



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
December 31, 2020



Prepared by:

FINANCE AND ADMINISTRATION DEPARTMENT

CITY OF MISSION, KANSAS
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
Year Ended December 31, 2020

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April 26, 2021

To the Citizens of Mission, Kansas

The City of Mission is pleased to submit the comprehensive annual financial report for the fiscal year ending December 31, 2020. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This report includes all funds of the City. The City provides a range of services including police protection, trash services, construction and maintenance of streets and infrastructure, and recreational and cultural activities. Except for Rock Creek Drainage District #1 and Rock Creek Drainage District #2, there are no other entities over which the City exercises financial accountability.

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

COMMUNITY PROFILE

Mission is located in northeastern Johnson County, Kansas, a suburban area of the Kansas City metropolitan area. The City lies adjacent to a major transportation corridor, Interstate 35, and is accessible to the entire metropolitan area. The City has a population of approximately 9,490 (2016 5-Year Census Estimate), and covers an area of 2.7 square miles, of which nearly 100% is developed.

Mission was incorporated in 1951 and became a City of the Second Class under Kansas statutes in 1959.

The City operates under a non-partisan Council/Mayor form of government. The Council is comprised of eight members elected from four wards, with equal representation from each ward. Each councilmember representing a ward is elected, on a staggered basis, for a four-year term. The Mayor is elected at large for a four-year term. The Mayor and Council are responsible for all policy-making functions of the City.

The City Administrator is appointed by the Mayor and Council and serves as the chief administrative officer of the City. The City Administrator is responsible for the implementation of policies adopted by the Council and is also responsible for the general operations of the City.

The City has five operating departments including Police, Public Works, Parks + Recreation, Community Development and Administration. The City has a total of 74 full-time employees. Other services including fire protection, water distribution, waste water collection, and education are provided by separate entities.

Mission has traditionally been viewed as a bedroom community with a small-town atmosphere, convenient services, and a family friendly environment. Residents enjoy an excellent standard of living as a result of the active community spirit, an award-winning school system, low crime rates and high-quality service delivery. The governing body proactively addresses quality of life issues to ensure that the current standard of living is not only maintained, but ultimately enhanced.

ECONOMIC CONDITION AND OUTLOOK

The business environment within the Mission provides a good balance between retailers, professional services, and corporations in a variety of industries including adult education, pharmaceutical, software development and advertising.

Since the 1930s, the Johnson Drive corridor, which bisects the city from east to west, has served as the retail trade area for Northeast Johnson County. Various national and local retailers, businesses, professional services, boutique shops and dining and drinking establishments are located along the corridor. In addition, the city offers a full-service grocery store and a national, big-box retailer.

Mission has numerous small to medium-sized office buildings for professional service providers, including doctors and dentists, veterinarians, lawyers, and architects. Financial services, such as insurance companies, banks, and accountants are also well represented among the city's businesses. There are several, medium to larger office buildings located primarily on the west side of Mission that provide office space for various corporations.

Mission is also adjacent to the major transportation corridors of Johnson Drive, Shawnee Mission Parkway and Interstate 35.

The City Council works to meet the needs of existing businesses, while simultaneously dedicating resources to attract new businesses. Property and sales tax revenues generated by the business community are vital to the City's financial stability. The City's property mill levy remains one of the lowest in Johnson County and in the State of Kansas.

MAJOR CITY INITIATIVES

Mission has been recognized throughout the Kansas City metropolitan area, and the larger mid-west region, for its forward thinking visioning and planning processes. A comprehensive plan and several master plans that were adopted prior to the recession have set the foundation for innovative redevelopment projects that have come to fruition in the past few years. An update of the City's comprehensive plan was initiated in 2020 with final recommendations expected to be approved in the fall of 2021.

The Locale, a five-story luxury apartment building which offers an array of amenities for its residents was completed in the spring of 2020. In addition to the living options, the project includes space for a restaurant on the ground floor and a four-level, secure parking structure. The Locale anchors Johnson Drive at the western edge of the downtown district, and another luxury apartment development approved in late 2020 on the site of the former Mission Bowl bowling alley will balance out the eastern edge of the downtown district. Both residential projects will build upon the City's efforts to revitalize the Johnson Drive corridor in the downtown district, which started with the \$10.5 million reconstruction of Johnson Drive in 2014.

In addition to adding a residential project to the eastern portion of the commercial corridor, incentives were negotiated for the Mission Bowl project in exchange for the development meeting important affordable housing and sustainability goals established by the Governing Body.

In the past five years the City has undertaken a number of significant projects including:

- Reconstruction of Foxridge Drive from 51st to 56th Street in 2018 including sidewalks, streetlights, and stormwater infrastructure.
- Reconstruction of Broadmoor from Johnson Drive to Martway in 2019 including and new sidewalks, street lighting, and a new traffic signal at Broadmoor and Johnson Drive
- Resurfacing of Lamar Avenue in 2020 including curbs, storm sewer improvements, and bike lane.

Seven mills from the City's overall property tax rate are dedicated to funding street projects such as these. These dedicated local funds leverage federal funding and/or county funding to help in paying for these vital street maintenance projects.

The City issued \$4.2 million in general obligation bonds in the summer of 2019 for the reconstruction of the Rock Creek storm water channel from Roeland Drive to Nall Avenue. Actual construction began in earnest in the spring of 2020 and consisted of earthwork and building up the embankments with a concrete block wall. The entire project is estimated to cost \$4.8 million and is being funded through the Storm Water Utility Fund.

The voters of Mission approved a 3/8 cent sales tax in 2013 for parks and recreation. This dedicated sales tax has been used to pay debt service on general obligation bonds that were issued for the renovation of the City's outdoor aquatic center. The sales tax also provides an important revenue stream for continued maintenance and improvement of recreation facilities as well funding for recommendations identified in the City's 2015 Parks Master Plan.

The City undertook a major branding initiative in 2020 resulting in a new logo for the City. The brand initiative resulted in updated marketing collateral, new decals for City vehicles, and updated street banners for the downtown district. This initiative continued into early 2021 with the launch of a new City website. However, the branding initiative includes much more than a new logo; it has set the foundation for a new communication strategy with unified messaging delivered through a single brand platform.

The City continues to promote organizational efficiency and effectiveness through technology upgrades, management of a classification and compensation system, and on-going evaluation of employee benefits. Significant upgrades to the City's technology infrastructure were completed in early 2019 including network cabling upgrades and a new primary data closet, replacement of the City-wide phone system, and installation of a new surveillance camera system. Nearly a third of the City's computer inventory was replaced in 2019 as well. Another significant replacement of computer equipment occurred again in 2020, and the City also purchased a new municipal court case management software.

Mission has accomplished a great deal in just the past year, but it must be noted that these accomplishments were done against the backdrop of the COVID-19 pandemic and the resulting business closures/restrictions, mask mandates, and other actions initiated at the state, county and local level to mitigate the spread of the virus. The City closed all of its facilities for nearly three months in compliance with orders issued by the Governor and the Board of County Commissioners. Mission's Powell Community Center remained closed until early June, and has subsequently reopened on a limited basis. The outdoor aquatic center did not open for the 2020 summer swim season, and the summer camp sessions were canceled. These measures resulted in significant revenue losses in these program areas for 2020.

The City also undertook a number of steps to protect staff once City facilities were opened, including shields around open desks, mask wearing policies, limited in person activities, and transitioning to virtual meetings. The City used funds from the Coronavirus Aid, Relief, and Economic Security (CARES) Act that were distributed through Johnson County to pay for a number of improvements to City facilities to aid in COVID-19 mitigation including filtration systems for facility air handling systems, Clorox sprayers, touchless restroom fixtures, and laptop computers for remote work. The City will continue to monitor and navigate the COVID-19 pandemic situation in 2021.

FUTURE INITIATIVES

Mission continues to explore new and diverse ways to support redevelopment efforts throughout the community. Our work focuses on ensuring redevelopment that results in high quality, sustainable projects benefiting not only Mission but the entire region. Mission supports efforts for long-range, comprehensive capital infrastructure planning and budgeting; while refining strategies for the on-going maintenance, repair and replacement of our current infrastructure assets.

The City will continue the work started in 2020 to update the comprehensive land use plan. This will include a citizen satisfaction survey, which the City uses periodically to gauge citizen satisfaction with services and programs, quality of life, and future priorities and initiatives. It is expected that the update to the plan will be completed in late summer of 2021.

The City continues to evaluate Parks + Recreation services to develop sustainable operating plans for the Community Center, the outdoor aquatic center, and the 30+ acres of parks and recreation facilities maintained for the benefit of Mission residents and visitors. City staff will continue to work with the City's Parks, Recreation + Tree Commission and various neighborhood and other stakeholder groups to plan and implement recommendations for improvements to the outdoor park system. Funding for these initiatives will come primarily from the 3/8 Cent Parks and Recreation Sales Tax, which is due to sunset in 2023. The City is also actively seeking other grant funding opportunities to assist in funding park improvements.

The Public Works Department will continue with its infrastructure condition assessment work. The primary task will be prioritizing road and storm water projects for the next five to ten years. Future transportation infrastructure needs are being addressed through a dedication of 7 mills in property tax, proceeds from the ¼ Cent Street Sales Tax (sunsets in 2022), and revenues from the Special Highway distributions. The City plans to seek voter approval in 2021 for reauthorization of the dedicated street sales tax for an additional 10 years.

The Police Department remains committed to improving the level of service to the community. Continued emphasis on traffic safety and enforcement contributes to the overall safety of both residents and visitors alike. The Mission Police Department also maintains a focus on training, keeping personnel abreast of a variety of professional trends and development opportunities. Continued investment in community relations and a commitment to expanding data collection efforts are top priorities for the Department over the next several years.

FINANCIAL INFORMATION

City management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of the control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

BUDGETARY CONTROLS

The City maintains various budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. Activities of the General Fund, Special Revenue Funds, and Debt Service Funds are included in the annual appropriated budget. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts do not lapse at year-end. However, unencumbered appropriations do lapse. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

OTHER INFORMATION

Independent Audit

Kansas statutes require an annual audit of the City's financial statements. The audit for 2020 was conducted by BT&Co., P.A. Certified Public Accountants and their report on the financial statements is included in the financial section of this report.

Reporting Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ending December 31, 2019. This is the twenty-seventh consecutive year the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

ACKNOWLEDGEMENTS

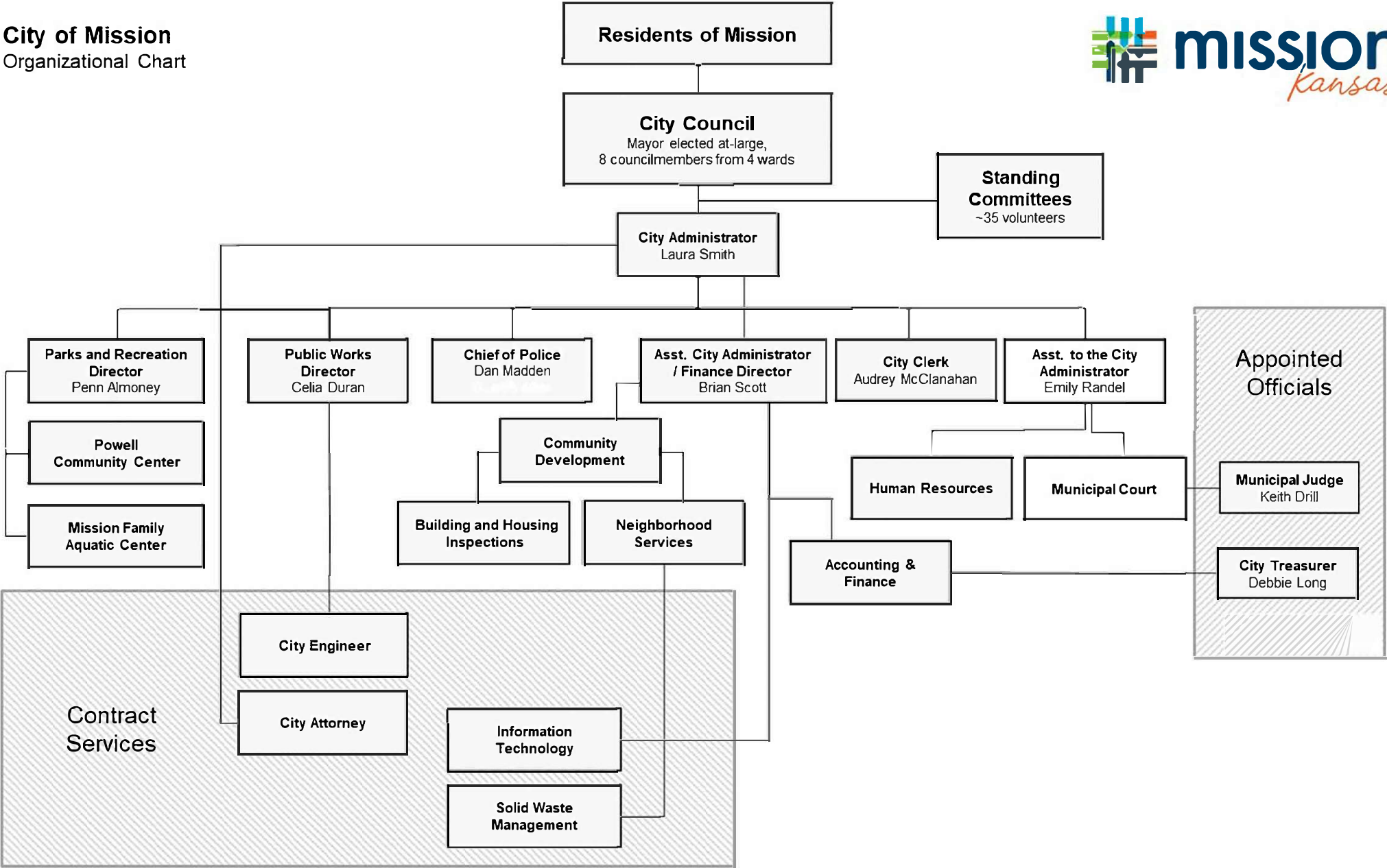
The preparation of this comprehensive annual financial report was made possible by the dedicated services of the staff of the Finance and Administration, Community Development, Police, Municipal Court and Parks and Recreation departments. Our sincere appreciation is extended to all members of the staff, whose efforts made this report possible, with specific recognition provided for the work completed by Accounting Manager Debbie Long, Accountant Joanna Marin, and Assistant City Administrator/Finance Director Brian Scott.

Respectfully submitted,

A handwritten signature in black ink that reads "Laura V. Smith". The signature is written in a cursive, flowing style.

Laura Smith
City Administrator

City of Mission
Organizational Chart



CITY OF MISSION, KANSAS

PRINCIPAL OFFICIALS – 2020

Mayor and City Council

Honorable Ronald E. Appletoft, Mayor		
Honorable Trent Boultinghouse	–	Ward 1
Honorable Hillary Parker Thomas	–	Ward 1
Honorable Nick Schlossmacher	–	Ward 2
Honorable Arcie Rothrock	–	Ward 2
Honorable Kristin Inman	–	Ward 3
Honorable Debbie Kring	–	Ward 3
Honorable Ken Davis	–	Ward 4
Honorable Sollie Flora	–	Ward 4

Administration

City Administrator: Laura Smith
Assistant City Administrator/Finance Director: Brian Scott
Assistant to the City Administrator: Emily Randel
City Clerk: Audrey McClanahan
Treasurer: Deborah Long
Chief of Police: Daniel Madden
Public Works Director: Celia Duran
Parks + Recreation Director: Penn Almoney

Attorney

David K. Martin



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Mission
Kansas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and City Council
City of Mission, Kansas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Mission, Kansas (the City), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City'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 and 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 City'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 City'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.

An Independently Owned Member, RSM US Alliance

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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2020, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the 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 City's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information 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 listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

BT & Co., P.A.

April 26, 2021
Topeka, Kansas

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended December 31, 2020

Our discussion and analysis of the City of Mission, Kansas financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2020. This narrative should be read in conjunction with the City's letter of transmittal, which begins on page i.

Financial Highlights

- The government-wide net position totaled \$59.2 million at the end of the 2020 fiscal year.
- Total capital assets, net of accumulated depreciation at December 31, 2020 totaled \$67.8 million.
- During the year ended December 31, 2020, the City's total revenues (which included charges for services, local taxes and state and federal aid) for all funds exceeded total expenses by \$2.94 million.
- The City's total general obligation bond indebtedness decreased by \$3.5 million.
- The City's net capital assets increased by \$4.2 million in the current fiscal year. Depreciation in assets was offset by new infrastructure construction (Rock Creek storm water channel reconstruction and Lamar Avenue repaving) and new equipment (new dump truck and pick-up truck for public works, new patrol cars for police, and new technology equipment city-wide).

Using This Financial Report

This annual report consists of government-wide and fund financial statements. In addition, the annual report includes budgetary-basis financial statement comparisons, in accordance with the State of Kansas cash basis and budget laws.

The government-wide statements are designed to provide information about the City's activities as a whole and provide a longer term view of the City's finances. The fund financial statements tell how the City's governmental activities were financed in the short term, as well as what remains for future spending. Fund financial statements report the City's operations in greater detail than the government-wide statements by providing information about the City's most significant funds. In addition, combining statements included in the supplemental information show detail of all other governmental funds. The City also holds fiduciary funds on behalf of various parties. These funds are reported in a separate statement.

Reporting on the City as a Whole (Government-Wide)

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

These two statements report the City's net position and current year change in net position. The change in net position is important because it tells the reader whether the City, as a whole, has improved or diminished its financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. Causes of these changes may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, state mandates, the economy, and even world-wide health catastrophes such as the COVID-19 pandemic.

In the Statement of Net Position and the Statement of Activities, the City has one kind of activity – Governmental Activity. All of the City’s programs and services are reported here including general governmental, public safety, public works and culture and recreation.

Government-Wide Position

The Statement of Net Position provides the financial position of the City as a whole. The City’s overall financial position increased by 5% in 2020. An increase in capital assets due to construction projects and a reduction in both current and non-current liabilities helped to increase the net position. The following is a summary of the City statement of net position as of December 31, 2020 and 2019.

City of Mission Condensed Statement of Net Position

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Current assets	\$ 23,953,040	\$ 28,643,452
Net capital assets	<u>67,843,282</u>	<u>63,684,008</u>
Total assets	91,796,322	92,327,460
Deferred outflows of resources	<u>2,044,101</u>	<u>977,024</u>
Total assets and deferred outflows of resources	<u>\$ 93,840,423</u>	<u>\$ 93,304,484</u>
Current liabilities	\$ 1,059,998	\$ 1,909,053
Noncurrent liabilities	<u>29,307,977</u>	<u>31,037,565</u>
Total liabilities	<u>30,367,975</u>	<u>32,946,618</u>
Deferred inflows of resources	<u>4,269,227</u>	<u>4,092,032</u>
Total liabilities and deferred inflows of resources	<u>\$ 34,637,202</u>	<u>\$ 37,038,650</u>
Net position:		
Net investment in capital assets	\$ 46,718,202	\$ 40,320,221
Restricted	787,919	675,915
Unrestricted	<u>11,697,100</u>	<u>15,269,698</u>
Total net position	<u>\$ 59,203,221</u>	<u>\$ 56,265,834</u>

The assets of the City are classified as current assets and capital assets. Cash and investments and accounts receivable are the largest current assets. These are assets that are available to provide resources for the near-term operations of the City. Capital assets are used in the operations of the City as well, but on a long-term basis. These assets include land, buildings and improvements, infrastructure (including construction in progress), and machinery and equipment.

