721	25,027
McClure	2,449	2,374	4,661	162
McEachron	3,174	5,472	5,366	3,280
Meadows	-	2,698	-	2,698
Quincy	4,046	170	14	4,202
Randolph	1,489	522	445	1,566
Ross	1,106	567	130	1,543
Scott	3,994	734	997	3,731
State Street	1,877	1,887	1,153	2,611
Stout	2,980	94	-	3,074
Whitson	95	728	354	469
Williams	1,517	630	400	1,747
	<u>66,445</u>	<u>31,601</u>	<u>24,414</u>	<u>73,632</u>
Subtotals forward	<u>\$ 82,299</u>	<u>\$ 34,302</u>	<u>\$ 26,451</u>	<u>\$ 90,150</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF CHANGES IN FUND BALANCES  
STUDENT ORGANIZATION FUNDS  
Year Ended June 30, 2021

	Fund Balances June 30, 2020	Additions	Deductions	Fund Balances June 30, 2021
Subtotals forward	\$ 82,299	\$ 34,302	\$ 26,451	\$ 90,150
Scholarships and Memorials:				
McClure	1	-	1	-
McEachron	-	-	-	-
Quincy	1,672	28	424	1,276
Randolph	6,768	-	-	6,768
Ross	-	440	250	190
State Street	2,691	1,817	2,154	2,354
Stout	-	-	-	-
Whitson	41	180	-	221
	<u>11,173</u>	<u>2,465</u>	<u>2,829</u>	<u>10,809</u>
Total Elementary Schools	<u>\$ 93,472</u>	<u>\$ 36,767</u>	<u>\$ 29,280</u>	<u>\$ 100,959</u>
<u>Other Locations</u>				
Clubs and Organizations:				
Capital City	\$ 217	\$ -	\$ -	\$ 217
Hope Street Academy	2,437	580	339	2,678
	<u>2,654</u>	<u>580</u>	<u>339</u>	<u>2,895</u>
Miscellaneous Fund Raisers:				
Capital City	418	-	-	418
Hope Street Academy	89	60	-	149
Sheldon Head Start	1,376	479	885	970
	<u>1,883</u>	<u>539</u>	<u>885</u>	<u>1,537</u>
Scholarships and Memorials:				
Capital City	797	273	223	847
Hope Street Academy	5,189	40	659	4,570
Sheldon Head Start	55	-	-	55
	<u>6,041</u>	<u>313</u>	<u>882</u>	<u>5,472</u>
Total Other Locations	<u>\$ 10,578</u>	<u>\$ 1,432</u>	<u>\$ 2,106</u>	<u>\$ 9,904</u>
Total - all schools:	<u>\$ 517,477</u>	<u>\$ 281,575</u>	<u>\$ 253,478</u>	<u>\$ 545,574</u>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
GENERAL FUND  
June 30, 2021

	General	Supplemental General	At-Risk 4-Year-Old	At-Risk K-12
<u>ASSETS</u>				
Cash and investments	\$ 27,250	\$ -	\$ 930,476	\$ 2,153,517
Due from other funds	-	-	-	-
State aid receivables	5,380,710	1,756,591	-	-
Inventory of materials and supplies	49,609	-	-	-
Total assets	<u>\$ 5,457,569</u>	<u>\$ 1,756,591</u>	<u>\$ 930,476</u>	<u>\$ 2,153,517</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 2,628,475	\$ -	\$ 77,591	\$ 2,152,560
Due to other funds	2,245,294	893,637	-	-
Payroll liabilities	-	-	-	-
Total liabilities	<u>4,873,769</u>	<u>893,637</u>	<u>77,591</u>	<u>2,152,560</u>
Fund balances:				
Nonspendable:				
Inventories	49,609	-	-	-
Assigned	534,191	22,788	852,885	957
Unassigned	-	840,166	-	-
Total fund balances	<u>583,800</u>	<u>862,954</u>	<u>852,885</u>	<u>957</u>
Total liabilities and fund balances	<u>\$ 5,457,569</u>	<u>\$ 1,756,591</u>	<u>\$ 930,476</u>	<u>\$ 2,153,517</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
GENERAL FUND  
(Continued)  
June 30, 2021

	Bilingual Education	Career and Postsecondary Education	Professional Development	Summer School
<u>ASSETS</u>				
Cash and investments	\$ 1,765,979	\$ 2,024,539	\$ 445,072	\$ 256,090
Due from other funds	-	-	-	-
State aid receivables	-	-	-	-
Inventory of materials and supplies	-	-	-	-
Total assets	<u>\$ 1,765,979</u>	<u>\$ 2,024,539</u>	<u>\$ 445,072</u>	<u>\$ 256,090</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 196,756	\$ 172,934	\$ 6,969	\$ -
Due to other funds	-	-	-	-
Payroll liabilities	-	-	-	-
Total liabilities	<u>196,756</u>	<u>172,934</u>	<u>6,969</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Inventories	-	-	-	-
Assigned	1,569,223	1,851,605	438,103	256,090
Unassigned	-	-	-	-
Total fund balances	<u>1,569,223</u>	<u>1,851,605</u>	<u>438,103</u>	<u>256,090</u>
Total liabilities and fund balances	<u>\$ 1,765,979</u>	<u>\$ 2,024,539</u>	<u>\$ 445,072</u>	<u>\$ 256,090</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
GENERAL FUND  
(Continued)  
June 30, 2021

