

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF MISSION, KANSAS

**Year Ended
December 31, 2012**

Prepared by the Finance and Administration Department

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CITY OF MISSION, KANSAS
Comprehensive Annual Financial Report
Year ended December 31, 2012

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INTRODUCTORY SECTION

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June 6, 2013

To the Citizens of the City of Mission, Kansas

The City of Mission is pleased to submit the comprehensive annual financial report for the fiscal year ending December 31, 2012. 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, the construction and maintenance of streets and infrastructure, and recreational and cultural activities. There are no other entities over which the City exercises financial accountability. Educational, fire protection, sanitary sewer and water services are provided by separate entities.

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.

ECONOMIC CONDITION AND OUTLOOK

The City is located in the northeast corner of Johnson County and lies along a major transportation corridor, making it accessible to the entire metropolitan area.

The City, incorporated in 1951, operates as a second-class city with a mayor-council form of government. The governing body is made up of eight council members, four of whom are elected in even numbered years to serve four-year terms. The Mayor is elected to a four-year term and serves as the chief executive officer of the City.

The City's population is 9,323 with a current annual budget of \$21,403,331. The City covers 2.87 square miles and is 95% developed. The daytime population of the City increases to nearly 30,000, as a result of people who come into the City to work, conduct business, and shop. The Johnson Drive corridor is the cornerstone of Mission's commercial area, supported by retail hubs located at the City's east and west entrances. Other businesses within the City include health care facilities, laboratories, Shawnee Mission Main Post Office, Johnson County offices, State of Kansas Drivers License Bureau, a number of restaurants and fast food establishments, grocery chains and a variety of small retail operations.

The City has traditionally been viewed as a bedroom community, offering convenient services, a small town atmosphere, comfortable living conditions, a family environment, and a variety of outstanding residential neighborhoods. Residents enjoy an excellent standard of living as a result of the active community spirit, an award-winning school system, low crime rates and a low mill rate when compared to other cities throughout the state. The governing body proactively addresses quality of life issues to ensure that the current standard of living is not only maintained, but ultimately enhanced.

The City Council works to ensure that the needs of existing businesses are met, while simultaneously dedicating resources to attract new businesses. The sales tax revenues generated by the business community are vital to the City's financial stability. The mill levy remains one of the lowest in Johnson County and in the State of Kansas. Future financial planning efforts continue to explore revenue diversification and policies to protect cash reserves during an economy that is slow to recover.

MAJOR CITY INITIATIVES

The City continued to facilitate and encourage redevelopment and investment throughout the community in 2012, using our comprehensive master plans to attract and secure development that is consistent with the community's design guidelines and standards. At the western-most edge of the City, Phase I of the Mission Crossing development was completed. Formerly the headquarters and manufacturing plant for Herff Jones, Inc.'s national operations, this 6.2 acre site with desirable Metcalf frontage, includes several new restaurants (Chik-fil-A, Culver's, Subway and Freebirds) and other small retail. The project is comprised of four stand-alone buildings with approximately 20,000 square feet of commercial development. Phase II will include a 140,000 square foot, multistory independent senior living development which is anticipated to begin construction in 2013.

In December 2011, Mission voters approved a dedicated ¼-cent sales tax to be used for street repair and maintenance. The sales tax became effective in April 2012, and will provide an important revenue stream for continued street and transportation network investments over the next ten years. Over the next 2-3 years, the City's focus will be on completing the design and reconstruction of Martway and Johnson Drive.

Progress on the transit improvements within the Metcalf/Shawnee Mission Parkway corridor was significant in 2012. With \$10.7 million of a \$50 million regional TIGER grant dedicated to this important urban corridor network identified in the Smart Moves transit vision, Mission is seeing many benefits, including:

- Pedestrian and street rehabilitation along Martway
- Two enhanced transit station pairs at Martway & Broadmoor and Martway & Lamar
- Transit Center connecting Johnson Drive and Martway

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. A continued emphasis on workforce training and development provides employee's with the necessary skills to deliver quality services to the citizens of Mission.

FUTURE INITIATIVES

The Gateway project, the 900,000+ sq. ft. mixed-use development at the former Mission Mall site, received a great deal of attention in 2012. Dormant since the fall of 2008, a revised site plan was presented and approved and a comprehensive public financing package was developed for the project. With an estimated value of more than \$200 million, the project will serve as an important economic engine for Northeast Johnson County.

The City continues to aggressively seek out new and diverse funding sources to support redevelopment efforts throughout our 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; refining strategies for the on-going maintenance, repair and replacement of our important infrastructure assets.

The City continues to evaluate Parks & Recreation services to develop sustainable operating plans for the Community Center, the municipal swimming pool, and the 30+ acres of parks and recreational facilities maintained for the benefit of Mission residents. Planning and development of trails which link Mission to the rest of the metropolitan area will remain a priority. Voters approved a 3/8-cent parks and recreation sales tax in November 2012. A portion of these funds will be used to construct a new outdoor aquatic facility.

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 will also maintain its focus on training, keeping personnel abreast of a variety of professional trends and development opportunities.

The Mission Convention and Visitors Bureau (MCVB) assists and enhances existing businesses through an improvement grant program and a number of community festivals and events. The MCVB's specialty publication, with a distribution of approximately 12,500, continues to be popular featuring and promoting local businesses and the Mission community.

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 2012 was conducted by Mize Houser & Company 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 (CAFR) for the fiscal year ending December 31, 2011. This was the nineteenth 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 CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

ACKNOWLEDGEMENTS

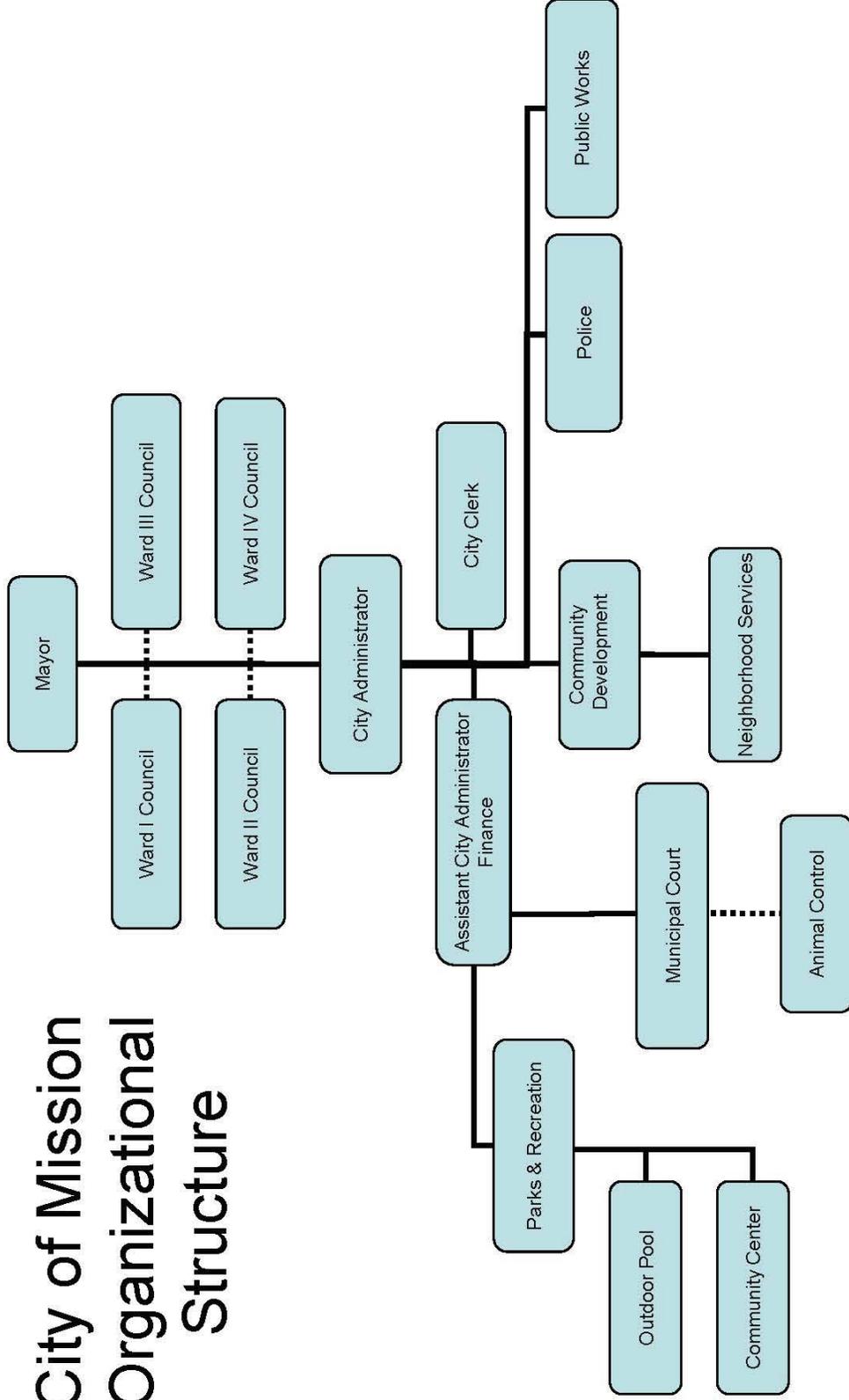
The preparation of this comprehensive annual financial report was made possible by the dedicated services of the staff of the Finance and Administration Department. Our sincere appreciation is extended to all members of the staff, whose efforts made this report possible.

Respectfully submitted,



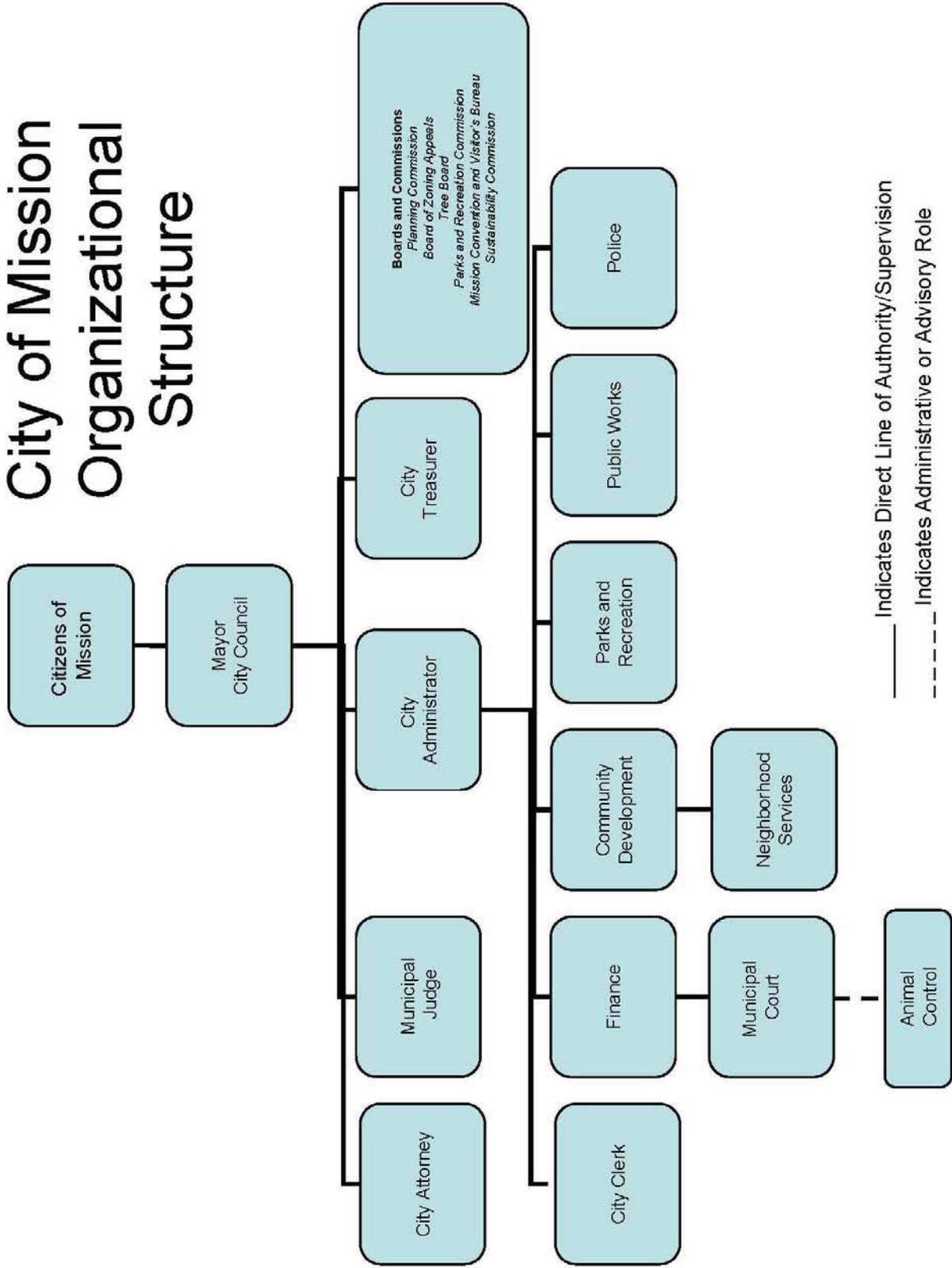
Laura Smith
Assistant City Administrator/Finance Director

City of Mission Organizational Structure



_____ Indicates Direct Line of Authority/Supervision
 - - - - - Indicates Administrative or Advisory Role

City of Mission Organizational Structure



CITY OF MISSION, KANSAS
PRINCIPAL OFFICIALS - 2012

Mayor and City Council

Honorable Laura L. McConwell, Mayor
Honorable Pat Quinn - Ward 1
Honorable Lawrence Andre - Ward 1
Honorable Amy Miller - Ward 2
Honorable Will Vandenberg - Ward 2
Honorable Jennifer Cowdry - Ward 3
Honorable Debbie Kring - Ward 3
Honorable David Shepard - Ward 4
Honorable Suzanne Gibbs - Ward 4

Administration

City Administrator: Mike Scanlon
City Clerk: Martha Sumrall
Assistant City Administrator/Finance Director: Laura Smith
Treasurer: Donald C. Chamblin
Municipal Judge: Keith E. Drill
Police Chief: John Simmons
Community Development Director: Martin Rivarola
Parks and Recreation Director: Christy Humerickhouse

Attorney

David K. Martin

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, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Christopher P. Morrell

President

Jeffrey R. Enen

Executive Director

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

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, as of and for the year ended December 31, 2012, 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the "Kansas Municipal Accounting and Audit Guide." These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

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 of Mission, Kansas, as of December 31, 2012, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 and the schedule of funding progress on page 36 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying account and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Mize Houser & Company PA

June 6, 2013

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2012
Unaudited

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, 2012. 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 \$30.2 million at the end of the current fiscal year.
- Total capital assets, net of accumulated depreciation at December 31, 2012 totaled \$57.8 million.
- During the year ended December 31, 2012, the City's total revenues (which include charges for services, local taxes and state and federal aid) exceeded total expenses by \$1 million.
- The City's total indebtedness increased by \$1.7 million, primarily due to the issuance of general obligation bonds.
- The City's net capital assets decreased \$.2 million in the current fiscal year.