Current and non-current liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued liabilities, interest payable, municipal court bonds payable, and unearned revenue.

The City has \$21 million in long-term debt, consisting of general obligation bonds, capital leases, and a loan from the Kansas Department of Health and Environment (KDHE). \$4.3 million of the total debt amount is due within the next fiscal year.

The City had total assets and deferred outflows of resources as of December 31, 2020 totaling \$93.8 million. The total assets and deferred outflows of resources of the City exceeds the total liabilities and deferred inflows of resources by \$59.2 million. The net position invested in capital assets (net of related debt) totaled \$46.7 million, restricted net position totaled \$787,919 and unrestricted net position totaled \$11.7 million.

Government-Wide Activities

The following is a condensed statement of the City's change in net position for the year ended December 31, 2020. Major items of program revenues, grants and general revenues are detailed. Government-wide activities increased the net position of the City by approximately \$2.94 million for the year ended December 31, 2020. A reconciliation of the total change in fund balances for the governmental funds to change in net position of governmental activities in the Statement of Activities is located on page 17 of the basic financial statements. A major difference between the changes is the outlay of \$6.8 million in capital expenses. The two biggest projects were the reconstruction of the Rock Creek storm water channel and resurfacing of Lamar Avenue. These projects are reported in the governmental funds as expenditures, but in the Statement of Net Position they are shown as a depreciation expense that is allocated over their useful lives. The City also issued \$6.0 million in G.O. refunding bonds in 2020. Proceeds from the issuance were used to pay-off the 2010B Series G.O. Bonds saving the city nearly \$800,000 in interest. This action, in conjunction with other repayment of long-term debt, reduced the liabilities in the Statement of Net Position.

Condensed Statement of Activities
For the Years Ended December 31, 2020 and 2019

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Revenues:		
Program revenues:		
Charges for service	\$ 4,737,944	\$ 6,492,445
Operating grants and contributions	1,521,085	1,013,317
General revenues:		
Property taxes	2,954,509	3,058,427
Motor vehicle tax	237,105	241,875
Sales tax	7,173,991	6,961,735
Transient guest tax	58,192	51,270
Franchise tax	1,011,085	1,024,697
Investment earnings	35,790	221,980
Miscellaneous	378,069	162,000
Gain on sale of capital assets	91,635	44,807
Total revenues	<u>18,199,405</u>	<u>19,272,553</u>
Program expenses:		
General government	3,455,429	3,472,222
Public safety	4,484,731	4,351,828
Public works	3,959,532	3,981,986
Culture and recreation	2,710,090	3,295,074
Interest on long-term debt	652,236	673,385
Total expenses	<u>15,262,018</u>	<u>15,774,495</u>
Increase in net position	2,937,387	3,498,058
Net position - beginning	<u>56,265,834</u>	<u>52,767,776</u>
Net position - ending	<u>\$ 59,203,221</u>	<u>\$ 56,265,834</u>

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

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

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

Fund balances at December 31, 2020 for all governmental funds totaled \$10.3 million. This was a decrease of 29% from the prior year and almost entirely attributable to the reconstruction of the Rock Creek storm channel between Roeland Drive and Nall Avenue. The project was primarily funded from a G.O. Bond issued in 2019, with the majority of the proceeds being spent in fiscal year 2020. Total unassigned fund balances for all governmental funds at December 31, 2020 was \$4.2 million, mostly attributable to the General Fund.

The General Fund is the chief operating fund of the City. At the end of the 2020 fiscal year, total fund balance in the General Fund was \$5 million, of which \$4.4 million was unassigned. Audited numbers for the 2020 fiscal year show a decrease in the total fund balance for the General Fund of \$564,251 or nearly 10% from the previous year. While General Fund revenues did exceed expenditures for fiscal year 2020, a transfer out of \$1.1 million to the Capital Improvement Fund impacted the overall fund balance. The transfer represents a commitment made by the City to fund road improvements with an amount equal to seven mills of the overall property tax rate for the City. Normally, revenues alone would cover this transfer, but reduced revenue receipts in a variety of other revenue categories in 2020 required using unassigned fund balance to make-up the difference. Reduced revenue receipts occurred primarily in the Charges for Services category, which include revenues from the City's Powell Community Center and outdoor aquatic center.

Due to the restrictions that resulted from the COVID-19 pandemic, the Powell Community Center was closed for nearly three months, and the outdoor aquatic center never opened for the summer. In addition, the City did not hold its summer camp program in 2020, which is historically a significant revenue generator. These events resulted in a net difference (deficit) between the budgeted and actual revenue of \$1.4 million for this category alone. The overall impact of revenue declines was mitigated in part by expenditure savings realized in personnel and commodities line items.

The Parks and Recreation Sales Tax Fund is used to account for revenues received from a dedicated three-eighths of one percent sales tax for parks and recreation. A portion of the revenues is pledged to retire the 2013B Series G.O. Bonds issued for renovation of the outdoor aquatic center. The balance is dedicated to other parks and recreation expenses, both capital and operating. The ending fund balance was \$1.3 million at December 31, 2020.

The Street Sales Tax Fund is used to account for revenues received from a dedicated one-quarter of one percent sales tax for street reconstruction. Most of the revenues are pledged to retire 2012A Series G.O. Bonds issued for the Martway and Johnson Drive improvements. The balance of the revenue is utilized for ongoing street maintenance projects. The ending fund balance was \$500,753 at December 31, 2020. The sales tax is set to sunset in March of 2022. The fund balance will be used to make the last bond payment in September of 2022, if the sales tax is not renewed.

The Stormwater Fund is used to account for stormwater fees assessed on all property in the City. The assessment is a factor of an equivalent residential unit (ERU), single-family homes paying one ERU and larger properties paying a multiple of ERUs based on the amount of impervious surface. The ending fund balance was \$1.84 million as of December 31, 2020. The decrease in the fund balance was primarily due to the use of proceeds from the 2019A Series G.O. Bonds to pay for reconstruction of the Rock Creek storm channel in fiscal year 2020.

The Solid Waste Fund is used to account for a solid waste fee assessed on all residential properties in the City to pay for solid waste collection. The ending fund balance was | (\$23,295) as o[LS1]f December 31, 2020. This deficit is partly attributable to the fact that fees have not been increased in a few years, but costs with a new contract have increased. And, it is partly attributable to modified accrual accounting, which recognizes property taxes (including assessments) when imposed and not necessarily when actually received. Property taxes imposed in the 2019 tax year are recognized in the 2019 fiscal year. Thus any increase in fees, would not be immediately recognized. The City did raise the solid waste by 5% for the 2021 fiscal year.

The Capital Improvement Fund accounts for resources used to construct and maintain infrastructure in the City. Revenue is primarily derived from an allocation of seven mills of the City's overall property tax rate of 17 mills that is collected with the General Fund property taxes. This seven mills is transferred from the General Fund to the Capital Improvement Fund each fiscal year. A portion of this revenue is dedicated toward the debt service for the 2013 Series G.O. Bonds for Johnson Drive improvements. The balance is used for street improvements budgeted each year. In fiscal year 2020, the City spent \$1.3 million for the repaving of Lamar Avenue (a major north/south thoroughfare) from Shawnee Mission Parkway to Foxridge Drive. The City received a reimbursement for a portion of the project cost through the Johnson County Assistance Road System (CARS) and from a Safe-Routes to School Grant provided through the Federal Highway Administration. As of December 31, 2020 the fund had an ending fund balance of \$1.2 million.

Reporting on the General Fund Budget

The City's budget is prepared in accordance with the Kansas Budget Law and is based primarily on cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

Property Tax was \$41,000 above budget and Sales Tax was \$148,800 above budget for 2020. Northeast Johnson County has maintained a very strong housing market over the past few years, which has led to higher assessed values for residential property. In addition, while many cities suffered a loss in sales tax revenue due to the shutdown that resulted from the COVID-19 pandemic, Mission's two primary retailers - a Hy-Vee Grocery store and a Target store – were considered to be essential businesses and allowed to remain open.

Total General Fund revenues and other financing sources were less than budget by \$1.5 million. Revenues for Charges and Services was \$1.4 million under budget. This was almost entirely due to Parks and Recreation revenues, which experienced heavy losses in charges for services and programs as a result of the COVID-19 pandemic. Actual revenue realized for Licenses and Permits were less than budgeted by \$3,369. Revenue for Fines and Fees were nearly \$600,000 less than budgeted, again due to reduced traffic tickets being issued as a result of the COVID-19 pandemic. Proceeds from the lease-purchase of new police patrol cars helped to offset these losses in the Statement of Revenues, Expenditures, and Changes in Fund Balance.

Reporting on Capital Assets and Debt Administration

The City's capital assets totaled \$67.8 million (net of accumulated depreciation) as of December 31, 2020. This was an increase of \$4.2 million, or 7%, over fiscal year 2019. The most significant capital asset related undertaking was the reconstruction of the Rock Creek storm water channel from Roeland Court to Nall Avenue. This project entailed grading around the channel and construction of ten foot, or taller, concrete block walls that prevent further erosion and more efficiently direct the storm water through this portion of the channel. Resurfacing of Lamar Avenue, a two mile stretch from Shawnee Mission Parkway to Foxridge Drive, was another significant capital project in 2020. This project entailed UBAS resurfacing of the roadway with a thin layer of asphalt, as well as curb and gutter work, storm water repairs, and sidewalks repairs as needed. Once completed, the entire roadway was restriped to include a bike lane.

The Police Department purchased six new patrol vehicles through a lease-purchase agreement. This purchase also included mobile data terminals and video equipment as well as body cameras. The Public Works Department purchased a new single-axle dump truck, $\frac{3}{4}$ ton pick-up, and skid-steer with attachments.

Many of the major road and storm water channel projects are financed through long-term debt. As of December 31, 2020 the City had a total general obligation bond principal debt outstanding of \$19.6 million, backed by the full faith and credit of the City. Total long-term debt decreased for the fiscal year ended December 31, 2020 by \$3.5 million.

Contacting the City

This financial report is designed to provide a general overview of the City's finances. If you have questions about this report or need additional financial information, please contact the City's Administration Department at 6090 Woodson, Mission, Kansas 66202.

CITY OF MISSION, KANSAS
STATEMENT OF NET POSITION
December 31, 2020

	Total Governmental Activities
ASSETS	
Cash and investments	\$ 9,466,311
Restricted cash and investments	36,121
Receivables	13,959,975
Land held for resale	100,000
Notes receivable	390,633
Capital assets:	
Capital assets not being depreciated:	
Land	9,338,256
Construction in progress	4,229,221
Capital assets being depreciated	80,359,503
Less: accumulated depreciation	(26,083,698)
Total assets	91,796,322
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows - OPEB	63,005
Deferred outflows - pensions	1,981,096
Total deferred outflows of resources	2,044,101
LIABILITIES	
Accounts payable	584,928
Accrued liabilities	195,525
Interest payable	215,024
Municipal court bonds payable	36,121
Unearned revenue	28,400
Noncurrent liabilities:	
Due within one year	4,256,299
Due in more than one year	25,051,678
Total liabilities	30,367,975
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows - property tax	3,389,782
Deferred inflows - OPEB	698,251
Deferred inflows - pensions	181,194
Total deferred inflows of resources	4,269,227
NET POSITION	
Net investment in capital assets	46,718,202
Restricted for:	
Alcohol awareness programs	110,197
Convention and tourism	63,087
Culture and recreation	106,365
Donations	48,771
Education	18,163
Public safety	18,038
Public works	423,298
Unrestricted	11,697,100
Total net position	\$ 59,203,221

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF ACTIVITIES
Year Ended December 31, 2020

		Program Revenues		Net Revenue (Expense) and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Total Governmental Activities
Governmental activities:				
General government	\$ 3,455,429	\$ 680,746	\$ 15,038	\$ (2,759,645)
Public safety	4,484,731	880,172	382,524	(3,222,035)
Public works	3,959,532	2,519,498	1,123,523	(316,511)
Culture and recreation	2,710,090	657,528	-	(2,052,562)
Interest on long-term debt	652,236	-	-	(652,236)
Total governmental activities	<u>\$ 15,262,018</u>	<u>\$ 4,737,944</u>	<u>\$ 1,521,085</u>	<u>(9,002,989)</u>
General revenues:				
Property tax				2,954,509
Motor vehicle tax				237,105
Sales tax				7,173,991
Transient guest tax				58,192
Franchise tax				1,011,085
Investment earnings				35,790
Miscellaneous				378,069
Gain on sale of capital assets				91,635
Total general revenues				<u>11,940,376</u>
Change in net position				2,937,387
Net position, beginning				<u>56,265,834</u>
Net position, ending				<u>\$ 59,203,221</u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2020

	General	Parks and Recreation Sales Tax	Street Sales Tax	Stormwater
Assets:				
Cash and investments	\$ 4,199,439	\$ 1,133,173	\$ 391,525	\$ 1,897,603
Restricted cash and investments	36,121	-	-	-
Receivables:				
Taxes	3,984,446	163,842	109,228	-
Special assessments	-	-	-	8,993,936
Due from other funds	23,295	-	-	-
Other	118,456	-	-	-
Land held for resale	100,000	-	-	-
Total assets	<u>\$ 8,461,757</u>	<u>\$ 1,297,015</u>	<u>\$ 500,753</u>	<u>\$ 10,891,539</u>
Liabilities, deferred inflows of resources, and fund balances (deficits):				
Liabilities:				
Accounts payable	\$ 211,838	\$ -	\$ -	\$ 58,113
Accrued liabilities	195,525	-	-	-
Due to other funds	774	-	-	-
Payable from restricted assets:				
Municipal court bonds	36,121	-	-	-
Unearned revenue	28,400	-	-	-
Total liabilities	<u>472,658</u>	<u>-</u>	<u>-</u>	<u>58,113</u>
Deferred inflows of resources:				
Unavailable revenue - property taxes	2,940,512	-	-	-
Unavailable revenue - special assessments	-	-	-	8,993,936
Total deferred inflows of resources	<u>2,940,512</u>	<u>-</u>	<u>-</u>	<u>8,993,936</u>
Fund balances (deficits):				
Restricted	-	-	-	-
Committed	184,404	1,297,015	500,753	1,839,490
Assigned	428,835	-	-	-
Unassigned	4,435,348	-	-	-
Total fund balances (deficits)	<u>5,048,587</u>	<u>1,297,015</u>	<u>500,753</u>	<u>1,839,490</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 8,461,757</u>	<u>\$ 1,297,015</u>	<u>\$ 500,753</u>	<u>\$ 10,891,539</u>

(Continued)

CITY OF MISSION, KANSAS
BALANCE SHEET
GOVERNMENTAL FUNDS
(Continued)
December 31, 2020

	Solid Waste	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and investments	\$ -	\$ 475,838	\$ 1,368,733	\$ 9,466,311
Restricted cash and investments	-	-	-	36,121
Receivables:				
Taxes	-	-	492,537	4,750,053
Special assessments	-	-	-	8,993,936
Due from other funds	-	-	774	24,069
Other	-	32,421	65,109	215,986
Land held for resale	-	-	-	100,000
Total assets	<u>\$ -</u>	<u>\$ 508,259</u>	<u>\$ 1,927,153</u>	<u>\$ 23,586,476</u>
Liabilities, deferred inflows of resources, and fund balances (deficits):				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 314,977	\$ 584,928
Accrued liabilities	-	-	-	195,525
Due to other funds	23,295	-	-	24,069
Payable from restricted assets:				
Municipal court bonds	-	-	-	36,121
Unearned revenue	-	-	-	28,400
Total liabilities	<u>23,295</u>	<u>-</u>	<u>314,977</u>	<u>869,043</u>
Deferred inflows of resources:				
Unavailable revenue - property taxes	-	-	449,270	3,389,782
Unavailable revenue - special assessments	-	-	-	8,993,936
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>449,270</u>	<u>12,383,718</u>
Fund balances (deficits):				
Restricted	-	-	787,919	787,919
Committed	-	508,259	360,168	4,690,089
Assigned	-	-	199,280	628,115
Unassigned	(23,295)	-	(184,461)	4,227,592
Total fund balances (deficits)	<u>(23,295)</u>	<u>508,259</u>	<u>1,162,906</u>	<u>10,333,715</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ -</u>	<u>\$ 508,259</u>	<u>\$ 1,927,153</u>	<u>\$ 23,586,476</u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
RECONCILIATION OF THE BALANCE SHEET OF THE GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
December 31, 2020

Total governmental fund balances		\$ 10,333,715
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
The cost of capital assets is	\$ 93,926,980	
Accumulated depreciation is	<u>(26,083,698)</u>	67,843,282
Other long-term assets are not available to pay for current expenditures and therefore are reported as unavailable in the funds.		8,993,936
Notes receivable do not provide current financial resources and are not reported in the funds.		390,633
OPEB contributions are reported as an expense in the funds and as a deferred outflow of resources in the governmental activities in the statement of net position.		63,005
Pension contributions are reported as an expense in the funds and as a deferred outflow of resources in the governmental activities in the statement of net position.		1,981,096
OPEB fundings are reported as revenue in the funds and as a deferred inflow of resources in the governmental activities in the statement of net position.		(698,251)
Pension fundings are reported as revenue in the funds and as a deferred inflow of resources in the governmental activities in the statement of net position.		(181,194)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
General obligation bonds payable	(19,570,000)	
Premium	(1,071,131)	
Discount	1,625	
Capital leases payable	(425,584)	
Loan payable	(59,990)	
Interest payable	(215,024)	
Compensated absences payable	(540,512)	
Net pension liability	(6,734,482)	
Total other post employment benefits	<u>(907,903)</u>	(29,523,001)
Net position of governmental activities		<u><u>\$ 59,203,221</u></u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
Year Ended December 31, 2020

	General	Parks and Recreation Sales Tax	Street Sales Tax	Stormwater
Revenues:				
Taxes	\$ 9,243,775	\$ 956,626	\$ 637,751	\$ -
Intergovernmental	79,553	-	-	48,861
Licenses and permits	155,331	-	-	-
Charges for services	657,528	-	-	2,519,498
Fines and fees	793,465	-	-	-
Special assessments	-	-	-	599,596
Interest	13,067	2,003	398	16,392
Miscellaneous	672,904	-	-	813
Total revenues	11,615,623	958,629	638,149	3,185,160
Expenditures:				
Current:				
General government	2,383,991	-	-	-
Public safety	3,827,951	-	-	-
Public works	2,004,228	-	-	195,611
Culture and recreation	2,122,427	-	-	-
Capital outlay	924,445	268,106	-	4,157,025
Debt service:				
Principal	206,535	470,000	445,000	1,979,907
Interest and other charges	13,190	59,100	25,060	726,836
Total expenditures	11,482,767	797,206	470,060	7,059,379
Excess (deficiency) of revenues over (under) expenditures	132,856	161,423	168,089	(3,874,219)
Other financing sources (uses):				
Transfers in	-	-	-	88,000
Transfers out	(1,117,107)	-	-	(283,575)
General obligation bonds issued	-	-	-	6,020,000
Premium on general obligation bonds issued	-	-	-	329,140
Payment to refunded bond escrow agent	-	-	-	(6,250,000)
Leases (as lessee)	420,000	-	-	-
Sale of general capital assets	-	-	-	-
Total other financing sources (uses)	(697,107)	-	-	(96,435)
Net change in fund balances	(564,251)	161,423	168,089	(3,970,654)
Fund balances, beginning	5,612,838	1,135,592	332,664	5,810,144
Fund balances, ending	\$ 5,048,587	\$ 1,297,015	\$ 500,753	\$ 1,839,490