	<u>Pepsi Exclusivity</u>	<u>Internal Service Reserve</u>	<u>Sports Park Operations</u>	<u>Payroll Liability Clearing</u>
<u>ASSETS</u>				
Cash and investments	\$ 110,852	\$ 9,672	\$ 1,041,129	\$ 8,814,408
Due from other funds	-	-	-	-
State aid receivables	-	-	-	-
Inventory of materials and supplies	-	-	-	-
Total assets	<u>\$ 110,852</u>	<u>\$ 9,672</u>	<u>\$ 1,041,129</u>	<u>\$ 8,814,408</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 10,500	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Payroll liabilities	-	9,672	-	8,814,408
Total liabilities	<u>10,500</u>	<u>9,672</u>	<u>-</u>	<u>8,814,408</u>
Fund balances:				
Nonspendable:				
Inventories	-	-	-	-
Assigned	-	-	1,041,129	-
Unassigned	100,352	-	-	-
Total fund balances	<u>100,352</u>	<u>-</u>	<u>1,041,129</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 110,852</u>	<u>\$ 9,672</u>	<u>\$ 1,041,129</u>	<u>\$ 8,814,408</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
GENERAL FUND  
(Continued)  
June 30, 2021

	Self-Insurance Reserve	Risk Management	Contingency Reserve	Eliminations	Total General Fund
<u>ASSETS</u>					
Cash and investments	\$ 877,683	\$ 2,127,706	\$ 1,955,452	\$ -	\$ 22,539,825
Due from other funds	-	-	3,319,549	(3,138,931)	180,618
State aid receivables	-	-	-	-	7,137,301
Inventory of materials and supplies	-	-	-	-	49,609
Total assets	<u>\$ 877,683</u>	<u>\$ 2,127,706</u>	<u>\$ 5,275,001</u>	<u>\$(3,138,931)</u>	<u>\$ 29,907,353</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ 7,813	\$ -	\$ -	5,253,598
Due to other funds	-	-	-	(3,138,931)	-
Payroll liabilities	-	-	-	-	8,824,080
Total liabilities	<u>-</u>	<u>7,813</u>	<u>-</u>	<u>(3,138,931)</u>	<u>14,077,678</u>
Fund balances:					
Nonspendable:					
Inventories	-	-	-	-	49,609
Assigned	877,683	2,119,893	512,058	-	10,076,605
Unassigned	-	-	4,762,943	-	5,703,461
Total fund balances	<u>877,683</u>	<u>2,119,893</u>	<u>5,275,001</u>	<u>-</u>	<u>15,829,675</u>
Total liabilities and fund balances	<u>\$ 877,683</u>	<u>\$ 2,127,706</u>	<u>\$ 5,275,001</u>	<u>\$(3,138,931)</u>	<u>\$ 29,907,353</u>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GENERAL FUND  
Year Ended June 30, 2021

	General	Supplemental General	At-Risk 4-Year-Old	At-Risk K-12
<b>Revenues:</b>				
Property taxes	\$ -	\$ 12,327,842	\$ -	\$ -
Local sources	-	-	-	-
Charges for services	-	-	-	-
State aid	85,157,813	21,612,389	-	-
Interest	-	-	-	-
Miscellaneous	338,214	80	-	-
<b>Total revenues</b>	<b>85,496,027</b>	<b>33,940,311</b>	<b>-</b>	<b>-</b>
<b>Expenditures:</b>				
Instruction	24,702,142	1,734,232	1,288,730	25,849,104
Student support	5,274,129	93,487	-	103,194
Instructional support	2,872,878	66,521	-	-
General administration	1,518,421	1,143,335	-	-
School administration	8,861,881	193,305	9,295	464,692
Business support	1,370,106	134,747	-	-
Operations and maintenance	9,362,630	2,109,154	-	-
Transportation	1,783,171	-	-	-
Central support services	4,007,574	1,091,017	-	-
Other support	9,869	19,068	-	-
Student activities	(81,531)	920	-	-
<b>Total expenditures</b>	<b>59,681,270</b>	<b>6,585,786</b>	<b>1,298,025</b>	<b>26,416,990</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>25,814,757</b>	<b>27,354,525</b>	<b>(1,298,025)</b>	<b>(26,416,990)</b>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	1,524,026	23,213,432
Transfers out	(25,884,673)	(27,268,136)	-	-
<b>Total other financing sources (uses)</b>	<b>(25,884,673)</b>	<b>(27,268,136)</b>	<b>1,524,026</b>	<b>23,213,432</b>
<b>Net change in fund balances</b>	<b>(69,916)</b>	<b>86,389</b>	<b>226,001</b>	<b>(3,203,558)</b>
Fund balance, beginning of year	653,716	776,565	626,884	3,204,515
Fund balance, end of year	<u>\$ 583,800</u>	<u>\$ 862,954</u>	<u>\$ 852,885</u>	<u>\$ 957</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GENERAL FUND  
(Continued)  
Year Ended June 30, 2021

