



ANNUAL COMPREHENSIVE  
FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED  
December 31, 2023



Prepared by:

FINANCE AND ADMINISTRATION DEPARTMENT

CITY OF MISSION, KANSAS  
ANNUAL COMPREHENSIVE  
FINANCIAL REPORT  
Year Ended December 31, 2023

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June 27, 2024

To the Honorable Mayor, City Council, and Citizens of Mission, Kansas

The City of Mission is pleased to submit this annual comprehensive financial report for the fiscal year ending December 31, 2023. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

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

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

## **COMMUNITY PROFILE**

Mission is located in northeast Johnson County, Kansas, a suburb of the Kansas City metropolitan area. The City lies adjacent to a major transportation corridor, Interstate 35, and is accessible to the entire metropolitan area. The City has a population of approximately 9,954 and covers an area of 2.87 square miles, of which nearly 100% is developed.

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

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

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

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

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

## **ECONOMIC CONDITION AND OUTLOOK**

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

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

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

Mission is also adjacent to the major transportation corridors of Metcalf Avenue (U.S. Route 69), Shawnee Mission Parkway and Interstate 35.

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

## **MAJOR CITY INITIATIVES**

Mission has been recognized throughout the Kansas City metropolitan area, and the larger mid-west region, for its forward-thinking visioning and planning processes. A comprehensive plan and several master plans that were adopted over a decade ago have set the foundation for several redevelopment projects that have come to fruition in the past few years. An update of the City's comprehensive plan was completed and approved in December 2023 and will guide planning and decision-making for the next several years.

For the last several years, the City has experienced increased development interest in multi-family properties. The Locale, a 200+ unit, five-story luxury apartment building which offers an array of amenities for its residents was completed in the spring of 2020. The Lanes at Mission Bowl, another five-story luxury apartment building, is currently under construction and anticipated to open in the third quarter of 2024. Both projects serve as anchors to the city's downtown district along Johnson Drive. In addition to these two projects, the City approved development applications for two more apartment buildings and a townhome project in 2022, and applications for another 200+ unit project were approved in 2023. If all the current projects are completed, there will be an additional 1,100 housing units/apartments available.

There were also two significant, public development projects underway in 2023. The Shawnee-Mission School District (USD 512) is rebuilding Rushton Elementary school, which has served the Mission community since the early 1950s. The existing school was demolished and construction of a new, 75,000 sq. ft. school in its place will be completed in July 2024. Johnson County Wastewater has undertaken the reconstruction of its Nelson wastewater treatment facility which has been serving Northeast Johnson County since the 1940s.

The City continues to take on significant projects of its own each year. Since 2022, this has included:

- Resurfacing and restriping of Johnson Drive from four lanes to three in 2022
- Continued investment in the residential Street Preservation Program at over \$2.0 million annually
- Construction of the Foxridge Phase II project (Lamar to 51st Street) which was a continuation of improvements completed for Phase I in 2018
- Construction of major improvements in the City’s outdoor park system
- Completion of a Preliminary Project Study for improvements to the Rock Creek Channel from Woodson to Maple which is expected to be a \$9.3 million project in 2026

The Public Works Department continued its infrastructure condition assessment work in an effort to prioritize road and storm water projects for the next five to ten years. Future transportation infrastructure needs are being addressed through a combination of dedicated property tax mills, proceeds from the dedicated Street Sales Tax, and revenues from the Special Highway funds distributed by the state. The Street Sales Tax was renewed and increased (from ¼-cent to ⅜-cent) by voters in September 2021 and will sunset in March 2032.

The voters of Mission approved a dedicated ⅜-cent sales tax for parks and recreation in 2013 for ten years. Sales tax revenues have been used to pay debt service on general obligation bonds issued for the renovation of the City’s outdoor aquatic center. The sales tax has also provided an important revenue stream for continued maintenance and improvement of recreation facilities as well funding for recommendations identified in the City’s 2015 Parks Master Plan. As the initial 10-year horizon drew near, the City completed a multi-year conceptual design process which developed specific improvements and amenities for each of the City’s main parks. These outdoor park improvements served as the catalyst for successful renewal of the Parks + Recreation sales tax for an additional ten years, sunsetting in March 2033.

Large-scale park improvements began in 2022 with the reconstruction of the tennis courts in Andersen Park and Phase I improvements to Mohawk Park including a new pavilion and restrooms. Design services for improvements to Waterworks Park were approved in 2023 and a new walking trail was completed in Broadmoor Park. Additionally, the design of Phase II improvements to Mohawk Park was approved.

The City continues to promote organizational efficiency and effectiveness through technology upgrades, management of a comprehensive classification and compensation system, and on-going evaluation of employee benefits. The labor market and competition for qualified employees has increased following the COVID-19 pandemic, and the City is continually reviewing and adjusting pay ranges to adequately compensate employees for the work they do as well as position the City as a competitive employer in the job marketplace.

Significant upgrades to the City’s technology infrastructure were completed in early 2019 including network cabling upgrades and a new primary data closet, replacement of the City-wide phone system, and installation of a new surveillance camera system. Since then, the City has established a replacement schedule for all of its computer equipment and sought out software applications for enhanced efficiencies. A new municipal court case management software was launched in 2022 and became fully operational in 2023. Implementation of new building permitting and land management software was initiated in 2023.

Sustainability is one of the City’s core values. Efforts to support the goals and recommendations of the regional KC Climate Action Plan as well as recommendations developed by Mission’s Climate Protection Plan (CAP) Task Force remain top priorities. The CAP Task Force, the Sustainability Commission and staff are charged with applying the principles and recommendations to the programs, activities and services of the City.

## **FUTURE INITIATIVES**

Mission continues to explore new and diverse ways to support redevelopment efforts throughout the community. Our work focuses on ensuring redevelopment that results in high quality, sustainable projects benefiting not only

Mission but the entire region. Mission supports efforts for long-range, comprehensive capital infrastructure planning and budgeting; while refining strategies for the on-going maintenance, repair and replacement of our current infrastructure assets.

Development projects which emerged in 2023 included a 90+ unit addition to The Lanes at Mission Bowl development project currently under construction. A 250-unit multi-family development just south of Johnson Drive, in the heart of the downtown district, had preliminary plans approved in 2023. Other development projects occurring in 2023 include the construction of a Big Biscuit restaurant, construction of an Azura Credit Union, construction of a Swig soda shop, and reconstruction of a Popeye's restaurant previously damaged by fire. The development community continues to show a strong interest in opportunities in Mission.

The Community Development Department undertook two planning studies in 2023. One study examined existing conditions and opportunities for enhancements along the Rock Creek Trail corridor from Woodson to Roeland Drive. The other was a comprehensive, city-wide bike/pedestrian connectivity study. Recommendations are anticipated to be presented to the City Council in 2024 with both planning studies eventually being incorporated into the recently updated Comprehensive Plan.

Sustainability work continues in 2023 with grants being sought for EV charging stations at strategic locations throughout the community and an e-bike sharing program that allows riders to access rented bikes for travel through several Northeast Johnson County communities and the broader metropolitan region.

The Public Works Department continues to work on high priority projects identified from its 2021 infrastructure assessment work and follow-up studies. These include continued investment in the annual residential Street Preservation program and participation in upgrades to major arterial and collector streets with the assistance of the County Assistance Road System (CARS) program. The City was awarded a \$6.0 million Surface Transportation Program (STP) grant to assist with the reconstruction of Johnson Drive from Lamar to Metcalf in 2026. Design, appraisal and right-of-way acquisition is currently underway for this \$14.0 million street project. The City also submitted the Preliminary Project Study for the Rock Creek Channel to the Johnson County Stormwater Program with design anticipated in 2025 and construction in 2026.

The Parks + Recreation Department continues to make aggressive progress on outdoor park improvements. Construction of the improvements to Waterworks Park are anticipated to be constructed in 2024 and will include a new trail, playground, pavilion, and restrooms. These improvements will coincide with the reopening of the newly rebuilt Rushton Elementary School. Phase II improvements to Mohawk Park will be initiated in 2024 and will include the addition of an all-abilities playground, a half-court surface for basketball or pickleball, and expansion of the walking trail.

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. In 2023, installation of Automated License Plate Readers (ALPRs) at key intersections throughout the City began. The ALPR project was funded through a federal grant from the Department of Justice. The Mission Police Department also maintains a focus on training, keeping personnel abreast of a variety of professional trends and development opportunities. Continued investment in community relations and a commitment to expanding data collection efforts are top priorities for the Department over the next several years.

## **FINANCIAL INFORMATION**

City management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute,



assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of the control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

## **BUDGETARY CONTROLS**

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

## **OTHER INFORMATION**

### Independent Audit

Kansas statutes require an annual audit of the City's financial statements. The audit for 2023 was conducted by BT&Co., P.A. Certified Public Accountants and their report on the financial statements is included in the financial section of this report.

### Reporting Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report (ACFR) for the fiscal year ending December 31, 2023. This is the twenty-eighth 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 ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

## **ACKNOWLEDGEMENTS**

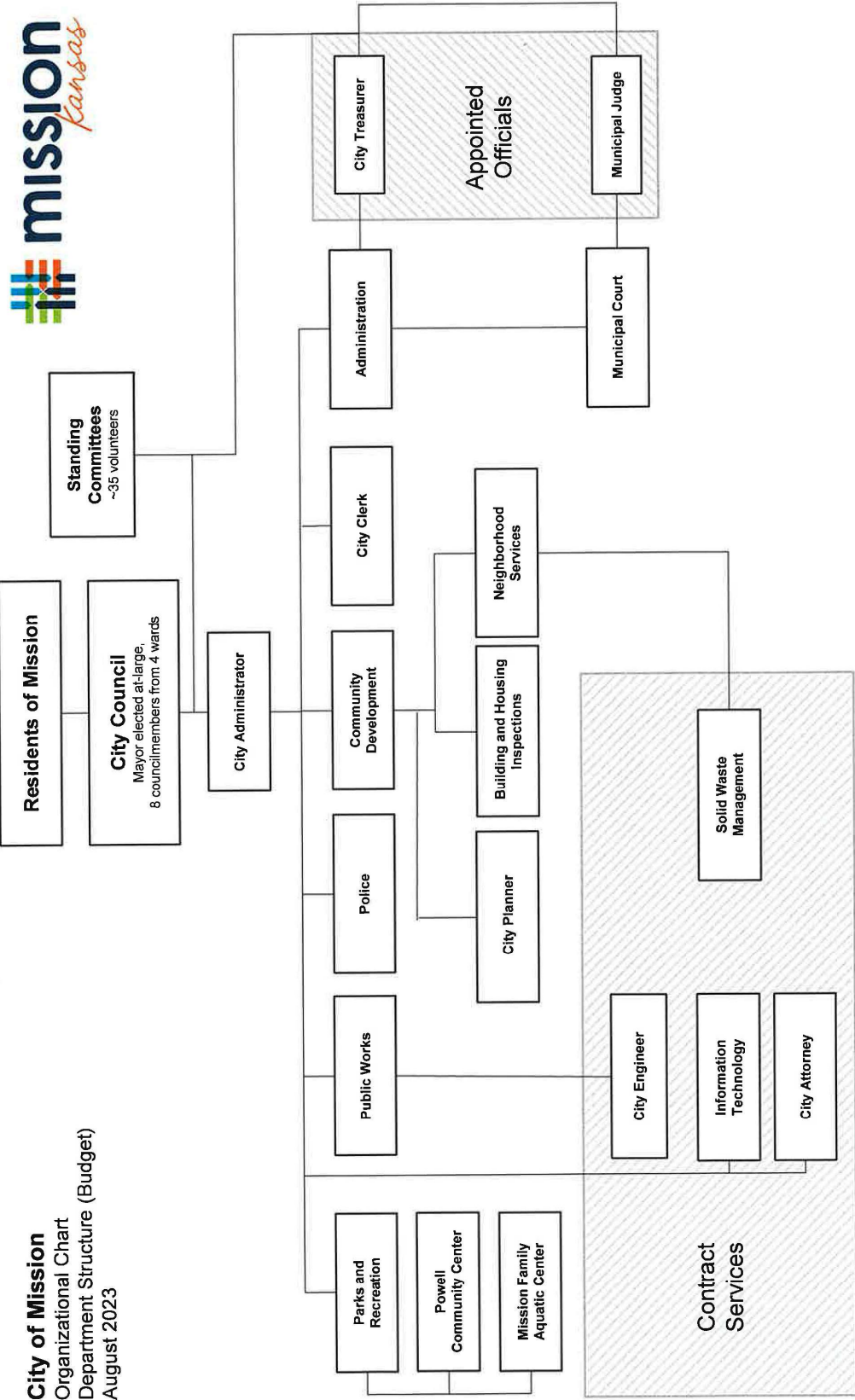
The preparation of this comprehensive annual financial report was made possible by the dedicated services of the staff of the Finance and Administration, Community Development, Police, Municipal Court and Parks and Recreation departments. Our sincere appreciation is extended to all members of the staff, whose efforts made this report possible, with specific recognition provided for the work completed by Budget and Finance Manager Christine Korth and Accountant Joanna Marin.