(Continued)

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
(Continued)
Year Ended December 31, 2020

	Solid Waste	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$ -	\$ -	\$ 596,730	\$ 11,434,882
Intergovernmental	-	670,414	404,248	1,203,076
Licenses and permits	-	-	-	155,331
Charges for services	523,915	-	1,500	3,702,441
Fines and fees	-	-	1,761	795,226
Special assessments	-	-	-	599,596
Interest	395	1,521	2,014	35,790
Miscellaneous	1,877	64,360	16,698	756,652
Total revenues	526,187	736,295	1,022,951	18,682,994
Expenditures:				
Current:				
General government	622,520	254,296	651,748	3,912,555
Public safety	-	-	-	3,827,951
Public works	-	-	207,647	2,407,486
Culture and recreation	-	-	2,595	2,125,022
Capital outlay	-	1,397,600	10,520	6,757,696
Debt service:				
Principal	-	505,000	65,470	3,671,912
Interest and other charges	-	45,838	2,078	872,102
Total expenditures	622,520	2,202,734	940,058	23,574,724
Excess (deficiency) of revenues over (under) expenditures	(96,333)	(1,466,439)	82,893	(4,891,730)
Other financing sources (uses):				
Transfers in	85,000	1,315,682	-	1,488,682
Transfers out	-	-	(88,000)	(1,488,682)
General obligation bonds issued	-	-	-	6,020,000
Premium on general obligation bonds issued	-	-	-	329,140
Payment to refunded bond escrow agent	-	-	-	(6,250,000)
Leases (as lessee)	-	-	-	420,000
Sale of general capital assets	-	-	91,635	91,635
Total other financing sources (uses)	85,000	1,315,682	3,635	610,775
Net change in fund balances	(11,333)	(150,757)	86,528	(4,280,955)
Fund balances, beginning	(11,962)	659,016	1,076,378	14,614,670
Fund balances, ending	\$ (23,295)	\$ 508,259	\$ 1,162,906	\$ 10,333,715

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES WITH THE
STATEMENT OF ACTIVITIES
Year Ended December 31, 2020

Total net change in fund balances - governmental funds		\$ (4,280,955)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build assets are reported in governmental funds as expenditures. For governmental activities, however, those costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense in the statement of activities.		
Capital outlays	\$ 6,757,696	
Depreciation expense	(2,422,102)	4,335,594
The net effect of various miscellaneous transactions involving capital assets (e.g., sales and donations) is to decrease net position.		(176,331)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(643,224)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to government funds, while the repayment of the principal of long term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(6,769,140)
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and, thus, requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		52,931
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Accrued liabilities	664,081	
Compensated absences	(49,155)	
OPEB	132,859	
Pension	(418,119)	329,666
Repayments of long-term debt instruments are expenditures in the governmental funds, but reduce long-term liabilities in the statement of net position and do not affect the statement of activities.		
Bond principal	9,881,935	
Capital leases	202,005	
Loan principal	4,906	10,088,846
Change in net position of governmental activities		\$ 2,937,387

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 9,262,987	\$ 9,243,775	\$ (19,212)
Intergovernmental	90,000	79,553	(10,447)
Licenses and permits	158,700	155,331	(3,369)
Charges for services	2,118,900	657,528	(1,461,372)
Fines and fees	1,385,500	793,465	(592,035)
Interest	-	13,067	13,067
Miscellaneous	585,000	672,904	87,904
Total revenues	13,601,087	11,615,623	(1,985,464)
Expenditures:			
General government:			
Personal service	1,335,860	1,310,230	25,630
Contractual	1,114,250	683,785	430,465
Commodities	61,450	365,141	(303,691)
Capital outlay	35,000	7,306	27,694
Total general government	2,546,560	2,366,462	180,098
Public safety:			
Personal service	3,706,500	3,443,522	262,978
Contractual	425,060	282,812	142,248
Commodities	162,500	101,617	60,883
Capital outlay	282,700	673,075	(390,375)
Total public safety	4,576,760	4,501,026	75,734
Public works:			
Personal service	1,056,000	955,141	100,859
Contractual	1,029,020	858,144	170,876
Commodities	193,800	190,943	2,857
Capital outlay	34,000	34,576	(576)
Total public works	2,312,820	2,038,804	274,016
Culture and recreation			
Personal service	1,783,000	1,324,296	458,704
Contractual	949,350	721,698	227,652
Commodities	161,450	84,103	77,347
Total culture and recreation	2,893,800	2,130,097	763,703
Debt service	205,000	219,725	(14,725)
Contingency	5,110,000	-	5,110,000
Total expenditures	17,644,940	11,256,114	6,388,826
Excess (deficiency) of revenues over (under) expenditures	\$ (4,043,853)	\$ 359,509	\$ 4,403,362

(Continued)

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
(Continued)
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Other financing sources (uses)			
Transfers out	\$ (1,135,000)	\$ (1,117,107)	\$ 17,893
Lease proceeds	-	420,000	420,000
Total other financing sources (uses)	(1,135,000)	(697,107)	437,893
Net change in fund balance	(5,178,853)	(337,598)	4,841,255
Fund balance, beginning of year	5,038,333	5,273,350	235,017
Fund balance, end of year	<u>\$ (140,520)</u>	<u>4,935,752</u>	<u>\$ 5,076,272</u>
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received		112,835	
Fund balance on the basis of GAAP		<u>\$ 5,048,587</u>	

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
STORMWATER FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 599,000	\$ 48,861	\$ (550,139)
Charges for services	2,535,000	2,519,498	(15,502)
Special assessments	-	599,596	599,596
Interest	40,000	16,392	(23,608)
Miscellaneous	18,220	813	(17,407)
Total revenues	3,192,220	3,185,160	(7,060)
Expenditures:			
Public works	400,000	195,611	204,389
Capital outlay	4,561,237	5,287,749	(726,512)
Debt service	2,614,160	2,706,743	(92,583)
Total expenditures	7,575,397	8,190,103	(614,706)
Deficiency of revenues under expenditures	(4,383,177)	(5,004,943)	(621,766)
Other financing sources (uses):			
Transfers in	88,000	88,000	-
Transfers out	(283,575)	(283,575)	-
General obligation bonds issued	-	6,020,000	6,020,000
Premium on general obligation bonds issued	-	329,140	329,140
Payment to refunded bond escrow agent	-	(6,250,000)	(6,250,000)
Total other financing sources (uses)	(195,575)	(96,435)	99,140
Net change in fund balance	(4,578,752)	(5,101,378)	(522,626)
Fund balance, beginning	5,266,297	5,810,144	543,847
Fund balance, ending	\$ 687,545	708,766	\$ 21,221
Encumbrances for professional services contracted but not performed are not recorded for GAAP purposes until performed		1,130,724	
Fund balance on the basis of GAAP		\$ 1,839,490	

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
SOLID WASTE FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	\$ 588,000	\$ 523,915	\$ (64,085)
Interest	100	395	295
Miscellaneous	-	1,877	1,877
Total revenues	588,100	526,187	(61,913)
Expenditures:			
General government	672,500	622,520	49,980
Deficiency of revenues under expenditures	(84,400)	(96,333)	(11,933)
Other financing sources:			
Transfers in	95,000	85,000	(10,000)
Net change in fund balance	10,600	(11,333)	(21,933)
Fund balance, beginning	(6,011)	(11,962)	(5,951)
Fund balance, ending	\$ 4,589	\$ (23,295)	\$ (27,884)

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
December 31, 2020

	Total Custodial Funds
	<hr/>
Assets:	
Cash and investments	\$ 53,810
	<hr/> <hr/>
Net position:	
Restricted for individuals, organizations, and other governments	\$ 53,810
	<hr/> <hr/>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
Year Ended December 31, 2020

	Total Custodial Funds
Additions:	
Employee contributions	\$ 48,810
Reinstatement fees	18,109
Judicial surcharge	4,818
	<hr/>
Total additions	71,737
	<hr/>
Deductions:	
Claims paid	46,905
Administrative purchases	8,908
Reinstatement fee remittance	18,855
Judicial surcharge remittance	5,016
	<hr/>
Total deductions	79,684
	<hr/>
Net change in fiduciary net position	(7,947)
	<hr/>
Net position, beginning	61,757
	<hr/>
Net position, ending	\$ 53,810
	<hr/> <hr/>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2020

1 - Summary of Significant Accounting Policies

Reporting Entity

The City of Mission, Kansas (the City) is a city of the second class with a mayor-council form of government with the addition of a city administrator. The City was incorporated in 1951 and covers an area of approximately 2.87 square miles in Johnson County, Kansas. The City has 9,490 residents. The City's organization consists of the general government, which is made up of the general overhead, legislative, administration, and community development departments; public safety, which is made up of the municipal court and police departments; the public works department; and culture and recreation, which is made up of the Mission Family Aquatic Center and Sylvester Powell, Jr. Community Center departments.

The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations. Rock Creek Drainage District #1 and Rock Creek Drainage District #2 (the Districts) are blended component units of the City. The City created the Districts to generate revenue for stormwater projects. Each year, the Districts transfer funds primarily to the City's stormwater fund. The Districts are legally separate entities from the City. However, the City Council makes up the entirety of the Districts' boards. As such, the City can impose its will on the Districts. Additionally, the City's management manages the activities of the Districts in essentially the same manner as they manage City activities. Separately issued financial statements are not prepared for the Districts.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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 primary government. All nonfiduciary activities of the City are governmental activities. All fiduciary activities are reported only in the fund financial statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants 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 use in meeting the operational or capital requirements of a particular function. Internally dedicated resources are reported as general revenues rather than as program revenues. 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 fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The government-wide and fiduciary 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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Each fund is considered to be a separate accounting entity, accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, fund balance, revenues, and expenditures. Governmental resources are allocated to and accounted for within individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed requirements. These resources are reflected as revenues at the time of receipt, or earlier if the susceptible to accrual criteria are met.

Property taxes, sales taxes, utility franchise taxes, interest associated with the current fiscal period, and certain state and federal grants and entitlements are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

While property taxes receivable are shown on the balance sheet as current assets of the City, they are not recognized as revenue at year end because statutory provisions prohibit their use until the year for which they were raised and budgeted. Instead, they are offset by unavailable revenue accounts.

The City reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Parks and Recreation Sales Tax Fund* is a capital project fund used to account for revenues received from 3/8 of one percent sales tax for parks and recreation, with a portion pledged to retire the Series 2013-B General Obligation Bonds issued for the outdoor aquatic facility project. The balance may be used for other parks and recreation activities, including operating costs. The sales tax sunsets in 2023.

The *Street Sales Tax Fund* is a capital project fund used to account for revenues from the ¼ cent sales tax for streets, pledged to retire the Series 2012-A General Obligation Bonds issued for the Martway/Johnson Drive rehabilitation projects. The additional revenue may be used for street improvements. The sales tax sunsets in 2022.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

The *Stormwater Fund* is used to account for storm water utility charges received based on an equivalent residential unit (ERU) to be used for storm water improvements citywide, including public works expenditures. Revenues are either restricted or committed for this purpose.

The *Solid Waste Fund* is used to account for solid waste utility charges collected from an annual assessment to cover general government expenditures, including contract and supply costs. Revenues are either restricted or committed for this purpose.

The *Capital Improvement Fund* is used to account for resources used to construct and maintain infrastructure citywide.

Additionally, the City reports the following fiduciary fund type:

Custodial funds are used to report resources held by the City in a purely custodial capacity. The City uses Custodial funds to account for amounts collected through the court for driver's license reinstatement fees due to the State of Kansas, for amounts collected and paid for Driving Under the Influence evaluations, and for amounts collected for employee cafeteria plan contributions.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Deposits and Investments

The City's cash and investments are considered to be demand deposits and cash held by the State of Kansas Municipal Investment Pool. The City considers all highly liquid, short-term investments with original maturities of 90 days or less to be cash equivalents.

Investments are reported in the accompanying financial statements at fair value.

Receivables and Payables

Receivables are reported on the government-wide financial statements net of an allowance for uncollectible accounts. At December 31, 2020, an allowance for uncollectible receivables of approximately \$ 647,000 has been recorded.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property tax receivables are not available as a resource that can be used to finance the current year operations of the City and, therefore, are not susceptible to accrual. Accruals of uncollected current year property taxes are offset by deferred inflows and are identical to the adopted budget for 2021.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the accounting period, and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuation on January 1 and the County Clerk spreads the annual assessment on the tax rolls. Property taxes are levied as of November 1 and become a lien on the property as of that date. Payments are due November 1, becoming delinquent, with penalty, December 21. Payments of 50% are accepted through December 20, with the second 50% then being due on or before May 10 of the following year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the City, is on or before January 20 of the ensuing year. Additional amounts are distributed on four subsequent dates throughout the calendar year.

Governmental funds report unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

Capital Assets

Capital assets, which include land, buildings, improvements, equipment, infrastructure assets, and construction in progress, are reported in the government-wide financial statements as assets. Capital assets are defined by the City as assets with an initial, individual cost of more than \$ 1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. 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 assets or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the government are depreciated using the straight-line method over the following estimated useful lives:

<u>Category</u>	<u>Years</u>
Buildings	20 - 75
Building improvements	20 - 75
Machinery and equipment	5 - 10
Office equipment	5 - 10
Infrastructure	20 - 75
Fitness equipment	3

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. See Notes 8 and 9 for more information on the deferred outflows for the other post-employment benefits (OPEB) and pension plans, respectively.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category. One item, *unavailable revenue*, is reported in the governmental funds balance sheet and the governmental activities in the government-wide statement of net position. The governmental funds and governmental activities report unavailable revenues from property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The other items are deferred inflows for the OPEB and pension plans. See Notes 8 and 9 for more information on the deferred inflows for the OPEB and pension plans, respectively.

Compensated Absences

Under terms of the City's personnel policy, City employees are granted vacation and sick leave in varying amounts. At the end of each calendar year, employees are allowed to carry over any unused vacation and sick leave. In the event of termination, an employee is paid for any unused carryover plus all unused earned vacation through the date of separation not to exceed a total of 240 hours.

The City's sick leave policy is to pay employees 50% of unused sick leave upon retirement or termination without cause. A liability for compensated absences is reported in governmental funds only if it has matured, for example, as a result of employee resignations and retirements. All compensated absences are accrued when incurred in the government-wide financial statements.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are amortized over the life of the bonds using 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 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.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

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.

Fund Balances

As prescribed by GASB Statement No. 54, governmental funds report fund balance classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of December 31, 2020, fund balances for governmental funds are made up of the following:

Nonspendable fund balances include amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained 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 balances include 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 balances include amounts that can only be used for specific purposes determined by a formal action, an ordinance, of the City's highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City Council taking the same formal action, an ordinance, that originally imposed the constraint.

Assigned fund balances include amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by an action of (1) the City Council or (2) a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The authority for management to assign fund balance is presented in the City Council Policy Manual. An additional action does not have to be taken for the removal of an assignment.

Unassigned fund balance is the residual classification for the General Fund and includes all amounts not contained in other classifications. The General Fund is the only fund that can report a positive unassigned fund balance amount. In governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund. Unassigned amounts are technically available for any purpose.

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

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

It is the fund balance policy of the City to budget an amount in the General Fund reserves equal to 25% of budgeted General Fund revenues for that same budget year.

The following is the detail for fund balance classifications in the financial statements:

	Major Governmental Funds						Other Governmental Funds	Total Governmental Funds
	General	Parks and Recreation Sales Tax	Street Sales Tax	Stormwater	Solid Waste	Capital Improvement		
Fund balances:								
Restricted for:								
Alcohol awareness programs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 110,197	\$ 110,197
Convention and tourism	-	-	-	-	-	-	63,087	63,087
Culture and recreation	-	-	-	-	-	-	106,365	106,365
Donations	-	-	-	-	-	-	48,771	48,771
Education	-	-	-	-	-	-	18,163	18,163
Public safety	-	-	-	-	-	-	18,038	18,038
Public works	-	-	-	-	-	-	423,298	423,298
Committed for:								
ADA compliance	184,404	-	-	-	-	-	-	184,404
Capital improvements	-	-	-	-	-	508,259	-	508,259
Culture and recreation	-	1,297,015	-	-	-	-	-	1,297,015
Development projects	-	-	-	-	-	-	7,362	7,362
Equipment reserve and replacement	-	-	-	-	-	-	287,314	287,314
Farm and flower market	-	-	-	-	-	-	17,270	17,270
Public works	-	-	500,753	1,839,490	-	-	48,222	2,388,465
Assigned for:								
Business improvement	10,000	-	-	-	-	-	-	10,000
Capital improvements	200,000	-	-	-	-	-	199,280	399,280
Culture and recreation	7,670	-	-	-	-	-	-	7,670
Comprehensive plan update	95,165	-	-	-	-	-	-	95,165
DirectionFinder survey	16,000	-	-	-	-	-	-	16,000
Financial software and computer upgrades	100,000	-	-	-	-	-	-	100,000
Unassigned	4,435,348	-	-	-	(23,295)	-	(184,461)	4,227,592
Total fund balances	\$ 5,048,587	\$ 1,297,015	\$ 500,753	\$ 1,839,490	\$ (23,295)	\$ 508,259	\$ 1,162,906	\$ 10,333,715

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Net Position

In the government-wide financial statements, equity is displayed in three components as follows:

Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted consists of net position that is legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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, deferred outflows of resources, liabilities, and deferred inflows of resources 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.

Pending Governmental Accounting Standards Board Statements

At December 31, 2020, the Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the City. The statements that might impact the City are as follows:

GASB Statement No. 87, *Leases*, requires recognition of certain lease assets and liabilities for leases that were previously 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.

GASB Statement No. 91, *Conduit Debt Obligations*, eliminates diversity in practice associated with government issuers’ financial reporting of conduit debt obligations. The Statement achieves that objective by classifying the existing definition of a conduit debt obligation, establishing that a conduit debt obligation is not a liability of the issuer, establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations, and improving required note disclosures. The requirements for this statement are effective for periods beginning after December 15, 2021.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, provides guidance for the financial reporting of public-private and public-public partnerships and availability payment arrangements. The requirements of this statement are effective for periods beginning after June 15, 2022.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this statement are effective for periods beginning after June 15, 2022.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, addresses (a) the applicability of component unit criteria to certain arrangements, including some Internal Revenue Code Section 457 deferred compensation plans, and (b) the accounting and financial reporting for Section 457 plans. The requirements of Statement 97 that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of Statement 97 that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021.

2 - Stewardship, Compliance and Accountability

Budgetary Information

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the 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 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. In 2020, a budget amendment was adopted for the Capital Improvement Fund.

The statutes permit management to transfer 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 fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year end. Encumbered appropriations are carried forward.