	Bilingual Education	Career and Postsecondary Education	Professional Development	Summer School
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Local sources	-	-	-	-
Charges for services	-	-	-	-
State aid	-	-	34,726	-
Interest	-	-	147	-
Miscellaneous	-	-	-	-
Total revenues	-	-	34,873	-
Expenditures:				
Instruction	3,107,917	2,286,221	-	31,373
Student support	86,873	-	-	-
Instructional support	-	49,708	239,875	-
General administration	-	-	-	-
School administration	31,664	312,152	-	13,421
Business support	-	-	-	-
Operations and maintenance	8,739	81,725	-	-
Transportation	669,330	134,656	-	-
Central support services	-	-	-	-
Other support	-	-	-	-
Student activities	-	-	-	-
Total expenditures	3,904,523	2,864,462	239,875	44,794
Excess (deficiency) of revenues over (under) expenditures	(3,904,523)	(2,864,462)	(205,002)	(44,794)
Other financing sources (uses):				
Transfers in	4,467,828	3,176,215	260,000	75,000
Transfers out	-	-	-	-
Total other financing sources (uses)	4,467,828	3,176,215	260,000	75,000
Net change in fund balances	563,305	311,753	54,998	30,206
Fund balance, beginning of year	1,005,918	1,539,852	383,105	225,884
Fund balance, end of year	\$ 1,569,223	\$ 1,851,605	\$ 438,103	\$ 256,090

(Continued)



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GENERAL FUND  
(Continued)  
Year Ended June 30, 2021

	Pepsi Exclusivity	Internal Service Reserve	Sports Park Operations	Payroll Liability Clearing
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Local sources	37,500	-	225,550	-
Charges for services	8,001	-	105,353	-
State aid	-	-	-	-
Interest	40	-	311	-
Miscellaneous	-	-	40,938	-
Total revenues	<u>45,541</u>	<u>-</u>	<u>372,152</u>	<u>-</u>
Expenditures:				
Instruction	5,495	-	-	-
Student support	230	-	-	-
Instructional support	4,962	-	-	-
General administration	20,488	-	-	-
School administration	-	-	9,360	-
Business support	1,409	-	22,279	-
Operations and maintenance	648	-	49,826	-
Transportation	-	-	-	-
Central support services	-	-	-	-
Other support	-	-	46,390	-
Student activities	-	-	-	-
Total expenditures	<u>33,232</u>	<u>-</u>	<u>127,855</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>12,309</u>	<u>-</u>	<u>244,297</u>	<u>-</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	12,309	-	244,297	-
Fund balance, beginning of year	<u>88,043</u>	<u>-</u>	<u>796,832</u>	<u>-</u>
Fund balance, end of year	<u>\$ 100,352</u>	<u>\$ -</u>	<u>\$ 1,041,129</u>	<u>\$ -</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GENERAL FUND  
(Continued)  
Year Ended June 30, 2021

	Self-Insurance Reserve	Risk Management	Contingency Reserve	Eliminations	Total General Fund
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 12,327,842
Local sources	-	-	-	-	263,050
Charges for services	87,419	-	-	-	200,773
State aid	-	-	-	-	106,804,928
Interest	338	332	-	-	1,168
Miscellaneous	6,178	-	-	-	385,410
<b>Total revenues</b>	<b>93,935</b>	<b>332</b>	<b>-</b>	<b>-</b>	<b>119,983,171</b>
Expenditures:					
Instruction	-	-	-	-	59,005,214
Student support	-	-	-	-	5,557,913
Instructional support	-	-	-	-	3,233,944
General administration	-	39,063	-	-	2,721,307
School administration	-	-	-	-	9,895,770
Business support	(77,342)	-	-	-	1,451,199
Operations and maintenance	-	2,878	-	-	11,615,600
Transportation	1,000	-	-	-	2,588,157
Central support services	-	19,371	-	-	5,117,962
Other support	-	-	-	-	75,327
Student activities	-	-	-	-	(80,611)
<b>Total expenditures</b>	<b>(76,342)</b>	<b>61,312</b>	<b>-</b>	<b>-</b>	<b>101,181,782</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>170,277</b>	<b>(60,980)</b>	<b>-</b>	<b>-</b>	<b>18,801,389</b>
Other financing sources (uses):					
Transfers in	-	1,337,408	2,050,000	(36,103,909)	-
Transfers out	-	-	-	36,103,909	(17,048,900)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>1,337,408</b>	<b>2,050,000</b>	<b>-</b>	<b>(17,048,900)</b>
<b>Net change in fund balances</b>	<b>170,277</b>	<b>1,276,428</b>	<b>2,050,000</b>	<b>-</b>	<b>1,752,489</b>
Fund balance, beginning of year	707,406	843,465	3,225,001	-	14,077,186
Fund balance, end of year	<b>\$ 877,683</b>	<b>\$ 2,119,893</b>	<b>\$ 5,275,001</b>	<b>\$ -</b>	<b>\$ 15,829,675</b>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL FUNDS  
June 30, 2021

	Adult Basic Education	Virtual Education	Parent Education	Special Liability	KPERS Special Retirement Contribution
<u>ASSETS</u>					
Cash and investments	\$ 80,471	\$ 317,458	\$ 600,629	\$ 607,552	\$ -
Due from other governmental units	-	-	-	-	-
Total assets	<u>\$ 80,471</u>	<u>\$ 317,458</u>	<u>\$ 600,629</u>	<u>\$ 607,552</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Restricted	80,471	317,458	585,354	607,552	-
Assigned	-	-	15,275	-	-
Total fund balances	<u>80,471</u>	<u>317,458</u>	<u>600,629</u>	<u>607,552</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 80,471</u>	<u>\$ 317,458</u>	<u>\$ 600,629</u>	<u>\$ 607,552</u>	<u>\$ -</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL FUNDS  
(Continued)  
June 30, 2021