Using This Financial Report

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

The 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 services for the 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)

Statement of Net Position and the Statement of Activities

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

These two statements report the 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, and the financial condition of the State of Kansas general fund.

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2012
Unaudited

In the Statement of Net Position and the Statement of Activities, the City has one kind of activity:

Governmental Activities - Most of the City's programs and services are reported here including general government, public safety, public works and culture and recreation.

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

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

Governmental Funds - Most 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.

The City as a Whole

Government-Wide Position

The Statement of Net Position provides the financial position of the City as a whole. The overall financial position of the City improved by 8.0% in 2012. The following is a summary of the City's Statement of Net Position as of December 31, 2012 and 2011:

City of Mission
Condensed Statement of Net Position

	<u>Governmental Activities</u>	
	<u>2012</u>	<u>2011</u>
Current assets	\$ 8,928,672	\$ 6,661,187
Noncurrent assets	506,433	-
Net capital assets	<u>57,767,340</u>	<u>57,965,903</u>
 Total assets	 <u>\$ 67,202,445</u>	 <u>\$ 64,627,090</u>
Current liabilities	\$ 3,640,998	\$ 5,075,719
Noncurrent liabilities	<u>33,389,606</u>	<u>31,634,622</u>
 Total liabilities	 <u>\$ 37,030,604</u>	 <u>\$ 36,710,341</u>
 Net Position:		
Invested in capital assets, net of related debt	\$ 26,771,829	\$ 25,521,486
Restricted for:		
Debt Service	63,337	550,988
Unrestricted	<u>3,336,675</u>	<u>1,844,275</u>
 Total net position	 <u>\$ 30,171,841</u>	 <u>\$ 27,916,749</u>

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2012
Unaudited

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. These assets include land, buildings, equipment and vehicles, and infrastructure.

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 and the current portion of long-term obligations.

The City has \$35.5 million in long-term debt, consisting of general obligation bonds, capital improvement bonds, and special assessment bonds payable, of which \$2.5 million is due within the next fiscal year.

The City had total assets at December 31, 2012, totaling \$67.2 million. The total assets of the City exceeded the total liabilities by \$30.2 million. Net position invested in capital assets; net of related debt, totaled \$26.8 million, restricted net position totaled \$63,337 and unrestricted net position totaled \$3.3 million.

Government-Wide Activities

The following is a condensed statement of the City's change in net position for the year ended December 31, 2012. Major items of program revenues, grants and general revenues are detailed. Government-wide activities increased the net position of the City by approximately \$1 million for the year ended December 31, 2012. The increase can be attributed to a reduction in program expenses. A reconciliation of the total change in fund balances for the governmental funds to the Statement of Activities is located at page 14 of the basic financial statements. Major differences in the Statement of Activities and changes in the fund balances of governmental funds as expenditures in the funds statements include the repayment of long-term debt of \$2.5 million which is treated as expenditures in the funds statements, but is treated as a reduction of long term debt in the Government wide financial statements. Also, the bond and note proceeds of \$4.4 million are treated as a revenue source in the fund statements, but an increase of long term debt in the Government wide financial statements.

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2012
Unaudited

In addition, the capital outlays of \$1.6 million are treated as expenditures in the fund statements, but are treated as an increase in capital assets in the Government wide financial statements.

City of Mission
Condensed Statement of Changes in Net Position
For the Year Ended December 31, 2012 and 2011

	Governmental Activities	
	<u>2012</u>	<u>2011</u>
Revenues:		
Program revenues:		
Charges for services	\$ 6,600,864	\$ 6,414,636
Operating grants	548,344	2,354,879
General revenues:		
Property taxes	1,394,756	1,469,907
Sales tax	4,040,247	4,057,445
Motor fuel tax	125,721	159,717
Franchise tax	968,696	1,014,732
Investment earnings	4,227	2,348
Miscellaneous	<u>399,104</u>	<u>159,835</u>
Total revenues	<u>14,081,959</u>	<u>15,633,499</u>
Program expenses:		
General government	2,376,085	2,964,860
Public safety	3,725,913	3,791,275
Public works	3,306,786	3,332,773
Culture and recreation	2,635,617	2,607,459
Interest on long term debt	<u>1,055,632</u>	<u>974,679</u>
Total expenses	<u>13,100,033</u>	<u>13,671,046</u>
Increase [decrease] in net position	<u>\$ 981,926</u>	<u>\$ 1,962,453</u>

Financial Analysis of the City's Funds

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

The governmental funds of the City provide information on near-term inflows, outflows and balances of spendable resources. Unreserved fund balances, in particular, measures the City's net resources available for spending at the end of the City's fiscal year.

Total fund balances at December 31, 2012 for the governmental funds totaled \$6.3 million. Total unassigned fund balances at December 31, 2012 totaled \$1.3 million, of which all was attributable to the General Fund.

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2012
Unaudited

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$1.3 million. The increase in the General Fund's fund balance was \$4,647.

The Special Highway Fund is used 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. The ending fund balance of the Special Highway Fund was \$34,099 at December 31, 2012. The decrease in the Special Highway Fund's fund balance was \$26,667. The decrease was due to the continuation of a comprehensive residential street maintenance program which included curb and gutter replacement, seal applications and mill and overlay projects throughout the City. This program was started in 2011.

The Storm Drain Fund is used to account for storm water charges received based on an equivalent residential unit (ERU) to be used for storm water improvements city wide. The ending fund balance was \$39,206 at December 31, 2012. The decrease in the Storm Drain Fund's fund balance was \$265,996. The decrease can be attributed to funds obligated for debt service on storm water projects.

The Sales Tax Fund is used to account for revenues received from a one-quarter of one percent sales tax pledged to retire the Series 2002A General Obligation Bonds issued to expand the City's community center. The ending fund balance was \$60,550 at December 31, 2012. The decrease in the fund balance was \$.5 million. The fund decreased in connection with the final debt service payment for the 2002A bonds. The sales tax was retired fifteen months ahead of the originally anticipated approved timeframe.

The General Obligation Fund is used to account for resources to be used for the payment of principal, interest and related costs of the general obligation bonds other than the sales tax bonds, as well as certain other long-term obligations of the City. The ending fund balance was \$2,787 at December 31, 2012. The decrease in the General Obligation Fund's fund balance was \$3,610. The decrease in the fund balance can be attributed to an overall decline in property valuations resulting in the collection of less annual property tax revenues than previous years.

The Transportation Utility Fund is used to account for transportation utility charges received based on an established land-use formula per parcel to fund street and other transportation related improvements. The ending fund balance was \$.3 million at December 31, 2012. The increase in the Transportation Utility Fund was \$.2 million. The increase in the fund can be attributed to anticipated carry-over for street projects each year and a lump sum payment from the City of Prairie Village for the Nall Avenue Project.

The Capital Improvement Fund is used to account for resources used to construct and maintain infrastructure city-wide. The ending fund balance was approximately \$3.9 million at December 31, 2012. The increase in the Capital Improvement Fund's fund balance was \$3.1 million. The increase in the fund balance can be attributed to reimbursements received for various street projects and bond proceeds for the Nall Avenue, Martway and Johnson Drive projects

General Fund Budgeting Highlights

The City's budgets are prepared in accordance with Kansas law and are based primarily on the basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

The City's final General Fund budget was \$10,314,131, the same as the original published budget. The revenues were more than budgetary estimates by \$1.1 million and the expenditures were less than budgetary estimates by \$.2 million.

Sales tax revenues were more than budgeted figures primarily as a result of conservative estimates. Revenues in the police fines and charges for services (court fees) categories were less than budgeted figures due to staffing vacancies in the police department and a decrease in traffic citations processed.

CITY OF MISSION, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2012
Unaudited

Overall expenditures in the General Fund were below budgeted figures as a result of specific budget control and voluntary line item reductions by each Department.

Capital Assets and Debt Administration

The City's investment in capital assets for its governmental activities totaled \$57.8 million (net of accumulated depreciation) as of December 31, 2012.

The major capital asset events during the current fiscal year included the following:

Martway and Johnson Drive Design totaling \$573,775
Residential Street Maintenance Program totaling \$427,998

Additional information on the City's capital assets can be found in Notes I and III of the financial statements.

At December 31, 2012, the City had total debt outstanding of \$35.5 million, backed by the full faith and credit of the City. Total long-term debt increased for the fiscal year ended December 31, 2012, in the amount of \$1.7 million. This was a result of the issuance of general obligation bonds.

Additional information on the City's general long term debt can be found in Note III to the financial statements.

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, contact the City's Finance and Administration Department at 6090 Woodson, Mission, Kansas 66202.

CITY OF MISSION, KANSAS
STATEMENT OF NET POSITION
December 31, 2012

	<u>Total Governmental Activities</u>
Assets and Deferred Outflows of Resources	
Assets:	
Current assets:	
Cash and investments	\$ 6,299,740
Restricted cash and investments	38,189
Receivables	<u>2,590,743</u>
Total current assets	<u>8,928,672</u>
Capital assets:	
Capital assets not being depreciated:	
Land	11,130,494
Construction in progress	1,348,427
Capital assets being depreciated	57,164,627
Less: accumulated depreciation	<u>11,876,208</u>
Total net capital assets	<u>57,767,340</u>
Total assets	<u>66,696,012</u>
Deferred outflows of resources:	
Deferred charge on bond issuance	<u>506,433</u>
Total deferred outflows of resources	<u>506,433</u>
Total assets and deferred outflows of resources	<u>\$ 67,202,445</u>
Liabilities:	
Current liabilities:	
Accounts payable	\$ 142,493
Accrued liabilities	229,483
Interest payable	278,539
Municipal court bonds payable	38,189
Unearned revenue	167,185
Current portion of compensated absences	241,914
Current portion of capital leases payable	117,525
Current portion of loans payable	4,096
Current portion of general obligation bonds payable	<u>2,421,574</u>
Total current liabilities (payable from current assets)	<u>3,640,998</u>
Noncurrent liabilities:	
Compensated absences	249,043
Net other post employment benefits	211,453
Temporary note payable	485,000
Capital lease payable	147,929
Loans payable	91,791
General obligation bonds payable	<u>32,204,390</u>
Total noncurrent liabilities	<u>33,389,606</u>
Total liabilities	<u>\$ 37,030,604</u>
Net Position	
Invested in capital assets, net of related debt	\$ 26,771,829
Restricted for:	
Debt service	63,337
Unrestricted	<u>3,336,675</u>
Total net position	<u>\$ 30,171,841</u>

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

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CITY OF MISSION, KANSAS
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2012

	Program Revenues			Net [Expenses] Revenue and Changes in in Net Assets	
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	
Governmental activities:					
General government	\$ 2,376,085	\$ 494,255	\$ -	\$ -	\$ [1,881,830]
Public safety	3,725,913	1,868,248	55,474	-	[1,802,191]
Public works	3,306,786	2,461,655	492,870	-	[352,261]
Culture and recreation	2,635,617	1,776,706	-	-	[858,911]
Interest on long-term debt	1,055,632	-	-	-	[1,055,632]
 Total governmental activities	\$ 13,100,033	\$ 6,600,864	\$ 548,344	\$ -	[5,950,825]
 General Revenues:					
Property taxes levied for:					
General purposes					1,249,570
Debt service					145,186
Sales tax					4,040,247
Motor fuel tax					125,721
Franchise tax					968,696
Investments earnings					4,227
Miscellaneous					399,104
Total general revenues					6,932,751
Change in net position					981,926
Net position - beginning					27,916,749
Prior period adjustment					1,273,166
Net position - beginning, restated					29,189,915
Net position - ending					\$ 30,171,841

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

CITY OF MISSION, KANSAS
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2012

	<u>General</u>	<u>Special Highway</u>	<u>Storm Drain</u>	<u>Sales Tax</u>
ASSETS				
Cash and investments	\$ 1,282,597	\$ 34,099	\$ 39,206	\$ 60,550
Restricted cash and investments	38,189	-	-	-
Receivables				
Taxes	1,624,002	-	-	-
Intergovernmental	89	-	-	-
Other	38,466	-	-	-
Total assets	<u>\$ 2,983,343</u>	<u>\$ 34,099</u>	<u>\$ 39,206</u>	<u>\$ 60,550</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 26,742	\$ -	\$ -	\$ -
Accrued liabilities	229,483	-	-	-
Payable from restricted assets				
Municipal court bonds	38,189	-	-	-
Unearned revenue	165,924	-	-	-
Total liabilities	<u>460,338</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Deferred inflows of resources				
Unavailable revenue - property taxes	1,182,431	-	-	-
Total deferred inflows of resources	<u>1,182,431</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund balance:				
Restricted	-	34,099	39,206	60,550
Committed	-	-	-	-
Unassigned	1,340,574	-	-	-
Total fund balance	<u>1,340,574</u>	<u>34,099</u>	<u>39,206</u>	<u>60,550</u>
 Total liabilities and fund balances	 <u>\$ 2,983,343</u>	 <u>\$ 34,099</u>	 <u>\$ 39,206</u>	 <u>\$ 60,550</u>