A legal operating budget is not required for the Special Law Enforcement Fund, School District Sales Tax Fund, Donations and Gifts Fund, Silvercrest TIF Fund, Transportation Utility Fund, Mission Trails TIF, Mission Farm and Flower Market Fund, and the fiduciary funds.

In fiscal year 2020, actual expenditures exceeded budget expenditures in the Stormwater Fund and the Mission Crossing TIF Fund, which is a violation of K.S.A. 79-2935.

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

Deficit Fund Balances

The Solid Waste Fund had a deficit fund balance of \$ 23,295 at December 31, 2020 that will be recovered from future charges for services.

The Mission Crossing TIF Fund had a deficit fund balance of \$ 184,461 at December 31, 2020 that will be recovered from future tax revenue.

3 - Deposits and Investments

Deposits

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Kansas statutes require that deposits be collateralized, and that collateral pledged must have a fair market value equal to 100% of the deposits and investments, less insured amounts, and must be assigned for the benefit of the City. The City's deposit policy for custodial credit risk requires that the depository banks will maintain 100% security in the form of FDIC coverage and pledged collateral according to K.S.A. 9-1402.

The City's cash is considered to be active funds by management and is invested according to K.S.A. 9-1401. The statute requires that banks eligible to hold active funds have a main or branch bank in the county or an adjoining county in which the City is located, and the banks provide an acceptable rate for active funds.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Investments

On December 31, 2020, the City had the following investment and related maturity:

Investment Type	Fair Value	Rating	Maturity (in Years)
			Less than One
Kansas Municipal Investment Pool	\$ 8,586,868	Not rated	\$ 8,586,868

Credit Risk

Various City investments are considered to be idle funds by management and are invested according to K.S.A. 12-1675. The statute requires that the City invest its idle funds in only temporary notes of the City, bank certificates of deposit, repurchase agreements, and if eligible banks do not offer an acceptable rate for the funds: U.S. Treasury bills or notes or the Kansas Municipal Investment Pool (KMIP). The City's investments in the KMIP were not rated by a rating agency as of December 31, 2020. Maturities of the above investments may not exceed two years by statute.

The KMIP is under the oversight of the Pooled Money Investment Board (PMIB). The PMIB is comprised of the State Treasurer and four additional members appointed by the State Governor. The PMIB 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 10 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.

Some of the City'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 KMIP; direct obligations of the United States government or any agency thereof; investment agreements with a financial institution, the obligations of which, at the time of investment, are rated in either of the three highest rating categories by Moody's Investors Service or Standard and Poor's Corporation; and various other investments as specified in K.S.A. 10-131.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City is not exposed to significant interest rate risk.

Concentrations of Credit Risk

State statutes and the City place no limit on the amount the City may invest in any one issuer.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Custodial Credit Risk - Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At December 31, 2020, the City's investments were not exposed to custodial credit risk.

Fair Value Measurement

The City 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 December 31, 2020, the City's investment in KMIP was considered a cash equivalent as all investments were held in the overnight pool. Investments that are considered cash equivalents are not classified in the fair value hierarchy.

4 - Notes Receivable and Land Held for Resale

In August 2006, the City entered into an agreement leasing land at 6900 Martway Street to a lessee for a maximum term of 21 years for rent of \$ 10 per year with the option for the lessee to purchase the land on or before the end of the lease term for \$ 100,000 as adjusted by using the consumer price index. As of December 31, 2020, the land's net realizable value was \$ 100,000. In April 2007, the City signed promissory notes to finance both a borrower's acquisition of a building and other improvements at the same location in the amount of \$ 534,692 as well as the borrower's remodeling of the building and other improvements for business operations in the amount of \$267,882, with both loans over a term of 21 years at 5.00% per annum. During the fiscal year ending December 31, 2020, the City received \$ 43,628 in principal payments towards the loans. As of December 31, 2020, the City had outstanding notes receivable of \$ 390,633.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

5 - Capital Assets

Capital asset activity for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 9,338,256	\$ -	\$ -	\$ 9,338,256
Construction in progress	1,588,316	5,569,991	2,929,086	4,229,221
Total capital assets not being depreciated	10,926,572	5,569,991	2,929,086	13,567,477
Capital assets being depreciated:				
Buildings	13,055,744	-	-	13,055,744
Improvements	149,997	-	-	149,997
Infrastructure	57,068,911	2,779,241	2,500	59,845,652
Machinery and equipment	6,361,163	1,161,230	214,283	7,308,110
Total capital assets being depreciated	76,635,815	3,940,471	216,783	80,359,503
Less accumulated depreciation for:				
Buildings	4,654,264	287,375	-	4,941,639
Improvements	105,351	3,213	-	108,564
Infrastructure	14,228,009	1,482,620	2,500	15,708,129
Machinery and equipment	4,890,755	648,894	214,283	5,325,366
Total accumulated depreciation	23,878,379	2,422,102	216,783	26,083,698
Governmental activities capital assets, net	\$ 63,684,008	\$ 7,088,360	\$ 2,929,086	\$ 67,843,282

Depreciation expense was charged to functions/programs of the City for the year ended December 31, 2020 as follows:

Governmental activities:	
General government	\$ 89,805
Public safety	313,414
Public works	1,590,159
Culture and recreation	428,724
Total depreciation expense	<u>\$ 2,422,102</u>

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

6 - Long-Term Debt

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital projects.

General obligation bonds payable at December 31, 2020 was comprised of the following issues:

	Interest Rates	Original Issue	Final Maturity Date	Principal Payments During 2020	Outstanding December 31, 2020
General obligation bonds:					
Series 2010A - Capital Improvement	2.75%	\$ 3,305,000	09/01/20	\$ 355,000	\$ -
Series 2010B - Refunding	4.00% - 4.25%	6,945,000	09/01/29	6,945,000	-
Series 2012A - Capital Improvement	1.65% - 2.00%	4,360,000	09/01/22	445,000	920,000
Series 2013A - Capital Improvement	2.50% - 3.00%	680,000	09/01/23	70,000	220,000
Series 2013B - Capital Improvement	3.00%	4,510,000	09/01/23	470,000	1,500,000
Series 2013C - Capital Improvement	2.00% - 2.50%	4,480,000	09/01/23	505,000	1,585,000
Series 2014A - Refunding	2.00% - 3.00%	9,795,000	09/01/29	885,000	5,895,000
Series 2019A - Capital Improvement	4.00% - 5.00%	3,470,000	09/01/29	40,000	3,430,000
Series 2020A - Refunding	1.50% - 2.00%	6,020,000	09/01/29	-	6,020,000
				<u>\$ 9,715,000</u>	<u>\$ 19,570,000</u>

Call provisions at the option of the City included in the bonds were as follows:

Series 2012A: Callable September 1, 2020 at par plus accrued interest
Series 2013A: Callable September 1, 2021 at par plus accrued interest
Series 2013B: Callable September 1, 2021 at par plus accrued interest
Series 2013C: Callable September 1, 2019 at par plus accrued interest
Series 2014A: Callable September 1, 2022 at par plus accrued interest
Series 2019A: Callable September 1, 2027 at par plus accrued interest
Series 2020A: Callable September 1, 2027 at par plus accrued interest

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

The remaining installment ranges for the general obligation bonds are as follows:

	Installment Range	
	Low	High
General obligation bonds:		
Series 2012A - Capital Improvement	\$ 455,000	\$ 465,000
Series 2013A - Capital Improvement	70,000	75,000
Series 2013B - Capital Improvement	485,000	515,000
Series 2013C - Capital Improvement	515,000	545,000
Series 2014A - Refunding	395,000	975,000
Series 2019A - Capital Improvement	50,000	545,000
Series 2020A - Refunding	275,000	1,145,000

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

Year Ending December 31,	Principal	Interest
2021	\$ 3,585,000	\$ 553,384
2022	3,690,000	458,501
2023	2,930,000	375,363
2024	1,845,000	290,788
2025	1,900,000	236,113
2026-2030	5,620,000	438,550
Total	<u>\$ 19,570,000</u>	<u>\$ 2,352,699</u>

Refunding

In the current year, the City issued Series 2020A General Obligation Refunding Bonds in the amount of \$ 6,020,000 to currently refund \$ 6,250,000 of the outstanding balance of the Series 2010B Refunding Bonds. The refunding transaction resulted in an economic gain of \$ 805,213 and a decrease in the future debt service payments of \$ 828,194.

Kansas Department of Health and Environment - Direct Borrowing

The Kansas Department of Health and Environment (KDHE) and the City entered into an agreement for direct borrowing. As of December 31, 2020, the City had made \$ 406,272 in loan draws and had \$ 304,704 in principal forgiveness. The loan calls for an interest rate of 2.60%. The agreement provides that, in the event of default, KDHE may take whatever action is available under the law or at equity to collect the debt due or to become due. KDHE may also collect any legal fees, or otherwise, necessary to carry out this action. The agreement also provides that KDHE may take action to accelerate payment of remaining principal if deemed necessary.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Annual debt service requirements to maturity for the KDHE loan outstanding at December 31, 2020 are as follows:

Year Ending December 31,	Principal	Interest
2021	\$ 5,036	\$ 1,526
2022	5,168	1,395
2023	5,303	1,259
2024	5,441	1,121
2025	5,584	978
2026-2030	30,189	2,621
2031-2035	3,269	42
Total	<u>\$ 59,990</u>	<u>\$ 8,942</u>

Change in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2020 was as follows:

	Balance December 31, 2019	Additions	Reductions	Balance December 31, 2020	Current Portion
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 23,265,000	\$ 6,020,000	\$ 9,715,000	\$ 19,570,000	\$ 3,585,000
Premium	909,738	329,140	167,747	1,071,131	148,951
Discount	(2,437)	-	(812)	(1,625)	(813)
Total bonds payable	24,172,301	6,349,140	9,881,935	20,639,506	3,733,138
Capital leases payable - direct borrowings	207,589	420,000	202,005	425,584	155,584
KDHE loan payable - direct borrowings	64,896	-	4,906	59,990	5,036
Compensated absences	491,346	425,497	376,331	540,512	362,541
Total other postemployment benefits liability	920,463	86,888	99,448	907,903	-
Net pension liability	5,180,970	1,553,512	-	6,734,482	-
Governmental activities long-term liabilities	<u>\$ 31,037,565</u>	<u>\$ 8,835,037</u>	<u>\$ 10,564,625</u>	<u>\$ 29,307,977</u>	<u>\$ 4,256,299</u>

For the governmental activities, compensated absences, the total other post-employment benefit liability, and the net pension liability are generally liquidated by the General Fund.

Conduit Debt Obligations

The City has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State of Kansas, nor any political

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2020, there were two series of industrial revenue bonds outstanding, with an aggregate authorized principal amount of \$ 225,358,589.

Conduit Debt Obligations as of December 31, 2020					
IRB's	Issue Date	Amount Authorized	Amount Outstanding	Interest Rate	Maturity Date
<u>Housing IRB's</u>					
Mission Square	12/18/09	\$ 11,100,000	\$ 8,385,168	3.50%	12/01/39
<u>Project IRB's</u>					
Aryeh Realty LLC (Gateway)	10/26/18	214,258,589	78,500	2.00%	12/31/22
Total IRB's		<u>\$ 225,358,589</u>	<u>\$ 8,463,668</u>		

7 - Capital Leases

The City has entered into lease agreements as a lessee for financing the acquisition of equipment. These lease agreements qualify as capital leases and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

In the lease for police vehicles, the police vehicles are the pledged collateral. In the event of default, the agreement provides that the lessor may request payment of all payments due within that particular budget year that the default occurs (accelerated payment), as well as outstanding payment from past budget years, if any. In the event of default, the lessor may also impose an interest of up to 12% annum on all outstanding payments, take whatever action is available under the law or at equity to collect the debt due or to become due, and collect any legal fees, or otherwise, necessary to carry out this action.

In the lease for exercise equipment, the exercise equipment is the pledged collateral. In the event of default, the agreement provides that the lessor may request payment of all payments due within the budget year that the default occurs (accelerated payment), as well as outstanding payments from past budget years, if any. The agreement also provides that the lessor or the City may terminate the lease after one year, but payment of any outstanding principal for that particular budget year must be paid.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

The assets acquired through these capital leases are as follows:

Assets:	
Police vehicles	\$ 347,350
Exercise equipment	201,467
	<hr/>
Total assets	548,817
Less accumulated depreciation	(236,202)
	<hr/>
Net book value	\$ 312,615
	<hr/> <hr/>

Future minimum lease payments for capital leases as of December 31, 2020 are as follows:

Year Ending December 31,	Principal	Interest
<hr/>	<hr/>	<hr/>
2021	\$ 155,584	\$ 7,563
2022	105,000	4,929
2023	110,000	2,767
2024	55,000	553
	<hr/>	<hr/>
Total	\$ 425,584	\$ 15,812
	<hr/> <hr/>	<hr/> <hr/>

8 - Other Postemployment Healthcare Benefits

Health Insurance

Plan Description, Benefits Provided and Contributions. The City offers postemployment health, dental and vision insurance to retired employees. The benefits are provided through a single employer defined benefit postemployment healthcare plan administered by the City. The other postemployment benefit (OPEB) plan (the Plan) provides medical benefits to eligible early retirees and their spouses. K.S.A. 12-5040 requires all local governmental entities in the state that provide a group health care plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. The Plan does not issue a standalone financial report.

Employer contributions paid for benefits as they came due during the fiscal year ended December 31, 2020 totaled \$ 33,546.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Employees Covered by Benefit Terms. As of the actuarial valuation date of December 31, 2020, the following employees were covered by the benefit terms.

Inactive employees or beneficiaries currently receiving benefit payments	5
Active plan members fully eligible	5
Active employees not yet fully eligible	59
	<hr/>
	69
	<hr/> <hr/>

Total OPEB Liability

The City's total OPEB liability of \$ 878,361 was measured as of December 31, 2020 and was determined by an actuarial valuation performed as of December 31, 2020.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate as of measurement date	1.93 percent
Discount rate for OPEB expense	3.26 percent
Mortality table	Pub-2010 Headcount-Weighted General and Safety Mortality Tables, separately for Employees and Retirees with generational projection according to MP-2020
Salary scale	3.00 percent
Plan participation rate	70.00 percent
Healthcare cost trend rates	
Current rate	5.50 percent
Ultimate rate	4.80 percent
Year ultimate rate is reached	2036
Actuarial cost method	Entry Age Normal - Level Pay

The discount rate was based on the S&P Municipal Bond 20-Year High Grade Rate Index as of the measurement date.

The actuarial assumptions were based on the results of the most recent actuarial experience study that was conducted for a period through December 31, 2020.

Changes and items of impact relative to the prior valuation were as follows.

1. The discount rate was updated to reflect the current economic environment.
2. Mortality projection scales were updated based on recent research by the Society of Actuaries.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

3. Per capita claims costs and administrative expenses were updated to reflect the updated underlying census data.
4. Healthcare cost and administrative expense trend rates were updated to reflect current expectations.
5. Termination rates for general employees were updated based on a review of recent experience.
6. Retirement rates were adjusted to reflect the same rates used by KPERS.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2019	\$ 894,197
Changes for the year:	
Service cost	47,552
Interest	30,158
Differences between expected and actual experience	(109,521)
Changes in assumptions or other inputs	49,521
Benefit payments	(33,546)
Net changes	(15,836)
Balance at December 31, 2020	\$ 878,361

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

	1% Decrease (0.93%)	Discount Rate (1.93%)	1% Increase (2.93%)
Total OPEB liability	\$ 974,012	\$ 878,361	\$ 794,698

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following represents the total OPEB liability of the City as well as what the City'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	\$ 782,890	\$ 878,361	\$ 990,725

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

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

For the year ended December 31, 2020, the City recognized OPEB expense of \$ (105,511).

At December 31, 2020, the City reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 8,410	\$ (396,455)
Changes in assumptions or other inputs	40,909	(274,755)
	<u>\$ 49,319</u>	<u>\$ (671,210)</u>

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

Year Ended December 31,	
2021	\$ (183,221)
2022	(183,221)
2023	(183,221)
2024	(64,403)
2025	(7,825)
	<u>\$ (621,891)</u>

Disability Benefits and Life Insurance

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

Employer contributions are established and may be amended by state statute. Members are not required to contribute. Employer contributions paid for benefits as they came due during the fiscal year ended December 31, 2020 totaled \$ 24,824.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

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, 66⅔ percent) of annual compensation, offset by other benefits. Members receiving long-term disability benefits also receive credit towards their KPERS retirement benefits and have their group life insurance coverage continued under the waiver of premium provision.

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

The death benefit paid to beneficiaries of disabled members is 150% of the greater of 1) the member's annual rate of compensation at the time of disability, or 2) the members previous 12 months of compensation at the time of the last date on payroll. If the member has been disabled for five or more years, the annual compensation or salary rate at the time of death will be indexed using the consumer price index, less one percentage point, to compute the death benefit. If a member is diagnosed as terminally ill with a life expectancy of 12 months or less, the member may be eligible to receive up to 100% of the death benefit rather than having the benefit paid to the beneficiary. 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. As of the valuation date of December 31, 2019, the following employees were covered by the benefit terms.

Active plan members

42

Total OPEB Liability

The City's total OPEB liability of \$ 29,542 was measured as of June 30, 2020 and was determined by an actuarial valuation performed as of December 31, 2019.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

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:

Discount rate	2.21 percent
Implicit inflation rate	2.75 percent
Mortality rates	Local Males: 90% of RP-2014 M Total Dataset +2 Local Females: 90% of RP-2014 F Total Dataset +1 Generational mortality improvements were projected for future years using MP-2020.
Salary increases	3.50 percent (composed of 2.75% inflation and 0.75 percent productivity)
Payroll growth	3.00 percent
Actuarial cost method	Entry Age Normal

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index.

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

Changes and items of impact relative to the prior valuation were as follows.

1. The demographic assumptions have been updated based upon the most recent KPERS experience study.
2. The discount rate was updated in accordance with the requirements of GASB 75.
3. The mortality projection scale was updated to the most recent table published by the Society of Actuaries.

The overall impact of the new assumptions is an increase in the benefit obligations.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2019	\$ 26,266
Changes for the year:	
Service cost	7,980
Interest	1,198
Effect of economic/demographic gains or losses	(7,128)
Effect of assumptions changes or inputs	1,226
Net changes	3,276
Balance at December 31, 2020	\$ 29,542

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

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB liability	\$ 29,773	\$ 29,542	\$ 29,028

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following represents the total OPEB liability of the City as well as what the City'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	\$ 29,542	\$ 29,542	\$ 29,542

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

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

For the year ended December 31, 2020, the City recognized OPEB expense of \$ 5,791. At December 31, 2020, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (26,347)
Changes of assumptions	1,361	(694)
Benefit payments subsequent to the measurement date	12,325	-
	<u>\$ 13,686</u>	<u>\$ (27,041)</u>

The deferred outflow of resources related to the benefit payments subsequent to the measurement date totaling \$ 12,325 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 December 31, 2021. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31,	
2021	\$ (3,387)
2022	(3,387)
2023	(3,387)
2024	(3,387)
2025	(3,387)
Thereafter	(8,745)
	<u>\$ (25,680)</u>

Aggregate Other Postemployment Healthcare Benefit Information

	Balances at December 31, 2020		
	Health Insurance	Disability Benefits and Life Insurance	Total
Total OPEB liability	\$ 878,361	\$ 29,542	\$ 907,903
Total deferred outflows of resources	49,319	13,686	63,005
Total deferred inflows of resources	(671,210)	(27,041)	(698,251)

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

The aggregate amount of OPEB expenses for the two OPEB plans for the year ended December 31, 2020 was \$ (99,720).