	USDE Direct	US HHS Direct	TANF	Workforce Investment	Kansas Miscellaneous Other Grants
<u>ASSETS</u>					
Cash and investments	\$ 26	\$ 74,536	\$ -	\$ -	\$ 94,077
Due from other governmental units	1,360	26,599	62,593	25,066	1,497
Total assets	<u>\$ 1,386</u>	<u>\$ 101,135</u>	<u>\$ 62,593</u>	<u>\$ 25,066</u>	<u>\$ 95,574</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 1,386	\$ 101,135	\$ 8,285	\$ 12,922	\$ 1,181
Due to other funds	-	-	54,308	12,144	-
Unearned revenue	-	-	-	-	94,393
Total liabilities	<u>1,386</u>	<u>101,135</u>	<u>62,593</u>	<u>25,066</u>	<u>95,574</u>
Fund balances:					
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 1,386</u>	<u>\$ 101,135</u>	<u>\$ 62,593</u>	<u>\$ 25,066</u>	<u>\$ 95,574</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL FUNDS  
(Continued)  
June 30, 2021

	Miscellaneous Other Grants	Federal Program Overhead	Trust Gift Legacy	SPARKS	High School Activity
<u>ASSETS</u>					
Cash and investments	\$ 103,630	\$ 881,690	\$ 178,492	\$ -	\$ 524,624
Due from other governmental units	154,745	-	-	-	-
Total assets	<u>\$ 258,375</u>	<u>\$ 881,690</u>	<u>\$ 178,492</u>	<u>\$ -</u>	<u>\$ 524,624</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 58,846	\$ 6,556	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Unearned revenue	199,529	-	-	-	-
Total liabilities	<u>258,375</u>	<u>6,556</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Restricted	-	875,134	178,492	-	524,624
Assigned	-	-	-	-	-
Total fund balances	<u>-</u>	<u>875,134</u>	<u>178,492</u>	<u>-</u>	<u>524,624</u>
Total liabilities and fund balances	<u>\$ 258,375</u>	<u>\$ 881,690</u>	<u>\$ 178,492</u>	<u>\$ -</u>	<u>\$ 524,624</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL FUNDS  
(Continued)  
June 30, 2021

	Middle School Activity	Elementary School Activity	Other Location Activity	Student Organization Funds	Total Other Governmental Funds
<u>ASSETS</u>					
Cash and investments	\$ 114,934	\$ 176,833	\$ 89,977	\$ 545,574	\$ 4,390,503
Due from other governmental units	-	-	-	-	271,860
Total assets	<u>\$ 114,934</u>	<u>\$ 176,833</u>	<u>\$ 89,977</u>	<u>\$ 545,574</u>	<u>\$ 4,662,363</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ 190,311
Due to other funds	-	-	-	-	66,452
Unearned revenue	-	-	-	-	293,922
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>550,685</u>
Fund balances:					
Restricted	114,934	176,833	89,977	545,574	4,096,403
Assigned	-	-	-	-	15,275
Total fund balances	<u>114,934</u>	<u>176,833</u>	<u>89,977</u>	<u>545,574</u>	<u>4,111,678</u>
Total liabilities and fund balances	<u>\$ 114,934</u>	<u>\$ 176,833</u>	<u>\$ 89,977</u>	<u>\$ 545,574</u>	<u>\$ 4,662,363</u>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - OTHER GOVERNMENTAL FUNDS  
Year Ended June 30, 2021

	Adult Basic Education	Virtual Education	Parent Education	Special Liability	KPERS Special Retirement Contribution
Revenues:					
Property taxes	\$ 107	\$ -	\$ -	\$ 799,666	\$ -
Local sources	-	-	-	-	-
Charges for services	-	-	-	-	-
State aid	-	-	521,366	-	15,913,365
Federal aid	-	-	15,650	-	-
Interest	-	-	-	53	-
<b>Total revenues</b>	<b>107</b>	<b>-</b>	<b>537,016</b>	<b>799,719</b>	<b>15,913,365</b>
Expenditures:					
Instruction	-	2,481	14,456	-	-
Student support	-	-	455,358	-	-
Instructional support	-	-	759	-	-
General administration	-	-	-	255,514	-
Business support	-	-	-	-	-
Operations and maintenance	-	-	37,353	-	-
Central support services	-	-	-	-	-
Student activities	-	-	-	-	-
On behalf expenditures:					
KPERS	-	-	-	-	15,913,365
<b>Total expenditures</b>	<b>-</b>	<b>2,481</b>	<b>507,926</b>	<b>255,514</b>	<b>15,913,365</b>
Excess (deficiency) of revenues over (under) expenditures before transfers	107	(2,481)	29,090	544,205	-
Other financing sources:					
Transfers in	-	-	165,000	-	-
<b>Net change in fund balances</b>	<b>107</b>	<b>(2,481)</b>	<b>194,090</b>	<b>544,205</b>	<b>-</b>
Fund balance, beginning of year as previously stated	80,364	319,939	406,539	63,347	-
Prior period adjustment	-	-	-	-	-
Fund balance, beginning of year as restated	80,364	319,939	406,539	63,347	-
Fund balance, end of year	\$ 80,471	\$ 317,458	\$ 600,629	\$ 607,552	\$ -