<u>General Obligation</u>	<u>Transportation Utility</u>	<u>Capital Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 2,787	327,366	\$ 3,991,794	\$ 561,341	\$ 6,299,740
-	-	-	-	38,189
119,706	-	-	122,832	1,866,540
-	-	-	-	89
-	-	-	-	38,466
<u>\$ 122,493</u>	<u>\$ 327,366</u>	<u>\$ 3,991,794</u>	<u>\$ 684,173</u>	<u>\$ 8,243,024</u>
\$ -	\$ -	\$ 65,303	\$ 50,448	\$ 142,493
-	-	-	-	229,483
-	-	-	-	38,189
-	-	-	1,261	167,185
<u>-</u>	<u>-</u>	<u>65,303</u>	<u>51,709</u>	<u>577,350</u>
<u>119,706</u>	<u>-</u>	<u>-</u>	<u>75,972</u>	<u>1,378,109</u>
<u>119,706</u>	<u>-</u>	<u>-</u>	<u>75,972</u>	<u>1,378,109</u>
2,787	327,366	3,926,491	599,011	4,989,510
-	-	-	5,610	5,610
-	-	-	[48,129]	1,292,445
<u>2,787</u>	<u>327,366</u>	<u>3,926,491</u>	<u>556,492</u>	<u>6,287,565</u>
<u>\$ 122,493</u>	<u>\$ 327,366</u>	<u>\$ 3,991,794</u>	<u>\$ 684,173</u>	<u>\$ 8,243,024</u>

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

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CITY OF MISSION, KANSAS
RECONCILIATION OF THE TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
December 31, 2012

Total Governmental Fund Balances		\$ 6,287,565
Amounts reported for governmental activities in the statement of net assets are different because		
Bond issuance costs are shown as current year expenditures in the funds.		
Bond issuance costs		506,433
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		
The cost of capital assets is	69,643,548	
Accumulated depreciation is	11,876,208	57,767,340
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
		2,063,757
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	34,625,964	
Temporary note payable	485,000	
Capital leases payable	265,454	
Loans payable	95,887	
Interest payable	278,539	
Net other post employment benefits	211,453	
Compensated absences payable	490,957	[36,453,254]
Net Position of Governmental Activities		\$ 30,171,841

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

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2012

	<u>General</u>	<u>Special Highway</u>	<u>Storm Drain</u>	<u>Sales Tax</u>
REVENUES:				
Taxes	\$ 5,940,011	\$ -	\$ 2,506	\$ -
Special assessments	-	-	-	-
Intergovernmental	55,474	243,521	-	-
Licenses and permits	134,743	-	-	-
Charges for services	1,777,455	-	1,698,037	-
Fines and fees	1,868,248	-	-	-
Use of money and property	1,506	-	154	1,409
Miscellaneous	<u>313,186</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>10,090,623</u>	<u>243,521</u>	<u>1,700,697</u>	<u>1,409</u>
EXPENDITURES:				
Current				
General government	1,721,635	-	-	-
Public safety	3,652,781	-	-	-
Public works	1,693,881	270,188	84,808	-
Culture and recreation	2,407,179	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	1,070,000	475,000
Interest and other charges	<u>5,500</u>	<u>-</u>	<u>811,885</u>	<u>10,450</u>
Total expenditures	<u>9,480,976</u>	<u>270,188</u>	<u>1,966,693</u>	<u>485,450</u>
Excess [deficiency] of revenues over [under] expenditures	<u>609,647</u>	<u>[26,667]</u>	<u>[265,996]</u>	<u>[484,041]</u>
OTHER FINANCING SOURCES [USES]				
Transfers in	-	-	-	-
Transfers out	[605,000]	-	-	-
Issuance of debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources [uses]	<u>[605,000]</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	4,647	[26,667]	[265,996]	[484,041]
Fund balance - Beginning of year	<u>1,335,927</u>	<u>60,766</u>	<u>305,202</u>	<u>544,591</u>
Fund balance - End of year	<u>\$ 1,340,574</u>	<u>\$ 34,099</u>	<u>\$ 39,206</u>	<u>\$ 60,550</u>

General Obligation	Transportation Utility	Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ 134,760	\$ 28,506	\$ -	\$ 465,356	\$ 6,571,139
10,426	-	-	-	10,426
-	122,789	-	126,560	548,344
-	-	-	-	134,743
-	763,618	-	358,763	4,597,873
-	-	-	-	1,868,248
14	108	1,036	-	4,227
-	10	103,619	11,558	428,373
<u>145,200</u>	<u>915,031</u>	<u>104,655</u>	<u>962,237</u>	<u>14,163,373</u>
-	-	-	-	1,721,635
-	-	-	-	3,652,781
-	-	-	-	2,048,877
-	-	-	-	2,407,179
-	211,132	1,241,655	791,459	2,244,246
140,000	400,000	365,000	-	2,450,000
8,810	94,046	213,053	-	1,143,744
<u>148,810</u>	<u>705,178</u>	<u>1,819,708</u>	<u>791,459</u>	<u>15,668,462</u>
<u>[3,610]</u>	<u>209,853</u>	<u>[1,715,053]</u>	<u>170,778</u>	<u>[1,505,089]</u>
-	-	497,000	185,000	682,000
-	-	-	[77,000]	[682,000]
-	-	4,360,000	-	4,360,000
-	-	4,857,000	108,000	4,360,000
[3,610]	209,853	3,141,947	278,778	2,854,911
6,397	117,513	784,544	277,714	3,432,654
<u>\$ 2,787</u>	<u>\$ 327,366</u>	<u>\$ 3,926,491</u>	<u>\$ 556,492</u>	<u>\$ 6,287,565</u>

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

CITY OF MISSION, KANSAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES WITH THE GOVERNMENT WIDE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2012

Total Net Change In Fund Balances - Governmental Funds \$ 2,854,911

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

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

Loss on sale of assets	[6,792]	
Capital outlays	1,640,771	
Depreciation expense	<u>[1,675,455]</u>	[41,476]

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. This is the amount by which interest decreased.

1,944

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

[39,793]

Proceeds of bonds is a revenue in the governmental funds, but it increases long-term liabilities in the statement of net assets and does not affect the statement of activities.

[4,360,000]

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

[81,413]

Bond issuance costs are recorded as expenditures in the fund financial statements. However, for the statement of net assets, these costs are shown as assets and amortized over the life of the bonds.

51,886

Repayment of capital leases is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net assets and does not affect the statement of activities.

141,890

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

2,453,977

Changes In Net Position of Governmental Activities

\$ 981,926

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

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
GENERAL FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues						
Taxes	\$ 5,940,011	\$ -	\$ 5,940,011	\$ 4,934,818	\$ 4,934,818	\$ 1,005,193
Intergovernmental	55,474	-	55,474	-	-	55,474
Licenses and permits	134,743	-	134,743	150,000	150,000	[15,257]
Charges for services	1,777,455	-	1,777,455	2,100,000	2,100,000	[322,545]
Fines and forfeitures	1,868,248	-	1,868,248	1,668,000	1,668,000	200,248
Interest	1,506	-	1,506	7,500	7,500	[5,994]
Other	313,186	-	313,186	175,000	175,000	138,186
Total revenues	<u>10,090,623</u>	<u>-</u>	<u>10,090,623</u>	<u>9,035,318</u>	<u>9,035,318</u>	<u>1,055,305</u>
General government						
Personal service	926,161	-	926,161	968,268	968,268	42,107
Contractual	738,605	-	738,605	687,168	687,168	[51,437]
Commodities	49,677	-	49,677	51,200	51,200	1,523
Capital outlay	6,785	-	6,785	205,395	205,395	198,610
Miscellaneous	407	-	407	-	-	[407]
	<u>1,721,635</u>	<u>-</u>	<u>1,721,635</u>	<u>1,912,031</u>	<u>1,912,031</u>	<u>190,396</u>
Public works and improvements						
Personal service	717,881	-	717,881	793,500	793,500	75,619
Contractual	833,725	-	833,725	899,200	899,200	65,475
Commodities	85,987	-	85,987	143,350	143,350	57,363
Capital outlay	54,705	-	54,705	-	-	[54,705]
Miscellaneous	1,583	-	1,583	-	-	[1,583]
	<u>1,693,881</u>	<u>-</u>	<u>1,693,881</u>	<u>1,836,050</u>	<u>1,836,050</u>	<u>142,169</u>
Public safety						
Personal service	2,928,038	-	2,928,038	2,919,200	2,919,200	[8,838]
Contractual	365,924	-	365,924	408,550	408,550	42,626
Commodities	134,035	-	134,035	131,000	131,000	[3,035]
Capital outlay	224,784	-	224,784	-	-	[224,784]
	<u>3,652,781</u>	<u>-</u>	<u>3,652,781</u>	<u>3,458,750</u>	<u>3,458,750</u>	<u>[194,031]</u>
Culture and recreation						
Personal service	1,393,670	-	1,393,670	1,466,900	1,466,900	73,230
Contractual	798,517	-	798,517	808,650	808,650	10,133
Commodities	147,205	-	147,205	161,500	161,500	14,295
Capital outlay	67,787	-	67,787	-	-	[67,787]
	<u>2,407,179</u>	<u>-</u>	<u>2,407,179</u>	<u>2,437,050</u>	<u>2,437,050</u>	<u>29,871</u>
Debt service						
Interest and other charges	5,500	-	5,500	-	-	[5,500]
Total expenditures	<u>9,480,976</u>	<u>-</u>	<u>9,480,976</u>	<u>9,643,881</u>	<u>9,643,881</u>	<u>162,905</u>
Excess [deficiency] of revenues over [under] expenditures	<u>609,647</u>	<u>-</u>	<u>609,647</u>	<u>[608,563]</u>	<u>[608,563]</u>	<u>1,218,210</u>
Other financing sources [uses]						
Transfers out	<u>[605,000]</u>	<u>-</u>	<u>[605,000]</u>	<u>[670,250]</u>	<u>[670,250]</u>	<u>65,250</u>
Total other financing sources [uses]	<u>[605,000]</u>	<u>-</u>	<u>[605,000]</u>	<u>[670,250]</u>	<u>[670,250]</u>	<u>65,250</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>4,647</u>	<u>-</u>	<u>4,647</u>	<u>\$ [1,278,813]</u>	<u>\$ [1,278,813]</u>	<u>\$ 1,283,460</u>
Fund balance, January 1	<u>1,335,927</u>	<u>-</u>	<u>1,335,927</u>			
Fund balance, December 31	<u>\$ 1,340,574</u>	<u>\$ -</u>	<u>\$ 1,340,574</u>			

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

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SPECIAL HIGHWAY FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues						
Intergovernmental	\$ 243,521	\$ -	\$ 243,521	\$ 264,760	\$ 264,760	\$ [21,239]
Total revenues	<u>243,521</u>	<u>-</u>	<u>243,521</u>	<u>264,760</u>	<u>264,760</u>	<u>[21,239]</u>
Expenditures						
Public works and improvements	<u>270,188</u>	<u>-</u>	<u>270,188</u>	<u>270,294</u>	<u>270,294</u>	<u>106</u>
Total expenditures	<u>270,188</u>	<u>-</u>	<u>270,188</u>	<u>270,294</u>	<u>270,294</u>	<u>106</u>
Excess [deficiency] of revenues over [under] expenditures	[26,667]	-	[26,667]	<u>\$ [5,534]</u>	<u>\$ [5,534]</u>	<u>\$ [21,133]</u>
Fund balance, January 1	<u>60,766</u>	<u>-</u>	<u>60,766</u>			
Fund balance, December 31	<u>\$ 34,099</u>	<u>\$ -</u>	<u>\$ 34,099</u>			

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

CITY OF MISSION, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
STORM DRAIN FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues						
Taxes	\$ 2,506	\$ -	\$ 2,506	\$ -	\$ -	\$ 2,506
Charges for services	1,698,037	-	1,698,037	1,690,500	1,690,500	7,537
Use of money and property	<u>154</u>	<u>-</u>	<u>154</u>	<u>3,000</u>	<u>3,000</u>	<u>[2,846]</u>
Total revenues	<u>1,700,697</u>	<u>-</u>	<u>1,700,697</u>	<u>1,693,500</u>	<u>1,693,500</u>	<u>7,197</u>
Expenditures						
Public works and improvements	84,808	-	84,808	1,326,965	1,326,965	1,242,157
Principal	1,070,000	-	1,070,000	-	-	[1,070,000]
Interest and other charges	<u>811,885</u>	<u>-</u>	<u>811,885</u>	<u>-</u>	<u>-</u>	<u>[811,885]</u>
Total expenditures	<u>1,966,693</u>	<u>-</u>	<u>1,966,693</u>	<u>1,326,965</u>	<u>1,326,965</u>	<u>[639,728]</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[265,996]</u>	<u>-</u>	<u>[265,996]</u>	<u>366,535</u>	<u>366,535</u>	<u>[632,531]</u>
Other financing sources [uses]						
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>[650,000]</u>	<u>[650,000]</u>	<u>650,000</u>
Total other financing sources [uses]	<u>-</u>	<u>-</u>	<u>-</u>	<u>[650,000]</u>	<u>[650,000]</u>	<u>650,000</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[265,996]</u>	<u>-</u>	<u>[265,996]</u>	<u>\$ [283,465]</u>	<u>\$ [283,465]</u>	<u>\$ 17,469</u>
Fund balance, January 1	<u>305,202</u>	<u>-</u>	<u>305,202</u>			
Fund balance, December 31	<u>\$ 39,206</u>	<u>\$ -</u>	<u>\$ 39,206</u>			

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
December 31, 2012

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ <u>32,740</u>
Total Assets	\$ <u>32,740</u>
Liabilities	
Due to others	\$ <u>32,740</u>
Total Liabilities	\$ <u>32,740</u>

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

CITY OF MISSION, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Mission (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 approximately 9,323 residents. The City's organization consists of the general government departments of General Overhead, Finance/Administration, Municipal Court, Legislative, Community Development, and the Public Works, Police, Parks and Recreation and Neighborhood Services Departments.