Respectfully submitted,



Laura Smith  
City Administrator

**City of Mission**  
 Organizational Chart  
 Department Structure (Budget)  
 August 2023



CITY OF MISSION, KANSAS  
PRINCIPAL OFFICIALS – 2023

*Mayor and City Council*

Mayor Sollie Flora		
Council Member Trent Boultinghouse	-	Ward 1
Council Member Hillary Parker Thomas	-	Ward 1
Council Member Lea Loudon	-	Ward 2
Council Member Mary Ryherd	-	Ward 2
Council Member Kristin Inman	-	Ward 3
Council Member Debbie Kring	-	Ward 3
Council Member Ben Chociejski	-	Ward 4
Council Member Ken Davis	-	Ward 4

*Administration*

City Administrator: Laura Smith  
Deputy City Administrator – Development Services: Brian Scott  
Deputy City Administrator – Administrative Services: Emily Randel  
City Clerk: Robyn Fulks  
Chief of Police: Daniel Madden  
Public Works Director: Celia Duran  
Parks + Recreation Director: Penn Almoney

*Attorney*

David K. Martin



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Mission  
Kansas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2022

*Christopher P. Morill*

Executive Director/CEO



## **INDEPENDENT AUDITORS' REPORT**

The Honorable Mayor and City Council  
City of Mission, Kansas

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

#### ***Opinions***

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Mission, Kansas (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2023, and the respective changes in financial position and the respective budgetary comparisons for the general fund, stormwater fund, solid waste fund, and ARPA fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS and GAS, we:

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

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other

records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

BT + Co., P.A.

June 27, 2024  
Topeka, Kansas

CITY OF MISSION, KANSAS  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2023

The management discussion and analysis of the City of Mission’s financial performance provides an overview of the City’s financial activities for the fiscal year ended December 31, 2023. 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 \$73.2 million at the end of the 2023 fiscal year.
- Total capital assets, net of accumulated depreciation at December 31, 2023 totaled \$79.9 million.
- During the year ended December 31, 2023, the City’s total revenues (which included charges for services, local taxes and state and federal aid) for all funds exceeded total expenses by \$6.9 million.
- The City’s net capital assets increased by \$6.7 million in the current fiscal year. Depreciation in assets was offset by new infrastructure construction to City facilities for Foxridge Phase II, 2023 Street Preservation, Mohawk Phase 1, and Broadmoor Park Trail.

**Using This Financial Report**

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

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

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

The view of the City as a whole looks at all financial transactions and asks the question, “Are we in 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.

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



CITY OF MISSION, KANSAS  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2023

Government Wide Position

The Statement of Net Position provides the financial position of the City as a whole. The City’s overall financial position increased by 10.4% in 2023. The following is a summary of the City’s statement of net position as of December 31, 2023 and 2022.

City of Mission  
Condensed Statement of Net Position

	Governmental Activities	
	<u>2023</u>	<u>2022</u>
Current assets	\$ 26,600,068	\$ 30,221,943
Net capital assets	79,958,403	73,216,335
Total assets	106,558,471	103,438,278
Deferred outflows of resources	2,471,824	2,715,180
Total assets and deferred outflows of resources	\$ 109,030,295	\$ 106,153,458
Current liabilities	\$ 4,088,125	\$ 6,407,929
Noncurrent liabilities	26,472,174	28,788,073
Total liabilities	30,560,299	35,196,002
Deferred inflows of resources	5,275,762	4,686,901
Total liabilities and deferred inflows of resources	\$ 35,836,061	\$ 39,882,903
Net position:		
Net investment in capital assets	\$ 63,317,425	\$ 56,669,002
Restricted	2,091,303	816,134
Unrestricted	7,785,506	8,785,419
Total net position	\$ 73,194,234	\$ 66,270,555

CITY OF MISSION, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2023

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

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

The City has \$20.3 million in long-term debt, consisting of general obligation bonds, capital leases, and a loan from the Kansas Department of Health and Environment (KDHE). \$2.6 million of the total debt amount is due within the next fiscal year.

The City had total assets and deferred outflows of resources as of December 31, 2023 totaling \$109 million. The total assets and deferred outflows of resources of the City exceeds the total liabilities and deferred inflows of resources by \$73.2 million. The net position invested in capital assets (net of related debt) totaled \$63.3 million, restricted net position totaled \$2.1 million and unrestricted net position totaled \$7.8 million.

Government-Wide Activities

The following is a condensed statement of the City's change in net position for the year ended December 31, 2023. Major items of program revenues, grants and general revenues are detailed. Government-wide activities increased the net position of the City by approximately \$6.9 million for the year ended December 31, 2023. A reconciliation of the total change in fund balances for the governmental funds to change in net position of governmental activities in the Statement of Activities is located on page 14 of the basic financial statements.

CITY OF MISSION, KANSAS  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2023

Condensed Statement of Activities  
For the Years Ended December 31, 2023 and 2022

	Governmental Activities	
	<u>2023</u>	<u>2022</u>
Revenues:		
Program revenues:		
Charges for service	\$ 5,686,028	\$ 5,322,318
Operating grants and contributions	4,608,154	1,718,010
Capital grants and contributions	15,767	15,767
General revenues:		
Property taxes	3,843,225	3,638,720
Motor vehicle tax	225,980	226,377
Sales tax	9,019,526	8,502,789
Transient guest tax	86,671	72,873
Franchise tax	1,048,051	1,107,914
Investment earnings	584,779	113,316
Miscellaneous	183,784	192,573
Gain on sale of capital assets	17,254	17,722
	<u>25,319,219</u>	<u>20,928,379</u>
Total revenues		
Program expenses:		
General government	4,935,941	3,806,302
Public safety	5,083,400	4,752,443
Public works	4,281,057	3,808,216
Culture and recreation	3,594,446	3,419,429
Interest on long-term debt	500,696	503,558
	<u>18,395,540</u>	<u>16,289,948</u>
Total expenses		
Increase in net position	6,923,679	4,638,431
Net position - beginning	<u>66,270,555</u>	<u>61,632,124</u>
Net position - ending	<u>\$ 73,194,234</u>	<u>\$ 66,270,555</u>

CITY OF MISSION, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2023

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

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

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

Fund balances at December 31, 2023 for all governmental funds totaled \$13.4 million. Total unassigned fund balances for all governmental funds as of December 31, 2023 was \$3.8 million, almost entirely attributable to the General Fund.

The General Fund is the chief operating fund of the City. At the end of the 2023 fiscal year, total fund balance in the General Fund was \$4.6 million, of which \$3.8 million is unassigned. Audited numbers for the 2023 fiscal year show an increase in the total fund balance of \$75,831 from the previous year.

General Fund expenditures exceeded revenue by \$711,660.

The Parks and Recreation Sales Tax Fund is used to account for revenues received from a dedicated three-eighths of one percent sales tax for parks and recreation. A portion of the revenues was pledged to the 2013B Series G.O. Bonds issued for renovation of the outdoor aquatic center which were retired in 2023. The balance is dedicated to other parks and recreation capital expenses. The ending fund balance was \$3.4 million at December 31, 2023.

The Street Sales Tax Fund is used to account for revenues received from a dedicated sales tax for street reconstruction. Over the last ten years, most of the revenues were pledged to the 2012A Series G.O. Bonds issued for the Martway and Johnson Drive improvements which were retired in 2022. The balance of the revenue is utilized for ongoing street maintenance projects. The ending fund balance was \$1 million at December 31, 2023.

The Stormwater Fund is used to account for stormwater fees assessed on all property in the City, as well as stormwater special assessments. The assessment is a factor of an equivalent residential unit (ERU), single-family homes paying one ERU and larger properties paying a multiple of ERUs based on the amount of impervious surface. The ending fund balance was \$1.5 million as of December 31, 2023.

The Solid Waste Fund is used to account for a solid waste fee assessed on all residential properties in the City to pay for solid waste collection. The ending fund balance was \$70,088 as of December 31, 2023.

CITY OF MISSION, KANSAS  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2023

The Capital Improvement Fund accounts for resources used to construct and maintain infrastructure in the City. Revenue is primarily derived from the transfer of a significant portion of the City’s overall property tax collected in the General Fund. This allocation is transferred from the General Fund to the Capital Improvement Fund each fiscal year. A portion of this revenue was dedicated toward the debt service for the 2013C Series G.O. Bonds for Johnson Drive improvements which were retired in 2023. The balance is used for street improvements budgeted each year. In fiscal year 2023, the City spent \$4 million for the Foxridge (CARS) Phase II Project. The City received reimbursement for a portion of the project cost through the Johnson County Assistance Road System (CARS), and a partial reimbursement from the neighboring City of Roeland Park. The City also spent \$2.5 million for the 2023 residential Street Preservation Program. As of December 31, 2023, the fund had an ending fund balance of \$1.3 million.

The ARPA Fund served as a depository for funds that the City received as its portion of State and Local Fiscal Recovery Funds (SLFRF) from the American Rescue Plan Act (ARPA). For the City of Mission, this amounted to approximately \$1.5 million. These funds have been identified as replacement of lost revenue due to the COVID-19 pandemic and were transferred to the City’s General Fund in 2023.

**Reporting on the General Fund Budget**

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

Property Tax was \$136,342 less than what was budgeted for 2023. Sales Tax exceeded budget by \$720,526 for 2023. Northeast Johnson County has maintained a very strong housing market over the past few years, which has led to higher assessed values for residential property. However, assessments are starting to stabilize.

Actual revenue realized for Licenses and Permits was greater than budgeted by \$9,420. Revenue for Fines and Fees was \$376,809 less than budgeted. Reduced police staffing and other priorities contributed to this.

**Reporting on Capital Assets and Debt Administration**

The City’s net capital assets increased by \$6.7 million in the current fiscal year. Depreciation in assets was offset by new infrastructure construction to City facilities for Foxridge Phase II, 2023 Street Preservation, Mohawk Phase 1, and Broadmoor Park Trail.

Many of the major road and storm water channel projects are financed through long-term debt. As of December 31, 2023 the City had a total general obligation bond principal debt outstanding of \$18,850,000 backed by the full faith and credit of the City.

**Contacting the City**

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

CITY OF MISSION, KANSAS  
STATEMENT OF NET POSITION  
December 31, 2023

	Total Governmental Activities
<b>ASSETS</b>	
Cash and investments	\$ 7,290,621
Restricted cash and investments	3,748,391
Receivables	15,210,841
Land held for resale	100,000
Notes receivable	250,215
Capital assets:	
Capital assets not being depreciated:	
Land	9,338,256
Construction in progress	13,555,414
Capital assets being depreciated	90,258,906
Less: accumulated depreciation	(33,194,173)
	106,558,471
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows - OPEB	140,711
Deferred outflows - pensions	2,331,113
	2,471,824
<b>LIABILITIES</b>	
Accounts payable	287,370
Accrued liabilities	229,752
Interest payable	195,759
Municipal court bonds payable	43,749
Unearned revenue	228,346
Noncurrent liabilities:	
Due within one year	3,103,149
Due in more than one year	26,472,174
	30,560,299
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property taxes levied for a subsequent period	4,582,252
OPEB	386,478
Pensions	307,032
	5,275,762
<b>NET POSITION</b>	
Net investment in capital assets	63,317,425
Restricted for:	
Alcohol awareness programs	198,458
Capital improvements	1,361,818
Convention and tourism	27,520
Culture and recreation	247,508
Donations	56,728
Education	19,004
Public safety	64,948
Public works	115,319
Unrestricted	7,785,506
	73,194,234
Total net position	\$ 73,194,234

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF ACTIVITIES  
Year Ended December 31, 2023

	Program Revenues			Net Revenue (Expense) and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental activities:					
General government	\$ 4,935,941	\$ 751,533	\$ 10,000	\$ -	\$ (4,174,408)
Public safety	5,083,400	897,769	271,725	-	(3,913,906)
Public works	4,281,057	2,515,054	4,326,429	15,767	2,576,193
Culture and recreation	3,594,446	1,521,672	-	-	(2,072,774)
Interest on long-term debt	500,696	-	-	-	(500,696)
<b>Total governmental activities</b>	<b>\$ 18,395,540</b>	<b>\$ 5,686,028</b>	<b>\$ 4,608,154</b>	<b>\$ 15,767</b>	<b>(8,085,591)</b>
General revenues:					
Property tax					3,843,225
Motor vehicle tax					225,980
Sales tax					9,019,526
Transient guest tax					86,671
Franchise tax					1,048,051
Investment earnings					584,779
Miscellaneous					183,784
Gain on sale of capital assets					17,254
<b>Total general revenues</b>					<b>15,009,270</b>
Change in net position					6,923,679
Net position, beginning					66,270,555
Net position, ending					<b>\$ 73,194,234</b>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2023

	General	Parks and Recreation Sales Tax	Street Sales Tax	Stormwater
<b>Assets:</b>				
Cash and investments	\$ 3,730,982	\$ 405,411	\$ -	\$ 1,542,719
Restricted cash and investments	43,749	2,849,654	854,988	-
<b>Receivables:</b>				
Taxes	5,144,937	151,513	206,099	-
Special assessments	-	-	-	7,494,036
Due from other funds	79,022	-	-	-
Other	214,807	-	-	44,636
Land held for resale	100,000	-	-	-
<b>Total assets</b>	<b>\$ 9,313,497</b>	<b>\$ 3,406,578</b>	<b>\$ 1,061,087</b>	<b>\$ 9,081,391</b>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 242,669	\$ -	\$ -	\$ -
Accrued liabilities	229,752	-	-	-
Due to other funds	-	-	47,188	-
<b>Payable from restricted assets:</b>				
Municipal court bonds	43,749	-	-	-
Unearned revenue	228,346	-	-	-
<b>Total liabilities</b>	<b>744,516</b>	<b>-</b>	<b>47,188</b>	<b>-</b>
<b>Deferred inflows of resources:</b>				
Unavailable revenue - property taxes	3,952,199	-	-	-
Unavailable revenue - special assessments	-	-	-	7,494,036
<b>Total deferred inflows of resources</b>	<b>3,952,199</b>	<b>-</b>	<b>-</b>	<b>7,494,036</b>
<b>Fund balances:</b>				
Nonspendable - land held for resale	100,000	-	-	-
Restricted	-	2,849,654	854,988	-
Committed	213,605	556,924	158,911	1,587,355
Assigned	552,220	-	-	-
Unassigned	3,750,957	-	-	-
<b>Total fund balances</b>	<b>4,616,782</b>	<b>3,406,578</b>	<b>1,013,899</b>	<b>1,587,355</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 9,313,497</b>	<b>\$ 3,406,578</b>	<b>\$ 1,061,087</b>	<b>\$ 9,081,391</b>