9 - Defined Benefit Pension Plan

General Information About the Pension Plan

Description of Pension Plan

The City participates in a cost-sharing, multiple-employer defined benefit pension plan (Pension Plan), as defined in Governmental Accounting Standards Board Statement No. 67, *Financial Reporting for Pension Plans*. The Pension Plan is administered by the Kansas Public Employees Retirement System (KPERS), a body corporate and an instrumentality of the State of Kansas. KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

- Public employees, which include:
 - State/school employees
 - Local employees
- Police and firemen
- Judges

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

Those employees participating in the Pension Plan for the City are included in both the Local and Police and Firemen employee groups.

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

Benefits Provided

KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Benefits are established by statute and may only be changed by the Kansas Legislature. Member employees (except police and firemen) with ten or more years of credited service may retire as early as age 55 (police and firemen may be age 50 with 20 years of credited service), with an actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever an employee's combined age and years of credited service equal 85 points (police and firemen normal retirement ages are age 60 with 15 years of credited service, age 55 with 20 years, age 50 with 25 years, or any age with 36 years of service).

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, member employees may withdraw their contributions from their individual accounts, including interest. Member employees who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

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

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

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

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 at 6.00% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes the Police and Firemen (KP&F) member-employee contribution rate at 7.15% of covered salary. 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 are determined based on the results of an annual actuarial valuation for each of the three state-wide pension groups. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A. 74-4921. KPERS is funded on an actuarial reserve basis.

For KPERS fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll for the KPERS fiscal year ended June 30, 2020.

The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate were 8.61% for KPERS and 21.93% for KP&F for the year ended December 31, 2020. Contributions to the Pension Plan from the City were \$ 242,655 for KPERS and \$ 417,037 for KP&F for the year ended December 31, 2020.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

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

At December 31, 2020, the City reported a liability of \$ 2,362,346 for KPERS and \$ 4,372,136 for KP&F for its proportionate share of the KPERS collective net pension liability. The collective net pension liability was measured by KPERS as of June 30, 2020, and the total pension liability used to calculate the collective net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020.

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

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

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer. The City's proportion of the collective net pension liability was based on the ratio of the City's actual contributions to KPERS and KP&F, relative to the total employer and nonemployer contributions of the Local group and Police and Firemen group within KPERS for the KPERS 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 City's proportion for KPERS was .136264%, which was an increase of .024285% from its proportion measured as of June 30, 2019. At June 30, 2020, the City's proportion for KP&F was .354554%, which was a decrease of .002736% from its proportion measured as of June 30, 2019.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

For the year ended December 31, 2020, the City recognized pension expense of \$ 338,296 for KPERS and \$ 711,013 for KP&F. At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
KPERS		
Differences between expected and actual experience	\$ 39,444	\$ 30,371
Net difference between projected and actual earnings on pension plan investments	275,627	-
Changes of assumptions	142,292	-
Changes in proportionate share	275,535	79,353
City contributions subsequent to measurement date	119,955	-
Total KPERS	852,853	109,724
KP&F		
Differences between expected and actual experience	127,795	-
Net difference between projected and actual earnings on pension plan investments	424,858	-
Changes of assumptions	302,651	-
Changes in proportionate share	70,085	71,470
City contributions subsequent to measurement date	202,854	-
Total KP&F	1,128,243	71,470
Total	\$ 1,981,096	\$ 181,194

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

The \$ 119,955 and \$ 202,854 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for KPERS and KP&F, respectively, for the year ended December 31, 2021. 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,	
KPERS	
2021	\$ 128,105
2022	159,193
2023	158,192
2024	165,706
2025	11,978
	<hr/>
Total KPERS	623,174
	<hr/>
KP&F	
2021	232,659
2022	235,896
2023	218,266
2024	160,939
2025	6,159
	<hr/>
Total KP&F	853,919
	<hr/>
	<u><u>\$ 1,477,093</u></u>

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 price inflation	3.25 to 11.75 percent
Long-term rate of return, net of investment expense, and including price inflation	7.50 percent
Payroll growth assumption	2.75 percent

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Changes in actuarial assumptions and methods in the December 31, 2019 actuarial valuation were as follows:

Both Groups

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

KPERS

- Retirement rates were adjusted to partially reflect observed experience.
- Termination rates were increased for most KPERS groups.
- Disability rates were reduced.
- Factors for the State group that are used to anticipate higher liabilities due to higher final average salary at retirement for pre-1993 hires were modified to better reflect actual experience.
- The administrative expense load for contribution rates was increased from 0.16% to 0.18%.

KP&F

- Retirement rates were adjusted to partially reflect observed experience.
- Factors for the KP&F group that are used to anticipate higher liabilities due to higher final average salary at retirement for pre-1993 hires were modified to better reflect actual experience.
- The administrative expense load for contribution rates was increased from 0.16% to 0.18%.

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. Different adjustments apply to pre-retirement versus post-retirement versus post-disability mortality tables.

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

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. Best estimates of arithmetic real rates of return for each major asset class included in the Pension Plan's target asset allocations as of June 30, 2020 are summarized in the following table:

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities	23.50%	5.20%
Non-U.S. Equities	23.50%	6.40%
Private Equity	8.00%	9.50%
Private Real Estate	11.00%	4.45%
Yield Driven	8.00%	4.70%
Real Return	11.00%	3.25%
Fixed Income	11.00%	1.55%
Cash	4.00%	0.25%
Total	100.00%	

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 local 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 future years. 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 City's Proportionate Share of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the collective net pension liability calculated using the discount rate of 7.50%, as well as what the City's proportionate share of the collective net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's KPERS proportionate share of the collective net pension liability	\$ 3,324,767	\$ 2,362,346	\$ 1,553,202
City's KP&F proportionate share of the collective net pension liability	5,984,109	4,372,136	3,025,909
	<u>\$ 9,308,876</u>	<u>\$ 6,734,482</u>	<u>\$ 4,579,111</u>

Pension Plan Fiduciary Net Position

Detailed information about the Pension Plan's fiduciary net position is available in the separately issued KPERS financial report.

10 - Defined Contribution Plan

The City has established the City of Mission Money Purchase Plan, administered by the Principal Financial Group, available to employees other than those participating in KP&F. The City Council established and amends benefit provisions. Employees age 21 or older are eligible to participate after completing 1,000 or more hours of service. The City's contributions for each employee are 60% vested after five years of service and vest an additional 20% each year thereafter. The City makes annual contributions to the plan equal to 2% of covered employees' wages. Employees under the plan can make contributions to the plan of up to 10% of their wages. City and employee contributions for 2020 were \$ 41,496 and \$ 36,987, respectively.

11 - Special Assessments

In January 2015, the City passed Ordinance Number 1419 establishing the Gateway Special Benefit District and levying special assessments on certain property to pay the costs of internal improvements and providing for the collection of such special assessments in 20 annual installments. Special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the Stormwater Fund with a corresponding amount recorded as deferred inflows. Special assessments receivable at December 31, 2020, in the fund financial statements totaled \$ 8,993,936.

12 - Risk Management

The City is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illness; natural disasters and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

13 - Interfund Transfers

Transfers by fund for the year ended December 31, 2020 were as follows:

Transfers out	Transfers in			
	Stormwater	Solid Waste	Capital Improvement	Total
General	\$ -	\$ 85,000	\$ 1,032,107	\$ 1,117,107
Stormwater	-	-	283,575	283,575
Nonmajor governmental	88,000	-	-	88,000
	<u>\$ 88,000</u>	<u>\$ 85,000</u>	<u>\$ 1,315,682</u>	<u>\$ 1,488,682</u>

The City uses interfund transfers to share costs between funds.

14 - Amounts Due to and from Other Funds

As of December 31, 2020, the City had \$ 774 due from the General Fund to the Mission Farm and Flower Market fund and \$ 23,295 due from the Solid Waste Fund to the General Fund.

15 - Tax Abatements

The City has utilized a number of economic development incentives that are authorized under Kansas state statutes including constitutional tax abatements [K.S.A. 79-201a]; industrial revenue bonds (IRBs) [K.S.A. 12-1740 et seq]; tax increment financing (TIF) [K.S.A. 12-1770 et seq]; and community improvement district (CID) [K.S.A. 12-6a26 et seq]. Application of these incentives is further clarified by specific City Council policies.

Consideration of any incentive begins with the submittal of an application (including fee) to the City. After an initial review by City staff, the City will enter into a pre-development agreement with the applicant that outlines the scope of the project and commitments, process for due diligence review and cost benefit analysis, and any obligation on the part of the applicant to reimburse the City for costs it may incur in performing the review and/or negotiating an agreement. The City Council ultimately approves the use of any incentive by ordinances and in conformance with the provisions of the applicable state statutes.

This note provides information on current economic development projects that the City has undertaken utilizing these tools. Many projects use more than one tool, and many incorporate some form of tax abatement.

Tax Increment Financing (TIF): The Kansas TIF Act (K.S.A. 12-1770 et seq) authorizes the use of TIF by cities and counties to aid in the financing of private development projects that will provide substantial public benefit such as job creation/retention, elimination of blight, or needed public improvements. City Council Policy 106 provides further guidance on the use of TIF by the City.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

TIF permits the City to capture the additional (increment) property tax and sales tax for all tax jurisdictions that is generated from new development that is above the original (base) property and sales tax that existed prior to the new development occurring. The incremental property and sales tax collected by the City is used to reimburse the developer for certain eligible costs associated with the development, while the base property and sales tax continues to be collected by the various tax jurisdictions. The use of TIF is limited to 20 years for each development project.

The use of TIF begins first with the establishment of a TIF district. A study must be submitted to the City demonstrating how the property within a clearly defined area meets one or more of the criteria outlined in the TIF Act that would give cause for the use of TIF. The study is evaluated by City staff and public hearing held to take testimony on the study. Notice of the public hearing is given to the school board and the board of county commissioners. Each has the right to submit an objection to the creation of the district. If there is no objection, and the Council finds the testimony to be compelling, it may then establish the TIF district by ordinance.

Once the TIF district is established, a developer and/or property owner may submit a Project Plan to the City with details for a proposed development project within the district. The project plan outlines how the proposed development project will address the underlining concerns that led to the creation of the TIF district, and how TIF is to be used in assisting with the proposed development project. Staff will evaluate the merits and cost-benefit of the Project Plan before submitting to the City Council for consideration. Again, a public hearing is set to take testimony on the Project Plan and notice of such is sent to the school board and board of county commissioners. If the Project Plan is approved a redevelopment agreement will be adopted by the City Council as well specifying the performance standards for the development project, what costs are to be reimbursed, and requirements for such.

The City establishes individual funds for each TIF Project Plan that is adopted in order to track the property and sales tax collected and reimbursed back to the developer. The funds are shown in the other supplementary section of this comprehensive annual financial report. For the fiscal year ending December 31, 2020, the City applied incremental revenues to TIF projects as follows:

Project Name:	Gateway
Project Description:	555,000 sq. ft. mix-used redevelopment of the former Mission Mall site. Project to include 168 apartment units, 200+ room hotel, 4-story office building, food hall, movie-entertainment complex, and general retail.
Base Year:	2006
Approved TIF:	100% ad valorem property tax increment, 55% sales tax increment, and 8% of the total 9% of the transient guest tax generated by the project.
2020 Total Abatement:	\$0
Commitment:	Mixed-use project at the City's eastern gateway.
Additional Commitment:	The City has committed to issuing special obligation bonds to be paid from the TIF proceeds.

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

Project Name:	Mission Crossing
Project Description:	116,000 sq ft. mixed-use development project consisting of two, stand-alone restaurants, small strip shopping center, and a three-story apartment complex for independent senior living.
Base Year:	2010
Approved TIF:	100% ad valorem property tax increment and sales tax increment
2020 Total Abatement:	\$232,899
Project Commitment:	Development mixed-use project in conformance with the City's Formed Based Code and a small public park.
Project Name:	Silvercrest at Broadmoor
Project Description:	Development of an assisted living and memory care facility. The developer withdrew the project application after the creation of the TIF district. The district is still generating tax increment.
Base Year:	2017
Approved TIF:	100% ad valorem property tax increment
2020 Total Abatement:	\$2,694
Project Commitment:	Redevelopment of an unused parcel of property into a project in conformance with the City's Formed Based Code.
Project Name:	Mission Trails
Project Description:	Development of a five-story, 201-unit apartment building and four-level parking structure in the City's downtown.
Base Year:	2017
Approved TIF:	100% ad valorem property tax increment
2020 Total Abatement:	\$143,019
Commitment:	Mixed-use project in the City's downtown, public parking easement on the first level of the parking structure and payment of \$250,000 for additional public parking in the downtown.

As of December 31, 2020, there are two issues of industrial revenue bonds (IRBs) outstanding – Mission Square (\$8,385,168) and Gateway (\$78,500). Both have been issued for sales tax exemption on materials and labor.

16 - Commitments and Contingencies – Encumbrances

The City 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

CITY OF MISSION, KANSAS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

expenditures and liabilities, but, rather, as restricted, committed, or assigned fund balance. At December 31, 2020, the City's recorded encumbrances in governmental funds were as follows:

General fund	\$ 112,835
Stormwater	1,130,724
Equipment reserve and replacement fund	<u>199,280</u>
	<u>\$ 1,442,839</u>

17 - Commitments and Contingencies - Pandemic

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 coronavirus 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 City 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 City. While management cannot quantify the financial and other impacts to the City, management believes that a material impact on the City's financial position and results of future operations is reasonably possible.

18 - Subsequent Events

The City has evaluated subsequent events through the date of the independent auditors' report, which is the date the financial statements are available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF MISSION, KANSAS
Schedule of Changes in the City's Total OPEB Liability and Related Ratios - Health Insurance
Last Three Fiscal Years¹

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability:			
Service cost	\$ 47,552	\$ 61,739	\$ 71,671
Interest cost	30,158	44,703	57,439
Difference between expected and actual experience	(109,521)	12,768	(610,943)
Changes in assumptions and other inputs	49,521	(372,880)	(58,177)
Benefit payments	<u>(33,546)</u>	<u>(36,663)</u>	<u>(42,597)</u>
Net change in total OPEB liability	(15,836)	(290,333)	(582,607)
Total OPEB liability, beginning	<u>894,197</u>	<u>1,184,530</u>	<u>1,767,137</u>
Total OPEB liability, ending	<u><u>\$ 878,361</u></u>	<u><u>\$ 894,197</u></u>	<u><u>\$ 1,184,530</u></u>
Covered payroll	\$ 5,068,014	\$ 4,319,077	\$ 3,602,521
City's total OPEB liability as a percentage of covered payroll	17.3%	20.7%	32.9%

¹GASB 75 requires the presentation of 10 years. Data was not available prior to fiscal year 2018. Therefore, 10 years of data is unavailable.

CITY OF MISSION, KANSAS
Schedule of Changes in the City's Total OPEB Liability and Related Ratios -
Disability Benefits and Life Insurance
Last Three Fiscal Years¹

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability:			
Service cost	\$ 7,980	\$ 8,821	\$ 8,723
Interest on total OPEB liability	1,198	1,598	1,458
Effect of economic/demographic gains or losses	(7,128)	(16,954)	(9,371)
Effect of assumptions changes or inputs	<u>1,226</u>	<u>327</u>	<u>(352)</u>
Net change in total OPEB liability	3,276	(6,208)	458
Total OPEB liability, beginning	<u>26,266</u>	<u>32,474</u>	<u>32,016</u>
Total OPEB liability, ending	<u><u>\$ 29,542</u></u>	<u><u>\$ 26,266</u></u>	<u><u>\$ 32,474</u></u>
Covered payroll	\$ 2,323,164	\$ 1,821,013	\$ 2,095,328
City's total OPEB liability as a percentage of covered payroll	1.27%	1.44%	1.55%

¹ GASB 75 requires the presentation of 10 years. Data was not available prior to fiscal year 2018. Therefore, 10 years of data is unavailable.

CITY OF MISSION, KANSAS
Schedule of City's Proportionate Share of the Collective Net Pension Liability
Kansas Public Employees Retirement System
Last Six Fiscal Years¹

	2020		2019		2018		2017		2016		2015	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
City's proportion of the collective net pension liability	0.136%	0.355%	0.112%	0.357%	0.121%	0.345%	0.119%	0.360%	0.121%	0.357%	0.121%	0.354%
City's proportionate share of the net pension liability	\$ 2,362,346	\$ 4,372,136	\$ 1,564,764	\$ 3,616,206	\$ 1,685,259	\$ 3,320,799	\$ 1,725,733	\$ 3,377,855	\$ 1,870,018	\$ 3,319,196	\$ 1,588,416	\$ 2,569,469
City's covered payroll ²	\$ 2,507,064	\$ 1,969,894	\$ 2,075,917	\$ 1,919,377	\$ 2,164,266	\$ 1,786,086	\$ 2,113,273	\$ 1,799,123	\$ 2,048,888	\$ 1,796,206	\$ 2,047,740	\$ 1,613,584
City's proportionate share of the net pension liability as a percentage of its covered payroll	94.23%	221.95%	75.38%	188.41%	77.87%	185.93%	81.66%	187.75%	91.27%	184.79%	77.57%	159.24%
Plan fiduciary net position as a percentage of the total pension liability	70.77%	66.81%	75.02%	71.22%	74.22%	71.53%	72.15%	70.99%	68.55%	69.30%	71.98%	74.60%

¹ GASB 68 requires the presentation of 10 years. Data was not available prior to fiscal year 2015. Therefore, 10 years of data is unavailable.

² Covered payroll corresponds to the measurement date for the year ended June 30.

CITY OF MISSION, KANSAS
Schedule of City's Contributions
Kansas Public Employees Retirement System
Last Six Fiscal Years¹

	2020		2019		2018		2017		2016		2015	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
Contractually required contribution	\$ 242,655	\$ 417,037	\$ 226,244	\$ 432,079	\$ 199,116	\$ 373,428	\$ 175,703	\$ 326,539	\$ 194,456	\$ 362,921	\$ 194,783	\$ 351,871
Contributions in relation to the contractually required contribution	242,655	417,037	226,244	432,079	199,116	373,428	175,703	326,539	194,456	362,921	194,783	351,871
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 2,482,442	\$ 1,901,842	\$ 2,309,138	\$ 1,954,501	\$ 2,155,668	\$ 1,876,016	\$ 2,076,861	\$ 1,715,917	\$ 2,118,261	\$ 1,777,281	\$ 2,054,675	\$ 1,647,336
Contributions as a percentage of covered payroll	9.77%	21.93%	9.80%	22.11%	9.24%	19.91%	8.46%	19.03%	9.18%	20.42%	9.48%	21.36%

¹ GASB 68 requires the presentation of 10 years. Data was not available prior to fiscal year 2015. Therefore, 10 years of data is unavailable.