Under governmental accounting standards for defining the financial reporting entity and identifying entities to be included in basic financial statements, these financial statements include only the City. There are no other entities for which the City is financially accountable.

B. Government-wide and fund financial statements

The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. All activities of the City are governmental activities.

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

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 funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. 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 certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

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

The City reports the following major governmental funds:

The General Fund is used to account for resources traditionally associated with government, which are not required legally, or by sound financial management to be accounted for in another fund.

The Special Highway Fund is used 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.

The Storm Drain 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.

The Sales Tax Fund is used to account for revenues received from a one-quarter of one percent sales tax pledged to retire the Series 2002A General Obligation Bonds issued to expand the City's community center.

The General Obligation Fund is used to account for resources to be used for the payment of principal, interest and related costs of the general obligation bonds other than the sales tax bonds, as well as certain other long-term obligations of the City.

The Transportation Utility Fund is used 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.

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

Agency funds are custodial in nature and do not measure results of operations or have a measurement focus. Agency funds do, however, use the accrual basis of accounting. The following activities are accounted for in the agency funds:

License Reinstatement Fees Fund is used to account for amounts collected through the court for driver's license restatement fees due to the State of Kansas.

Alcohol and Drug Safety Fund is used to account for monies collected and paid for Driving Under the Influence evaluations.

Cafeteria Plan is used to account for monies collected for employee cafeteria plan contributions.

D. Assets, Liabilities and Equity

1. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments (including certificates of deposit) with original maturities of three months or less from the date of acquisition.

The City reflects investments with a maturity of one year or longer at the time of purchase at fair value, and those maturing in less than one year at the time of purchase at amortized cost.

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

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 taxes receivable 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 revenue and are identical to the adopted budget for 2013.

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 valuations 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 (4) subsequent dates throughout the calendar year.

3. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the government 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 estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

CITY OF MISSION, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

3. Capital Assets (Continued)

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

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

4. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

5. Fund Equity

In the fund financial statements, governmental funds report fund balance in the following classifications: nonspendable, restricted, committed, assigned and unassigned. Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Restricted fund balance indicates that constraints have been placed on the use of resources either by being externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Committed fund balances include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the city council. The formal action of the city council would be in the form of an ordinance or resolution. Assigned fund balances include amounts that are constrained by the City management's, through department heads or the city administrator, intent to be used for specific purposes, but are neither restricted nor committed. The authority for management to assign fund balance is done through the City Council Policy Manual. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available restricted amounts is considered to be spent first. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

5. Fund Equity (Continued)

When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balance is available, the following is the order in which resources will be expended: committed, assigned and unassigned.

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

	Major Governmental Funds							Other Governmental Funds	Total Governmental Funds
	<u>General</u>	<u>Special Highway</u>	<u>Storm Drain</u>	<u>Sales Tax</u>	<u>General Obligation</u>	<u>Transportation Utility</u>	<u>Capital Improvement</u>		
Fund Balances:									
Restricted for:									
Public safety	\$ -	\$ 34,099	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,099
Public works	-	-	39,206	-	-	327,366	-	592,211	958,783
Debt payments	-	-	-	60,550	2,787	-	-	6,800	70,137
Capital improvements	-	-	-	-	-	3,926,491	-	-	3,926,491
Committed for:									
Public works	-	-	-	-	-	-	-	5,610	5,610
Unassigned:	<u>1,340,574</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[48,129]</u>	<u>1,292,445</u>
Total Fund Balances	<u>\$ 1,340,574</u>	<u>\$ 34,099</u>	<u>\$ 39,206</u>	<u>\$ 60,550</u>	<u>\$ 2,787</u>	<u>\$ 327,366</u>	<u>\$ 3,926,491</u>	<u>\$ 556,492</u>	<u>\$ 6,287,565</u>

6. 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. 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.

The General Fund has been used to liquidate the governmental funds compensated absences in prior years. The amount of the liability due within one year is \$241,914.

7. Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds, which are secured, by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as a project revenue and those received after the issuance of general obligation bonds are recorded as revenue in the General Obligation Fund. Further, state statutes require levying additional general ad valorem property taxes in the General Obligation Fund to finance delinquent special assessments receivable. Accordingly, special assessments receivable is accounted for within the General Obligation Fund. Special assessments are levied over the repayment period of the bonds and the annual installments are due and payable with annual ad valorem property taxes. Special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the General Obligation Fund with a corresponding amount recorded as deferred revenue. Special assessments receivable at December 31, 2012, in the fund financial statements totaled \$0.

CITY OF MISSION, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

8. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported 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.

9. Deferred Revenue

The City reports deferred revenue on its governmental funds balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized on the statement of revenues, expenditures and changes in fund balances.

10. Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), and debt service funds. 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 property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2012 budget was amended for the Special Parks and Recreation 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 THE FINANCIAL STATEMENTS

December 31, 2012

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

The actual data presented in the budgetary comparison statements differs from the data presented in accordance with accounting principles generally accepted in the United States of America (GAAP). The following is a summary of the effects on the ending fund balances caused by the difference in accounting between the budgetary basis and GAAP.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments 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 Transportation Utility Fund, Capital Improvement Fund, Special Law Enforcement Fund, School District Sales Tax Fund, Mission Convention and Visitor's Bureau Fund, Donations and Gifts Fund, Street Sales Tax, Rock Creek Drainage District #1 Fund, Rock Creek Drainage District #2 Fund, Solid Waste Fund and the agency funds.

Spending in funds, which 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.

The actual data presented in the budgetary comparison statements differs from the data presented in accordance with accounting principles generally accepted in the United States of America (GAAP). The following is a summary of the effects on the ending fund balances caused by the difference in accounting between the budgetary basis and GAAP.

	Major Governmental Funds							Other Governmental Funds	Total Governmental Funds
	General	Special Highway	Storm Drain	Sales Tax	General Obligation	Transportation Utility	Capital Improvement		
GAAP FUND BALANCE									
December 31, 2012	\$ 1,340,574	\$ 34,099	\$ 39,206	\$ 60,550	\$ 2,787	\$ 327,367	\$ 3,926,491	\$ 556,492	\$ 6,287,566
Adjustments:									
Unreserved fund balances not subject to the Kansas Budget Law:									
Transportation Utility	-	-	-	-	-	[327,367]	-	-	[327,367]
Capital Improvement	-	-	-	-	-	-	[3,926,491]	-	[3,926,491]
Nonmajor governmental funds	-	-	-	-	-	-	-	[422,913]	[422,913]
Total deductions	-	-	-	-	-	[327,367]	[3,926,491]	[422,913]	[4,676,771]
BUDGETARY FUND BALANCE									
December 31, 2012	\$ 1,340,574	\$ 34,099	\$ 39,206	\$ 60,550	\$ 2,787	\$ -	\$ -	\$ 133,579	\$ 1,610,795

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Restatement of Equity

The beginning governmental activities net position was restated as follows:

	Governmental Activities
Net position - beginning	\$ 27,916,749
Prior period adjustment	
Revenue recognition of taxes and special assessments previously deferred	1,430,253
Items previously misclassified as capital assets, net	<u>[157,087]</u>
Net position - beginning, restated	<u>\$ 29,189,915</u>

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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 adjacent county in which the City is located and the banks provide an acceptable rate for active funds.

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 at 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, the Municipal Investment Pool (KMIP). Maturities of the above investments may not exceed two years by statute.

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 US 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.

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

III. DETAILED NOTES ON ALL FUNDS (Continued)

A. Deposits and Investments (Continued)

At December 31, 2012, the City has the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Maturity</u>		
			<u>Less Than 5 Years</u>	<u>5 - 10 Years</u>	<u>10 - 15 Years</u>
Kansas Municipal Investment Pool	<u>\$ 5,704,066</u>	S&P AAaf/S1+	\$ 5,704,066	\$ -	\$ -

The Kansas Municipal Investment Pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than 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. The fair value of the City's position in the municipal investment pool is substantially the same as the value of the pool shares.

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

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

B. Accounts Receivable

Accounts receivable of the City, as of the year end, are as follows:

	<u>General</u>	<u>General Obligation</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Taxes	\$ 1,624,002	\$ 119,706	\$ 122,832	\$ 1,866,540
Intergovernmental	89	-	-	89
Other	<u>38,466</u>	<u>-</u>	<u>-</u>	<u>38,466</u>
Total	<u>\$ 1,662,557</u>	<u>\$ 119,706</u>	<u>\$ 122,832</u>	<u>\$ 1,905,095</u>

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

III. DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2012, was as follows:

	Balance at <u>12/31/11</u>	<u>Restatement</u>	Restated Balance at <u>12/31/11</u>	<u>Additions</u>	<u>Retirements</u>	Balance at <u>12/31/12</u>
City governmental activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 774,459	\$ -	\$ 774,459	\$ 573,968	\$ -	\$ 1,348,427
Land	10,862,274	-	10,862,274	268,220	-	11,130,494
Capital assets, being depreciated						
Building	8,441,030	-	8,441,030	-	-	8,441,030
Equipment and vehicles	4,492,665	[155,320]	4,337,345	745,835	267,275	4,815,905
Infrastructure	43,862,126	[7,181]	43,854,945	52,747	-	43,907,692
Total capital assets	<u>68,432,554</u>	<u>[162,501]</u>	<u>68,270,053</u>	<u>1,640,770</u>	<u>267,275</u>	<u>69,643,548</u>
Less accumulated depreciation for:						
Building	2,737,721	-	2,737,721	179,768	-	2,917,489
Equipment and vehicles	3,428,434	[5,415]	3,423,019	344,547	260,483	3,507,083
Infrastructure	4,300,496	-	4,300,496	1,151,140	-	5,451,636
Total accumulated depreciation	<u>10,466,651</u>	<u>[5,415]</u>	<u>10,461,236</u>	<u>1,675,455</u>	<u>260,483</u>	<u>11,876,208</u>
Governmental activities capital assets, net	<u>\$ 57,965,903</u>	<u>\$ [157,086]</u>	<u>\$ 57,808,817</u>	<u>\$ [34,685]</u>	<u>\$ 6,792</u>	<u>\$ 57,767,340</u>

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

Governmental Activities:

General government	\$ 47,674
Public safety	128,129
Public works	1,244,898
Culture and recreation	<u>254,754</u>
Total depreciation	<u>\$ 1,675,455</u>

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt

During the year ended December 31, 2012, the following changes occurred in long term liabilities:

	Balance January 1, <u>2012</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, <u>2012</u>	Due Within <u>A Year</u>
General obligation debt	\$ 32,748,611	\$ 4,322,662	\$ 2,445,309	\$ 34,625,964	\$ 2,421,574
Capital lease payable	407,344	-	141,890	265,454	117,525
KDHE loan payable	99,864	-	3,977	95,887	4,096
Special assessment bonds	10,000	-	10,000	-	-
Temporary notes	485,000	-	-	485,000	-
Compensated absences	<u>478,847</u>	<u>254,024</u>	<u>241,914</u>	<u>490,957</u>	<u>241,914</u>
	<u>\$ 34,229,666</u>	<u>\$ 4,576,686</u>	<u>\$ 2,843,090</u>	<u>\$ 35,963,262</u>	<u>\$ 2,785,109</u>

General Obligation Bonds. The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

<u>Series</u>	<u>Date Issued</u>	<u>Original Amount</u>	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Outstanding Amount As Of December 31, 2012</u>
Series 2004A - Capital Improvement	10/1/2004	\$ 1,235,000	1.40%-3.50%	9/1/2014	\$ 280,000
Series 2007A - Capital Improvement	5/15/2007	751,114	5.00%-5.30%	9/1/2018	495,000
Series 2009A - Refunding	6/10/2009	22,910,000	1.00%-4.35%	9/1/2029	16,280,000
Series 2010A - Capital Improvement	8/18/2010	3,276,571	2.00%-2.75%	9/1/2020	2,681,256
Series 2010B - Refunding	12/15/2010	6,974,092	4.00%-4.25%	9/1/2029	6,974,092
Series 2011A - Capital Improvement	3/15/2011	4,440,000	1.25%-1.75%	9/1/2015	3,592,954
Series 2012A - Capital Improvement	2/16/2012	4,360,000	0.40%-2.00%	9/1/2022	4,322,662
					<u>\$ 34,625,964</u>

CITY OF MISSION, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 December 31, 2012

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt (Continued)

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

Year Ending December 31,	Principal	Interest
2013	\$ 2,421,574	\$ 1,020,417
2014	4,376,574	978,687
2015	2,966,574	905,286
2016	2,138,923	845,364
2017	2,193,923	792,406
2018-2022	11,903,030	2,979,191
2023-2027	6,819,546	1,184,206
2028-2029	1,805,818	116,556
Total	<u>\$ 34,625,964</u>	<u>\$ 8,822,114</u>

The City issued Series 2012A General Obligation Bonds in the amount of \$4,360,000 on February 16, 2012 to provide financing for a portion of the cost of certain street improvement projects. The interest rate on the bonds is 0.40% to 2.00% and has a final maturity of September 1, 2022.

Temporary notes currently outstanding are as follows:

<u>Series</u>	<u>Date Issued</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Outstanding</u>
Series 2011-1	12/30/2011	\$ 485,000	1.15%	9/1/2014	<u>\$ 485,000</u>

Annual debt service requirements to maturity for temporary notes outstanding at December 31, 2012 are as follows:

Year Ending December 31,	Principal	Interest
2013	\$ -	\$ 5,578
2014	<u>485,000</u>	<u>5,578</u>
Total	<u>\$ 485,000</u>	<u>\$ 11,155</u>

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt (Continued)

The Kansas Department of Health and Environment and the City has entered into an agreement for a loan. As of December 31, 2012, 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 City will retire this loan with semi-annual payments through March 2031.