(Continued)



CITY OF MISSION, KANSAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
(Continued)  
December 31, 2023

	Solid Waste	Capital Improvement	ARPA	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and investments	\$ 70,088	\$ 248,289	\$ -	\$ 1,293,132	\$ 7,290,621
Restricted cash and investments	-	-	-	-	3,748,391
Receivables:					
Taxes	-	-	-	691,023	6,193,572
Special assessments	-	-	-	-	7,494,036
Due from other funds	-	-	-	-	79,022
Other	-	1,126,579	-	137,211	1,523,233
Land held for resale	-	-	-	-	100,000
<b>Total assets</b>	<b>\$ 70,088</b>	<b>\$ 1,374,868</b>	<b>\$ -</b>	<b>\$ 2,121,366</b>	<b>\$ 26,428,875</b>
Liabilities, deferred inflows of resources, and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ 13,050	\$ -	\$ 31,651	\$ 287,370
Accrued liabilities	-	-	-	-	229,752
Due to other funds	-	-	-	31,834	79,022
Payable from restricted assets:					
Municipal court bonds	-	-	-	-	43,749
Unearned revenue	-	-	-	-	228,346
<b>Total liabilities</b>	<b>-</b>	<b>13,050</b>	<b>-</b>	<b>63,485</b>	<b>868,239</b>
Deferred inflows of resources:					
Unavailable revenue - property taxes	-	-	-	630,053	4,582,252
Unavailable revenue - special assessments	-	-	-	-	7,494,036
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>630,053</b>	<b>12,076,288</b>
Fund balances:					
Nonspendable - land held for resale	-	-	-	-	100,000
Restricted	-	1,361,818	-	729,485	5,795,945
Committed	70,088	-	-	726,781	3,313,664
Assigned	-	-	-	-	552,220
Unassigned	-	-	-	(28,438)	3,722,519
<b>Total fund balances</b>	<b>70,088</b>	<b>1,361,818</b>	<b>-</b>	<b>1,427,828</b>	<b>13,484,348</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 70,088</b>	<b>\$ 1,374,868</b>	<b>\$ -</b>	<b>\$ 2,121,366</b>	<b>\$ 26,428,875</b>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
RECONCILIATION OF THE BALANCE SHEET OF THE GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
December 31, 2023

Total governmental fund balances		\$ 13,484,348
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
The cost of capital assets is	\$ 113,152,576	
Accumulated depreciation is	<u>(33,194,173)</u>	79,958,403
Other long-term assets are not available to pay for current expenditures and therefore are reported as unavailable in the funds.		
		7,494,036
Notes receivable do not provide current financial resources and are not reported in the funds.		
		250,215
OPEB contributions are reported as an expense in the funds and as a deferred outflow of resources in the governmental activities in the statement of net position.		
		140,711
Pension contributions are reported as an expense in the funds and as a deferred outflow of resources in the governmental activities in the statement of net position.		
		2,331,113
OPEB fundings are reported as revenue in the funds and as a deferred inflow of resources in the governmental activities in the statement of net position.		
		(386,478)
Pension fundings are reported as revenue in the funds and as a deferred inflow of resources in the governmental activities in the statement of net position.		
		(307,032)
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	(18,850,000)	
Premium	(1,345,795)	
Notes payable - financed purchases	(105,341)	
Loan payable	(44,484)	
Interest payable	(195,759)	
Compensated absences payable	(574,061)	
Net pension liability	(7,899,599)	
Total other post employment benefits	<u>(756,043)</u>	<u>(29,771,082)</u>
Net position of governmental activities		<u>\$ 73,194,234</u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
Year Ended December 31, 2023

	General	Parks and Recreation Sales Tax	Street Sales Tax	Stormwater
Revenues:				
Taxes	\$ 10,504,770	\$ 1,184,599	\$ 1,184,599	\$ -
Intergovernmental	269,354	-	-	90,603
Licenses and permits	164,920	-	-	-
Charges for services	1,521,672	-	-	2,515,054
Fines and fees	850,441	-	-	-
Special assessments	-	-	-	315,747
Interest	180,342	126,258	137,726	87,847
Miscellaneous	177,915	-	-	-
Total revenues	<u>13,669,414</u>	<u>1,310,857</u>	<u>1,322,325</u>	<u>3,009,251</u>
Expenditures:				
Current:				
General government	2,659,149	-	-	-
Public safety	4,469,995	-	-	-
Public works	2,200,875	-	-	70,082
Culture and recreation	2,990,809	-	-	-
Capital outlay	193,909	1,791,481	1,299,783	370,472
Debt service:				
Principal	370,000	515,000	-	1,800,303
Interest	73,017	125,873	129,014	344,997
Total expenditures	<u>12,957,754</u>	<u>2,432,354</u>	<u>1,428,797</u>	<u>2,585,854</u>
Excess (deficiency) of revenues over (under) expenditures	<u>711,660</u>	<u>(1,121,497)</u>	<u>(106,472)</u>	<u>423,397</u>
Other financing sources (uses):				
Transfers in	1,512,509	350,000	-	77,000
Transfers out	(2,300,000)	-	(3,000,000)	(278,953)
Sale of general capital assets	-	-	-	-
Total other financing sources (uses)	<u>(787,491)</u>	<u>350,000</u>	<u>(3,000,000)</u>	<u>(201,953)</u>
Net change in fund balances	(75,831)	(771,497)	(3,106,472)	221,444
Fund balances, beginning	4,692,613	4,178,075	4,120,371	1,365,911
Fund balances, ending	<u>\$ 4,616,782</u>	<u>\$ 3,406,578</u>	<u>\$ 1,013,899</u>	<u>\$ 1,587,355</u>

(Continued)

CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
(Continued)  
Year Ended December 31, 2023

	Solid Waste	Capital Improvement	ARPA	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ 1,349,485	\$ 14,223,453
Intergovernmental	-	2,166,249	1,512,509	559,440	4,598,155
Licenses and permits	-	-	-	-	164,920
Charges for services	571,557	-	-	15,056	4,623,339
Fines and fees	-	-	-	-	850,441
Special assessments	-	-	-	-	315,747
Interest	7,216	13,652	-	31,738	584,779
Miscellaneous	2,863	64,360	-	46,435	291,573
Total revenues	<u>581,636</u>	<u>2,244,261</u>	<u>1,512,509</u>	<u>2,002,154</u>	<u>25,652,407</u>
Expenditures:					
Current:					
General government	628,309	-	-	1,234,004	4,521,462
Public safety	-	-	-	-	4,469,995
Public works	-	-	-	116,460	2,387,417
Culture and recreation	-	-	-	50	2,990,859
Capital outlay	-	5,564,344	-	586,556	9,806,545
Debt service:					
Principal	-	545,000	-	40,454	3,270,757
Interest	-	13,625	-	2,163	688,689
Total expenditures	<u>628,309</u>	<u>6,122,969</u>	<u>-</u>	<u>1,979,687</u>	<u>28,135,724</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(46,673)</u>	<u>(3,878,708)</u>	<u>1,512,509</u>	<u>22,467</u>	<u>(2,483,317)</u>
Other financing sources (uses):					
Transfers in	50,000	5,178,953	-	-	7,168,462
Transfers out	-	-	(1,512,509)	(77,000)	(7,168,462)
Sale of general capital assets	-	-	-	46,200	46,200
Total other financing sources (uses)	<u>50,000</u>	<u>5,178,953</u>	<u>(1,512,509)</u>	<u>(30,800)</u>	<u>46,200</u>
Net change in fund balances	3,327	1,300,245	-	(8,333)	(2,437,117)
Fund balances, beginning	<u>66,761</u>	<u>61,573</u>	<u>-</u>	<u>1,436,161</u>	<u>15,921,465</u>
Fund balances, ending	<u>\$ 70,088</u>	<u>\$ 1,361,818</u>	<u>\$ -</u>	<u>\$ 1,427,828</u>	<u>\$ 13,484,348</u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES WITH THE  
STATEMENT OF ACTIVITIES  
Year Ended December 31, 2023

Total net change in fund balances - governmental funds	\$	(2,437,117)
Amounts reported for governmental activities in the statement of activities are different because:		
<p>Capital outlays to purchase or build assets are reported in governmental funds as expenditures. For governmental activities, however, those costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense in the statement of activities.</p>		
Capital outlay	\$ 9,518,908	
Depreciation expense	(2,747,894)	6,771,014
<hr style="border: 0.5px solid black;"/>		
The net effect of various miscellaneous transactions involving capital assets (e.g., sales and donations) is to decrease net position.		(28,946)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(350,442)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to government funds, while the repayment of the principal of long term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		222,668
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.		(34,560)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated absences	(70,691)	
OPEB	221,498	
Pension	(640,502)	(489,695)
<hr style="border: 0.5px solid black;"/>		
Repayments of long-term debt instruments are expenditures in the governmental funds, but reduce long-term liabilities in the statement of net position and do not affect the statement of activities.		
Bond principal	3,115,000	
Notes payable - financed purchases	150,454	
Loan principal	5,303	3,270,757
<hr style="border: 0.5px solid black;"/>		
Change in net position of governmental activities	\$	<u>6,923,679</u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
GENERAL FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
<b>Revenues:</b>			
Taxes	\$ 8,946,597	\$ 10,504,770	\$ 1,558,173
Intergovernmental	1,737,000	269,354	(1,467,646)
Licenses and permits	155,500	164,920	9,420
Charges for services	1,394,825	1,521,672	126,847
Fines and fees	1,227,250	850,441	(376,809)
Interest	-	180,342	180,342
Miscellaneous	79,000	177,915	98,915
Total revenues	<u>13,540,172</u>	<u>13,669,414</u>	<u>129,242</u>
<b>Expenditures:</b>			
<b>General government:</b>			
Personal service	1,627,200	1,630,447	(3,247)
Contractual	1,012,990	824,814	188,176
Commodities	67,150	119,585	(52,435)
Miscellaneous	1,503,000	-	1,503,000
Capital outlay	347,000	54,476	292,524
Total general government	<u>4,557,340</u>	<u>2,629,322</u>	<u>1,928,018</u>
<b>Public safety:</b>			
Personal service	4,032,100	3,972,443	59,657
Contractual	434,650	363,165	71,485
Commodities	167,750	134,387	33,363
Capital outlay	174,500	216,366	(41,866)
Total public safety	<u>4,809,000</u>	<u>4,686,361</u>	<u>122,639</u>
<b>Public works:</b>			
Personal service	1,164,000	964,624	199,376
Contractual	1,197,775	1,100,169	97,606
Commodities	293,200	146,649	146,551
Capital outlay	6,000	16,423	(10,423)
Total public works	<u>2,660,975</u>	<u>2,227,865</u>	<u>433,110</u>
<b>Culture and recreation:</b>			
Personal service	1,880,000	1,927,419	(47,419)
Contractual	846,050	898,734	(52,684)
Commodities	159,700	164,656	(4,956)
Total culture and recreation	<u>2,885,750</u>	<u>2,990,809</u>	<u>(105,059)</u>
Debt service	444,000	443,017	983
Contingency	2,111,500	-	2,111,500
Total expenditures	<u>17,468,565</u>	<u>12,977,374</u>	<u>4,491,191</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (3,928,393)</u>	<u>\$ 692,040</u>	<u>\$ 4,620,433</u>

(Continued)

CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
GENERAL FUND

(Continued)

Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Other financing sources (uses):			
Transfers in	\$ -	\$ 1,512,509	\$ 1,512,509
Transfers out	(2,325,000)	(2,300,000)	25,000
	(2,325,000)	(787,491)	1,537,509
Net change in fund balance	(6,253,393)	(95,451)	6,157,942
Fund balance, beginning of year	6,253,393	4,589,890	(1,663,503)
Fund balance, end of year	\$ -	4,494,439	\$ 4,494,439
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received		122,343	
Fund balance on the basis of GAAP		\$ 4,616,782	

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
STORMWATER FUND  
Year Ended December 31, 2023

	Original Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
<b>Revenues:</b>			
Charges for services	\$ 2,605,000	\$ 2,515,054	\$ (89,946)
Special assessments	617,995	315,747	(302,248)
Intergovernmental	71,438	90,603	19,165
Interest	1,500	87,847	86,347
<b>Total revenues</b>	<b>3,295,933</b>	<b>3,009,251</b>	<b>(286,682)</b>
<b>Expenditures:</b>			
Public works	592,875	70,082	522,793
Capital outlay	1,000,000	488,837	511,163
Miscellaneous	300,000	-	300,000
Debt service	2,145,440	2,145,300	140
<b>Total expenditures</b>	<b>4,038,315</b>	<b>2,704,219</b>	<b>1,334,096</b>
Excess (deficiency) of revenues over (under) expenditures	(742,382)	305,032	1,047,414
<b>Other financing sources (uses):</b>			
Transfers in	85,000	77,000	(8,000)
Transfers out	(272,850)	(278,953)	(6,103)
<b>Total other financing sources (uses)</b>	<b>(187,850)</b>	<b>(201,953)</b>	<b>(14,103)</b>
Net change in fund balance	(930,232)	103,079	1,033,311
Fund balance, beginning	1,183,435	1,290,600	107,165
Fund balance, ending	<u>\$ 253,203</u>	<u>1,393,679</u>	<u>\$ 1,140,476</u>
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received		<u>193,676</u>	
Fund balance on the basis of GAAP		<u>\$ 1,587,355</u>	

See accompanying notes to basic financial statements.



CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
SOLID WASTE FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	\$ 556,155	\$ 571,557	\$ 15,402
Interest	-	7,216	7,216
Miscellaneous	1,000	2,863	1,863
Total revenues	557,155	581,636	24,481
Expenditures:			
General government	655,000	628,309	26,691
Excess (deficiency) of revenues over (under) expenditures	(97,845)	(46,673)	51,172
Other financing sources:			
Transfers in	75,000	50,000	(25,000)
Net change in fund balance	(22,845)	3,327	26,172
Fund balance, beginning	36,054	66,761	30,707
Fund balance, ending	\$ 13,209	\$ 70,088	\$ 56,879

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
ARPA FUND  
Year Ended December 31, 2023

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 1,512,509	\$ 1,512,509
Other financing uses:				
Transfers out	-	(1,512,510)	(1,512,509)	1
Net change in fund balance	-	(1,512,510)	-	1,512,510
Fund balance, beginning	-	1,512,510	-	(1,512,510)
Fund balance, ending	\$ -	\$ -	\$ -	\$ -

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
December 31, 2023

	<u>Total Custodial Funds</u>
Assets:	
Cash and investments	<u>\$          11,200</u>
Net position:	
Restricted for individuals, organizations, and other governments	<u>\$          11,200</u>

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
Year Ended December 31, 2023

	Total Custodial Funds
Additions:	
Reinstatement fees	\$ 13,466
Judicial surcharge	3,400
Total additions	16,866
Deductions:	
Alcohol and drug program	890
Reinstatement fee remittance	13,067
Judicial surcharge remittance	3,322
Total deductions	17,279
Net change in fiduciary net position	(413)
Net position, beginning	11,613
Net position, ending	\$ 11,200

See accompanying notes to basic financial statements.

CITY OF MISSION, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2023

1 - Summary of Significant Accounting Policies

Reporting Entity

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. All nonfiduciary activities of the City are governmental activities. All fiduciary activities are reported only in the fund financial statements.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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

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

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

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

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

The City reports the following major governmental funds:

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

The *Parks and Recreation Sales Tax Fund* is a capital projects fund used to account for revenues received from 3/8 of one percent sales tax for parks and recreation, with a portion pledged to retire the Series 2013-B General Obligation Bonds issued for the outdoor aquatic facility project. The balance may be used for other parks and recreation activities, including operating costs. Voters renewed the sales tax in September 2022 for 10 years with a new sunset in 2033.

The *Street Sales Tax Fund* is a capital project funds used to account for revenues from the 3/8 cent sales tax for streets. The additional revenue may be used for street improvements. Voters renewed the sales tax in September 2021 for 10 years with a new sunset in 2032.

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

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

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

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

The *ARPA Fund* is a special revenue fund used to account for the City's portion of Federal Covid Relief Funds distributed by the State of Kansas. The American Rescue Plan Act of 2021 established the Coronavirus State and Local Fiscal Recovery Funds, designed to deliver \$350 billion to state, local, territorial, and Tribal governments to bolster their response to the COVID-19 emergency and its economic impacts.

Additionally, the City reports the following fiduciary fund type:

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

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

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

#### Deposits and Investments

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

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

#### Receivables and Payables

Receivables are reported on the government-wide financial statements net of an allowance for uncollectible accounts. At December 31, 2023, an allowance for uncollectible receivables of approximately \$ 572,400 has been recorded.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing

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

state statutes. Consequently, current year property tax receivables are not available as a resource that can be used to finance the current year operations of the City and, therefore, are not susceptible to accrual. Accruals of uncollected current year property taxes are offset by deferred inflows and are identical to the adopted budget for 2024.

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

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

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

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

Capital Assets

Capital assets, which include land, buildings, improvements, equipment, infrastructure assets, and construction in progress, are reported in the government-wide financial statements as assets. Capital assets are defined by the City as assets with an initial, individual cost of more than \$ 5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of assets or materially extend assets' lives are not capitalized.

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

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

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



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

Deferred Outflows/Inflows of Resources

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

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

Compensated Absences

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

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

Long-Term Obligations

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

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

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

Pensions

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

Fund Balances

As prescribed by GASB Statement No. 54, governmental funds report fund balance classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of December 31, 2023, fund balances for governmental funds are made up of the following:

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

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

*Committed fund balances* include amounts that can only be used for specific purposes determined by a formal action, an ordinance, of the City's highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City Council taking the same formal action, an ordinance, that originally imposed the constraint.

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

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

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

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

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

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

	Major Governmental Funds			
	General	Parks and Recreation Sales Tax	Street Sales Tax	Stormwater
Fund balances:				
Nonspendable	\$ 100,000	\$ -	\$ -	\$ -
Restricted for:				
Alcohol awareness programs	-	-	-	-
Capital improvements	-	2,849,654	854,988	-
Convention and tourism	-	-	-	-
Culture and recreation	-	-	-	-
Donations	-	-	-	-
Education	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Committed for:				
ADA compliance	213,605	-	-	-
Culture and recreation	-	556,924	-	-
Development projects	-	-	-	-
Equipment reserve and replacement	-	-	-	-
Farm and flower market	-	-	-	-
Public works	-	-	158,911	1,587,355
Solid waste	-	-	-	-
Assigned for:				
Capital improvements	250,000	-	-	-
CAP Task Force	8,530	-	-	-
Internet and hardware	23,955	-	-	-
Public works	10,567	-	-	-
Generators	9,890	-	-	-
ALPR project	59,705	-	-	-
E-ticketing equipment	9,696	-	-	-
Landscaping	179,877	-	-	-
Unassigned	3,750,957	-	-	-
Total fund balances	<u>\$ 4,616,782</u>	<u>\$ 3,406,578</u>	<u>\$ 1,013,899</u>	<u>\$ 1,587,355</u>

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

	Major Governmental Funds		Other Governmental Funds	Total Governmental Funds
	Solid Waste	Capital Improvement		
Fund balances:				
Nonspendable	\$ -	\$ -	\$ -	\$ 100,000
Restricted for:				
Alcohol awareness programs	-	-	198,458	198,458
Capital improvements	-	1,361,818	-	5,066,460
Convention and tourism	-	-	27,520	27,520
Culture and recreation	-	-	247,508	247,508
Donations	-	-	56,728	56,728
Education	-	-	19,004	19,004
Public safety	-	-	64,948	64,948
Public works	-	-	115,319	115,319
Committed for:				
ADA compliance	-	-	-	213,605
Culture and recreation	-	-	-	556,924
Development projects	-	-	593,634	593,634
Equipment reserve and replacement	-	-	110,889	110,889
Farm and flower market	-	-	8,117	8,117
Public works	-	-	14,141	1,760,407
Solid waste	70,088	-	-	70,088
Assigned for:				
Capital improvements	-	-	-	250,000
CAP Task Force	-	-	-	8,530
Internet and hardware	-	-	-	23,955
Public works	-	-	-	10,567
Generators	-	-	-	9,890
ALPR project	-	-	-	59,705
E-ticketing equipment	-	-	-	9,696
Landscaping	-	-	-	179,877
Unassigned	-	-	(28,438)	3,722,519
Total fund balances	\$ 70,088	\$ 1,361,818	\$ 1,427,828	\$ 13,484,348

Net Position

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

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

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

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

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

Use of Estimates

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

Adoption of New Accounting Standards

During the year, the City adopted the following accounting standards:

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements (P3)*, provides guidance for the financial reporting of public-private and public-public partnerships and availability payment arrangements. The implementation of the new standard had no material affect on the City.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The implementation of the new standard had no material affect on the City.

Pending Governmental Accounting Standards Board Statements

At December 31, 2023, the Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the City. The statements that might impact the City are as follows:

GASB Statement No. 99, *Omnibus 2022*, has objectives that are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance by the City. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 will become effective for the fiscal year ended December 31, 2024.

GASB Statement No. 100, *Accounting Changes and Error Corrections*, has an objective to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This Statement will become effective for the fiscal year ended December 31, 2024.

CITY OF MISSION, KANSAS  
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GASB Statement No. 101, *Compensated Absences*, has an objective to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement will become effective for the fiscal year ended December 31, 2024.

GASB Statement No. 102, *Certain Risk Disclosures*, this statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. That objective is achieved by assessing whether a concentration or constraint makes the primary government reporting units vulnerable to the risk of substantial impact. This Statement will become effective for the City in the fiscal year ended December 31, 2025.

GASB Statement No. 103, *Financial Reporting Model Improvements* – The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this statement will become effective for the City in the fiscal year ended December 31, 2026.

2 - Stewardship, Compliance and Accountability

Budgetary Information

The City is required by State statute to legally adopt annual operating budgets for all funds unless exempted by a specific statute. The City has legally adopted annual budgets for the General Fund, the Stormwater Fund, the Solid Waste Fund, the Parks and Recreation Sales Tax Fund, the Street Sales Tax Fund, the ARPA Fund, the Capital Improvement Fund, the Special Alcohol Fund, Special Parks and Recreation Fund, Special Highway Fund, Mission Convention and Visitors Bureau Fund, Rock Creek Drainage District #1 Fund, Rock Creek Drainage District #2 Fund, Cornerstone Commons CID Fund, and the Equipment Reserve and Replacement Fund. 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 1<sup>st</sup>.
2. Publication in the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5<sup>th</sup>.
3. Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25<sup>th</sup>.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20<sup>th</sup>. The City held a revenue neutral rate hearing for the 2023 budget year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held, and the governing body may amend the budget at that time. In 2023, budget amendments were adopted

CITY OF MISSION, KANSAS  
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for the Equipment Reserve Fund, Capital Improvement Fund, Street Sales Tax Fund, Parks and Recreation Sales Tax Fund and the ARPA 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.

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

In fiscal year 2023, actual expenditures exceeded budget expenditures in the Parks and Recreation Sales Tax Fund, Capital Improvement Fund, Special Highway Fund, and Mission Convention and Visitors Bureau Fund, which is a violation of K.S.A. 79-2935.

A legal operating budget is not required for the Special Law Enforcement Fund, School District Sales Tax Fund, Donations and Escrow Fund, Mission Crossing TIF Fund, Silvercrest TIF Fund, Mission Trails TIF Fund, Capitol Federal TIF Fund, Transportation Utility Fund, Rock Creek TIF District #3 Fund, Rock Creek TIF District #4 Fund, Mission Farm and Flower Market Fund, Opioid Settlement Fund, Family Adoption Fund, Mission Bowl TIF Fund, Rock Creek TIF District #2 Fund, and the fiduciary funds.

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

#### Deficit Fund Balances

The Family Adoption Fund had a deficit fund balance of \$ 28,438 at December 31, 2023 that will be recovered from future donations.

### 3 - Deposits and Investments

#### Deposits

##### *Custodial Credit Risk – Deposits*

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

CITY OF MISSION, KANSAS  
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 (Continued)

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

Investments

On December 31, 2023, the City had the following investment and related maturity:

Investment Type	Fair Value	Rating	Maturity (in Years)
Kansas Municipal Investment Pool	\$ 9,473,991	Not rated	Less than One \$ 9,473,991

*Credit Risk*

Various City investments are considered to be idle funds by management and are invested according to K.S.A. 12-1675. The statute requires that the City invest its idle funds in only temporary notes of the City, bank certificates of deposit, repurchase agreements, and if eligible banks do not offer an acceptable rate for the funds: U.S. Treasury bills or notes or the Kansas Municipal Investment Pool (KMIP). The City's investments in the KMIP were not rated by a rating agency as of December 31, 2023. Maturities of the above investments may not exceed two years by statute.

The KMIP is under the oversight of the Pooled Money Investment Board (PMIB). The PMIB is comprised of the State Treasurer and four additional members appointed by the State Governor. The PMIB reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than 10 percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Some of the City's investments are of bond proceeds invested pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the KMIP; direct obligations of the United States government or any agency thereof; investment agreements with a financial institution, the obligations of which, at the time of investment, are rated in either of the three highest rating categories by Moody's Investors Service or Standard and Poor's Corporation; and various other investments as specified in K.S.A. 10-131.

*Interest Rate Risk*

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



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

*Concentrations of Credit Risk*

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

*Custodial Credit Risk - Investments*

For an investment, custodial credit risk is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At December 31, 2023, the City's investments were not exposed to custodial credit risk.

*Fair Value Measurement*

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. For the year ended December 31, 2023, the City's investment in KMIP was considered a cash equivalent as all investments were held in the overnight pool. Investments that are considered cash equivalents are not classified in the fair value hierarchy.

4 - Notes Receivable

In April 2007, the City signed promissory notes to finance both a borrower's acquisition of a building and other improvements in the amount of \$ 534,692 as well as the borrower's remodeling of the building and other improvements for business operations in the amount of \$ 267,882, with both loans over a term of 21 years at 5.00% per annum. During the fiscal year ending December 31, 2023, the City received \$ 50,462 in principal payments towards the loans. As of December 31, 2023, the City had outstanding notes receivable of \$ 250,215.