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - OTHER GOVERNMENTAL FUNDS  
(Continued)  
Year Ended June 30, 2021

	USDE Direct	US HHS Direct	TANF	Workforce Investment	Kansas Miscellaneous Other Grants
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Local sources	-	-	-	-	440,464
Charges for services	-	-	-	-	-
State aid	-	-	-	-	-
Federal aid	73,799	2,578,312	198,881	133,429	-
Interest	-	-	-	-	-
Total revenues	<u>73,799</u>	<u>2,578,312</u>	<u>198,881</u>	<u>133,429</u>	<u>440,464</u>
Expenditures:					
Instruction	70,505	2,187,480	162,954	124,806	90,472
Student support	8	339,775	35,927	-	516,105
Instructional support	-	-	-	-	-
General administration	-	-	-	-	-
Business support	-	-	-	-	-
Operations and maintenance	-	-	-	-	-
Central support services	3,286	51,057	-	8,623	378
Student activities	-	-	-	-	-
On behalf expenditures:					
KPERs	-	-	-	-	-
Total expenditures	<u>73,799</u>	<u>2,578,312</u>	<u>198,881</u>	<u>133,429</u>	<u>606,955</u>
Excess (deficiency) of revenues over (under) expenditures before transfers	-	-	-	-	(166,491)
Other financing sources:					
Transfers in	-	-	-	-	166,491
Net change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year as previously stated	-	-	-	-	-
Prior period adjustment	-	-	-	-	-
Fund balance, beginning of year as restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - OTHER GOVERNMENTAL FUNDS  
(Continued)  
Year Ended June 30, 2021

	Miscellaneous Other Grants	Federal Program Overhead	Trust Gift Legacy	SPARKS	High School Activity
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Local sources	866,840	-	2,000	-	-
Charges for services	-	-	-	-	239,224
State aid	-	-	-	-	-
Federal aid	-	-	-	3,873,110	-
Interest	-	-	71	-	-
<b>Total revenues</b>	<b>866,840</b>	<b>-</b>	<b>2,071</b>	<b>3,873,110</b>	<b>239,224</b>
Expenditures:					
Instruction	514,920	82,150	-	2,692,606	-
Student support	314,273	-	-	4,342	-
Instructional support	-	3,002	395	-	-
General administration	-	28,698	-	-	-
Business support	-	35,910	-	-	-
Operations and maintenance	-	-	-	-	-
Central support services	37,647	14,938	-	1,176,162	-
Student activities	-	-	-	-	352,630
On behalf expenditures:					
KPERS	-	-	-	-	-
<b>Total expenditures</b>	<b>866,840</b>	<b>164,698</b>	<b>395</b>	<b>3,873,110</b>	<b>352,630</b>
Excess (deficiency) of revenues over (under) expenditures	-	(164,698)	1,676	-	(113,406)
Other financing sources:					
Transfers in	-	-	-	-	-
<b>Net change in fund balances</b>	<b>-</b>	<b>(164,698)</b>	<b>1,676</b>	<b>-</b>	<b>(113,406)</b>
Fund balance, beginning of year as previously stated	-	1,039,832	176,816	-	638,030
Prior period adjustment	-	-	-	-	-
Fund balance, beginning of year as restated	-	1,039,832	176,816	-	638,030
Fund balance, end of year	\$ -	\$ 875,134	\$ 178,492	\$ -	\$ 524,624

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - OTHER GOVERNMENTAL FUNDS  
(Continued)  
Year Ended June 30, 2021

	Middle School Activity	Elementary School Activity	Other Locations Activity	Student Organization Funds	Total Other Governmental Funds
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 799,773
Local sources	-	-	-	-	1,309,304
Charges for services	18,698	61,298	197,647	281,575	798,442
State aid	-	-	-	-	16,434,731
Federal aid	-	-	-	-	6,873,181
Interest	-	-	-	-	124
<b>Total revenues</b>	<b>18,698</b>	<b>61,298</b>	<b>197,647</b>	<b>281,575</b>	<b>26,215,555</b>
Expenditures:					
Instruction	-	-	-	-	5,942,830
Student support	-	-	-	-	1,665,788
Instructional support	-	-	-	-	4,156
General administration	-	-	-	-	284,212
Business support	-	-	-	-	35,910
Operations and maintenance	-	-	-	-	37,353
Central support services	-	-	-	-	1,292,091
Student activities	32,831	96,676	175,414	253,478	911,029
On behalf expenditures:					
KPERs	-	-	-	-	15,913,365
<b>Total expenditures</b>	<b>32,831</b>	<b>96,676</b>	<b>175,414</b>	<b>253,478</b>	<b>26,086,734</b>
Excess (deficiency) of revenues over (under) expenditures	(14,133)	(35,378)	22,233	28,097	128,821
Other financing sources:					
Transfers in	-	-	-	-	331,491
<b>Net change in fund balances</b>	<b>(14,133)</b>	<b>(35,378)</b>	<b>22,233</b>	<b>28,097</b>	<b>460,312</b>
Fund balance, beginning of year as previously stated	129,067	212,211	67,744	-	3,133,889
Prior period adjustment	-	-	-	517,477	517,477
Fund balance, beginning of year as restated	129,067	212,211	67,744	517,477	3,651,366
Fund balance, end of year	<b>\$ 114,934</b>	<b>\$ 176,833</b>	<b>\$ 89,977</b>	<b>\$ 545,574</b>	<b>\$ 4,111,678</b>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
NONMAJOR PROPRIETARY FUNDS  
June 30, 2021