OTHER SUPPLEMENTARY INFORMATION

CITY OF MISSION, KANSAS
COMBINING BALANCE SHEET
GENERAL FUND
December 31, 2020

	General	Municipal Court	Total
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and investments	\$ 4,199,439	\$ -	\$ 4,199,439
Restricted cash and investments	-	36,121	36,121
Receivables:			
Taxes	3,984,446	-	3,984,446
Due from other funds	23,295	-	23,295
Other	118,456	-	118,456
Land held for resale	100,000	-	100,000
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 8,425,636</u>	<u>\$ 36,121</u>	<u>\$ 8,461,757</u>
Liabilities, deferred inflows of resources, and fund balances:			
Liabilities:			
Accounts payable	\$ 211,838	\$ -	\$ 211,838
Accrued liabilities	195,525	-	195,525
Due to other funds	774	-	774
Payable from restricted assets:			
Municipal court bonds	-	36,121	36,121
Unearned revenue	28,400	-	28,400
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>436,537</u>	<u>36,121</u>	<u>472,658</u>
Deferred inflows of resources:			
Unavailable revenue - property taxes	2,940,512	-	2,940,512
	<u> </u>	<u> </u>	<u> </u>
Fund balances:			
Committed	184,404	-	184,404
Assigned	428,835	-	428,835
Unassigned	4,435,348	-	4,435,348
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>5,048,587</u>	<u>-</u>	<u>5,048,587</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 8,425,636</u>	<u>\$ 36,121</u>	<u>\$ 8,461,757</u>

CITY OF MISSION, KANSAS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 GENERAL FUND
 Year Ended December 31, 2020

	General	Municipal Court	Total
Revenues:			
Taxes	\$ 9,243,775	\$ -	\$ 9,243,775
Intergovernmental	79,553	-	79,553
Licenses and permits	155,331	-	155,331
Charges for services	657,528	-	657,528
Fines and fees	793,465	-	793,465
Interest	13,067	-	13,067
Miscellaneous	672,904	-	672,904
Total revenues	11,615,623	-	11,615,623
Expenditures:			
Current:			
General government	2,383,991	-	2,383,991
Public safety	3,827,951	-	3,827,951
Public works	2,004,228	-	2,004,228
Culture and recreation	2,122,427	-	2,122,427
Capital outlay	924,445	-	924,445
Debt service:			
Principal	206,535	-	206,535
Interest and other charges	13,190	-	13,190
Total expenditures	11,482,767	-	11,482,767
Excess of revenues over expenditures	132,856	-	132,856
Other financing sources (uses):			
Transfers out	(1,117,107)	-	(1,117,107)
Leases (as lessee)	420,000	-	420,000
Total other financing sources (uses)	(697,107)	-	(697,107)
Net change in fund balances	(564,251)	-	(564,251)
Fund balances, beginning	5,612,838	-	5,612,838
Fund balances, ending	\$ 5,048,587	\$ -	\$ 5,048,587

CITY OF MISSION, KANSAS
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

1. **Special Alcohol Fund** – established to account for one-third of the Alcohol Tax Funds sent to the City quarterly from the State Treasurer’s office, and to disperse monies that are allocated yearly for distribution to agencies that are approved by the City Council in specified amounts on a yearly basis.
2. **Special Parks and Recreation Fund** – established to account for one-third of the Alcohol Tax Funds that are sent to the City quarterly by the State Treasurer’s office which are computed in compliance with K.S.A. Supp. 79-41A04 et seq., representing tax receipts and adjustments processed by the Department of Revenue.
3. **Special Law Enforcement Fund** – established to provide a depository for monies forfeited to the police department pursuant to provisions of K.S.A. 65-4135 and 65-4156 relating to controlled substance investigation forfeitures. Expenditures from this fund are made only for authorized law enforcement purposes of the police department. Monies in the fund are not to be used for normal operating expenses of the City’s police department.
4. **Special Highway Fund** – established to account for monies sent quarterly from the State Treasurer’s office which are the Special City and County Highway Fund distributed and computed in compliance with K.S.A. 79-3425C.
5. **School District Sales Tax Fund** – established to account for the City’s portion of sales tax monies received as a result of a 1/8 cent sales tax granted to schools by Johnson County voters in 2002. The sales tax is no longer being collected.
6. **Mission Convention and Visitors Bureau Fund** – established to account for transient guest tax receipts.
7. **Donations and Gifts Fund** – established to account for donations and gifts from businesses, groups and individuals.
8. **Rock Creek Drainage District #1 Fund** – established to account for the Rock Creek Drainage District #1.
9. **Rock Creek Drainage District #2 Fund** – established to account for the Rock Creek Drainage District #2.
10. **Mission Crossing TIF Fund** – established to account for the property tax and sales tax that is generated from the development of the Mission Crossing Shopping Center and Welstone senior independent living facility. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes) and K.S.A. 12-6a26 (Community Improvement District Act).
11. **Silvercrest TIF Fund** – established to account for the property tax and sales tax that is generated from the Silvercrest at Broadmoor redevelopment district. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes) and K.S.A. 12-6a26 (Community Improvement District Act).

CITY OF MISSION, KANSAS
NONMAJOR GOVERNMENTAL FUNDS
(Continued)

12. **Cornerstone Commons CID Fund** – established to account for a 1% Community Improvement District (CID) sales tax that is generated from retailers located within the Cornerstone Commons CID. This sales tax is remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-6a26 (Community Improvement District Act).
13. **Mission Trail TIF Fund** – established to account for new (or incremental) property tax generated from the redevelopment of a parcel of property at 6201 Johnson Drive. The redevelopment consisted of the demolition of a two-story office building constructed on the parcel in the 1960s and construction of a new, five-story multi-family housing development. The development includes 201 studio, one- and two-bedroom apartment units and a four-level parking structure with 285 spaces. The incremental property tax is remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-770 (Tax Increment Finance Statutes).
14. **Transportation Utility Fund** – established to account for the transportation utility charges received based on an estimated land use formula per parcel to fund street and other transportation related improvements.
15. **Mission Farm and Flower Market Fund** – established to account for the Mission Farm and Flower Market.

CAPITAL PROJECTS FUND

1. **Equipment Reserve and Replacement Fund** – established to account for reserves and funding for major capital equipment purchase, upgrades, and replacements.

CITY OF MISSION, KANSAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2020

	Special Revenue Funds					
	Special Alcohol	Special Parks and Recreation	Special Law Enforcement	Special Highway	School District Sales Tax	Mission Convention and Visitors Bureau
Assets:						
Cash and investments	\$ 117,035	\$ 106,365	\$ 18,038	\$ 358,189	\$ 18,163	\$ 68,080
Receivables:						
Taxes	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Other	-	-	-	65,109	-	-
Total assets	<u>\$ 117,035</u>	<u>\$ 106,365</u>	<u>\$ 18,038</u>	<u>\$ 423,298</u>	<u>\$ 18,163</u>	<u>\$ 68,080</u>
Liabilities, deferred inflows of resources, and fund balances:						
Liabilities:						
Accounts payable	\$ 6,838	\$ -	\$ -	\$ -	\$ -	\$ 4,993
Deferred inflows of resources:						
Unavailable revenue - property taxes	-	-	-	-	-	-
Fund balances:						
Restricted	110,197	106,365	18,038	423,298	18,163	63,087
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>110,197</u>	<u>106,365</u>	<u>18,038</u>	<u>423,298</u>	<u>18,163</u>	<u>63,087</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 117,035</u>	<u>\$ 106,365</u>	<u>\$ 18,038</u>	<u>\$ 423,298</u>	<u>\$ 18,163</u>	<u>\$ 68,080</u>

(Continued)

CITY OF MISSION, KANSAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
December 31, 2020

	Special Revenue Funds					
	Donations and Gifts	Rock Creek Drainage District #1	Rock Creek Drainage District #2	Mission Crossing TIF	Silvercrest TIF	Cornerstone Commons CID
Assets:						
Cash and investments	\$ 48,771	\$ 12,857	\$ 21,570	\$ 70,167	\$ 551	\$ 11,871
Receivables:						
Taxes	-	25,038	77,424	232,899	2,694	11,463
Due from other funds	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total assets	<u>\$ 48,771</u>	<u>\$ 37,895</u>	<u>\$ 98,994</u>	<u>\$ 303,066</u>	<u>\$ 3,245</u>	<u>\$ 23,334</u>
Liabilities, deferred inflows of resources, and fund balances:						
Liabilities:						
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 286,432</u>	<u>\$ -</u>	<u>\$ 16,523</u>
Deferred inflows of resources:						
Unavailable revenue - property taxes	<u>-</u>	<u>25,038</u>	<u>77,424</u>	<u>201,095</u>	<u>2,694</u>	<u>-</u>
Fund balances:						
Restricted	48,771	-	-	-	-	-
Committed	-	12,857	21,570	-	551	6,811
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	(184,461)	-	-
Total fund balances	<u>48,771</u>	<u>12,857</u>	<u>21,570</u>	<u>(184,461)</u>	<u>551</u>	<u>6,811</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 48,771</u>	<u>\$ 37,895</u>	<u>\$ 98,994</u>	<u>\$ 303,066</u>	<u>\$ 3,245</u>	<u>\$ 23,334</u>

(Continued)

CITY OF MISSION, KANSAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
December 31, 2020

	Special Revenue Funds			Capital Projects	Total Nonmajor Governmental Funds
	Mission Trails TIF	Transportation Utility	Mission Farm and Flower Market	Equipment Reserve and Replacement	
Assets:					
Cash and investments	\$ -	\$ 13,795	\$ 16,687	\$ 486,594	\$ 1,368,733
Receivables:					
Taxes	143,019	-	-	-	492,537
Due from other funds	-	-	774	-	774
Other	-	-	-	-	65,109
Total assets	<u>\$ 143,019</u>	<u>\$ 13,795</u>	<u>\$ 17,461</u>	<u>\$ 486,594</u>	<u>\$ 1,927,153</u>
Liabilities, deferred inflows of resources, and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 191	\$ -	\$ 314,977
Deferred inflows of resources:					
Unavailable revenue - property taxes	<u>143,019</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>449,270</u>
Fund balances:					
Restricted	-	-	-	-	787,919
Committed	-	13,795	17,270	287,314	360,168
Assigned	-	-	-	199,280	199,280
Unassigned	-	-	-	-	(184,461)
Total fund balances	<u>-</u>	<u>13,795</u>	<u>17,270</u>	<u>486,594</u>	<u>1,162,906</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 143,019</u>	<u>\$ 13,795</u>	<u>\$ 17,461</u>	<u>\$ 486,594</u>	<u>\$ 1,927,153</u>

CITY OF MISSION, KANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended December 31, 2020

	Special Revenue Funds					
	Special Alcohol	Special Parks and Recreation	Special Law Enforcement	Special Highway	School District Sales Tax	Mission Convention and Visitors Bureau
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,192
Intergovernmental	73,607	73,607	-	257,034	-	-
Charges for services	-	-	-	-	-	-
Fines and fees	-	-	1,221	-	-	-
Interest	-	163	-	484	42	132
Miscellaneous	-	-	-	-	-	5,038
Total revenues	73,607	73,770	1,221	257,518	42	63,362
Expenditures:						
Current:						
General government	89,612	-	-	-	-	73,078
Public works	-	-	-	124,163	-	-
Culture and recreation	-	2,595	-	-	-	-
Capital outlay	-	-	10,520	-	-	-
Debt service:						
Principal	-	65,470	-	-	-	-
Interest	-	2,078	-	-	-	-
Total expenditures	89,612	70,143	10,520	124,163	-	73,078
Excess (deficiency) of revenues over (under) expenditures	(16,005)	3,627	(9,299)	133,355	42	(9,716)
Other financing sources (uses):						
Transfer out	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	(16,005)	3,627	(9,299)	133,355	42	(9,716)
Fund balances, beginning	126,202	102,738	27,337	289,943	18,121	72,803
Fund balances, ending	\$ 110,197	\$ 106,365	\$ 18,038	\$ 423,298	\$ 18,163	\$ 63,087

(Continued)

CITY OF MISSION, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 (Continued)
 Year Ended December 31, 2020

	Special Revenue Funds				
	Donations and Gifts	Rock Creek Drainage District #1	Rock Creek Drainage District #2	Mission Crossing TIF	Cornerstone Commons CID
Revenues:					
Taxes	\$ -	\$ 4,348	\$ 83,088	\$ 384,208	\$ 66,562
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and fees	-	-	-	-	-
Interest	-	25	148	-	-
Miscellaneous	10,000	-	-	-	-
Total revenues	10,000	4,373	83,236	384,208	66,562
Expenditures:					
Current:					
General government	-	-	-	419,110	68,767
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	-	-	-	419,110	68,767
Excess (deficiency) of revenues over (under) expenditures	10,000	4,373	83,236	(34,902)	(2,205)
Other financing sources (uses):					
Transfer out	-	(3,000)	(85,000)	-	-
Sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	-	(3,000)	(85,000)	-	-
Net change in fund balances	10,000	1,373	(1,764)	(34,902)	(2,205)
Fund balances, beginning	38,771	11,484	23,334	(149,559)	9,016
Fund balances, ending	\$ 48,771	\$ 12,857	\$ 21,570	\$ (184,461)	\$ 6,811

(Continued)

CITY OF MISSION, KANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
Year Ended December 31, 2020

	Special Revenue Funds			Capital Projects	
	Mission Trails TIF	Transportation Utility	Mission Farm and Flower Market	Equipment Reserve and Replacement	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 596,730
Intergovernmental	-	-	-	-	404,248
Charges for services	-	-	1,500	-	1,500
Fines and fees	-	540	-	-	1,761
Interest	-	36	-	984	2,014
Miscellaneous	-	-	660	1,000	16,698
Total revenues	-	576	2,160	1,984	1,022,951
Expenditures:					
Current:					
General government	-	-	1,181	-	651,748
Public works	-	-	-	83,484	207,647
Culture and recreation	-	-	-	-	2,595
Capital outlay	-	-	-	-	10,520
Debt service:					
Principal	-	-	-	-	65,470
Interest	-	-	-	-	2,078
Total expenditures	-	-	1,181	83,484	940,058
Excess (deficiency) of revenues over (under) expenditures	-	576	979	(81,500)	82,893
Other financing sources (uses):					
Transfer out	-	-	-	-	(88,000)
Sale of capital assets	-	-	-	91,635	91,635
Total other financing sources (uses)	-	-	-	91,635	(88,000)
Net change in fund balances	-	576	979	10,135	86,528
Fund balances, beginning	-	13,219	16,291	476,459	1,076,378
Fund balances, ending	\$ -	\$ 13,795	\$ 17,270	\$ 486,594	\$ 1,162,906

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
PARKS AND RECREATION SALES TAX FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 875,000	\$ 956,626	\$ 81,626
Interest	12,000	2,003	(9,997)
Total revenues	887,000	958,629	71,629
Expenditures:			
Capital outlay	676,600	247,520	429,080
Debt service	529,100	529,100	-
Contingency	60,000	-	60,000
Total expenditures	1,265,700	776,620	489,080
Net change in fund balance	(378,700)	182,009	560,709
Fund balance, beginning	825,257	1,115,006	289,749
Fund balance, ending	\$ 446,557	\$ 1,297,015	\$ 850,458

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
STREET SALES TAX FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 600,000	\$ 637,751	\$ 37,751
Interest	15,000	398	(14,602)
Total revenues	615,000	638,149	23,149
Expenditures:			
Capital outlay	375,000	-	375,000
Debt service	471,660	470,060	1,600
Total expenditures	846,660	470,060	376,600
Net change in fund balance	(231,660)	168,089	399,749
Fund balance, beginning	315,026	332,664	17,638
Fund balance, ending	\$ 83,366	\$ 500,753	\$ 417,387

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2020

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:				
Intergovernmental revenue	\$ 489,530	\$ 500,000	\$ 670,414	\$ 170,414
Interest	3,000	1,600	1,521	(79)
Miscellaneous	64,360	64,360	64,360	-
Total revenues	556,890	565,960	736,295	170,335
Expenditures:				
General government	-	255,000	254,296	704
Capital outlay	1,466,480	1,500,000	1,122,502	377,498
Debt service	550,838	551,000	550,838	162
Total expenditures	2,017,318	2,306,000	1,927,636	378,364
Excess (deficiency) of revenues over (under) expenditures	(1,460,428)	(1,740,040)	(1,191,341)	548,699
Other financing sources:				
Transfers in	1,258,575	1,307,525	1,315,682	8,157
Net change in fund balance	(201,853)	(432,515)	124,341	556,856
Fund balance, beginning	311,525	659,016	383,918	(275,098)
Fund balance, ending	\$ 109,672	\$ 226,501	\$ 508,259	\$ 281,758

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
SPECIAL ALCOHOL FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 85,000	\$ 73,607	\$ (11,393)
Expenditures:			
General government	96,000	89,612	6,388
Net change in fund balance	(11,000)	(16,005)	(5,005)
Fund balance, beginning	110,696	126,202	15,506
Fund balance, ending	<u>\$ 99,696</u>	<u>\$ 110,197</u>	<u>\$ 10,501</u>

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
SPECIAL PARKS AND RECREATION FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 85,000	\$ 73,607	\$ (11,393)
Interest	200	163	(37)
Total revenues	85,200	73,770	(11,430)
Expenditures:			
Culture and recreation	-	2,595	(2,595)
Capital outlay	50,000	-	50,000
Debt service	67,655	67,548	107
Total expenditures	117,655	70,143	47,512
Net change in fund balance	(32,455)	3,627	36,082
Fund balance, beginning	48,346	102,738	54,392
Fund balance, ending	\$ 15,891	\$ 106,365	\$ 90,474

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
SPECIAL HIGHWAY FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 256,610	\$ 257,034	\$ 424
Interest	100	484	384
Total revenues	<u>256,710</u>	<u>257,518</u>	<u>808</u>
Expenditures:			
Public works	<u>250,000</u>	<u>124,163</u>	<u>125,837</u>
Net change in fund balance	6,710	133,355	126,645
Fund balance, beginning	<u>55,006</u>	<u>289,943</u>	<u>234,937</u>
Fund balance, ending	<u><u>\$ 61,716</u></u>	<u><u>\$ 423,298</u></u>	<u><u>\$ 361,582</u></u>

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
MISSION CONVENTION AND VISITORS BUREAU FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 60,000	\$ 58,192	\$ (1,808)
Interest	500	132	(368)
Miscellaneous	35,000	5,038	(29,962)
Total revenues	95,500	63,362	(32,138)
Expenditures:			
General government	85,500	73,078	12,422
Capital outlay	10,000	-	10,000
Total expenditures	95,500	73,078	22,422
Net change in fund balance	-	(9,716)	(9,716)
Fund balance, beginning	121,343	72,803	(48,540)
Fund balance, ending	\$ 121,343	\$ 63,087	\$ (58,256)

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
ROCK CREEK DRAINAGE DISTRICT #1 FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 22,458	\$ 4,348	\$ (18,110)
Interest	-	25	25
Total revenues	22,458	4,373	(18,085)
Expenditures:			
Contingency	31,000	-	31,000
Excess (deficiency) of revenues over (under) expenditures	(8,542)	4,373	12,915
Other financing uses:			
Transfers out	(3,000)	(3,000)	-
Net change in fund balance	(11,542)	1,373	12,915
Fund balance, beginning	11,542	11,484	(58)
Fund balance, ending	\$ -	\$ 12,857	\$ 12,857

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
ROCK CREEK DRAINAGE DISTRICT #2 FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 82,826	\$ 83,088	\$ 262
Interest	100	148	48
Total revenues	82,926	83,236	310
Expenditures:			
Contingency	10,500	-	10,500
Excess of revenues over expenditures	72,426	83,236	10,810
Other financing uses:			
Transfers out	(90,000)	(85,000)	5,000
Net change in fund balance	(17,574)	(1,764)	15,810
Fund balance, beginning	17,574	23,334	5,760
Fund balance, ending	\$ -	\$ 21,570	\$ 21,570

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
MISSION CROSSING TIF FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 179,319	\$ 384,208	\$ 204,889
Expenditures:			
General government	370,000	419,110	(49,110)
Net change in fund balance	(190,681)	(34,902)	155,779
Fund balance, beginning	8,439	(149,559)	(157,998)
Fund balance, ending	<u>\$ (182,242)</u>	<u>\$ (184,461)</u>	<u>\$ (2,219)</u>

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
CORNERSTONE COMMONS CID FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 70,000	\$ 66,562	\$ (3,438)
Expenditures:			
General government	70,500	68,767	1,733
Net change in fund balance	(500)	(2,205)	(1,705)
Fund balance, beginning	3,533	9,016	5,483
Fund balance, ending	<u>\$ 3,033</u>	<u>\$ 6,811</u>	<u>\$ 3,778</u>

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
EQUIPMENT RESERVE AND REPLACEMENT FUND
Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Interest	\$ 9,500	\$ 984	\$ (8,516)
Miscellaneous	-	1,000	1,000
Total revenues	9,500	1,984	(7,516)
Expenditures:			
Public works	-	83,484	(83,484)
Capital outlay	300,000	199,280	100,720
Total expenditures	300,000	282,764	100,720
Deficiency of revenues under expenditures	(290,500)	(280,780)	(109,236)
Other financing sources:			
Sale of general capital assets	40,000	91,635	51,635
Net change in fund balance	(250,500)	(189,145)	61,355
Fund balance, beginning	466,091	476,459	10,368
Fund balance, ending	<u>\$ 215,591</u>	<u>287,314</u>	<u>\$ 71,723</u>
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received		<u>199,280</u>	
Fund balance on the basis of GAAP		<u>\$ 486,594</u>	

CITY OF MISSION, KANSAS

CUSTODIAL FUNDS

Custodial funds are used to account for assets held by the City as a custodian for individuals, private organizations, and other governments.