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NOTES TO BASIC FINANCIAL STATEMENTS  
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5 - Capital Assets

Capital asset activity for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 9,338,256	\$ -	\$ -	\$ 9,338,256
Construction in progress	4,633,536	8,957,316	35,438	13,555,414
Total capital assets not being depreciated	13,971,792	8,957,316	35,438	22,893,670
Capital assets being depreciated:				
Buildings	13,055,744	-	-	13,055,744
Improvements	3,456,393	-	-	3,456,393
Infrastructure	65,316,045	23,245	-	65,339,290
Machinery and equipment	7,949,863	573,785	116,169	8,407,479
Total capital assets being depreciated	89,778,045	597,030	116,169	90,258,906
Less accumulated depreciation for:				
Buildings	5,513,126	280,619	-	5,793,745
Improvements	334,887	223,110	-	557,997
Infrastructure	18,913,442	1,638,097	-	20,551,539
Machinery and equipment	5,772,047	606,068	87,223	6,290,892
Total accumulated depreciation	30,533,502	2,747,894	87,223	33,194,173
Governmental activities capital assets, net	\$ 73,216,335	\$ 6,806,452	\$ 64,384	\$ 79,958,403

Depreciation expense was charged to functions/programs of the City for the year ended December 31, 2023 as follows:

Governmental activities:	
General government	\$ 301,061
Public safety	200,710
Public works	1,794,831
Culture and recreation	451,292
Total depreciation expense	\$ 2,747,894

CITY OF MISSION, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
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6 - Long-Term Debt

General Obligation Bonds

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

General obligation bonds payable at December 31, 2023 was comprised of the following issues:

	Interest Rates	Original Issue	Final Maturity Date	Principal Payments During 2023	Outstanding December 31, 2023
General obligation bonds:					
Series 2013A - Capital Improvement	2.50% - 3.00%	\$ 680,000	09/01/23	\$ 75,000	\$ -
Series 2013B - Capital Improvement	3.00%	4,510,000	09/01/23	515,000	-
Series 2013C - Capital Improvement	2.00% - 2.50%	4,480,000	09/01/23	545,000	-
Series 2014A - Refunding	2.00% - 3.00%	9,795,000	09/01/29	950,000	3,115,000
Series 2019A - Capital Improvement	4.00% - 5.00%	3,470,000	09/01/29	410,000	2,915,000
Series 2020A - Refunding	1.50% - 2.00%	6,020,000	09/01/29	435,000	3,335,000
Series 2021A - Capital Improvement	2.00% - 3.00%	3,205,000	09/01/36	185,000	2,830,000
Series 2022A - Capital Improvement	4.00% - 5.00%	6,655,000	04/01/33	-	6,655,000
				<u>\$ 3,115,000</u>	<u>\$ 18,850,000</u>

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

Series 2019A: Callable September 1, 2027 at par plus accrued interest

Series 2020A: Callable September 1, 2027 at par plus accrued interest

Series 2021A: Callable September 1, 2029 at par plus accrued interest

Series 2022A: Callable April 1, 2030 at par plus accrued interest

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

	Installment Range	
	Low	High
General obligation bonds:		
Series 2014A - Refunding	\$ 395,000	\$ 975,000
Series 2019A - Capital Improvement	430,000	545,000
Series 2020A - Refunding	275,000	1,055,000
Series 2021A - Capital Improvement	190,000	245,000
Series 2022A - Capital Improvement	455,000	820,000

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

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

Year Ending December 31,	Principal	Interest
2024	\$ 2,490,000	\$ 650,963
2025	2,660,000	565,088
2026	2,320,000	475,775
2027	2,395,000	391,575
2028	2,100,000	305,175
2029-2033	6,165,000	583,925
2034-2036	720,000	29,000
Total	<u>\$ 18,850,000</u>	<u>\$ 3,001,501</u>

Kansas Department of Health and Environment - Direct Borrowing

The Kansas Department of Health and Environment (KDHE) and the City entered into an agreement for direct borrowing. As of December 31, 2023, the City had made \$ 406,272 in loan draws and had \$ 304,704 in principal forgiveness. The loan calls for an interest rate of 2.60%. The agreement provides that, in the event of default, KDHE may take whatever action is available under the law or at equity to collect the debt due or to become due. KDHE may also collect any legal fees, or otherwise, necessary to carry out this action. The agreement also provides that KDHE may take action to accelerate payment of remaining principal if deemed necessary.

Annual debt service requirements to maturity for the KDHE loan outstanding at December 31, 2023 are as follows:

Year Ending December 31,	Principal	Interest
2024	\$ 5,441	\$ 1,013
2025	5,584	884
2026	5,730	752
2027	5,880	617
2028	6,034	478
2029-2031	15,815	561
Total	<u>\$ 44,484</u>	<u>\$ 4,305</u>

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

Change in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2023 was as follows:

	Balance December 31, 2022	Additions	Reductions	Balance December 31, 2023	Current Portion
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 21,965,000	\$ -	\$ 3,115,000	\$ 18,850,000	\$ 2,490,000
Plus bond premium	1,568,463	-	222,668	1,345,795	-
Net total bonds payable	23,533,463	-	3,337,668	20,195,795	2,490,000
Notes payable - financed purchases - direct borrowing	255,795	-	150,454	105,341	105,341
KDHE loan payable - direct borrowing	49,787	-	5,303	44,484	5,441
Compensated absences	503,370	505,298	434,607	574,061	454,108
Total OPEB liability	877,003	76,864	197,824	756,043	48,259
Net pension liability	7,535,689	363,910	-	7,899,599	-
Governmental activities long-term liabilities	<u>\$ 32,755,107</u>	<u>\$ 946,072</u>	<u>\$ 4,125,856</u>	<u>\$ 29,575,323</u>	<u>\$ 3,103,149</u>

For the governmental activities, compensated absences, the total OPEB liability, and the net pension liability are generally liquidated by the General Fund.

Conduit Debt Obligations

The City has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State of Kansas, nor any political 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, 2023, there were two series of industrial revenue bonds outstanding, with an aggregate authorized principal amount of \$ 225,358,589.

Conduit Debt Obligations as of December 31, 2023

IRB's	Issue Date	Amount Authorized	Amount Outstanding	Interest Rate	Maturity Date
<u>Housing IRB's</u>					
Mission Square	12/18/09	\$ 11,100,000	\$ 7,439,168	3.50%	12/01/39
<u>Project IRB's</u>					
Aryeh Realty LLC (Gateway)	10/26/18	214,258,589	78,500	2.00%	08/31/32
Total IRB's		<u>\$ 225,358,589</u>	<u>\$ 7,517,668</u>		

CITY OF MISSION, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
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7 - Notes Payable – Financed Purchases

The City acquired equipment for governmental activities under financed purchase agreements. In the year that the assets are acquired, the City records the present value of future payments as a capital outlay expenditure and as an offsetting other-financing source in the governmental fund financial statements.

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

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

The assets acquired through these financed purchases are as follows:

Assets:	
Police vehicles	\$ 289,459
Exercise equipment	138,978
	428,437
Total assets	428,437
Less accumulated depreciation	(306,785)
	\$ 121,652
	\$ 121,652

Future minimum payments for financed purchases as of December 31, 2023 are as follows:

Year Ending December 31,	Principal	Interest
2024	\$ 105,341	\$ 1,460

CITY OF MISSION, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
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8 - Other Postemployment Healthcare Benefits

Health Insurance

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

Employer contributions paid for benefits as they came due during the fiscal year ended December 31, 2023 totaled \$ 49,432.

Employees Covered by Benefit Terms. As of the actuarial valuation date of December 31, 2023, the following employees were covered by the benefit terms.

Inactive employees or beneficiaries currently receiving benefit payments	5
Active plan members fully eligible	5
Active employees not yet fully eligible	<u>56</u>
	<u><u>66</u></u>

Total OPEB Liability

The City's total OPEB liability of \$ 731,322 was measured as of December 31, 2023 and was determined by an actuarial valuation performed as of December 31, 2023.

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

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate as of measurement date	4.00 percent
Discount rate for OPEB expense	4.31 percent
Mortality table	Pub-2010 Headcount-Weighted General and Safety Mortality Tables, separately for Employees and Retirees with generational projection according to MP-2021
Salary scale	4.00 percent
Plan participation rate	Range based on service at retirement between 20 percent and 70 percent
Healthcare cost trend rates	
Current rate	7.00 percent
Ultimate rate	4.70 percent
Year ultimate rate is reached	2033
Actuarial cost method	Entry Age Normal - Level Pay

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

The actuarial assumptions were based on the results of the most recent actuarial experience study that was conducted for a period through December 31, 2023.

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

1. The discount rate was updated to reflect the current economic environment.
2. Per capita claims costs and administrative expenses were updated to reflect the 2024 fully insured premiums.
3. Healthcare cost and administrative expense trend rates were updated to reflect current expectations.
4. Termination rates were adjusted for all employees.
5. Participation for retirees with 15 – 19 years of service at retirement was adjusted from 40% to 30%.



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NOTES TO BASIC FINANCIAL STATEMENTS  
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Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2022	\$ 852,007
Changes for the year:	
Service cost	31,232
Interest	37,014
Differences between expected and actual experience	(80,175)
Changes in assumptions or other inputs	(59,324)
Benefit payments	(49,432)
Net changes	(120,685)
Balance at December 31, 2023	\$ 731,322

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

	1% Decrease (3.00%)	Discount Rate (4.00%)	1% Increase (5.00%)
Total OPEB liability	\$ 800,445	\$ 731,322	\$ 670,604

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	\$ 668,002	\$ 731,322	\$ 803,743

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

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

For the year ended December 31, 2023, the City recognized OPEB expense of \$ (159,523).

At December 31, 2023, the City reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 97,087	\$ (96,470)
Changes in assumptions or other inputs	15,073	(243,643)
	\$ 112,160	\$ (340,113)

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

Year Ended December 31,			
2024	\$	(108,951)	
2025		(52,517)	
2026		(51,841)	
2027		(14,644)	
	\$	(227,953)	

Disability Benefits and Life Insurance

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

Employer contributions are established and may be amended by state statute. Members are not required to contribute. Employer contributions paid for benefits as they came due during the fiscal year ended December 31, 2023 totaled \$ 0.

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

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

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

Employees Covered by Benefit Terms. As of the valuation date of December 31, 2022, the following employees were covered by the benefit terms.

Active plan members

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Total OPEB Liability

The City's total OPEB liability of \$ 24,721 was measured as of June 30, 2023 and was determined by an actuarial valuation performed as of December 31, 2022.

CITY OF MISSION, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
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Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	3.65 percent
Implicit inflation rate	2.75 percent
Mortality rates	Local Males: 90% of RP-2014 M Total Dataset +2 Local Females: 90% of RP-2014 F Total Dataset +1 Generational mortality improvements were projected for future years using Projection Scale MP-2021.
Salary increases	3.50 percent (composed of 2.75 percent inflation and 0.75 percent productivity)
Payroll growth	3.00 percent
Actuarial cost method	Entry Age Normal

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

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study conducted for the period January 1, 2016 through December 31, 2018.

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

1. The discount rate was updated in accordance with the requirements of GASB 75.
2. The Disability Rates, Estimated Offsets, Waiver Mortality Rates, and Claim Cost Assumption have been updated based on recent experience.

The overall impact of the new assumptions is a decrease in the benefit obligations.

CITY OF MISSION, KANSAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
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Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2022	\$ 24,996
Changes for the year:	
Service cost	7,469
Interest	1,149
Effect of economic/demographic gains or losses	(8,799)
Effect of assumptions changes or inputs	(94)
Net changes	(275)
Balance at December 31, 2023	\$ 24,721

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

	1% Decrease (2.65%)	Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB liability	\$ 25,543	\$ 24,721	\$ 23,800

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	\$ 24,721	\$ 24,721	\$ 24,721

Health care cost trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS.

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NOTES TO BASIC FINANCIAL STATEMENTS  
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OPEB Expense, Deferred Outflows and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2023, the City recognized OPEB expense of \$ 1,519. At December 31, 2023, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (39,810)
Changes of assumptions	905	(6,555)
City contributions subsequent to measurement date	27,646	-
	\$ 28,551	\$ (46,365)

The \$ 27,646 reported as deferred outflows of resources related to OPEB resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ended December 31, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31,		
2024	\$	(7,099)
2025		(7,099)
2026		(7,075)
2027		(6,713)
2028		(5,564)
Thereafter		(11,910)
	\$	(45,460)

Aggregate Other Postemployment Healthcare Benefit Information

	Balances at December 31, 2023		
	Health Insurance	Disability Benefits and Life Insurance	Total
Total OPEB liability	\$ 731,322	\$ 24,721	\$ 756,043
Total deferred outflows of resources	112,160	28,551	140,711
Total deferred inflows of resources	(340,113)	(46,365)	(386,478)
Total OPEB expense	(159,523)	1,519	(158,004)

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NOTES TO BASIC FINANCIAL STATEMENTS  
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9 - Defined Benefit Pension Plan

General Information About the Pension Plan

*Description of Pension Plan*

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

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

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

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

KPERs issues a stand-alone comprehensive annual financial report, which is available on the KPERs website at [www.kpers.org](http://www.kpers.org).

*Benefits Provided*

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

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, member employees may withdraw their contributions from their individual accounts, including interest. Member employees who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

Member employees choose one of seven payment options for their monthly retirement benefits. At retirement, a member employee may receive a lump-sum payment of up to 50% of the actuarial present

CITY OF MISSION, KANSAS  
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(Continued)

value of the member employee's lifetime benefit. The monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc post-retirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas.