The following displays annual debt service requirements to maturity for this KDHE loan for the full proceeds amount:

Year Ending December 31,	Principal	Interest
2013	\$ 4,096	\$ 237
2014	4,203	227
2015	4,313	216
2016	4,426	205
2017	4,541	194
2018-2022	24,553	794
2023-2027	27,938	469
2028-2031	21,818	110
Total	\$ 95,887	\$ 2,453

At December 31, 2012, the remaining principal balance of outstanding debt issues previously defeased is \$4,065,000. The principal and interest payments for these bonds will be paid by the trustee for the related escrow securities on the scheduled payment dates. This amount is not recorded in these financial statements.

Conduit Debt Obligations. From time to time, 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 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, 2012 there were five series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$39,010,000.

CITY OF MISSION, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

IV. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

The City is a member of the Kansas Eastern Region Insurance Trust (KERIT), a group self-insured program consisting of local governments and other political subdivisions. KERIT was formed in 1986 as a public entity risk retention pool to provide workers' compensation benefits to employees of Trust members. The City pays annual premiums to KERIT for workers' compensation coverage. The agreement with KERIT provides that the Trust will be self-sustaining through member premiums. KERIT has the authority to assess members for any deficiencies of revenues under expenses for any single plan year. Likewise, KERIT has the authority to return dividends to members for the excess of revenues over expenses relating to any single plan year according to the Trust's by-laws.

B. Defined Benefit Pension Plan

Plan description - The City participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Fireman's Retirement System (KP&F). Both are cost-sharing multiple-employer defined benefit pension plans as provided by Kansas statutes (K.S.A. 74-4901 et seq). KPERS and KP&F provide retirement benefits, life insurance, disability income benefits and death benefits. Kansas law established and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to 611 South Kansas Ave., Suite 100, Topeka, Kansas 66603 or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at either 4% or 6% of covered salary based on the employee's tier. K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provision of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates. The KPERS employer rate was 7.74% for the year ended December 31, 2012. The City employer contributions to KPERS for the year ended December 31, 2012, 2011 and 2010 were \$176,846, \$160,129 and \$150,337, respectively, equal to the required contributions for each year. The KP&F employer rate established for fiscal years beginning in 2012 is 16.43%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which are determined separately for each participating employer. The City's contributions to KP&F for the years ended December 31, 2012, 2011 and 2010 were \$267,363, \$253,144 and \$217,663, respectively, equal to the required contributions for each year.

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

IV. OTHER INFORMATION (Continued)

C. Interfund Transfers

A reconciliation of all transfers by fund type for 2012 follows:

<u>Fund</u>	<u>To</u>	<u>From</u>
General	\$ -	\$ 605,000
Storm Drain	-	-
Capital Improvement	497,000	-
Other Governmental Funds	<u>185,000</u>	<u>77,000</u>
	<u>\$ 682,000</u>	<u>\$ 682,000</u>

The City uses interfund transfers to share administrative costs between funds.

D. 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 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 4% of covered employees' wages. Employees under the plan are allowed to make contributions to the plan of up to 10% of their wages. In addition to this employee contribution, the City will contribute 50% of the employee contributions up to a maximum of 2%. The City's contributions for 2011 and 2012 were \$117,983, and \$108,877, respectively.

E. Capital Leases

The City has entered into lease agreements as lessee for financing the acquisition of equipment. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of inception.

	Governmental Activities <u>Assets</u>
Other equipment	<u>\$ 265,454</u>

Minimum future lease payments under capital leases as of December 31, 2012 are:

<u>Year Ended</u> <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u> <u>Payment</u>
2013	\$ 117,525	\$ 5,992	\$ 123,517
2014	120,497	3,020	123,517
2015	18,986	947	19,933
2016	<u>8,446</u>	<u>118</u>	<u>8,563</u>
Total	<u>\$ 265,454</u>	<u>\$ 10,077</u>	<u>\$ 275,531</u>

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan

Plan Description. The City operates a single employer defined benefit healthcare plan administered by the City. The Employee Benefit 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. The General Fund has been used to liquidate net other postemployment benefit obligations in prior years. No separate financial report is issued for the Plan.

Funding Policy. The contribution requirements of plan participants and the City are established and amended by the City. The required contribution is based on projected pay-as-you-go financing requirements. Plan participant contribution percentages and monthly premiums are as follows:

<u>Monthly Contributions</u>			
<u>Coverage</u>	<u>Health</u>	<u>Dental</u>	<u>Vision</u>
Single	\$ 503.25	\$ 29.71	\$ 13.97
Single & Spouse	1,078.38	86.90	30.02

<u>Retiree Contribution Percentage</u>			
Years of <u>Service</u>	<u>Health</u>	<u>Dental</u>	<u>Vision</u>
10 - 14	75%	100%	100%
15 - 19	70%	100%	100%
20 - 24	60%	100%	100%
25 or more	50%	100%	100%

Annual OPEB Cost and Net OPEB Obligation. The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the City's annual OPEB cost for the Plan for the year, the amount actually contributed to the plan, and the changes in the City's net OPEB obligation to the Plan:

Annual required contribution	\$ 103,731
Interest on net OPEB obligation	8,125
Adjustment to annual required contribution	<u>[10,067]</u>
Annual OPEB cost (expense)	101,789
Benefit payments	<u>74,105</u>
Change in net OPEB obligation	27,684
Net OPEB obligation - beginning of year	<u>183,769</u>
Net OPEB obligation - end of year	<u>\$ 211,453</u>

CITY OF MISSION, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2012

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended December 31, 2012 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Annual OPEB Cost Contributed	Net OPEB Obligation	Percentage of Annual OPEB Cost Contributed
December 31, 2010	\$ 84,696	\$ 23,545	\$ 117,778	27.80%
December 31, 2011	89,536	23,545	183,769	26.30%
December 31, 2012	101,789	74,105	211,453	72.80%

Funding Status and Funding Progress. As of January 1, 2012, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability for benefits was \$953,171 and the actuarial value of asset was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$953,171. The covered payroll (annual payroll of active employees covered by the plan) was \$3,212,684, and the ratio of the UAAL to the covered payroll was 29.7%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statement, presents multiyear trend information about whether the actuarial value of plan assets (if any) are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan participants) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan participants to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

As of January 1, 2012, the most recent actuarial valuation date, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 2% investment rate of return, which is the rate of the employer's own investments as there are no plan assets and an annual healthcare cost trend of 8.4% initially, reduced by decrements to an ultimate rate of 5% in 2023. The UAAL is being amortized as a level dollar over an open thirty-year period.

CITY OF MISSION, KANSAS
 OTHER POST-EMPLOYMENT BENEFITS
 REQUIRED SUPPLEMENTARY INFORMATION
 December 31, 2012

Schedule of Employer Contributions:

Fiscal Year Ended	Annual OPEB Cost	Annual OPEB Cost Contributed	Net OPEB Obligation	Percentage of Annual OPEB Cost Contributed
December 31, 2010	\$ 84,696	\$ 23,545	\$ 117,778	27.80%
December 31, 2011	89,536	23,545	183,769	26.30%
December 31, 2012	101,789	74,105	211,453	72.80%

Schedule of Funding Progress:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (b) - (a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as Percent of Payroll (b-a)/(c)
1/1/2009	\$ -	\$ 519,688	\$ 519,688	0.0%	\$ 3,629,440	14.32%
1/1/2012	-	953,171	953,171	0.0%	3,212,684	29.67%

CITY OF MISSION, KANSAS

COMBINING STATEMENTS - NONMAJOR FUNDS

NONMAJOR 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. **School District Sales Tax Fund** - established to account for the City's portion of sales tax monies received as a result of a 1/8th cent sales tax granted to schools by Johnson County voters in 2002. The sales tax is no longer being collected.
5. **Mission Convention and Visitor's Bureau Fund** - established to account for transient guest tax receipts and is used to track the activities and expenditures of the Mission Convention and Visitor's Bureau.
6. **Donations and Gifts Fund** - established to account for donations and gifts from businesses, groups and individuals.
7. **Solid Waste Fund** – established to account for solid waste charges for services.
8. **Street Sales Tax Fund** – established 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 sales tax sunsets in ten years.
9. **Rock Creek Drainage District #1** – established to account for the Rock Creek Drainage District #1.
10. **Rock Creek Drainage District #2** – established to account for the Rock Creek Drainage District #2.

CITY OF MISSION, KANSAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2012

ASSETS	<u>Special Alcohol</u>	<u>Special Parks and Recreation</u>	<u>Special Law Enforcement</u>	<u>School District Sales Tax</u>
Cash and cash equivalents	\$ 10,637	\$ 122,942	\$ 5,610	\$ 27,064
Receivables				
Taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 10,637</u>	<u>\$ 122,942</u>	<u>\$ 5,610</u>	<u>\$ 27,064</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Deferred inflows of resources				
Unavailable revenue - property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund balances				
Restricted	10,637	122,942	-	27,064
Committed	-	-	5,610	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>10,637</u>	<u>122,942</u>	<u>5,610</u>	<u>27,064</u>
Total liabilities and fund balances	<u>\$ 10,637</u>	<u>\$ 122,942</u>	<u>\$ 5,610</u>	<u>\$ 27,064</u>

Mission Convention and Visitor's Bureau	Donations and Gifts	Solid Waste	Street Sales Tax	Rock Creek Drainage District #1	Rock Creek Drainage District #2	Total
\$ 51,992	\$ 5,746	\$ 2,319	\$ 327,745	\$ 486	\$ 6,800	\$ 561,341
-	-	-	46,860	2,579	73,393	122,832
<u>\$ 51,992</u>	<u>\$ 5,746</u>	<u>\$ 2,319</u>	<u>\$ 374,605</u>	<u>\$ 3,065</u>	<u>\$ 80,193</u>	<u>\$ 684,173</u>
\$ -	\$ -	\$ 50,448	\$ -	\$ -	\$ -	\$ 50,448
-	1,261	-	-	-	-	1,261
-	1,261	50,448	-	-	-	51,709
-	-	-	-	2,579	73,393	75,972
-	-	-	-	2,579	73,393	75,972
51,992	4,485	-	374,605	486	6,800	599,011
-	-	-	-	-	-	5,610
-	-	[48,129]	-	-	-	[48,129]
<u>51,992</u>	<u>4,485</u>	<u>[48,129]</u>	<u>374,605</u>	<u>486</u>	<u>6,800</u>	<u>556,492</u>
<u>\$ 51,992</u>	<u>\$ 5,746</u>	<u>\$ 2,319</u>	<u>\$ 374,605</u>	<u>\$ 3,065</u>	<u>\$ 80,193</u>	<u>\$ 684,173</u>

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Year Ended December 31, 2012

	<u>Special Alcohol</u>	<u>Special Parks and Recreation</u>	<u>Special Law Enforcement</u>	<u>School District Sales Tax</u>	<u>Mission Convention and Visitor's Bureau</u>
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 11,498
Charges for services	-	-	-	-	-
Intergovernmental	38,570	38,572	-	-	49,418
Miscellaneous	-	-	3,025	-	-
Total revenues	<u>38,570</u>	<u>38,572</u>	<u>3,025</u>	<u>-</u>	<u>60,916</u>
Expenditures					
Public works and improvements	<u>32,499</u>	<u>83,933</u>	<u>1,136</u>	<u>1,000</u>	<u>68,340</u>
Total expenditures	<u>32,499</u>	<u>83,933</u>	<u>1,136</u>	<u>1,000</u>	<u>68,340</u>
Excess [deficiency] of revenues over [under] expenditures	<u>6,071</u>	<u>[45,361]</u>	<u>1,889</u>	<u>[1,000]</u>	<u>[7,424]</u>
Other financing sources [uses]					
Transfer in	-	-	-	-	-
Transfer out	-	-	-	-	-
Total other financing sources [uses]	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	6,071	[45,361]	1,889	[1,000]	[7,424]
Fund balances, January 1	<u>4,566</u>	<u>168,303</u>	<u>3,721</u>	<u>28,064</u>	<u>59,416</u>
Fund balances, December 31	<u>\$ 10,637</u>	<u>\$ 122,942</u>	<u>\$ 5,610</u>	<u>\$ 27,064</u>	<u>\$ 51,992</u>

<u>Donations and Gifts</u>	<u>Solid Waste</u>	<u>Street Sales Tax</u>	<u>Rock Creek Drainage District #1</u>	<u>Rock Creek Drainage District #2</u>	<u>Total</u>
\$ -	\$ -	\$ 374,594	\$ 2,641	\$ 76,623	\$ 465,356
-	358,763	-	-	-	358,763
-	-	-	-	-	126,560
-	8,515	11	-	7	11,558
-	367,278	374,605	2,641	76,630	962,237
-	604,551	-	-	-	791,459
-	604,551	-	-	-	791,459
-	[237,273]	374,605	2,641	76,630	170,778
-	185,000	-	-	-	185,000
-	-	-	[4,000]	[73,000]	[77,000]
-	185,000	-	[4,000]	[73,000]	108,000
-	[52,273]	374,605	[1,359]	3,630	278,778
4,485	4,144	-	1,845	3,170	277,714
<u>\$ 4,485</u>	<u>\$ [48,129]</u>	<u>\$ 374,605</u>	<u>\$ 486</u>	<u>\$ 6,800</u>	<u>\$ 556,492</u>