	Textbook/Study Material Revolving	Food Service	Kanza Café	Total Nonmajor Proprietary Funds
<u>ASSETS</u>				
Current assets:				
Cash and investments	\$ 2,366,006	\$ 2,387,160	\$ -	\$ 4,753,166
Inventory of supplies and materials, at cost	380,436	-	-	380,436
Due from other governmental units	-	37	-	37
Total current assets	<u>2,746,442</u>	<u>2,387,197</u>	<u>-</u>	<u>5,133,639</u>
Noncurrent assets:				
Furniture, fixtures, and equipment	-	2,234,822	14,547	2,249,369
Less accumulated depreciation	-	(947,287)	(12,093)	(959,380)
Total noncurrent assets	<u>-</u>	<u>1,287,535</u>	<u>2,454</u>	<u>1,289,989</u>
Total assets	<u>\$ 2,746,442</u>	<u>\$ 3,674,732</u>	<u>\$ 2,454</u>	<u>\$ 6,423,628</u>
<u>LIABILITIES AND NET POSITION</u>				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 474,764	\$ 11,554	\$ -	\$ 486,318
Unearned revenue	-	39,146	-	39,146
Total liabilities	<u>474,764</u>	<u>50,700</u>	<u>-</u>	<u>525,464</u>
Net position:				
Investment in capital assets	-	1,287,535	2,454	1,289,989
Unrestricted	2,271,678	2,336,497	-	4,608,175
Total net position	<u>2,271,678</u>	<u>3,624,032</u>	<u>2,454</u>	<u>5,898,164</u>
Total liabilities and net position	<u>\$ 2,746,442</u>	<u>\$ 3,674,732</u>	<u>\$ 2,454</u>	<u>\$ 6,423,628</u>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION  
NONMAJOR PROPRIETARY FUNDS  
Year Ended June 30, 2021

	Textbook/Study Material Revolving	Food Service	Kanza Café	Total Nonmajor Proprietary Funds
Operating revenues:				
Charges for services	\$ 215,248	\$ 326,496	\$ -	\$ 541,744
Operating expenses:				
Instruction	1,468,297	-	-	1,468,297
Student support services	-	2,250	-	2,250
Business support	-	261,358	-	261,358
Operations and maintenance	-	71,984	-	71,984
Depreciation	-	88,997	1,455	90,452
Food service	-	7,532,924	-	7,532,924
Total operating expenses	1,468,297	7,957,513	1,455	9,427,265
Operating loss	(1,253,049)	(7,631,017)	(1,455)	(8,885,521)
Nonoperating revenues:				
Interest	709	426	-	1,135
State aid	-	76,733	-	76,733
Federal aid	-	8,551,837	-	8,551,837
Miscellaneous	-	39,016	-	39,016
Transfers in	890,000	-	-	890,000
Total nonoperating revenues	890,709	8,668,012	-	9,558,721
Change in net position	(362,340)	1,036,995	(1,455)	673,200
Net position, beginning of year as previously stated	2,634,018	2,579,071	3,909	5,216,998
Prior period adjustment	-	7,966	-	7,966
Net position, beginning of year as restated	2,634,018	2,587,037	3,909	5,224,964
Net position, end of year	\$ 2,271,678	\$ 3,624,032	\$ 2,454	\$ 5,898,164

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR PROPRIETARY FUNDS  
Year Ended June 30, 2021

	Textbook/ Study Material Revolving	Food Service	Kanza Café	Total Nonmajor Proprietary Funds
Cash flows from operating activities:				
Received from user charges	\$ 215,248	\$ 326,496	\$ -	\$ 541,744
Payments to employees for services	-	(3,255,019)	-	(3,255,019)
Payments to suppliers for goods and services	(1,015,394)	(4,613,743)	-	(5,629,137)
Net cash from operating activities	(800,146)	(7,542,266)	-	(8,342,412)
Cash flows from noncapital financing activities:				
Nonoperating grants received	-	8,644,520	-	8,644,520
Miscellaneous receipts	-	39,016	-	39,016
Transfers from other funds	890,000	-	-	890,000
Net cash from noncapital financing activities	890,000	8,683,536	-	9,573,536
Cash flows from investing activities:				
Interest received	709	426	-	1,135
Net change in cash and investments	90,563	1,141,696	-	1,232,259
Cash and investments, beginning	2,275,443	1,245,464	-	3,520,907
Cash and investments, ending	\$ 2,366,006	\$ 2,387,160	\$ -	\$ 4,753,166
Reconciliation of operating loss to net cash from operating activities:				
Operating loss	\$ (1,253,049)	\$ (7,631,017)	\$ (1,455)	\$ (8,885,521)
Adjustments to reconcile operating loss to net cash from operating activities:				
Depreciation	-	88,997	1,455	90,452
Changes in assets and liabilities:				
Inventory of supplies and materials	(21,861)	-	-	(21,861)
Accounts payable and accrued liabilities	474,764	(246)	-	474,518
Net cash from operating activities	\$ (800,146)	\$ (7,542,266)	\$ -	\$ (8,342,412)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING BALANCE SHEET  
INTERNAL SERVICE FUNDS  
June 30, 2021