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

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

*Contributions*

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6.00% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes the Police and Firemen (KP&F) member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates are determined based on the results of an annual actuarial valuation for each of the three state-wide pension groups. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A. 74-4921. KPERS is funded on an actuarial reserve basis.

For KPERS fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll for the KPERS fiscal year ended June 30, 2023.

The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate were 8.43% for KPERS and 22.86% for KP&F for the year ended December 31, 2023. Contributions to the Pension Plan from the City were \$ 233,059 for KPERS and \$ 523,290 for KP&F for the year ended December 31, 2023.



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

At December 31, 2023, the City reported a liability of \$ 7,899,599 (\$ 2,648,206 for KPERS and \$ 5,251,393 for KP&F) for its proportionate share of the KPERS collective net pension liability. The collective net pension liability was measured by KPERS as of June 30, 2023, and the total pension liability used to calculate the collective net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023.

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

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

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer. The City's proportion of the collective net pension liability was based on the ratio of the City's actual contributions to KPERS and KP&F, relative to the total employer and nonemployer contributions of the Local group and Police and Firemen group within KPERS for the KPERS fiscal year ended June 30, 2023.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2023, the City's proportion for KPERS was 0.126%, which was a decrease of 0.011% from its proportion measured as of June 30, 2022. At June 30, 2023, the City's proportion for KP&F was 0.329%, which was a decrease of 0.005% from its proportion measured as of June 30, 2022.

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(Continued)

For the year ended December 31, 2023, the City recognized pension expense of \$ 1,397,467 (\$ 438,026 for KPERS and \$ 959,441 for KP&F). At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<b>KPERS</b>		
Differences between expected and actual experience	\$ 220,142	\$ 373
Net difference between projected and actual earnings on pension plan investments	154,670	-
Changes of assumptions	280,673	-
Changes in proportionate share	111,295	147,080
City contributions subsequent to measurement date	117,178	-
<b>Total KPERS</b>	<b>883,958</b>	<b>147,453</b>
<b>KP&amp;F</b>		
Differences between expected and actual experience	486,166	-
Net difference between projected and actual earnings on pension plan investments	236,569	-
Changes of assumptions	425,187	-
Changes in proportionate share	33,088	159,579
City contributions subsequent to measurement date	266,145	-
<b>Total KP&amp;F</b>	<b>1,447,155</b>	<b>159,579</b>
<b>Total</b>	<b>\$ 2,331,113</b>	<b>\$ 307,032</b>

CITY OF MISSION, KANSAS  
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(Continued)

The \$ 117,178 and \$ 266,145 reported as deferred outflows of resources related to pensions resulting from the City’s contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for KPERS and KP&F, respectively, for the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,		
<b>KPERS</b>		
2024	\$	251,920
2025		105,513
2026		244,259
2027		17,365
2028		270
Total KPERS		619,327
<b>KP&amp;F</b>		
2024		324,421
2025		181,059
2026		425,103
2027		88,541
2028		2,307
Total KP&F		1,021,431
	\$	1,640,758

*Actuarial Assumptions*

The total pension liability for KPERS in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.75 percent
Salary increases, including price inflation	3.50 to 12.00 percent
Long-term rate of return, net of investment expense, and including price inflation	7.00 percent
Payroll growth assumption	3.00 percent

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

Mortality rates were based on the RP 2014 Mortality Tables, with age setbacks and age set forwards as well as other adjustments based on different membership groups. Future mortality improvements are anticipated using Scale MP-2016. Different adjustments apply to pre-retirement versus post-retirement versus post-disability mortality tables.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study, which covered the three-year period ending December 31, 2018. The experience study is dated January 7, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage. Best estimates of arithmetic real rates of return for each major asset class included in the Pension Plan's target asset allocations as of June 30, 2023 are summarized in the following table:

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

*Discount Rate*

The discount rate used by KPERS to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the contractually required rate. The local employers do not necessarily contribute the full actuarial determined rate. Based on legislation passed in 1993, the employer contribution rates certified by the KPERS Board of Trustees for this group may not increase by more than the statutory cap. The expected KPERS employer statutory contribution was modeled for future years, assuming all actuarial assumptions are met in future years. Based on those assumptions, the Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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 NOTES TO BASIC FINANCIAL STATEMENTS  
 (Continued)

*Sensitivity of the City's Proportionate Share of the Collective Net Pension Liability to Changes in the Discount Rate*

The following presents the City's proportionate share of the collective net pension liability calculated using the discount rate of 7.00%, as well as what the City's proportionate share of the collective net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
City's KPERS proportionate share of the collective net pension liability	\$ 3,797,245	\$ 2,648,206	\$ 1,690,937
City's KP&F proportionate share of the collective net pension liability	7,081,539	5,251,393	3,723,375
	\$ 10,878,784	\$ 7,899,599	\$ 5,414,312

*Pension Plan Fiduciary Net Position*

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

10 - Defined Contribution Plan

The City has established the City of Mission Money Purchase Plan, administered by the Principal Financial Group, available to employees other than those participating in KP&F. The City Council established and amends benefit provisions. Employees age 21 or older are eligible to participate after completing 1,000 or more hours of service. The City's contributions for each employee are 60% vested after five years of service and vest an additional 20% each year thereafter. The City makes annual contributions to the plan equal to 2% of covered employees' wages. Employees under the plan can make contributions to the plan of up to 10% of their wages. City and employee contributions for 2023 were \$ 43,305 and \$ 24,056, respectively.

11 - Special Assessments

In January 2015, the City passed Ordinance Number 1419 establishing the Gateway Special Benefit District and levying special assessments on certain property to pay the costs of internal improvements and providing for the collection of such special assessments in 20 annual installments. Special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the Stormwater Fund with a corresponding amount recorded as deferred inflows. Special assessments receivable at December 31, 2023, in the fund financial statements totaled \$ 7,494,036.

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12 - Risk Management

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

13 - Interfund Transfers

Transfers by fund for the year ended December 31, 2023 were as follows:

Transfers out	Transfers in					Total
	General	Stormwater	Solid Waste	Capital Improvement	Parks and Rec Sales Tax	
General	\$ -	\$ -	\$ 50,000	\$ 1,900,000	\$ 350,000	\$ 2,300,000
Street sales tax	-	-	-	3,000,000	-	3,000,000
ARPA	1,512,509	-	-	-	-	1,512,509
Stormwater	-	-	-	278,953	-	278,953
Nonmajor governmental	-	77,000	-	-	-	77,000
	<u>\$ 1,512,509</u>	<u>\$ 77,000</u>	<u>\$ 50,000</u>	<u>\$ 5,178,953</u>	<u>\$ 350,000</u>	<u>\$ 7,168,462</u>

The City uses interfund transfers to share costs between funds.

14 - Amounts Due to and from Other Funds

As of December 31, 2023, the City had \$ 6,755, \$ 25,079, and \$ 47,188 due from the Mission Farm and Flower Market Fund, Family Adoption Fund, and Street Sales Tax Fund, respectively, to the General Fund.

15 - Tax Abatements

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

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

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This footnote provides information on current economic development projects that the City of Mission has undertaken utilizing these tools. Many projects use more than one tool, and by their very nature incorporate some form of tax abatement.

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

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

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

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

The City of Mission establishes individual funds for each TIF district in order to track the property and sales tax collected and reimbursed back to the developer. The funds are shown as non-major governmental funds in this annual comprehensive financial report. For the fiscal year ending December 31, 2023, the City applied incremental revenues to TIF projects as follows:

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<b>Project Name:</b>	Gateway (Rock Creek TIF District #1)
<b>Project Description:</b>	650,000 sq. ft. mixed used redevelopment of the former Mission Mall site. Project to include 373 apartment unit, 202 room hotel, 5-story office building, food hall, movie-entertainment complex, and general retail.
<b>Total Project Costs:</b>	\$268,000,000
<b>Total TIF Eligible Costs:</b>	\$64,000,000
<b>TIF Base Year Established:</b>	2006 – Ordinance 1190, Ordinance 1195; 2019-Ordinance 1508
<b>TIF Project Plan Adopted:</b>	2017 – Ordinance 1468; 2022 – Ordinance 1577
<b>Approved TIF:</b>	100% ad valorem property tax increment, 55% of the City’s 1% general sales tax increment, and 90% of the City’s 9% transient guest sales tax increment.
<b>Reimbursement Method:</b>	Issuance of Special Obligation Bonds to be repaid from property and sales tax increment for a period of 20 years.
<b>2023 Total TIF Abatement:</b>	\$0
<b>TIF Abatement to Date:</b>	\$0
<b>Project Commitments:</b>	Mixed-use project in the City’s downtown with public amenities.
<b>Additional Comments:</b>	Though started, this project has not been completed due to the developer’s inability to secure financing. The development agreement terminated in July 2023, and the lender has initiated a foreclosure pending.

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<b>Project Name:</b>	Rock Creek TIF District #2
<b>Project Description:</b>	Redevelopment of the area around the Rock Creek storm channel.
<b>Total Project Costs:</b>	\$0
<b>Total TIF Eligible Costs:</b>	\$0
<b>TIF Base Year Established:</b>	2006 – Ordinance 1190, Ordinance 1195; 2019 - Ordinance 1508
<b>TIF Project Plan Adopted:</b>	No project plan has been developed at this time.
<b>Approved TIF:</b>	No project plan has been developed at this time.
<b>Reimbursement Method:</b>	No project plan has been developed at this time.
<b>2023 Total Abatement:</b>	\$41,116
<b>TIF Abatement to Date:</b>	\$49,311
<b>Project Commitments:</b>	No project plan has been developed at this time.
<b>Additional Comments:</b>	This TIF district was part of a larger Rock Creek TIF District #1 that was subdivided into smaller districts in 2019. Once this division occurred, the base year property tax amount was more defined and smaller, allowing property tax increment to be generated from the project.

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<b>Project Name:</b>	Capitol Federal Savings Bank (Rock Creek TIF District #2A)
<b>Project Description:</b>	Construction of a new 3,700 sq. ft. commercial building in the city’s downtown.
<b>Total Project Costs:</b>	\$3,765,000
<b>Total TIF Eligible Costs:</b>	\$530,000



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**TIF Base Year Established:** 2006 – Ordinance 1190, Ordinance 1195; 2010 – Ordinance 1299; 2019-Ordinance 1508

**TIF Project Plan Adopted:** 2010 – Ordinance 1299

**Approved TIF:** 50% ad valorem property tax increment

**Reimbursement Method:** The developer is to be reimbursed as increment is generated annually for up to 20 years or until eligible costs are paid.

**2023 Total Abatement:** \$17,709

**TIF Abatement to Date:** \$88,807

**Project Commitments:** New bank facility in a prominent location in the city’s downtown; public improvements to Nall Ave., Johnson Drive, and Martway St.; parking for trail; land swap for old bank site to create new transit center; and improvements to the Rock Creek storm channel.

**Additional Comments:** This TIF district was part of a larger Rock Creek TIF District #1 that was subdivided into smaller districts in 2019. Once this division occurred, the base year property tax amount was more defined and smaller, allowing property tax increment to be generated from the project.

**Project Name:** Mission Bowl Rock Creek TIF District #3A

**Project Description:** Redevelopment of the former Mission Bowl bowling alley site into a 176-unit multi-family development, which includes eight live-work units offering renters an opportunity to operate a small office or retail space in the same-unit where they live.

**Total Project Costs:** \$30,000,000

**Total TIF Eligible Costs:** \$5,500,000

**TIF Base Year Established:** 2006 – Ordinance 1190, Ordinance 1195; 2019 - Ordinance 1508; 2020 – Ordinance 1527

**TIF Project Plan Adopted:** 2020 – Ordinance 1527

**Approved TIF:** 90% of the ad valorem property tax years 1-5; 85% of the ad valorem property tax years 6-10; 80% of the ad valorem property tax years 11-15; and 75% of the ad valorem property tax years 16-20.

**Reimbursement Method:** The developer is to be reimbursed as increment is generated annually for up to 20 years or until eligible costs are paid.

**2023 Total Abatement:** \$31,570

**TIF Abatement to Date:** \$64,451

**Project Commitments:** Developer is to build to LEED Silver, or better, certification and maintain rent for 20% of the units at 60% AMI.

**Additional Comments:** Rock Creek TIF District #3 was originally part of a larger Rock Creek TIF District #1 that was subdivided into smaller districts in 2019. Once this division occurred, the base year property tax amount was more defined and smaller, allowing property tax increment to be generated from the project.

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 NOTES TO BASIC FINANCIAL STATEMENTS  
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Rock Creek TIF District #3 was subdivided again in 2020 to create Rock Creek TIF District #3A and #3B.

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<b>Project Name:</b>	Rock Creek TIF District #3B
<b>Project Description:</b>	Redevelopment of the area around the Rock Creek storm channel.
<b>Total Project Costs:</b>	\$0
<b>Total TIF Eligible Costs:</b>	\$0
<b>TIF Base Year Established:</b>	2006 – Ordinance 1190, Ordinance 1195; 2019 - Ordinance 1508; 2020 – Ordinance 1527
<b>TIF Project Plan Adopted:</b>	No project plan has been developed at this time.
<b>Approved TIF:</b>	No project plan has been developed at this time.
<b>Reimbursement Method:</b>	No project plan has been developed at this time.
<b>2023 Total Abatement:</b>	\$33,378
<b>TIF Abatement to Date:</b>	\$193,149
<b>Project Commitments:</b>	No project plan has been developed at this time.
<b>Additional Comments:</b>	Rock Creek TIF District #3 was originally part of a larger Rock Creek TIF District #1 that was subdivided into smaller districts in 2019. Once this division occurred, the base year property tax amount was more defined and smaller, allowing property tax increment to be generated from the project.