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SPECIAL ALCOHOL FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues						
Intergovernmental	\$ 38,570	\$ -	\$ 38,570	\$ 32,500	\$ 32,500	\$ 6,070
Total revenues	<u>38,570</u>	<u>-</u>	<u>38,570</u>	<u>32,500</u>	<u>32,500</u>	<u>6,070</u>
Expenditures						
Social services	32,499	-	32,499	32,658	32,658	159
Total expenditures	<u>32,499</u>	<u>-</u>	<u>32,499</u>	<u>32,658</u>	<u>32,658</u>	<u>159</u>
Excess [deficiency] of revenues over [under] expenditures	6,071	-	6,071	\$ [158]	\$ [158]	\$ 6,229
Fund balance, January 1	<u>4,566</u>	<u>-</u>	<u>4,566</u>			
Fund balance, December 31	<u>\$ 10,637</u>	<u>\$ -</u>	<u>\$ 10,637</u>			

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SPECIAL PARKS AND RECREATION FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues						
Intergovernmental	\$ 38,572	\$ -	\$ 38,572	\$ 32,500	\$ 32,500	\$ 6,072
Total revenues	<u>38,572</u>	<u>-</u>	<u>38,572</u>	<u>32,500</u>	<u>32,500</u>	<u>6,072</u>
Expenditures						
Public works and improvements	<u>83,933</u>	<u>-</u>	<u>83,933</u>	<u>35,408</u>	<u>127,500</u>	<u>43,567</u>
Total expenditures	<u>83,933</u>	<u>-</u>	<u>83,933</u>	<u>35,408</u>	<u>127,500</u>	<u>43,567</u>
Excess [deficiency] of revenues over [under] expenditures	[45,361]	-	[45,361]	<u>\$ [2,908]</u>	<u>\$ [95,000]</u>	<u>\$ 49,639</u>
Fund balance, January 1	<u>168,303</u>	<u>-</u>	<u>168,303</u>			
Fund balance, December 31	<u>\$ 122,942</u>	<u>\$ -</u>	<u>\$ 122,942</u>			

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
GENERAL OBLIGATION FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues:						
Taxes	\$ 134,760	\$ -	\$ 134,760	\$ 136,755	\$ 136,755	\$ [1,995]
Special assessments	10,426	-	10,426	11,200	11,200	[774]
Interest	14	-	14	150	150	[136]
Total revenues	<u>145,200</u>	<u>-</u>	<u>145,200</u>	<u>148,105</u>	<u>148,105</u>	<u>[2,905]</u>
Expenditures:						
Principal	140,000	-	140,000	149,005	149,005	9,005
Interest, issue cost and fiscal charges	8,810	-	8,810	-	-	[8,810]
Total expenditures	<u>148,810</u>	<u>-</u>	<u>148,810</u>	<u>149,005</u>	<u>149,005</u>	<u>195</u>
Excess [deficiency] of revenues over [under] expenditures	[3,610]	-	[3,610]	<u>\$ [900]</u>	<u>\$ [900]</u>	<u>\$ [2,710]</u>
Fund balance, January 1	<u>6,397</u>	<u>-</u>	<u>6,397</u>			
Fund balance, December 31	<u>\$ 2,787</u>	<u>\$ -</u>	<u>\$ 2,787</u>			

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SALES TAX BOND FUND
For the Year Ended December 31, 2012

	GAAP Basis	Adjustments to Budgetary Basis	Budgetary Basis	Budgeted Amounts		Variance with Final Budget Positive [Negative]
				Original	Final	
Revenues:						
Interest	\$ 1,409	\$ -	\$ 1,409	\$ -	\$ -	\$ 1,409
Total revenues	<u>1,409</u>	<u>-</u>	<u>1,409</u>	<u>-</u>	<u>-</u>	<u>1,409</u>
Expenditures:						
Principal	475,000	-	475,000	495,900	495,900	20,900
Interest, issue cost and fiscal charges	<u>10,450</u>	<u>-</u>	<u>10,450</u>	<u>-</u>	<u>-</u>	<u>[10,450]</u>
Total expenditures	<u>485,450</u>	<u>-</u>	<u>485,450</u>	<u>495,900</u>	<u>495,900</u>	<u>10,450</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[484,041]</u>	<u>-</u>	<u>[484,041]</u>	<u>[495,900]</u>	<u>[495,900]</u>	<u>11,859</u>
Other financing sources [uses]						
Transfer out	-	-	-	[77,937]	[77,937]	77,937
Total other financing sources [uses]	<u>-</u>	<u>-</u>	<u>-</u>	<u>[77,937]</u>	<u>[77,937]</u>	<u>77,937</u>
Excess [deficiency] of revenues and other sources over [under] over [under] expenditures	<u>[484,041]</u>	<u>-</u>	<u>[484,041]</u>	<u>[\$573,837]</u>	<u>[\$573,837]</u>	<u>\$ 89,796</u>
Fund balance, January 1	<u>544,591</u>	<u>-</u>	<u>544,591</u>			
Fund balance, December 31	<u>\$ 60,550</u>	<u>\$ -</u>	<u>\$ 60,550</u>			

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS

AGENCY FUNDS

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds.

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

CITY OF MISSION, KANSAS
 COMBINING BALANCE SHEET
 AGENCY FUNDS
 December 31, 2012

ASSETS	License Reinstatement Fees	Alcohol & Drug Safety	Cafeteria Plan	Totals
Cash and cash equivalents	\$ 1,526	\$ 21,249	\$ 9,965	\$ 32,740
Total assets	<u>\$ 1,526</u>	<u>\$ 21,249</u>	<u>\$ 9,965</u>	<u>\$ 32,740</u>
 LIABILITIES				
Due to others	\$ 1,526	\$ 21,249	\$ 9,965	\$ 32,740
Total liabilities	<u>\$ 1,526</u>	<u>\$ 21,249</u>	<u>\$ 9,965</u>	<u>\$ 32,740</u>

See independent auditor's report on the financial statements.

CITY OF MISSION, KANSAS
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 For the Year Ended December 31, 2012

<u>License Reinstatement Fees</u>	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash and cash equivalents	\$ 1,377	\$ 38,798	\$ 38,649	\$ 1,526
Total assets	<u>\$ 1,377</u>	<u>\$ 38,798</u>	<u>\$ 38,649</u>	<u>\$ 1,526</u>

LIABILITIES

Due to others	\$ 1,377	\$ 38,798	\$ 38,649	\$ 1,526
Total liabilities	<u>\$ 1,377</u>	<u>\$ 38,798</u>	<u>\$ 38,649</u>	<u>\$ 1,526</u>

<u>Alcohol and Drug Safety</u>	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash and cash equivalents	\$ 35,368	\$ 3,081	\$ 17,200	\$ 21,249
Total assets	<u>\$ 35,368</u>	<u>\$ 3,081</u>	<u>\$ 17,200</u>	<u>\$ 21,249</u>

LIABILITIES

Due to others	\$ 35,368	\$ 3,081	\$ 17,200	\$ 21,249
Total liabilities	<u>\$ 35,368</u>	<u>\$ 3,081</u>	<u>\$ 17,200</u>	<u>\$ 21,249</u>

<u>Cafeteria Plan</u>	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash and cash equivalents	\$ 9,965	\$ 69,754	\$ 69,754	\$ 9,965
Total assets	<u>\$ 9,965</u>	<u>\$ 69,754</u>	<u>\$ 69,754</u>	<u>\$ 9,965</u>

LIABILITIES

Due to others	\$ 9,965	\$ 69,754	\$ 69,754	\$ 9,965
Total liabilities	<u>\$ 9,965</u>	<u>\$ 69,754</u>	<u>\$ 69,754</u>	<u>\$ 9,965</u>

<u>Total Agency Funds</u>	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash and cash equivalents	\$ 46,710	\$ 111,633	\$ 125,603	\$ 32,740
Total assets	<u>\$ 46,710</u>	<u>\$ 111,633</u>	<u>\$ 125,603</u>	<u>\$ 32,740</u>

LIABILITIES

Due to others	\$ 46,710	\$ 111,633	\$ 125,603	\$ 32,740
Total liabilities	<u>\$ 46,710</u>	<u>\$ 111,633</u>	<u>\$ 125,603</u>	<u>\$ 32,740</u>

See independent auditor's report on the financial statements.

STATISTICAL SECTION

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Statistical Section
(Unaudited)

This part of the City of Mission's *Comprehensive Annual Financial Report (CAFR)*, 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 Annual Financial Report for the relevant year. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

TABLE 1
(UNAUDITED)

CITY OF MISSION, KANSAS
NET POSITION BY COMPONENT
LAST TEN YEARS (1)
(Accrual Basis of Accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Governmental Activities									
Invested in capital assets, net of related debt	\$ 6,511,170	\$ 4,560,491	\$ 8,129,556	\$15,120,064	\$ 18,606,539	\$21,507,063	\$23,644,245	\$25,521,486	\$26,771,829
Restricted	572,955	623,320	678,017	722,400	857,622	941,397	791,098	550,988	63,337
Unrestricted	<u>5,812,516</u>	<u>8,094,125</u>	<u>4,359,428</u>	<u>2,360,686</u>	<u>3,571,184</u>	<u>3,841,032</u>	<u>1,518,953</u>	<u>1,844,275</u>	<u>3,336,675</u>
Total Net Position	<u>\$12,896,641</u>	<u>\$13,277,936</u>	<u>\$ 13,167,001</u>	<u>\$18,203,150</u>	<u>\$ 23,035,345</u>	<u>\$26,289,492</u>	<u>\$25,954,296</u>	<u>\$27,916,749</u>	<u>\$30,171,841</u>

(1) Data became available with the inception of GASB 34 during fiscal year 2004, therefore 10 years of data is unavailable.

Source: City of Mission, Kansas Basic Financial Statements.

TABLE 2
(UNAUDITED)

CITY OF MISSION, KANSAS
CHANGE IN NET POSITION
LAST TEN YEARS (1)
(Accrual Basis of Accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Expenses									
Governmental Activities:									
General government	\$1,425,130	\$1,445,969	\$3,547,477	\$1,892,510	\$3,534,363	\$2,311,207	\$1,893,579	\$2,964,860	\$2,376,085
Public safety	2,508,144	2,862,597	2,903,379	3,239,519	3,384,135	3,624,111	3,613,022	3,791,275	3,725,913
Public works	2,929,595	3,188,033	2,657,277	2,953,028	2,699,875	3,990,772	4,388,119	3,332,773	3,306,786
Culture and recreation	2,813,867	2,866,291	2,813,443	2,648,777	2,657,303	2,733,024	2,695,954	2,607,459	2,635,617
Interest on Long-Term Debt	<u>241,768</u>	<u>304,078</u>	<u>617,069</u>	<u>1,039,158</u>	<u>1,390,170</u>	<u>1,276,197</u>	<u>1,007,059</u>	<u>974,679</u>	<u>1,055,632</u>
Total Primary Government Expenses	<u>9,918,504</u>	<u>10,666,968</u>	<u>12,538,645</u>	<u>11,772,992</u>	<u>13,665,846</u>	<u>13,935,311</u>	<u>13,597,733</u>	<u>13,671,046</u>	<u>13,100,033</u>
Program Revenues									
Governmental Activities:									
Charges for services									
General government	252,111	128,692	115,658	154,005	164,213	161,865	132,871	781,913	494,255
Public safety	976,526	1,204,794	1,568,089	1,897,595	1,850,795	2,071,362	1,648,771	1,640,415	1,868,248
Public works	14,069	514,303	372,141	574,455	777,603	1,059,463	1,190,916	2,432,511	2,461,655
Culture and recreation	1,499,413	1,704,874	1,758,012	1,818,171	1,872,041	1,841,918	1,805,037	1,559,797	1,776,706
Operating grants and contributions									
General government	5,675	815	1,300	-	-	-	-	-	-
Public safety	-	-	14,573	44,286	68,313	54,871	34,335	46,848	55,474
Public works	<u>619,889</u>	<u>429,843</u>	<u>756,870</u>	<u>4,058,055</u>	<u>5,945,713</u>	<u>3,619,852</u>	<u>1,113,502</u>	<u>2,308,031</u>	<u>492,870</u>
Total Primary Government Program Revenues	<u>3,367,683</u>	<u>3,983,321</u>	<u>4,586,643</u>	<u>8,546,567</u>	<u>10,678,678</u>	<u>8,809,331</u>	<u>5,925,432</u>	<u>8,769,515</u>	<u>7,149,208</u>
Total Primary Government Net [Expense]	<u>[6,550,821]</u>	<u>[6,683,647]</u>	<u>[7,952,002]</u>	<u>[3,226,425]</u>	<u>[2,987,168]</u>	<u>[5,125,980]</u>	<u>[7,672,301]</u>	<u>[4,901,531]</u>	<u>[5,950,825]</u>
General Revenues and Other Changes in Net Position									
Governmental activities:									
Taxes:									
Property taxes	646,256	1,212,425	1,263,709	1,742,544	1,930,893	2,040,368	1,800,788	1,469,907	1,394,756
Sales and use tax	4,641,595	4,428,871	4,296,256	4,542,950	4,323,982	3,972,155	3,973,428	4,057,445	4,040,247
Motor vehicle tax	87,718	82,277	107,865	123,358	160,252	166,532	158,653	159,717	125,721
Franchise tax	749,315	853,066	929,185	986,991	1,022,445	976,392	1,011,213	1,014,732	968,696
Investment earnings	93,159	208,687	710,936	612,662	214,405	37,475	4,282	2,348	4,227
Miscellaneous	<u>117,421</u>	<u>282,229</u>	<u>392,427</u>	<u>281,947</u>	<u>253,637</u>	<u>1,187,205</u>	<u>388,741</u>	<u>159,835</u>	<u>399,104</u>
Total primary government	<u>6,335,464</u>	<u>7,067,555</u>	<u>7,700,378</u>	<u>8,290,452</u>	<u>7,905,614</u>	<u>8,380,127</u>	<u>7,337,105</u>	<u>6,863,984</u>	<u>6,932,751</u>
Change in Net Position									
Governmental activities	<u>\$ [215,357]</u>	<u>\$ 383,908</u>	<u>\$ [251,624]</u>	<u>\$5,064,027</u>	<u>\$4,918,446</u>	<u>\$3,254,147</u>	<u>\$ [335,196]</u>	<u>\$1,962,453</u>	<u>\$ 981,926</u>

(1) Data became available with the inception of GASB 34 during fiscal year 2004, therefore 10 years of data is unavailable.