1. **License Reinstatement Fees Fund** – established to account for amounts collected through the court for driver's license reinstatement fees due to the State of Kansas.
2. **Alcohol and Drug Safety Fund** – established to account for monies collected and paid for Driving Under the Influence evaluations.
3. **Cafeteria Plan Fund** – established to account for monies collected for employee cafeteria plan contributions.

CITY OF MISSION, KANSAS
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 December 31, 2020

	License Reinstatement Fees	Alcohol and Drug Safety	Cafeteria Plan	Total Custodial Funds
Assets:				
Cash and investments	\$ 1,424	\$ 11,791	\$ 40,595	\$ 53,810
Net position:				
Restricted for individuals, organizations, and other governments	\$ 1,424	\$ 11,791	\$ 40,595	\$ 53,810

CITY OF MISSION, KANSAS
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 Year Ended December 31, 2020

	License Reinstatement Fees	Alcohol and Drug Safety	Cafeteria Plan	Total Custodial Funds
Additions:				
Employee contributions	\$ -	\$ -	\$ 48,810	\$ 48,810
Reinstatement fees	18,109	-	-	18,109
Judicial surcharge	4,818	-	-	4,818
Total additions	22,927	-	48,810	71,737
Deductions:				
Claims paid	-	-	46,905	46,905
Administration purchases	-	8,908	-	8,908
Reinstatement fee remittance	18,855	-	-	18,855
Judicial surcharge remittance	5,016	-	-	5,016
Total deductions	23,871	8,908	46,905	79,684
Net change in fiduciary net position	(944)	(8,908)	1,905	(7,947)
Net position, beginning	2,368	20,699	38,690	61,757
Net position, ending	\$ 1,424	\$ 11,791	\$ 40,595	\$ 53,810

CITY OF MISSION, KANSAS

Statistical Section

This part of the City of Mission's *Comprehensive Annual Financial Report* presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economical Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report related to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year.

CITY OF MISSION, KANSAS
NET POSITION BY COMPONENT
LAST TEN YEARS
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities:										
Net investment in capital										
assets	\$ 25,521,486	\$ 26,771,829	\$ 24,709,361	\$ 31,231,003	\$ 34,647,991	\$ 36,242,192	\$ 38,141,953	\$ 41,312,063	\$ 40,320,221	\$ 46,718,202
Restricted	550,988	63,337	5,682	672,282	738,850	676,572	327,129	486,810	675,915	787,919
Unrestricted	1,844,275	3,336,675	7,429,857	4,058,231	541,312	1,744,530	1,264,295	10,968,903	15,269,698	11,697,100
Total net position	<u>\$ 27,916,749</u>	<u>\$ 30,171,841</u>	<u>\$ 32,144,900</u>	<u>\$ 35,961,516</u>	<u>\$ 35,928,153</u>	<u>\$ 38,663,294</u>	<u>\$ 39,733,377</u>	<u>\$ 52,767,776</u>	<u>\$ 56,265,834</u>	<u>\$ 59,203,221</u>

Source: City of Mission, Kansas Basic Financial Statements.

CITY OF MISSION, KANSAS
CHANGES IN NET POSITION
LAST TEN YEARS
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental activities:										
General government	\$ 2,964,860	\$ 2,376,085	\$ 2,200,521	\$ 2,480,810	\$ 2,617,020	\$ 2,599,590	\$ 3,499,029	\$ 4,628,089	\$ 3,472,222	\$ 3,455,429
Public safety	3,791,275	3,725,913	3,690,037	3,774,245	3,539,822	4,135,349	3,733,032	3,989,831	4,351,828	4,484,731
Public works	3,332,773	3,306,786	3,448,002	3,263,297	3,562,734	3,606,294	3,643,160	3,638,008	3,981,986	3,959,532
Culture and recreation	2,607,459	2,635,617	2,683,576	2,695,856	2,647,417	2,801,261	2,968,348	3,322,745	3,295,074	2,710,090
Interest on long-term debt	974,679	1,055,632	1,256,986	1,483,825	959,983	887,504	569,058	613,042	673,385	652,236
Total primary government expenses	13,671,046	13,100,033	13,279,122	13,698,033	13,326,976	14,029,998	14,412,627	16,191,715	15,774,495	15,262,018
Program revenues										
Governmental activities:										
Charges for services:										
General government	781,913	494,255	609,511	663,866	608,814	701,862	656,319	663,702	679,353	680,746
Public safety	1,640,415	1,868,248	1,528,186	1,462,936	1,345,844	1,253,047	1,622,400	1,396,353	1,434,390	880,172
Public works	2,432,511	2,461,655	2,871,020	2,826,091	2,855,225	2,532,476	2,571,224	2,706,837	2,588,724	2,519,498
Culture and recreation	1,559,797	1,776,706	1,776,706	1,808,576	1,846,807	1,913,634	1,799,660	1,758,575	1,789,978	657,528
Operating grants and contributions:										
General government	-	-	-	-	-	-	17,438	13,795	52,767	15,038
Public safety	46,848	55,474	57,824	47,323	70,816	75,844	84,694	80,109	88,603	382,524
Public works	2,308,031	492,870	1,070,856	1,988,215	2,019,400	398,346	991,936	416,396	871,947	1,123,523
Total primary government program revenues	8,769,515	7,149,208	7,914,103	8,797,007	8,746,906	6,875,209	7,743,671	7,035,767	7,505,762	6,259,029
Total primary government net (expense)	(4,901,531)	(5,950,825)	(5,365,019)	(4,901,026)	(4,580,070)	(7,154,789)	(6,668,956)	(9,155,948)	(8,268,733)	(9,002,989)
General revenues and other changes in net position										
Governmental activities:										
Taxes:										
Property	1,449,265	1,383,258	1,397,123	1,420,765	2,423,438	2,839,599	2,597,195	2,780,954	3,058,427	2,954,509
Sales	4,057,445	4,040,247	4,942,079	5,744,564	5,711,057	5,870,341	6,380,670	6,756,072	6,961,735	7,173,991
Transient guest	20,642	11,498	20,268	23,893	36,785	43,835	64,160	61,384	51,270	58,192
Motor vehicle	159,717	125,721	130,868	134,758	156,487	157,488	229,186	243,911	241,875	237,105
Franchise	1,014,732	968,696	1,022,854	1,036,905	1,009,649	1,024,850	1,061,940	1,155,820	1,024,697	1,011,085
Investment earnings	2,348	4,227	3,214	1,954	2,404	4,616	41,337	112,216	221,980	35,790
Miscellaneous	159,835	399,104	368,921	378,658	553,144	314,640	354,234	544,623	162,000	378,069
Gain on sale of capital assets	-	-	-	-	-	-	-	-	44,807	91,635
Total primary government	6,863,984	6,932,751	7,885,327	8,741,497	9,892,964	10,255,369	10,728,722	11,654,980	11,766,791	11,940,376
Change in net position governmental activities	\$ 1,962,453	\$ 981,926	\$ 2,520,308	\$ 3,840,471	\$ 5,312,894	\$ 3,100,580	\$ 4,059,766	\$ 2,499,032	\$ 3,498,058	\$ 2,937,387

Source: City of Mission, Kansas Basic Financial Statements.

CITY OF MISSION, KANSAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General fund:										
Unassigned	\$ 1,335,927	\$ 1,340,574	\$ 1,551,771	\$ 2,341,433	\$ 2,860,180	\$ 3,214,825	\$ 4,239,499	\$ 4,984,889	\$ 4,927,832	\$ 4,435,348
Assigned	-	-	-	122,279	-	287,198	346,192	229,000	519,488	428,835
Committed	-	-	-	-	-	96,436	415,232	129,463	165,518	184,404
Total general fund	<u>\$ 1,335,927</u>	<u>\$ 1,340,574</u>	<u>\$ 1,551,771</u>	<u>\$ 2,463,712</u>	<u>\$ 2,860,180</u>	<u>\$ 3,598,459</u>	<u>\$ 5,000,923</u>	<u>\$ 5,343,352</u>	<u>\$ 5,612,838</u>	<u>\$ 5,048,587</u>
All other governmental funds										
Restricted	\$ 2,093,006	\$ 4,989,510	\$ 10,353,222	\$ 1,695,376	\$ 1,332,431	\$ 1,982,634	\$ 327,129	\$ 486,810	\$ 675,915	\$ 787,919
Committed	3,721	5,610	15,566	60,615	42,829	33,434	1,644,131	4,538,874	8,191,754	4,505,685
Assigned	-	-	-	63,100	-	-	220,000	-	295,684	199,280
Unassigned	-	(48,129)	(46,223)	(45,010)	(41,720)	(30,882)	(27,179)	(149,768)	(161,521)	(207,756)
Total all other governmental funds	<u>\$ 2,096,727</u>	<u>\$ 4,946,991</u>	<u>\$ 10,322,565</u>	<u>\$ 1,774,081</u>	<u>\$ 1,333,540</u>	<u>\$ 1,985,186</u>	<u>\$ 2,164,081</u>	<u>\$ 4,875,916</u>	<u>\$ 9,001,832</u>	<u>\$ 5,285,128</u>

Source: City of Mission, Kansas Basic Financial Statements.

Note: In 2013, the City issued Series 2013A, 2013B, and 2013C General Obligation bonds for a total issuance of \$ 9,670,000.

In 2019, the City issued Series 2019A General Obligation bonds in the amount of \$ 3,470,000.

In 2020, the City issued Series 2020A General Obligation bonds in the amount of \$ 6,020,000.

CITY OF MISSION, KANSAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes	\$ 6,690,601	\$ 6,571,139	\$ 7,514,184	\$ 8,329,707	\$ 8,440,524	\$ 9,772,782	\$ 10,333,151	\$ 10,998,141	\$ 11,338,004	\$ 11,434,882
Special assessments	11,200	10,426	-	-	-	-	-	-	-	-
Intergovernmental	2,354,879	548,344	1,128,680	2,035,538	2,090,216	474,190	1,076,630	496,505	960,550	1,203,076
Licenses and permits	158,156	134,743	198,191	135,133	141,750	152,245	162,439	155,469	155,897	155,331
Charges for services	4,616,065	4,597,873	5,059,046	5,163,400	5,169,096	4,995,727	4,864,764	4,973,644	4,902,157	3,702,441
Fines and fees	1,640,415	1,868,248	1,528,186	1,462,936	1,345,844	1,253,047	1,622,400	1,406,735	1,372,590	795,226
Special assessments	-	-	-	-	-	-	-	1,498,990	599,596	599,596
Interest	2,348	4,227	3,214	1,954	2,404	4,616	41,337	112,216	221,980	35,790
Miscellaneous	187,679	428,373	399,687	410,738	587,139	350,375	329,377	569,918	318,073	756,652
Total revenues	15,661,343	14,163,373	15,831,188	17,539,406	17,776,973	17,002,982	18,430,098	20,211,618	19,868,847	18,682,994
Expenditures:										
General government	1,925,928	1,721,635	1,817,454	1,876,551	2,047,368	1,921,928	3,396,458	3,585,610	3,764,992	3,912,555
Public safety	3,710,722	3,652,781	3,540,422	3,667,321	3,480,670	3,868,458	3,457,920	3,756,157	3,983,436	3,827,951
Public works	2,113,493	2,048,877	2,005,594	1,926,534	2,195,809	1,841,605	2,132,215	2,007,478	1,901,473	2,407,486
Culture and recreation	2,434,362	2,407,179	2,418,064	2,421,207	2,268,368	2,440,954	2,504,971	2,637,958	2,703,683	2,125,022
Capital outlay	5,545,434	2,244,246	6,761,526	8,912,494	3,225,688	1,735,962	1,974,163	1,099,691	3,055,848	6,757,696
Debt service:										
Principal	2,976,408	2,450,000	2,420,000	19,399,203	3,979,313	3,245,596	3,438,471	3,556,090	3,537,335	3,671,912
Interest and other charges	1,047,541	1,143,744	1,253,371	1,370,028	1,013,218	926,474	850,807	751,838	748,605	872,102
Total expenditures	19,753,888	15,668,462	20,216,431	39,573,338	18,210,434	15,980,977	17,755,005	17,394,822	19,695,372	23,574,724
Excess of revenues over (under) expenditures	(4,092,545)	(1,505,089)	(4,385,243)	(22,033,932)	(433,461)	1,022,005	675,093	2,816,796	173,475	(4,891,730)
Other financing sources (uses):										
Transfers in	1,250,000	682,000	325,557	351,450	1,339,356	1,181,764	1,334,887	1,478,111	1,763,148	1,488,682
Transfers out	(1,250,000)	(682,000)	(325,557)	(351,450)	(1,339,356)	(1,181,764)	(1,334,887)	(1,478,111)	(1,763,148)	(1,488,682)
Issuance of debt - bonds	4,925,000	4,360,000	9,670,000	13,830,000	-	-	-	-	3,470,000	6,020,000
Bond premium	-	-	302,014	418,111	-	-	-	-	707,120	329,140
Issuance of debt - leases	520,911	-	-	190,000	389,388	367,920	-	210,000	-	420,000
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	(6,250,000)
Sale of general capital assets	-	-	-	-	-	-	121,340	27,468	44,807	91,635
Total other financing sources (uses)	5,445,911	4,360,000	9,972,014	14,438,111	389,388	367,920	121,340	237,468	4,221,927	610,775
Net change in fund balances	\$ 1,353,366	\$ 2,854,911	\$ 5,586,771	\$ (7,595,821)	\$ (44,073)	\$ 1,389,925	\$ 796,433	\$ 3,054,264	\$ 4,395,402	\$ (4,280,955)
Debt service as a percentage of noncapital expenditures	26.49%	25.62%	26.84%	66.36%	31.86%	27.88%	27.18%	26.44%	25.76%	27.02%

Source: City of Mission, Kansas Basic Financial Statements.

CITY OF MISSION, KANSAS
GENERAL GOVERNMENT TAX REVENUES BY SOURCE
LAST TEN YEARS

Fiscal Year December 31,	Property Tax	City Sales Tax	City Use Tax	County Sales Tax	County Use Tax	Transient Guest Tax	Development District Tax	Franchise Tax	Total
2011	\$ 1,597,782	\$ 2,564,793	\$ 379,031	\$ 938,788	\$ 174,833	\$ 20,642	\$ -	\$ 1,014,732	\$ 6,690,601
2012	1,550,697	2,482,815	372,011	1,002,287	174,692	11,498	-	977,139	6,571,139
2013	1,528,984	3,143,802	502,158	1,015,709	174,756	20,268	-	1,128,507	7,514,184
2014	1,524,678	3,700,732	1,003,224	876,568	163,707	23,893	-	1,036,905	8,329,707
2015	1,683,032	3,739,017	914,404	886,416	171,221	36,785	-	1,009,649	8,440,524
2016	2,833,757	3,731,155	821,687	982,627	199,878	43,835	134,993	1,024,850	9,772,782
2017	2,826,381	3,939,487	946,090	1,120,687	235,966	64,160	138,440	1,061,940	10,333,151
2018	3,024,865	4,005,307	1,178,272	1,178,715	250,573	61,384	143,205	1,155,820	10,998,141
2019	3,300,302	4,191,837	1,157,133	1,185,120	265,393	51,270	162,252	1,024,697	11,338,004
2020	3,191,614	4,143,192	1,399,244	1,145,902	314,266	58,192	171,387	1,011,085	11,434,882

Source: City of Mission, Kansas Basic Financial Statements.

CITY OF MISSION, KANSAS
LOCAL SALES AND CONSUMPTION TAX COLLECTIONS
LAST TEN YEARS
December 31, 2020

Category	2011	2012	2013	2014	2015	2016 ⁽¹⁾	2017	2018	2019	2020
Auto sales, repairs and parts	\$ 336,701	\$ 232,132	\$ 213,482	\$ 228,554	\$ 300,907	\$ 291,347	\$ 313,159	\$ 359,427	\$ 390,075	\$ 363,664
Clothing, department and shoe stores	438,675	453,851	583,131	682,553	655,278	758,033	794,015	846,658	840,999	964,261
Building construction, repairs, and maintenance	53,265	58,198	60,187	92,319	143,443	125,380	195,077	193,325	195,147	213,745
Grocery and drug stores	449,708	431,180	535,619	620,021	593,849	678,796	732,485	814,652	880,007	976,809
Medical	19,979	22,897	33,419	27,661	18,874	21,721	32,693	38,897	32,451	39,534
Hotels, restaurants and entertainment	431,435	412,674	469,695	648,415	638,244	791,752	822,731	876,828	909,456	840,892
Specialty	181,528	161,861	265,677	285,063	380,581	527,942	538,996	556,102	603,934	664,362
Utilities/communications	358,793	332,923	436,971	505,198	416,654	473,119	562,856	594,517	517,189	440,100
All other outlets	294,709	377,099	545,621	576,026	607,284	952,820	877,676	887,752	957,183	1,005,791
Total	<u>\$ 2,564,793</u>	<u>\$ 2,482,815</u>	<u>\$ 3,143,802</u>	<u>\$ 3,665,810</u>	<u>\$ 3,755,114</u>	<u>\$ 4,620,910</u>	<u>\$ 4,869,688</u>	<u>\$ 5,168,158</u>	<u>\$ 5,326,441</u>	<u>\$ 5,509,158</u>
<u>City Sales Tax Rates:</u>										
General sales tax	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Street sales tax (for 10 years)	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
Parks sales tax (for 10 years)	0.00%	0.00%	0.38%	0.38%	0.38%	0.38%	0.38%	0.38%	0.38%	0.38%
	1.25%	1.25%	1.63%	1.63%	1.63%	1.63%	1.63%	1.63%	1.63%	1.63%

Source: Kansas Department of Revenue.