Rock Creek TIF District #3 was subdivided again in 2020 to create Rock Creek TIF District #3A and #3B.

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<b>Project Name:</b>	Rock Creek TIF District #4
<b>Project Description:</b>	Redevelopment of the area around the Rock Creek storm channel.
<b>Total Project Costs:</b>	\$0
<b>Total TIF Eligible Costs:</b>	\$0
<b>TIF Base Year Established:</b>	2006 – Ordinance 1190, Ordinance 1195; 2019 - Ordinance 1508
<b>TIF Project Plan Adopted:</b>	No project plan has been developed at this time.
<b>Approved TIF:</b>	No project plan has been developed at this time.
<b>Reimbursement Method:</b>	No project plan has been developed at this time.
<b>2023 Total Abatement:</b>	\$42,426
<b>TIF Abatement to Date:</b>	\$132,606
<b>Project Commitments:</b>	No project plan has been developed at this time.
<b>Additional Comments:</b>	This TIF district was part of a larger Rock Creek TIF District #1 that was subdivided into smaller districts in 2019. Once this division occurred, the base year property tax amount was more defined and smaller, allowing property tax increment to be generated from the project.

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

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<b>Project Name:</b>	Mission Crossing TIF District
<b>Project Description:</b>	116,000 sq ft. mixed-use development project consisting of two, stand-alone restaurants, small strip shopping center, and a three-story apartment complex for independent senior living.
<b>Total Project Costs:</b>	\$24,000,000
<b>Total TIF Eligible Costs:</b>	\$14,600,000
<b>TIF Base Year Established:</b>	2010 – Ordinance 1316
<b>TIF Project Plan Adopted:</b>	2010 – Ordinance 1324
<b>Approved TIF:</b>	100% of the ad valorem property tax increment and 100% of the City’s 1% general sales tax increment.
<b>Reimbursement Method:</b>	The developer is to be reimbursed as increment is generated annually for up to 20 years or until eligible costs are paid.
<b>2023 Total Abatement:</b>	\$238,420
<b>TIF Abatement to Date:</b>	\$2,500,556
<b>Project Commitments:</b>	Development of a mixed-use project in conformance with the City’s Form Based Code and a donation of land for a small public park. City committed to construction of transit stops utilizing a TIGER grant.
<b>Additional Comments:</b>	None

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<b>Project Name:</b>	Silvercrest at Broadmoor TIF District
<b>Project Description:</b>	Development of a 162,000 sq. ft. assisted living and memory care facility.
<b>Total Project Costs:</b>	\$22,000,000
<b>Total TIF Eligible Costs:</b>	\$2,800,000
<b>TIF Base Year Established:</b>	2017 – Ordinance 1455
<b>TIF Project Plan Adopted:</b>	No project plan has been developed at this time.
<b>Approved TIF:</b>	No project plan has been developed at this time.
<b>Reimbursement Method:</b>	No project plan has been developed at this time.
<b>2023 Total Abatement:</b>	\$6,358
<b>TIF Abatement to Date:</b>	\$19,198
<b>Project Commitments:</b>	Redevelopment of an un-used parcel of property into a development project in conformance with the City’s Form Based Code.
<b>Additional Comments:</b>	The developer withdrew their development application prior to adoption of an actual TIF project plan. The district has been generating a nominal property tax increment that is being collected by the City.

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<b>Project Name:</b>	Mission Trails TIF District
<b>Project Description:</b>	Development of a five-story, 201-unit apartment building and four-level parking structure in the City’s downtown.
<b>Total Project Costs:</b>	\$40,491,832
<b>Total TIF Eligible Costs:</b>	\$9,440,252
<b>TIF Base Year Established:</b>	2017 – Ordinance 1457

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

<b>TIF Project Plan Adopted:</b>	2017 – Ordinance 1467
<b>Approved TIF:</b>	100% ad valorem property tax increment
<b>Reimbursement Method:</b>	Developer is reimbursed as increment is generated annually.
<b>2023 Total Abatement:</b>	\$471,463
<b>TIF Abatement to Date:</b>	\$1,282,931
<b>Project Commitments:</b>	Mixed-use project in the City’s downtown, public parking easement on the first level of the parking structure and payment of \$250,000 for additional public parking in the downtown.

**Industrial Revenue Bonds:** Kansas State Statute K.S.A. 12-1740 et seq authorizes the cities and counties to issue industrial revenue bonds (IRBs) for the purchase, construction, improvement, or repair of certain types of facilities including commercial, industrial, and multi-family facilities. City Council Policy 116 provides further guidance on the use of IRBs. Most often IRBs are used to grant a sales tax exemption on materials and labor associated with any construction, improvements, or repairs. This exemption applies to state, county, and local sales tax.

As of December 31, 2023, there are two issuances of industrial revenue bonds (IRBs) outstanding. The issuances were for the Gateway development project with an outstanding amount of \$ 78,500 and the Mission Square project with an outstanding amount of \$ 7,439,168. Both have been issued for sales tax exemption on materials and labor.

Community Improvement District: Kansas State Statute K.S.A. 12-6a26 et seq permits cities and counties to establish a community improvement district (CID) for the purpose of imposing a tax assessment on property within the district or impose an additional sales tax up to 2% on retail activity within the district. The revenue generated from the tax assessment or additional sales tax may be used to reimburse the developer for certain eligible costs associated with the construction and operation of improvements within the district, for a period of up to 22 years.

Currently, there are two active CIDs in the City of Mission – Mission Crossing and Cornerstone Commons. Mission Crossing collected \$ 125,653 in a 1% CID sales tax and Cornerstone Commons collected \$ 50,488 in a 1% CID sales tax in the year ending December 31, 2023. Because these are additional taxes collected above what the City would normally collect, they are not considered to be a tax abatement.

16 - Commitments and Contingencies – Encumbrances

The City uses encumbrances to control expenditure commitments for the year and to enhance cash management. Encumbrances represent commitments related to executory contracts not yet performed and purchase orders not yet filled. Commitments for such expenditure of monies are encumbered to reserve a portion of applicable appropriations. Encumbrances still open at year end are not accounted for as expenditures and liabilities, but, rather, as restricted, committed, or assigned fund balance. At December 31, 2023, the City’s recorded encumbrances in governmental funds were as follows:

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

General fund	\$ 122,343
Stormwater fund	193,676
Capital improvement fund	1,749,741
Parks and recreation sales tax fund	2,007,433
Equipment reserve and replacement fund	<u>205,804</u>
	<u>\$ 4,278,997</u>

17 - Subsequent Events

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

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF MISSION, KANSAS  
Schedule of Changes in the City's Total OPEB Liability and Related Ratios - Health Insurance  
Last Six Fiscal Years<sup>1</sup>

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability:						
Service cost	\$ 31,232	\$ 54,047	\$ 42,489	\$ 47,552	\$ 61,739	\$ 71,671
Interest cost	37,014	21,653	17,412	30,158	44,703	57,439
Difference between expected and actual experience	(80,175)	98,541	89,984	(109,521)	12,768	(610,943)
Changes in assumptions and other inputs	(59,324)	(201,473)	(53,663)	49,521	(372,880)	(58,177)
Benefit payments	<u>(49,432)</u>	<u>(57,854)</u>	<u>(37,490)</u>	<u>(33,546)</u>	<u>(36,663)</u>	<u>(42,597)</u>
Net change in total OPEB liability	(120,685)	(85,086)	58,732	(15,836)	(290,333)	(582,607)
Total OPEB liability, beginning	<u>852,007</u>	<u>937,093</u>	<u>878,361</u>	<u>894,197</u>	<u>1,184,530</u>	<u>1,767,137</u>
Total OPEB liability, ending	<u>\$ 731,322</u>	<u>\$ 852,007</u>	<u>\$ 937,093</u>	<u>\$ 878,361</u>	<u>\$ 894,197</u>	<u>\$1,184,530</u>
Covered employee payroll	\$4,482,758	\$4,908,925	\$4,551,124	\$5,068,014	\$4,319,077	\$3,602,521
City's total OPEB liability as a percentage of covered employee payroll	16.3%	17.4%	20.6%	17.3%	20.7%	32.9%

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

There are no assets accumulated in a trust that meets the criteria of the GASB codification to pay related benefits for the OPEB plan.

CITY OF MISSION, KANSAS  
Schedule of Changes in the City's Total OPEB Liability and Related Ratios -  
Disability Benefits and Life Insurance  
Last Six Fiscal Years<sup>1</sup>

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability:						
Service cost	\$ 7,469	\$ 11,070	\$ 11,066	\$ 7,980	\$ 8,821	\$ 8,723
Interest on total OPEB liability	1,149	936	898	1,198	1,598	1,458
Effect of economic/demographics gains or losses	(8,799)	(11,627)	(9,272)	(7,128)	(16,954)	(9,371)
Effect of assumptions changes or inputs	<u>(94)</u>	<u>(7,641)</u>	<u>24</u>	<u>1,226</u>	<u>327</u>	<u>(352)</u>
Net change in total OPEB liability	(275)	(7,262)	2,716	3,276	(6,208)	458
Total OPEB liability, beginning	<u>24,996</u>	<u>32,258</u>	<u>29,542</u>	<u>26,266</u>	<u>32,474</u>	<u>32,016</u>
Total OPEB liability, ending	<u>\$ 24,721</u>	<u>\$ 24,996</u>	<u>\$ 32,258</u>	<u>\$ 29,542</u>	<u>\$ 26,266</u>	<u>\$ 32,474</u>
Covered employee payroll	\$2,448,772	\$2,555,314	\$2,307,798	\$2,323,164	\$1,821,013	\$2,095,328
City's total OPEB liability as a percentage of covered employee payroll	1.01%	0.98%	1.40%	1.27%	1.44%	1.55%

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

There are no assets accumulated in a trust that meets the criteria of the GASB codification to pay related benefits for the OPEB plan.



CITY OF MISSION, KANSAS  
Schedule of City's Proportionate Share of the Collective Net Pension Liability  
Kansas Public Employees Retirement System  
Last Nine Fiscal Years<sup>1</sup>

	2023		2022		2021	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
City's proportion of the collective net pension liability	0.126%	0.329%	0.137%	0.334%	0.132%	0.329%
City's proportionate share of the net pension liability	\$ 2,648,206	\$ 5,251,393	\$ 2,714,178	\$ 4,821,511	\$ 1,581,386	\$ 3,141,993
City's covered payroll <sup>2</sup>	\$ 2,733,075	\$ 2,190,748	\$ 2,706,883	\$ 2,031,817	\$ 2,520,427	\$ 1,844,517
City's proportionate share of the net pension liability as a percentage of its covered payroll	96.89%	239.71%	100.27%	237.30%	62.74%	170.34%
Plan fiduciary net position as a percentage of the total pension liability	70.55%	64.59%	70.51%	66.12%	81.14%	76.09%

	2020		2019		2018	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
City's proportion of the collective net pension liability	0.136%	0.355%	0.112%	0.357%	0.121%	0.345%
City's proportionate share of the net pension liability	\$ 2,362,346	\$ 4,372,136	\$ 1,564,764	\$ 3,616,206	\$ 1,685,259	\$ 3,320,799
City's covered payroll <sup>2</sup>	\$ 2,507,064	\$ 1,969,894	\$ 2,075,917	\$ 1,919,377	\$ 2,164,266	\$ 1,786,086
City's proportionate share of the net pension liability as a percentage of its covered payroll	94.23%	221.95%	75.38%	188.41%	77.87%	185.93%
Plan fiduciary net position as a percentage of the total pension liability	70.77%	66.81%	75.02%	71.22%	74.22%	71.53%

	2017		2016		2015	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
City's proportion of the collective net pension liability	0.119%	0.360%	0.121%	0.357%	0.121%	0.354%
City's proportionate share of the net pension liability	\$ 1,725,733	\$ 3,377,855	\$ 1,870,018	\$ 3,319,196	\$ 1,588,416	\$ 2,569,469
City's covered payroll <sup>2</sup>	\$ 2,113,273	\$ 1,799,123	\$ 2,048,888	\$ 1,796,206	\$ 2,047,740	\$ 1,613,584
City's proportionate share of the net pension liability as a percentage of its covered payroll	81.66%	187.75%	91.27%	184.79%	77.57%	159.24%
Plan fiduciary net position as a percentage of the total pension liability	72.15%	70.99%	68.55%	69.30%	71.98%	74.60%

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

<sup>2</sup> Covered payroll corresponds to the measurement date for the year ended June 30.