Source: City of Mission, Kansas Basic Financial Statements.

TABLE 3
(UNAUDITED)

CITY OF MISSION, KANSAS
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(Modified Accrual Basis of Accounting)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund				
Unassigned	\$ -	\$ -	\$ -	\$ -
Reserved	238,398	128,343	3,000	3,000
Unreserved	<u>2,188,070</u>	<u>2,598,676</u>	<u>2,694,436</u>	<u>1,923,372</u>
Total General Fund	<u>\$ 2,426,468</u>	<u>\$ 2,727,019</u>	<u>\$ 2,697,436</u>	<u>\$ 1,926,372</u>
All Other Governmental Funds				
Restricted	\$ -	\$ -	\$ -	\$ -
Committed	-	-	-	-
Unassigned	-	-	-	-
Reserved	2,039,455	1,931,462	1,203,988	1,153,883
Unreserved, reported in:				
Special revenue funds	2,484,200	1,865,105	1,632,667	1,654,844
Debt service fund	509,195	572,955	623,320	678,017
Capital project funds	<u>422,093</u>	<u>910,339</u>	<u>7,435,624</u>	<u>9,970,696</u>
Total All Other Governmental Funds	<u>\$ 5,454,943</u>	<u>\$ 5,279,861</u>	<u>\$ 10,895,599</u>	<u>\$ 13,457,440</u>

Source: City of Mission, Kansas Basic Financial Statements.

TABLE 3
(UNAUDITED)

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,335,927	\$ 1,340,574
3,000	3,000	34,269	34,915	-	-
2,120,554	2,459,968	2,473,479	1,289,577	-	-
<u>\$ 2,123,554</u>	<u>\$ 2,462,968</u>	<u>\$ 2,507,748</u>	<u>\$ 1,324,492</u>	<u>\$ 1,335,927</u>	<u>\$ 1,340,574</u>
\$ -	\$ -	\$ -	\$ -	\$ 2,093,006	\$ 4,989,510
-	-	-	-	3,721	5,610
-	-	-	-	-	[48,129]
1,153,883	8,828	-	-	-	-
1,635,880	1,642,606	1,527,992	417,604	-	-
722,400	857,622	941,397	791,098	-	-
[1,813,596]	5,952,272	815,477	[453,906]	-	-
<u>\$ 1,698,567</u>	<u>\$ 8,461,328</u>	<u>\$ 3,284,866</u>	<u>\$ 754,796</u>	<u>\$ 2,096,727</u>	<u>\$ 4,946,991</u>

TABLE 4
(UNAUDITED)

CITY OF MISSION, KANSAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(Modified Accrual Basis of Accounting)

	<u>2003</u>	<u>2004</u>	<u>2005</u>
Revenues			
Taxes	\$ 5,349,559	\$ 6,124,884	\$ 6,576,639
Special assessments	119,500	120,888	112,011
Intergovernmental	582,114	625,563	430,658
Licenses and permits	151,410	150,055	189,776
Charges for services	1,458,250	1,593,983	2,050,547
Fines and fees	645,765	877,194	1,200,329
Use of money and property	73,331	93,159	208,687
Miscellaneous	53,523	117,421	282,229
Total revenues	<u>8,433,452</u>	<u>9,703,147</u>	<u>11,050,876</u>
Expenditures			
General government	768,751	1,070,642	1,418,455
Public safety	1,954,971	2,444,061	2,740,399
Public works	2,532,653	2,805,876	2,980,125
Culture and recreation	1,908,104	2,519,021	2,549,985
Capital outlay	3,941,062	2,235,832	3,820,968
Debt service			
Principal	502,000	1,960,000	1,045,000
Bond issuance costs	-	-	72,332
Interest and other charges	239,521	232,246	233,084
Total expenditures	<u>11,847,062</u>	<u>13,267,678</u>	<u>14,860,348</u>
Excess of revenues over [under] expenditures	<u>[3,413,610]</u>	<u>[3,564,531]</u>	<u>[3,809,472]</u>
Other financing sources [uses]			
Transfers in	368,572	2,279,072	1,285,232
Transfers out	[368,572]	[2,279,072]	[1,285,232]
Bond premium	-	-	294,598
Bond discount	-	-	[3,971]
Sale of refunding bonds	-	-	-
Payment to refunding bond escrow agent	-	-	-
Loan proceeds	-	-	-
Sale of bonds	1,200,000	3,690,000	9,105,000
Total other financing sources [uses]	<u>1,200,000</u>	<u>3,690,000</u>	<u>9,395,627</u>
Net change in fund balances	<u>\$ [2,213,610]</u>	<u>\$ 125,469</u>	<u>\$ 5,586,155</u>
Debt service as a percentage of noncapital expenditures	9.38%	19.87%	12.23%

Source: City of Mission, Kansas Basic Financial Statements.

TABLE 4
(UNAUDITED)

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$ 6,597,014	\$ 7,395,843	\$ 7,336,009	\$ 7,064,955	\$ 6,927,357	\$ 6,690,601	\$ 6,571,139
106,173	95,035	101,563	90,492	16,725	11,200	10,426
666,570	4,007,306	6,014,026	3,674,723	1,147,837	2,354,879	548,344
147,398	199,545	322,449	161,865	132,871	158,156	134,743
2,102,420	2,341,354	2,480,423	2,801,599	2,793,683	4,616,065	4,597,873
1,564,082	1,903,327	1,861,780	2,171,144	1,851,040	1,640,415	1,868,248
710,936	612,662	175,208	37,475	4,282	2,348	4,227
392,427	281,947	275,087	1,212,405	415,230	187,679	428,373
<u>12,287,020</u>	<u>16,837,019</u>	<u>18,566,545</u>	<u>17,214,658</u>	<u>13,289,025</u>	<u>15,661,343</u>	<u>14,163,373</u>
1,916,208	1,975,256	2,199,511	1,912,691	1,907,311	1,925,928	1,721,635
2,722,207	3,079,884	3,326,584	3,473,046	3,438,881	3,710,722	3,652,781
2,403,996	2,574,231	2,247,005	3,489,138	3,335,084	2,113,493	2,048,877
2,521,622	2,381,770	2,387,785	2,475,261	2,477,811	2,434,362	2,407,179
8,542,329	22,198,096	9,219,468	3,899,569	2,673,142	5,545,434	2,244,246
4,685,000	5,985,000	8,345,000	28,400,000	12,365,000	2,976,408	2,450,000
48,919	90,494	59,190	-	-	-	-
326,898	1,097,214	1,275,507	1,606,635	1,329,292	1,047,541	1,143,744
<u>23,167,179</u>	<u>39,381,945</u>	<u>29,060,050</u>	<u>45,256,340</u>	<u>27,526,521</u>	<u>19,753,888</u>	<u>15,668,462</u>
<u>[10,880,159]</u>	<u>[22,544,926]</u>	<u>[10,493,505]</u>	<u>[28,041,682]</u>	<u>[14,237,496]</u>	<u>[4,092,545]</u>	<u>[1,505,089]</u>
1,752,338	2,080,802	1,512,547	1,634,590	2,609,467	1,250,000	682,000
[1,752,338]	[2,080,802]	[1,512,547]	[1,634,590]	[2,609,467]	[1,250,000]	[682,000]
61,976	1,113	-	-	105,663	-	-
-	-	[54,320]	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	273,507	520,911	-
<u>12,590,000</u>	<u>11,010,000</u>	<u>17,650,000</u>	<u>22,910,000</u>	<u>10,145,000</u>	<u>4,925,000</u>	<u>4,360,000</u>
<u>12,651,976</u>	<u>11,011,113</u>	<u>17,595,680</u>	<u>22,910,000</u>	<u>10,524,170</u>	<u>5,445,911</u>	<u>4,360,000</u>
<u>\$ 1,771,817</u>	<u>\$ [11,533,813]</u>	<u>\$ 7,102,175</u>	<u>\$ [5,131,682]</u>	<u>\$ [3,713,326]</u>	<u>\$ 1,353,366</u>	<u>\$ 2,854,911</u>
34.60%	41.87%	45.90%	72.76%	54.93%	26.49%	25.62%

TABLE 5
(UNAUDITED)

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

<u>Fiscal Year</u> <u>December 31,</u>	<u>Property</u> <u>Tax</u>	<u>City Sales</u> <u>Tax</u>	<u>City Use</u> <u>Tax</u>	<u>County Sales</u> <u>Tax</u>	<u>County Use</u> <u>Tax</u>	<u>Franchise</u> <u>Tax</u>	<u>Total</u>
2003	\$ 675,451	\$2,671,526	\$180,720	\$ 1,246,079	\$ 82,306	\$ 493,477	\$5,349,559
2004	733,974	3,060,411	418,364	930,994	231,826	749,315	6,124,884
2005	1,294,702	2,540,060	734,473	909,570	244,768	853,066	6,576,639
2006	1,371,573	2,571,130	465,239	1,003,059	256,828	929,185	6,597,014
2007	1,865,902	2,647,561	614,798	1,035,776	244,815	986,991	7,395,843
2008	1,989,582	2,625,275	461,553	1,097,660	139,494	1,022,445	7,336,009
2009	2,116,408	2,484,314	439,764	918,713	129,364	976,392	7,064,955
2010	1,942,716	2,475,013	471,969	897,296	129,150	1,011,213	6,927,357
2011	1,618,424	2,564,793	379,031	938,788	174,833	1,014,732	6,690,601
2012	1,562,195	2,482,815	372,011	1,002,287	174,692	977,139	6,571,139

Source: City of Mission, Kansas Basic Financial Statements.

TABLE 6
(UNAUDITED)

CITY OF MISSION, KANSAS
LOCAL SALES TAX COLLECTIONS
LAST TEN YEARS (1)

Category	Local Sales Tax Collected			
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Auto sales, repairs, gasoline	\$ 264,802	\$ 297,058	\$ 336,701	\$ 232,132
Clothing, department and shoe stores	432,385	415,520	438,675	453,851
Construction, home repairs, maintenance	84,602	67,472	53,265	58,198
Grocery/drug store	386,318	437,049	449,708	431,180
Medical	15,962	18,900	19,979	22,897
Restaurant/entertainment	424,966	389,738	431,435	412,674
Specialty	173,076	173,346	181,528	161,861
Utilities/communications	373,797	379,538	358,793	332,923
All other outlets	328,406	296,392	294,709	377,099
Total	<u>\$ 2,484,314</u>	<u>\$ 2,475,013</u>	<u>\$ 2,564,793</u>	<u>\$ 2,482,815</u>
City Sales Tax Rate	1.25%	1.25%	1.25% and 1.0%	1.25% and 1.0%

Note (1) - Data became available in 2009, therefore 10 years of data is unavailable.

Source: Kansas Department of Revenue.

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TABLE 7
(UNAUDITED)

CITY OF MISSION
ASSESSSED AND ESTIMATED ACTUAL VALUE
OF TAXABLE PROPERTY (1)
LAST TEN YEARS

Assessment Year	Year Ended December 31, Budget Year	Real Property		Personal Property		Total Assessed Value	Estimated Actual Value	Ratio of Assessed Value to Estimated Actual Value	Total Direct Tax Rate
		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2002	2003	\$ 117,414,721	\$ 795,044,473	\$ 14,220,866	\$ 55,935,406	\$ 131,635,587	\$ 850,979,879	0.15	5.041
2003	2004	116,464,078	821,908,020	9,316,714	36,645,742	125,780,792	858,553,762	0.14	9.935
2004	2005	119,809,159	849,677,095	9,023,996	35,494,384	128,833,155	885,171,479	0.14	9.962
2005	2006	122,948,049	880,351,925	8,749,943	29,166,477	131,697,992	909,518,402	0.14	13.176
2006	2007	128,267,489	923,590,639	9,862,567	32,875,223	138,130,056	956,465,862	0.14	13.198
2007	2008	130,722,893	936,033,240	6,713,836	22,379,453	137,436,729	958,412,693	0.14	13.215
2008	2009	124,812,666	900,169,960	3,389,601	11,298,670	128,202,267	911,468,630	0.14	13.217
2009	2010	117,416,873	858,323,410	3,104,763	10,349,210	120,521,636	868,672,620	0.14	11.213
2010	2011	115,357,123	862,419,740	2,594,652	8,648,840	117,951,775	871,068,580	0.14	11.371
2011	2012	112,043,638	854,717,930	2,107,544	7,025,147	114,151,182	861,743,077	0.13	11.410

(1) - Information provided by the Johnson County Office of the County Appraiser.

TABLE 8
(UNAUDITED)

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
	General Fund	Storm Drain Fund	General Obligation Fund	Total Direct Rate			
2003	5.041	0.000	0.000	5.041	16.3810	37.7740	9.432
2004	9.935	1.000	1.025	11.960	16.0410	42.6550	9.438
2005	9.962	1.003	1.028	11.993	17.9220	49.7480	8.960
2006	13.176	1.002	1.027	15.205	17.9490	51.9800	8.872
2007	13.198	1.004	1.029	15.231	17.9850	52.0080	8.749
2008	13.215	1.005	1.030	15.250	17.7670	52.0940	8.768
2009	11.182	1.005	1.030	13.217	17.7160	55.3180	8.784
2010	10.183	0.000	1.030	11.213	17.7480	57.1920	8.799
2011	10.326	0.000	1.045	11.371	17.7000	56.1350	8.776
2012	10.361	0.000	1.049	11.410	17.7000	56.1350	8.776

Information provided by the Johnson County, Kansas County Clerk's Annual Abstract of Taxes.