	<u>Dental Self-Insurance</u>	<u>Flex 125 Spending</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
<u>ASSETS</u>				
Cash and investments	<u>\$ 1,359,453</u>	<u>\$ 679,611</u>	<u>\$ 4,195,811</u>	<u>\$ 6,234,875</u>
<u>LIABILITIES AND NET POSITION</u>				
Liabilities:				
Estimated insurance claims	\$ -	\$ -	\$ 1,050,786	\$ 1,050,786
Net position:				
Unrestricted	<u>1,359,453</u>	<u>679,611</u>	<u>3,145,025</u>	<u>5,184,089</u>
Total liabilities and net position	<u>\$ 1,359,453</u>	<u>\$ 679,611</u>	<u>\$ 4,195,811</u>	<u>\$ 6,234,875</u>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION - INTERNAL SERVICE FUNDS  
Year Ended June 30, 2021

	Dental Self-Insurance	Flex 125 Spending	Workers' Compensation	Total Internal Service Funds
Operating revenues:				
Charges for services	\$ 674,526	\$ 794,375	\$ 1,269,382	\$ 2,738,283
Other	-	82	1,763	1,845
Total operating revenues	<u>674,526</u>	<u>794,457</u>	<u>1,271,145</u>	<u>2,740,128</u>
Operating expenses:				
Instruction	-	-	3,180	3,180
Business support	-	758,709	519,949	1,278,658
Central support services	779,461	-	397,539	1,177,000
Food service	-	-	3,948	3,948
Total operating expenses	<u>779,461</u>	<u>758,709</u>	<u>924,616</u>	<u>2,462,786</u>
Operating income (loss)	(104,935)	35,748	346,529	277,342
Nonoperating revenues:				
Interest	1,150	428	3,034	4,612
Change in net position	(103,785)	36,176	349,563	281,954
Net position, beginning of year	<u>1,463,238</u>	<u>643,435</u>	<u>2,795,462</u>	<u>4,902,135</u>
Net position, end of year	<u>\$ 1,359,453</u>	<u>\$ 679,611</u>	<u>\$ 3,145,025</u>	<u>\$ 5,184,089</u>

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
Year Ended June 30, 2021

	Dental Self-Insurance	Flex 125 Spending	Workers' Compensation	Total
Cash flows from operating activities:				
Received from user charges	\$ 674,526	\$ 794,375	\$ 1,269,382	\$ 2,738,283
Received from other sources	-	82	1,763	1,845
Payments to employees for services	(714,936)	(16,006)	(126,021)	(856,963)
Payments to suppliers for goods and services	(64,525)	(742,703)	(630,298)	(1,437,526)
Net cash from operating activities	(104,935)	35,748	514,826	445,639
Cash flows from investing activities:				
Interest received	1,150	428	3,034	4,612
Net change in cash and investments	(103,785)	36,176	517,860	450,251
Cash and investments, beginning	1,463,238	643,435	3,677,951	5,784,624
Cash and investments, ending	\$ 1,359,453	\$ 679,611	\$ 4,195,811	\$ 6,234,875
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ (104,935)	\$ 35,748	\$ 346,529	\$ 277,342
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Changes in assets and liabilities:				
Estimated insurance claims	-	-	168,297	168,297
Net cash from operating activities	\$ (104,935)	\$ 35,748	\$ 514,826	\$ 445,639



TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Grant Number	Assistance Listing Number	Expenditures
U.S. Department of Agriculture:			
Passed through State of Kansas Department of Education:			
Child Nutrition Cluster:			
COVID-19 National School Lunch Program		10.555	\$ 1,212,299
Summer Food Service Program for Children		10.559	7,151,618
Total Child Nutrition Cluster			<u>8,363,917</u>
Child and Adult Care Food Program		10.558	130,790
State Administrative Expenses for Child Nutrition		10.560	155
Fresh Fruit & Vegetable Program		10.582	73,078
Total U.S. Department of Agriculture			<u>8,567,940</u>
U.S. Department of Labor:			
Passed through Heartland Works:			
WIOA Cluster:			
WIA Youth Activities	WIOAY-15-02	17.259	133,429
Total WIOA Cluster			<u>133,429</u>
Total U.S. Department of Labor			<u>133,429</u>
U.S. Department of the Treasury:			
Passed through Shawnee County, Kansas:			
COVID-19 Coronavirus Relief Fund		21.019	3,273,110
Passed through State of Kansas Department of Commerce:			
COVID-19 Coronavirus Relief Fund		21.019	600,000
Passed through State of Kansas Department of Education:			
COVID-19 Coronavirus Relief Fund		21.019	15,650
Total U.S. Department of Treasury			<u>3,888,760</u>
Federal Communications Commission:			
Direct Programs:			
Emergency Connectivity Fund Program		32.009	243,171
Total Federal Communications Commission			<u>243,171</u>
U.S. Department of Education:			
Direct Programs:			
Indian Education - Grants to Local Educational Agencies	S060A200807	84.060	73,799
Passed through State of Kansas Department of Education:			
Special Education Cluster (IDEA):			
Special Education - Grants to States		84.027	3,453,428
Special Education - Preschool Grants		84.173	86,533
Total Special Education Cluster (IDEA)			<u>\$ 3,539,961</u>