(1) 2016 sales tax totals were corrected.

CITY OF MISSION, KANSAS
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE
 OF TAXABLE PROPERTY (1)
 LAST TEN YEARS

Year Ended December 31,		Real Property		Personal Property		Total Assessed Value	Estimated Actual Value	Ratio of Assessed Value to Estimated Actual Value	Total Direct Tax Rate (Per \$ 1,000)
Assessment Year	Budget Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2010	2011	\$ 115,357,123	\$ 862,419,740	\$ 2,594,652	\$ 8,648,840	\$ 117,951,775	\$ 871,068,580	13.54%	\$ 11.21
2011	2012	112,043,638	854,717,930	2,107,544	7,025,147	114,151,182	861,743,077	13.25%	11.37
2012	2013	112,122,375	848,855,960	1,725,925	5,753,083	113,848,300	854,609,043	13.32%	11.41
2013	2014	115,710,355	879,419,020	1,490,100	4,967,000	117,200,455	884,386,020	13.25%	11.41
2014	2015	120,318,510	910,954,710	1,270,673	4,235,577	121,589,183	915,190,287	13.29%	11.35
2015	2016	130,726,507	966,136,620	1,250,762	4,169,207	131,977,269	970,305,827	13.60%	18.23
2016	2017	138,659,697	1,026,050,700	1,000,871	3,336,237	139,660,568	1,029,386,937	13.57%	18.02
2017	2018	156,541,757	1,139,513,100	944,126	3,147,087	157,485,883	1,142,660,187	13.78%	17.97
2018	2019	160,063,474	1,200,820,720	842,751	2,809,170	160,906,225	1,203,629,890	13.37%	17.88
2019	2020	171,674,400	1,297,043,690	807,566	2,691,887	172,481,966	1,299,735,577	13.27%	17.16

(1) Information obtained from the Johnson County Records and Tax Administration Annual Abstract of Taxes.

CITY OF MISSION, KANSAS
PROPERTY TAX RATES PER \$ 1,000 OF ASSESSED VALUATION
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

Year Ended December 31,	City				Johnson County	Shawnee Mission School District	Johnson County Community College	Consolidated Fire District #2	Johnson County Library	Johnson County Parks and Recreation	Total
	General Fund	Storm Drain Fund	General Obligation Fund	Total Direct Rate							
2011	\$ 10.183	\$ -	\$ 1.030	\$ 11.213	\$ 17.748	\$ 57.192	\$ 8.799	\$ 10.074	\$ 3.158	\$ 2.350	\$ 110.534
2012	10.326	-	1.045	11.371	17.700	56.135	8.776	10.098	3.145	2.343	109.568
2013	10.361	-	1.049	11.410	17.700	56.135	8.776	10.098	3.145	2.343	109.607
2014	10.363	-	1.050	11.413	17.745	55.611	9.551	11.004	3.155	2.347	110.826
2015	11.354	-	-	11.354	17.764	55.911	9.461	11.003	3.157	2.349	110.999
2016	18.225	-	-	18.225	19.582	54.059	9.469	11.757	3.912	3.101	120.105
2017	18.019	-	-	18.019	19.590	54.940	9.473	11.789	3.915	3.102	120.828
2018	17.973	-	-	17.973	19.318	53.663	9.503	11.760	3.921	3.112	119.250
2019	17.878	-	-	17.878	19.024	52.427	9.266	11.750	3.901	3.088	117.334
2020	17.157	-	-	17.157	19.036	52.121	9.121	11.753	3.904	3.090	116.182

Information provided by the Johnson County, Kansas County Clerk's Tax Roll Press Release.

(1) Property Tax rates per \$ 1,000 of Assessed Valuation

CITY OF MISSION, KANSAS
PRINCIPAL PROPERTY TAXPAYERS
December 31, 2020 and Nine Years Ago

Taxpayer	2020			2011		
	Taxable Assessed Valuation	Rank	% of Total Assessed Valuation	Taxable Assessed Valuation	Rank	% of Total Assessed Valuation
Scriptpro	\$ 5,532,834	1	3.21%	\$ 4,672,362	1	3.88%
Tower Properties Company	3,480,245	2	2.02%	1,999,851	5	1.66%
SNH Medical Properties	3,434,191	3	1.99%			
Mission Apartments LLC	3,429,415	4	1.99%			
CAPROCQ Mission Corporate LLC	3,316,059	5	1.92%			
Target	3,312,146	6	1.92%	1,595,100	10	1.32%
Bridges at Foxridge NF L.L.C.	3,276,120	7	1.90%	1,708,555	8	1.42%
Silverwood Apartments, L.L.C.	3,206,200	8	1.86%			
Whispering Falls, L.L.C.	2,599,230	9	1.51%			
Foxfire Apartments	2,205,585	10	1.28%			
CAPROCQ KC Mission, L.L.C.	2,200,169	11	1.28%			
Block Properties Company	2,110,673	12	1.22%	1,655,251	9	1.37%
Mission Mart Shopping Center	1,959,436	13	1.14%	1,724,137	7	1.43%
Bannister Realty Company, Inc				2,507,751	2	2.08%
Southwestern Bell Telephone				2,213,314	3	1.84%
Broadmoor Place Associates				2,005,250	4	1.66%
Sixty Three West Investors				1,838,001	6	1.53%
Total	<u>\$ 40,062,303</u>		<u>23.24%</u>	<u>\$ 21,919,572</u>		<u>18.19%</u>

Source: Johnson County Clerk's Office

CITY OF MISSION, KANSAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Year Ended December 31,	Total Tax Levy	Current Taxes Collected	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Tax Levy
2011	\$ 1,351,409	\$ 1,320,407	97.70%	\$ 29,563	\$ 1,349,970	99.9%
2012	1,341,230	1,321,097	98.50%	9,484	1,330,581	99.2%
2013	1,302,465	1,286,467	98.80%	13,977	1,300,444	99.8%
2014	1,299,351	1,279,755	98.50%	14,966	1,294,721	99.6%
2015	1,330,712	1,297,246	97.50%	3,139	1,300,385	97.7%
2016	2,215,969	2,160,946	97.50%	21,222	2,182,168	98.5%
2017	2,376,754	2,316,534	97.50%	21,222	2,337,756	98.4%
2018	2,510,100	2,445,831	97.40%	21,890	2,467,721	98.3%
2019	2,815,503	2,750,760	97.70%	13,820	2,764,580	98.2%
2020	2,760,596	2,663,260	96.47%	17,851	2,681,111	97.1%

Source: Johnson County, Kansas Records and Tax Administration and City of Mission Finance Records.

CITY OF MISSION, KANSAS
OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Fiscal Year	General Obligation Bonds	Temporary Notes	Special Assessment Bonds	KDHE Loan Payable	Capital Leases Payable	Total	City Population	Personal Income	Debt Per Capita	Debt as a Percentage of Personal Income
2011	\$ 32,748,611	\$ 485,000	\$ 10,000	\$ 99,864	\$ 407,344	\$ 33,750,819	9,323	\$ 328,701,011	\$ 3,620	10.27%
2012	34,625,964	485,000	-	95,887	265,454	35,472,305	9,323	328,701,011	3,805	10.79%
2013	42,210,431	485,000	-	91,792	164,814	42,952,037	9,323	328,701,011	4,607	13.07%
2014	37,518,281	-	-	87,589	226,067	37,831,937	9,323	328,701,011	4,058	11.51%
2015	33,430,089	-	-	83,276	480,378	33,993,743	9,323	328,701,011	3,646	10.34%
2016	30,178,416	-	-	78,851	693,132	30,950,399	9,323	328,701,011	3,320	9.42%
2017	26,871,743	-	-	74,339	454,174	27,400,256	9,323	328,701,011	2,939	8.34%
2018	23,470,070	-	-	69,678	385,142	23,924,890	9,323	328,701,011	2,566	7.28%
2019	24,172,301	-	-	64,896	207,589	24,444,786	9,323	328,701,011	2,622	7.44%
2020	20,639,506	-	-	59,990	425,584	21,125,080	9,323	328,701,011	2,266	6.43%

Source: Johnson County Treasurers Office and City of Mission Finance Records.

CITY OF MISSION, KANSAS
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED
VALUE AND NET GENERAL OBLIGATION DEBT PER CAPITA
LAST TEN YEARS

Year Ended December 31,	Population ⁽¹⁾	Assessed Value ⁽²⁾	General Obligation Bonds ⁽³⁾	Less Amounts Available in Debt Service Fund ⁽³⁾	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Per Capita
2011	9,323	\$ 117,951,775	\$ 32,758,611	\$ 550,988	\$ 32,207,623	27.31%	\$ 3,455
2012	9,323	114,151,182	34,625,964	63,337	34,562,627	30.28%	3,707
2013	9,323	113,848,300	42,210,431	3,529,721	38,680,710	33.98%	4,149
2014	9,323	117,200,455	37,518,281	672,282	36,845,999	31.44%	3,952
2015	9,323	121,589,183	33,430,089	738,850	32,691,239	26.89%	3,507
2016	9,323	131,977,269	30,178,416	676,572	29,501,844	22.35%	3,164
2017	9,323	139,660,568	26,871,743	896,721	25,975,022	18.60%	2,786
2018	9,323	157,485,883	23,470,070	-	23,470,070	14.90%	2,517
2019	9,323	160,906,225	24,172,301	-	24,172,301	15.02%	2,593
2020	9,323	172,481,966	20,639,506	-	20,639,506	11.97%	2,214

(1) Source: US Census Bureau 2010 Census. 2015 estimate was 9,490, but this table will not be updated until the 2020 Census is complete.

(2) Source: Johnson County Records and Tax Administration Annual Abstract of Taxes.

(3) Source: City of Mission Finance Records.

CITY OF MISSION, KANSAS
DIRECT AND OVERLAPPING DEBT
As of December 31, 2020

Name of Governmental Unit	Net Debt Obligation	Percentage Applicable to City of Mission	Amount Applicable to City of Mission
Direct debt:			
City of Mission, Kansas	\$ 21,125,080	100.00%	\$ 21,125,080
Overlapping debt: ⁽¹⁾			
Johnson County ⁽²⁾	15,855,569	1.44%	228,807
Shawnee Mission School (U.S.D. 512)	298,130,000	3.94%	11,746,332
Fire District #2	5,915,000	15.51%	917,531
Johnson County Parks and Recreation	35,136,874	1.44%	507,049
Total overlapping debt	355,037,443		13,399,719
Total direct and overlapping debt	\$ 376,162,523		\$ 34,524,799

(1) Information provided by individual entities.

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

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value. This approach was also applied to the other debt of the overlapping governmental units.

(2) Johnson County debt at December 31, 2020 was unavailable. Johnson County, Kansas debt reported is as of December 31, 2019.

CITY OF MISSION, KANSAS
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

	2011	2012	2013	2014	2015	2016	2017 ⁽³⁾	2018	2019	2020
Total assessed valuation of taxable property ⁽¹⁾	\$ 129,270,218	\$ 125,513,832	\$ 125,197,213	\$ 128,836,941	\$ 133,572,726	\$ 144,400,516	\$ 152,648,490	\$ 171,027,097	\$ 174,321,806	\$ 186,218,505
Debt limit percent of assessed value	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%
Debt limit	38,781,065	37,654,150	37,559,164	38,651,082	40,071,818	43,320,155	45,794,547	51,308,129	52,296,542	55,865,552
Total net debt applicable to limit	6,535,000	9,865,000	15,935,000	11,720,000	9,591,160	8,372,455	7,120,000	5,845,000	4,642,000	3,411,270
Legal debt margin	<u>\$ 32,246,065</u>	<u>\$ 27,789,150</u>	<u>\$ 21,624,164</u>	<u>\$ 26,931,082</u>	<u>\$ 30,480,658</u>	<u>\$ 34,947,700</u>	<u>\$ 38,674,547</u>	<u>\$ 45,463,129</u>	<u>\$ 47,654,542</u>	<u>\$ 52,454,282</u>
Total net debt applicable to the limit as a percentage of debt limit ⁽²⁾	16.85%	26.20%	42.43%	30.32%	23.93%	19.33%	15.55%	11.39%	8.88%	6.11%

Note 1: Total assessed valuation of taxable property on this table includes motor vehicle assessed valuation. See 2017 Equalized Tangible Valuation Table in the Johnson County Tax Abstract Report.

Note 2: Under Kansas State finance law, the City's outstanding unexcluded general obligation debt should not exceed 30 percent of the total assessed property value.

Note 3: Total net debt applicable to limit was revised for 2017 to reflect previously excluded bonds that were classified as Revenue Bonds when they are actually GO Bonds.

CITY OF MISSION, KANSAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

<u>Fiscal Year</u>	<u>Population ⁽¹⁾</u>	<u>Unemployment Rate ⁽²⁾</u>	<u>Per Capita Personal Income</u>	<u>Personal Income</u>
2011	9,323	6.0%	\$ 35,257	\$ 328,701,011
2012	9,323	5.4%	35,257	328,701,011
2013	9,323	3.8%	35,257	328,701,011
2014	9,323	3.3%	35,257	328,701,011
2015	9,323	3.3%	35,257	328,701,011
2016	9,323	2.9%	35,257	328,701,011
2017	9,323	2.5%	35,257	328,701,011
2018	9,323	2.6%	35,257	328,701,011
2019	9,323	2.8%	35,257	328,701,011
2020	9,323	5.3%	35,257	328,701,011

(1) Source: US Census Bureau 2010 Census. 2015 estimate was 9,490, but this table will not be updated until the 2020 Census is complete.

(2) Source: Kansas Department of Labor statistics for Johnson County, Kansas.

CITY OF MISSION, KANSAS
PRINCIPAL EMPLOYERS
December 31, 2020 and Nine Years Ago

Employer	December 31, 2020			December 31, 2011		
	Employees	Rank	Percentage of Total Employment	Employees (1)	Rank	Percentage of Total Employment
VinSolutions	466	1	5.00%			
ScriptPro	428	2	4.59%	500	1	4.99%
HyVee Food Stores	364	3	3.90%	275	4	2.74%
AT&T Telecommunications	229	4	2.46%	400	2	3.99%
Data Migration Services (3)	200	5	2.15%			
Entercom	170	6	1.82%	250	6	2.50%
City of Mission (1)	146	8	1.57%	221	7	2.21%
U.S. Post Office (3)	112	9	1.20%	250	5	2.50%
Target	92	7	0.99%	150	10	1.50%
Skillpath, Inc.	91	10	0.98%	250	3	2.50%
Xcellence Inc (3)	91	11	0.98%			
Packaging Products Corp	90	12	0.97%	120	11	1.20%
Pryor Learning Solutions	80	13	0.86%			
Legacy Technologies	78	14	0.84%			
Ace Personnel				200	8	2.00%
Geneva Roth Ventures				175	9	1.75%
Cumulus Broadcasting (2)				100	12	1.00%
Total	<u>2,637</u>		<u>28.28%</u>	<u>2,891</u>		<u>28.88%</u>

(1) Includes part-time employees

(2) Left Mission 3/20

(3) CERI did not update employment data for 2020 due to Covid-19 so these companies were contacted directly. If we were unable to obtain 2020 data 2019 figures were retained.

Source: County Economic Research Institute (CERI)

CITY OF MISSION, KANSAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 ⁽¹⁾
Public safety/municipal justice:										
911 calls received	9,150	10,004	9,640	9,619	10,295	9,492	9,751	7,868	8,808	6,686
DUI arrests	328	254	252	241	222	188	196	80	149	85
Traffic/parking citations	14,471	15,360	10,724	10,185	9,569	9,995	11,267	7,658	9,809	4,926
Accidents	294	272	257	254	267	353	345	347	310	203
Investigations cases	543	450	474	368	458	407	338	275	336	349
Total court cases processed	14,760	16,624	10,808	10,237	9,537	8,356	9,308	7,087	7,524	4,515
Public works:										
Curb miles swept (lane miles)	1,416	880	1,327	1,490	890	785	1,455	1,210	975	1,300
Streets milled and overlaid (liner feet)	13,330	8,417	6,682	4,329	1,386	3,544	6,255	100	739	10,939
Sidewalk replaced (square yards)	6,015	455	5,134	6,776	2,265	138	2,760	218	3,556	4,290
Curb and gutter replaced (linear feet)	11,266	4,965	8,027	11,631	1,712	2,363	12,153	1,805	2,549	5,250
Acres of lawn mowed	1,240	1,240	1,461	1,575	1,599	1,599	1,599	1,599	1,385	1,385
Urban management and planning:										
Building permits processed	281	409	331	357	442	468	415	381	421	330
Plan reviews performed	17	14	10	14	26	20	26	13	61	102
Leisure and recreation:										
Annual memberships sold	2,115	2,031	2,413	2,835	2,140	1,969	1,628	1,835	1,843	1,137
Annual membership revenue	932,068	872,878	854,846	834,076	825,630	802,554	669,823	621,649	643,767	289,320
Facility reservations processed	906	1,027	817	1,560	1,374	1,723	2,147	1,679	1,715	722
Facility reservation revenue	209,024	221,259	187,577	194,746	222,183	280,731	273,496	283,536	278,703	69,111
Pool membership sold	323	262	349	998	291	345	313	469	423	-
Pool revenue	55,932	57,339	50,684	104,750	104,544	123,679	121,198	135,974	142,460	-

Source: Various City departments.

(1) All operations of the City were impacted due to the COVID-19 Pandemic.

CITY OF MISSION, KANSAS
FULL TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General government:										
Administration/finance	7.0	7.0	7.0	7.0	7.0	7.0	6.0	5.0	5.0	5.0
Community development	5.0	4.0	4.0	4.0	4.0	5.0	5.0	5.0	5.0	5.0
Municipal court	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Public works	13.0	13.0	12.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0
Police	33.0	33.0	31.0	31.0	31.0	31.0	31.0	31.0	31.0	31.0
Parks and recreation	13.0	13.0	13.0	13.0	12.0	13.0	13.0	13.0	12.0	12.0
Total	74.0	73.0	70.0	69.0	68.0	70.0	69.0	69.0	68.0	68.0

Source: City of Mission, Kansas Budget.

CITY OF MISSION, KANSAS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS
December 31, 2020

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police:										
Stations	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Public works:										
Miles of streets	44.7	44.7	44.7	44.7	44.7	44.7	44.7	44.7	44.7	44.7
Streetlights	960.0	960.0	960.0	960.0	845.0	845.0	845.0	805.0	805.0	805.0
Parks and recreation:										
Parks and recreation:	8.0	8.0	8.0	8.0	7.0	7.0	7.0	7.0	7.0	7.0
Park acreage	30.4	30.4	30.4	30.4	30.0	30.0	30.0	30.0	30.0	30.0
Pools	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Tennis courts	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Community center	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0

Source: City of Mission, Kansas.