TABLE 8
(UNAUDITED)

Consolidated Fire District #2	Unified Johnson County Sewer District	Johnson County Library	Johnson County Parks and Recreation	Total
9.240	0.000	2.954	2.365	83.187
9.241	0.000	2.956	2.367	94.658
9.405	0.000	2.955	2.286	103.269
9.335	0.000	2.960	2.290	108.591
9.356	0.000	2.962	2.295	108.586
8.992	0.000	3.057	2.341	108.269
8.991	0.000	3.151	2.346	109.523
10.074	0.000	3.158	2.350	110.534
10.098	0.000	3.145	2.343	109.568
10.098	0.000	3.145	2.343	109.607

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TABLE 9
(UNAUDITED)

CITY OF MISSION, KANSAS
PRINCIPAL TAXPAYERS
December 31, 2012 and Nine Years Ago

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2012 Assessed Valuation</u>	<u>Rank</u>	<u>% of Total Assessed Valuation</u>	<u>2002 Assessed Valuation</u>	<u>Rank</u>	<u>% of Total Assessed Valuation</u>
Scriptpro	Medical equipment manufacturer	\$ 4,786,350	1	4.19%	Not Available		
Bannister Realty Company, Inc.	Property developer	2,302,751	2	2.02%			
Tower Properties Company	Property developer	2,188,336	3	1.92%			
Broadmoor Place Associates	Office building development	1,958,501	4	1.72%			
Southwestern Bell Telephone	Telecommunications provider	1,955,644	5	1.71%			
Bridges at Foxridge NF L.L.C.	Property developer	1,900,605	6	1.66%			
Silverwood Apartments, L.L.C.	Real estate	1,785,720	7	1.56%			
Mission Mart Shopping Center	Shopping center	1,742,741	8	1.53%			
Sixty Three West Investors	Property developer	1,670,251	9	1.46%			
Block Properties Company	Property developer	<u>1,650,002</u>	10	1.45%			
Total		<u>\$ 21,940,901</u>		<u>19.22%</u>			

Source: Johnson County Clerks Office.

TABLE 10
(UNAUDITED)

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

<u>Year Ended December 31,</u>	<u>Total Tax Levy</u>	<u>Current Taxes Collected</u>	<u>Percent of Current Taxes Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Ratio of Total Tax Collections to Tax Levy</u>
2003	\$ 614,437	\$ 607,533	98.9%	\$ 6,478	\$ 614,011	99.9%
2004	613,444	606,265	98.8%	4,766	611,031	99.6%
2005	1,245,425	1,201,481	96.5%	5,735	1,207,216	96.9%
2006	1,280,090	1,255,976	98.1%	5,265	1,261,241	98.5%
2007	1,733,032	1,697,828	98.0%	30,411	1,728,239	99.7%
2008	1,821,495	1,685,188	92.5%	104,970	1,790,158	98.3%
2009	1,814,496	1,776,342	97.9%	36,912	1,813,254	99.9%
2010	1,694,787	1,657,376	97.8%	12,236	1,669,612	98.5%
2011	1,351,409	1,320,407	97.7%	29,563	1,349,970	99.9%
2012	1,341,230	1,321,097	98.5%	9,484	1,330,581	99.2%

TABLE 11
(UNAUDITED)

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

Fiscal Year	General Obligation Bonds	Temporary Notes	Capital Improvement Bonds	Special Assessment Bonds	Loans Bonds	Capital Leases Payable	Total	City Population	Personal Income	Debt Per Capita	Debt As A Percentage of Personal Income
2003	\$ 5,265,000	\$ 1,200,000	\$ -	\$ 120,000	\$ -	\$ -	\$ 6,585,000	10,020	\$ 279,257,400	657	2.36%
2004	5,755,000	1,295,000	1,160,000	105,000	-	-	8,315,000	10,020	279,257,400	830	2.98%
2005	11,219,598	4,346,029	1,010,000	90,000	-	188,136	16,853,763	10,020	279,257,400	1,682	6.04%
2006	9,725,138	13,946,976	860,000	75,000	-	144,530	24,751,644	10,020	279,257,400	2,470	8.86%
2007	9,050,680	19,771,525	700,000	60,000	-	66,200	29,648,405	10,020	279,257,400	2,959	10.62%
2008	7,951,220	30,265,805	535,000	45,000	-	136,823	38,933,848	10,020	279,257,400	3,886	13.94%
2009	29,666,760	3,231,666	365,000	30,000	-	122,359	33,415,785	10,020	328,701,011	3,335	10.17%
2010	30,800,663	-	185,000	20,000	273,507	67,336	31,346,506	9,323	328,701,011	3,362	9.54%
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%

Source: Johnson County Clerk and City of Mission Records.

TABLE 12
(UNAUDITED)

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

<u>Year Ended December 31,</u>	<u>Population(1)</u>	<u>Assessed Value</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Fund</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2003	10,020	\$ 131,635,587	\$ 6,585,000	\$ 509,195	\$ 6,075,805	4.62%	\$ 606.37
2004	10,020	125,780,792	5,860,000	572,955	5,287,045	4.20%	527.65
2005	10,020	128,833,155	11,309,598	623,320	10,686,278	8.29%	1,066.49
2006	10,020	131,697,992	9,800,138	678,017	9,122,121	6.93%	910.39
2007	10,020	138,130,056	9,110,680	722,400	8,388,280	6.07%	837.15
2008	10,020	137,436,729	7,996,220	857,622	7,138,598	5.19%	712.43
2009	10,020	128,202,267	29,696,760	941,397	28,755,363	22.43%	2,869.80
2010	9,323	120,521,636	30,820,663	791,098	30,029,565	24.92%	3,221.02
2011	9,323	117,951,775	32,758,611	550,988	32,207,623	27.31%	3,454.64
2012	9,323	114,151,182	34,625,964	63,337	34,562,627	30.28%	3,707.24

(1) Information provided by the Johnson County Economic Research Institute.

TABLE 13
(UNAUDITED)

CITY OF MISSION, KANSAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
December 31, 2012

<u>Name of Governmental Unit</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to City of Mission</u>	<u>Amount Applicable to City of Mission</u>
Direct debt:			
City of Mission, Kansas	\$ <u>35,472,305</u>	100.00%	\$ 35,472,305
Overlapping debt: (1)			
Johnson County	290,901,089	1.51%	4,392,606
Shawnee Mission School (U.S.D. 512)	207,765,000	3.97%	8,248,271
Fire District #2	1,070,000	15.82%	169,274
Johnson County Parks and Recreation	<u>3,000,000</u>	1.51%	<u>45,300</u>
Total overlapping debt	<u>502,736,089</u>		<u>12,855,451</u>
Total direct and overlapping debt	<u>\$ 538,208,394</u>		<u>\$ 48,327,756</u>

(1) Information provided by Johnson County Clerk's Office.

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 resident 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.

TABLE 14
(UNAUDITED)

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Total Assessed Valuation of Taxable Property	\$ 131,635,587	\$ 125,780,792	\$ 128,833,155	\$ 144,047,030
Debt Limit Percent of Assessed Value	<u>30.00%</u>	<u>30.00%</u>	<u>30.00%</u>	<u>30.00%</u>
Debt Limit	39,490,676	37,734,238	38,649,947	43,214,109
Total net debt applicable to limit	<u>6,585,000</u>	<u>5,860,000</u>	<u>11,309,598</u>	<u>9,800,138</u>
Legal Debt Margin	<u>\$ 32,905,676</u>	<u>\$ 31,874,238</u>	<u>\$ 27,340,349</u>	<u>\$ 33,413,971</u>
Total Net Debt Applicable To The Limit As A Percentage of Debt Limit	16.67%	15.53%	29.26%	22.68%

Note 1: Total Assessed Valuation of Taxable Property on This Table Includes Motor Vehicle Assessed Valuation.

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

Source: Assessed valuation from Johnson County Clerk.

TABLE 14
(UNAUDITED)

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$ 150,542,400	\$ 149,689,527	\$ 140,390,464	\$ 132,076,558	\$ 129,270,218	\$ 125,513,832
<u>30.00%</u>	<u>30.00%</u>	<u>30.00%</u>	<u>30.00%</u>	<u>30.00%</u>	<u>30.00%</u>
45,162,720	44,906,858	42,117,139	39,622,967	38,781,065	37,654,150
<u>9,110,680</u>	<u>7,996,220</u>	<u>2,915,000</u>	<u>2,740,000</u>	<u>6,535,000</u>	<u>9,865,000</u>
<u>\$ 36,052,040</u>	<u>\$ 36,910,638</u>	<u>\$ 39,202,139</u>	<u>\$ 36,882,967</u>	<u>\$ 32,246,065</u>	<u>\$ 27,789,150</u>
20.17%	17.81%	6.92%	6.92%	16.85%	26.20%

TABLE 15
(UNAUDITED)

CITY OF MISSION, KANSAS
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
December 31, 2012

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Personal Income</u>
2003	10,020	3.9%	\$ 27,870	\$ 279,257,400
2004	10,020	4.3%	27,870	279,257,400
2005	10,020	4.5%	27,870	279,257,400
2006	10,020	4.1%	27,870	279,257,400
2007	10,020	3.9%	27,870	279,257,400
2008	10,020	4.4%	27,870	279,257,400
2009	10,020	6.3%	27,870	279,257,400
2010	9,323	6.8%	35,257	328,701,011
2011	9,323	6.0%	35,257	328,701,011
2012	9,323	5.4%	35,257	328,701,011

(1) Obtained from Johnson County Economic Research Institute and Bureau of Census.
Unemployment rates are for Johnson County.

(2) Information compiled every ten years.

TABLE 16
(UNAUDITED)

CITY OF MISSION, KANSAS
PRINCIPAL EMPLOYERS
December 31, 2012 and Nine Years Ago

<u>Employer</u>	December 31, 2012			December 31, 2003		
	Employees	Rank	Percentage of Total Employment	Employees (1)	Rank	Percentage of Total Employment
ScriptPro	500	1	4.99%	Not Available		0.00%
AT&T Telecommunications	400	2	3.99%	Not Available		0.00%
Skillpath, Inc.	250	3	2.50%	Not Available		0.00%
HyVee Food Stores	275	4	2.74%	Not Available		0.00%
U.S. Post Office	250	5	2.50%	Not Available		0.00%
Entercom	250	6	2.50%	Not Available		0.00%
City of Mission (2)	221	7	2.21%	Not Available		0.00%
Ace Personnel	200	8	2.00%	Not Available		0.00%
Geneva Roth Ventures	175	9	1.75%	Not Available		0.00%
Target	150	10	1.50%	Not Available		0.00%
Packaging Products Corp	120	10	1.20%	Not Available		0.00%
Cumulus Broadcasting (3)	100	10	1.00%	Not Available		0.00%
Total	2,891		28.85%	-		0.00%

(1) Information not available.

(2) Includes full and part time.

(3) Formerly Susquehanna, Inc.

Source: Northeast Johnson County Economic Development Council.

TABLE 17
(UNAUDITED)

CITY OF MISSION, KANSAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST SEVEN YEARS (1)
December 31, 2012

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Public Safety/Municipal Justice							
911 Calls Received	9,003	10,756	9,128	8,432	10,583	9,150	10,004
DUI Arrests	213	363	335	441	317	328	254
Traffic/Parking Complaints	16,858	17,964	17,350	20,745	16,947	14,471	15,360
Accidents	316	351	287	252	234	294	272
Investigations Cases	714	744	702	668	732	543	450
Total Court Cases Processed	17,690	19,027	17,574	18,849	17,158	14,760	16,624
Public Works							
Curb Miles Swept (lane miles)	296	222	797	1,263	925	1,416	880
Streets Milled and Overlaid (Linear Feet)	1,200	2,850	9,386	2,540	4,953	13,330	8,417
Sidewalk Replaced (Square Yards)	550	550	1,330	341	1,619	6,015	455
Curb and Gutter Replaced (Linear Feet)	2,900	6,499	4,920	222	3,642	11,266	4,965
Acres of Lawn Mowed	4,224	1,056	1,056	1,240	1,240	1,240	1,240
Urban Management and Planning							
Building Permits Processed	36	60	130	161	251	281	409
Plan Reviews Performed	20	18	20	20	26	17	14
Leisure and Recreation							
Annual Memberships Sold	937	2,294	2,314	2,520	2,871	2,115	2,031
Annual Membership Revenue	1,054,374	1,028,942	1,022,691	952,658	941,704	932,068	872,878
Facility Reservations Processed	1,960	1,111	735	1,012	846	906	1,027
Facility Reservation Revenue	168,119	172,469	189,378	247,984	214,995	209,024	221,259
Pool Memberships Sold	261	230	232	315	349	323	262
Pool Revenue	53,504	54,425	57,265	63,998	67,880	55,932	57,339

(1) Data not maintained by specific function prior to 2006.

Source: City of Mission, Kansas.

TABLE 18
(UNAUDITED)

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

<u>Function/Program</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General Government								
Administration/Finance*	5.0	5.0	7.0	7.0	7.0	6.0	6.0	6.0
Community Development*	5.0	5.0	3.0	3.0	3.0	2.0	2.0	2.0
Municipal Court*	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0
Public Works*	11.0	11.0	11.0	11.0	12.0	14.0	14.0	14.0
Police	31.0	31.0	31.0	31.0	30.0	30.0	30.0	29.0
Parks & Recreation*	<u>12.0</u>	<u>12.0</u>	<u>12.0</u>	<u>13.0</u>	<u>13.0</u>	<u>14.0</u>	<u>14.0</u>	<u>14.0</u>
Total	68.0	68.0	68.0	69.0	69.0	69.0	69.0	68.0

*Data not maintained by specific function prior to 2005.

Source: City of Mission, Kansas.

TABLE 19
(UNAUDITED)

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

<u>Function/Program</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
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	805.0	805.0	850.0	850.0	850.0	850.0	850.0	850.0	850.0	850.0
Parks & Recreation										
Parks	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Park acreage	30.0	30.0	30.0	30.0	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.