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(Continued)  
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Grant Number	Assistance Listing Number	Expenditures
Noncluster Programs:			
Title 1 Grants to Local Educational Agencies - FY19	S010A190016	84.010	\$ 365,989
Title 1 Grants to Local Educational Agencies - FY20	S010A200016	84.010	94,481
Title 1 Grants to Local Educational Agencies - FY21	S010A210016	84.010	4,650,448
Title I Part D - FY19	S010A190016	84.010	34,991
Title I Part D - FY20	S010A200016	84.010	13,897
Title I Part D - FY21	S010A210016	84.010	39,442
Migrant Education - State Grant Program - FY20	S011A200016	84.011	10,158
Career and Technical Education - Basic Grants to States	V048A200016	84.048	187,083
Education for Homeless Children and Youth - FY20	S196A200017	84.196	19,335
Education for Homeless Children and Youth - FY21	S196A210017	84.196	9,454
21st Century Community Learning Centers - FY20	S287C200016	84.287	30,610
21st Century Community Learning Centers - FY21	S287C210016	84.287	132,835
English Language Acquisition State Grants - Title III - FY19	S365A190016	84.365	345
English Language Acquisition State Grants - Title III - FY20	S365A200016	84.365	23,010
English Language Acquisition State Grants - Title III - FY21	S365A210016	84.365	113,973
Improving Teacher Quality State Grants - FY19	S367A190015	84.367	1,119
Improving Teacher Quality State Grants - FY20	S367A200015	84.367	144,181
Improving Teacher Quality State Grants - FY21	S367A210015	84.367	527,296
Student Support and Academic Enrichment Program (Title IV) - FY19	S424A180017	84.424	27,637
Student Support and Academic Enrichment Program (Title IV) - FY20	S424A200017	84.424	2,217
Student Support and Academic Enrichment Program (Title IV) - FY21	S424A210017	84.424	67,813
COVID-19 Education Stabilization Fund - SPED	S425D200002	84.425D	133,870
COVID-19 Education Stabilization Fund	S425D200002	84.425D	1,796,102
Total noncluster programs			<u>8,426,286</u>
Total passed through State of Kansas Department of Education			<u>11,966,247</u>
Total U.S. Department of Education			<u>12,040,046</u>
U.S. Department of Health and Human Services:			
Direct Programs:			
Head Start - FY20	07CH010344-05-03	93.600	805,682
Head Start - FY21	07CH010344	93.600	1,772,630
Total direct programs			<u>2,578,312</u>
Passed through United Way of Greater Topeka:			
TANF Cluster:			
Temporary Assistance for Needy Families		93.558	198,881
Total TANF Cluster			<u>198,881</u>
Total U.S. Department of Health and Human Services			<u>2,777,193</u>
Total federal expenditures			<u><u>\$ 27,650,539</u></u>

See accompanying notes to schedule of  
expenditures of federal awards.

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
June 30, 2021

1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Topeka Public Schools, Unified School District No. 501 (the District) under programs of the federal government for the year ended June 30, 2021. 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). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements of the District. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The District has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

TOPEKA PUBLIC SCHOOLS  
 UNIFIED SCHOOL DISTRICT NO. 501  
 TOPEKA, KANSAS  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2021

**Part I - Summary of Auditors' Results**

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified:	None
Significant deficiencies identified that are not considered to be material weaknesses:	None reported
Noncompliance material to financial statements noted:	None

Federal Awards

Type of auditors' report issued on compliance for major program:	Unmodified
Internal control over major program:	
Material weaknesses identified:	None
Significant deficiencies identified that are not considered to be material weaknesses:	None reported
Audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a):	None

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
84.425D	Education Stabilization Fund
10.555/10.559	Child Nutrition Cluster
21.019	Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 829,516
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Auditee qualified as a low-risk auditee?	Yes
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**Part II – Financial Statement Findings**

No matters reported.

(Continued)

TOPEKA PUBLIC SCHOOLS  
UNIFIED SCHOOL DISTRICT NO. 501  
TOPEKA, KANSAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

**Part III – Federal Award Findings and Questioned Costs**

No matters reported.



Certified Public Accountants

**INDEPENDENT AUDITORS' 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  
Topeka Public Schools  
Unified School District No. 501:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Topeka Public Schools Unified School District No. 501 (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 11, 2022.

**Internal Control Over Financial Reporting**

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

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

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

An Independently Owned Member, RSM US Alliance

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## Compliance and Other Matters

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

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BT&Co, P.A.

March 11, 2022  
Topeka, Kansas



Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL  
CONTROL OVER COMPLIANCE**

Board of Education  
Topeka Public Schools  
Unified School District No. 501:

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

We have audited Topeka Public Schools Unified School District No. 501's (the District's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

**Opinion on Each Major Federal Program**

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

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RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each are separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.



## Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

BT&Co., P.A.

March 11, 2022  
Topeka, Kansas