CITY OF MISSION, KANSAS  
Schedule of City's Contributions  
Kansas Public Employees Retirement System  
Last Nine Fiscal Years<sup>1</sup>

	2023		2022		2021	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
Contractually required contribution	\$ 233,059	\$ 523,290	\$ 245,058	\$ 483,013	\$ 247,362	\$ 426,499
Contributions in relation to the contractually required contribution	233,059	523,290	245,058	483,013	247,362	426,499
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 2,764,638	\$ 2,289,108	\$ 2,753,464	\$ 2,100,968	\$ 2,624,468	\$ 1,912,563
Contributions as a percentage of covered payroll	8.43%	22.86%	8.90%	22.99%	9.43%	22.30%

	2020		2019		2018	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
Contractually required contribution	\$ 242,655	\$ 417,037	\$ 226,244	\$ 432,079	\$ 199,116	\$ 373,428
Contributions in relation to the contractually required contribution	242,655	417,037	226,244	432,079	199,116	373,428
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 2,482,442	\$ 1,901,842	\$ 2,309,138	\$ 1,954,501	\$ 2,155,668	\$ 1,876,016
Contributions as a percentage of covered payroll	9.77%	21.93%	9.80%	22.11%	9.24%	19.91%

	2017		2016		2015	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
Contractually required contribution	\$ 175,703	\$ 326,539	\$ 194,456	\$ 362,921	\$ 194,783	\$ 351,871
Contributions in relation to the contractually required contribution	175,703	326,539	194,456	362,921	194,783	351,871
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 2,076,861	\$ 1,715,917	\$ 2,118,261	\$ 1,777,281	\$ 2,054,675	\$ 1,647,336
Contributions as a percentage of covered payroll	8.46%	19.03%	9.18%	20.42%	9.48%	21.36%

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

SUPPLEMENTARY INFORMATION

CITY OF MISSION, KANSAS  
 COMBINING BALANCE SHEET  
 GENERAL FUND  
 December 31, 2023

	General	Municipal Court	Cafeteria Plan	Total
<b>Assets:</b>				
Cash and investments	\$ 3,681,698	\$ -	\$ 49,284	\$ 3,730,982
Restricted cash and investments	-	43,749	-	43,749
<b>Receivables:</b>				
Taxes	5,144,937	-	-	5,144,937
Due from other funds	79,022	-	-	79,022
Other	214,807	-	-	214,807
Land held for resale	100,000	-	-	100,000
<b>Total assets</b>	<b>\$ 9,220,464</b>	<b>\$ 43,749</b>	<b>\$ 49,284</b>	<b>\$ 9,313,497</b>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 242,669	\$ -	\$ -	\$ 242,669
Accrued liabilities	229,752	-	-	229,752
<b>Payable from restricted assets:</b>				
Municipal court bonds	-	43,749	-	43,749
Unearned revenue	228,346	-	-	228,346
<b>Total liabilities</b>	<b>700,767</b>	<b>43,749</b>	<b>-</b>	<b>744,516</b>
<b>Deferred inflows of resources:</b>				
Unavailable revenue - property taxes	3,952,199	-	-	3,952,199
<b>Fund balances:</b>				
Restricted	-	-	-	-
Committed	213,605	-	-	213,605
Assigned	552,220	-	-	552,220
Unassigned	3,801,673	-	49,284	3,850,957
<b>Total fund balances</b>	<b>4,567,498</b>	<b>-</b>	<b>49,284</b>	<b>4,616,782</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 9,220,464</b>	<b>\$ 43,749</b>	<b>\$ 49,284</b>	<b>\$ 9,313,497</b>

CITY OF MISSION, KANSAS  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 GENERAL FUND  
 Year Ended December 31, 2023

	General	Municipal Court	Cafeteria Plan	Total
Revenues:				
Taxes	\$ 10,504,770	\$ -	\$ -	\$ 10,504,770
Intergovernmental	269,354	-	-	269,354
Licenses and permits	164,920	-	-	164,920
Charges for services	1,521,672	-	-	1,521,672
Fines and fees	850,441	-	-	850,441
Interest	180,342	-	-	180,342
Miscellaneous	121,733	-	56,182	177,915
<b>Total revenues</b>	<b>13,613,232</b>	<b>-</b>	<b>56,182</b>	<b>13,669,414</b>
Expenditures:				
Current:				
General government	2,607,590	-	51,559	2,659,149
Public safety	4,469,995	-	-	4,469,995
Public works	2,200,875	-	-	2,200,875
Culture and recreation	2,990,809	-	-	2,990,809
Capital outlay	193,909	-	-	193,909
Debt service:				
Principal	370,000	-	-	370,000
Interest and other charges	73,017	-	-	73,017
<b>Total expenditures</b>	<b>12,906,195</b>	<b>-</b>	<b>51,559</b>	<b>12,957,754</b>
Excess of revenues over expenditures	707,037	-	4,623	711,660
Other financing sources (uses):				
Transfers in	1,512,509	-	-	1,512,509
Transfers out	(2,300,000)	-	-	(2,300,000)
<b>Total other financing sources (uses)</b>	<b>(787,491)</b>	<b>-</b>	<b>-</b>	<b>(787,491)</b>
Net change in fund balances	(80,454)	-	4,623	(75,831)
Fund balances, beginning	4,647,952	-	44,661	4,692,613
<b>Fund balances, ending</b>	<b>\$ 4,567,498</b>	<b>\$ -</b>	<b>\$ 49,284</b>	<b>\$ 4,616,782</b>

CITY OF MISSION, KANSAS  
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

1. **Special Alcohol Fund** – established to account for one-third of the Alcohol Tax Funds sent to the City quarterly from the State Treasurer’s office, pursuant to K.S.A. 79-41a01 et seq., 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 from the State Treasurer’s office which are computed in compliance with K.S.A Supp. 79-41A04 et seq., representing tax receipts and adjustments processed by the Department of Revenue.
3. **Special Law Enforcement Fund** – established to provide a depository for monies forfeited to the police department pursuant to provisions of K.S.A. 65-4135 and 65-4156 relating to controlled substance investigation forfeitures. Expenditures from this fund are made only for authorized law enforcement purposes of the police department. Monies in the fund are not to be used for normal operating expenses of the City’s police department.
4. **Special Highway Fund** – established to account for monies sent quarterly from the State Treasurer’s office which are the Special City and County Highway Fund distributed and computed in compliance with K.S.A. 79-3425C.
5. **School District Sales Tax Fund** – established to account for the City’s portion of sales tax monies received as a result of a ¼ cent sales tax granted to schools by Johnson County voters in 2002. The sales tax is no longer being collected.
6. **Mission Convention and Visitors Bureau Fund** – established to account for transient guest tax receipts that are received from hotels in the City of Mission pursuant to K.S.A. 12-1697 et seq., and Charter Ordinance 29.
7. **Donations and Escrow Fund** – established to account for monies that may be received as donations or gifts from businesses, groups and individuals that are intended for a specific purpose; or monies received by the City to held for a specific purpose (i.e. a portion of insurance proceeds held after a fire until repairs are made).
8. **Rock Creek Drainage District #1 Fund** – established to account for the Rock Creek Drainage District #1.
9. **Rock Creek Drainage District #2 Fund** – established to account for the Rock Creek Drainage District #2.
10. **Mission Crossing TIF Fund** – established to account for incremental property tax and sales tax generated from the development of the Mission Crossing Shopping Center and Welstone senior independent living facility. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes) and K.S.A. 12-6a26 (Community Improvement District Act).

CITY OF MISSION, KANSAS  
NONMAJOR GOVERNMENTAL FUNDS  
(Continued)

11. **Silvercrest TIF Fund** – established to account for incremental property tax and sales tax that is generated from the Silvercrest at Broadmoor redevelopment district. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes) and K.S.A. 12-6a26 (Community Improvement District Act).
12. **Cornerstone Commons CID Fund** – established to account for a 1% Community Improvement District (CID) sales tax that is generated from retailers located within the Cornerstone Commons CID. This sales tax is remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-6a26 (Community Improvement District Act).
13. **Mission Trails TIF Fund** – established to account for incremental property tax generated from the development of 201-unit multi-family development project along Johnson Drive in the City’s downtown district. The incremental property tax is remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes).
14. **Capitol Federal TIF Fund** – established to account for incremental property tax generated from the development of commercial property along Johnson Drive in the City’s downtown district. The incremental property tax is remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-770 (Tax Increment Finance Statutes).
15. **Transportation Utility Fund** – established to account for the transportation utility charges received based on an estimated land use formula per parcel to fund street and other transportation related improvements. The transportation utility charges were repealed by the City in 2016.
16. **Rock Creek TIF District #3** – established to account for incremental property tax and sales tax that may be generated from new development projects that occur in the district. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes). No specific TIF project plans have been submitted to date.
17. **Rock Creek TIF District #4** – established to account for incremental property tax and sales tax that may be generated from new development projects that occur in the district. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-1770 (Tax Increment Finance Statutes). No specific TIF project plans have been submitted to date.
18. **Mission Farm and Flower Market Fund** – established to account for proceeds (including the Supplemental Nutrition Assistance Program) received from the Mission Farm and Flower Market.
19. **Opioid Settlement Fund** – established to account for opioid settlement monies distributed to the City by the State of Kansas to address the public health needs related to addiction.
20. **Family Adoption Fund** – established to account for monies received from individuals and businesses as donations to the City’s Holiday Family Adoption program.
21. **Mission Bowl TIF Fund** – established to account for incremental property tax generated from the development of a 168-unit multi-family development project along Martway Street near the City’s downtown district. The incremental property tax is remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A. 12-770 (Tax Increment Finance Statutes).

CITY OF MISSION, KANSAS  
NONMAJOR GOVERNMENTAL FUNDS  
(Continued)

22. **Rock Creek TIF District #2 Fund** – established to account for incremental property tax and sales tax that may be generated from new development projects that occur in the district. These taxes are remitted back to the developer to reimburse for certain eligible costs associated with the development in accordance with K.S.A 12-1770 (Tax Increment Finance Statutes). No specific TIF project plans have been submitted to date.

CAPITAL PROJECTS FUND

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



CITY OF MISSION, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 December 31, 2023

	Special Revenue Funds			
	Special Alcohol	Special Parks and Recreation	Special Law Enforcement	Special Highway
Assets:				
Cash and investments	\$ 223,564	\$ 220,008	\$ 33,904	\$ 49,868
Receivables:				
Taxes	-	-	-	-
Other	-	27,500	1,060	65,451
Total assets	\$ 223,564	\$ 247,508	\$ 34,964	\$ 115,319
Liabilities, deferred inflows of resources, and fund balances:				
Liabilities:				
Accounts payable	\$ 25,106	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Total liabilities	25,106	-	-	-
Deferred inflows of resources:				
Unavailable revenue - property taxes	-	-	-	-
Fund balances:				
Restricted	198,458	247,508	34,964	115,319
Committed	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	198,458	247,508	34,964	115,319
Total liabilities, deferred inflows of resources, and fund balances	\$ 223,564	\$ 247,508	\$ 34,964	\$ 115,319

(Continued)

CITY OF MISSION, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 (Continued)  
 December 31, 2023

	Special Revenue Funds						
	School District Sales Tax	Mission Convention and Visitors Bureau	Donations and Escrow	Rock Creek Drainage District #1	Rock Creek Drainage District #2	Mission Crossing TIF	Silvercrest TIF
Assets:							
Cash and investments	\$ 19,004	\$ 27,517	\$ 56,728	\$ 5,177	\$ 1,763	\$ 48,246	\$ 18,920
Receivables:							
Taxes	-	2,919	-	30,348	76,378	157,214	5,749
Other	-	-	-	-	-	-	-
Total assets	<u>\$ 19,004</u>	<u>\$ 30,436</u>	<u>\$ 56,728</u>	<u>\$ 35,525</u>	<u>\$ 78,141</u>	<u>\$ 205,460</u>	<u>\$ 24,669</u>
Liabilities, deferred inflows of resources, and fund balances:							
Liabilities:							
Accounts payable	\$ -	\$ 2,916	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>2,916</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:							
Unavailable revenue - property taxes	-	-	-	30,348	76,378	113,170	5,749
Fund balances:							
Restricted	19,004	27,520	56,728	-	-	-	-
Committed	-	-	-	5,177	1,763	92,290	18,920
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>19,004</u>	<u>27,520</u>	<u>56,728</u>	<u>5,177</u>	<u>1,763</u>	<u>92,290</u>	<u>18,920</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 19,004</u>	<u>\$ 30,436</u>	<u>\$ 56,728</u>	<u>\$ 35,525</u>	<u>\$ 78,141</u>	<u>\$ 205,460</u>	<u>\$ 24,669</u>

(Continued)

CITY OF MISSION, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 (Continued)  
 December 31, 2023

	Special Revenue Funds					
	Cornerstone Commons CID	Mission Trails TIF	Capitol Federal TIF	Transportation Utility	Rock Creek TIF District #3	Rock Creek TIF District #4
Assets:						
Cash and investments	\$ 30,622	\$ -	\$ 58,766	\$ 14,141	\$ 153,042	\$ 103,829
Receivables:						
Taxes	14,007	289,606	10,619	-	40,940	11,436
Other	-	-	-	-	-	-
Total assets	<u>\$ 44,629</u>	<u>\$ 289,606</u>	<u>\$ 69,385</u>	<u>\$ 14,141</u>	<u>\$ 193,982</u>	<u>\$ 115,265</u>
Liabilities, deferred inflows of resources, and fund balances:						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:						
Unavailable revenue - property taxes	<u>-</u>	<u>289,606</u>	<u>10,619</u>	<u>-</u>	<u>40,940</u>	<u>11,436</u>
Fund balances:						
Restricted	-	-	-	-	-	-
Committed	44,629	-	58,766	14,141	153,042	103,829
Unassigned	-	-	-	-	-	-
Total fund balances	<u>44,629</u>	<u>-</u>	<u>58,766</u>	<u>14,141</u>	<u>153,042</u>	<u>103,829</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 44,629</u>	<u>\$ 289,606</u>	<u>\$ 69,385</u>	<u>\$ 14,141</u>	<u>\$ 193,982</u>	<u>\$ 115,265</u>

(Continued)

CITY OF MISSION, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 (Continued)  
 December 31, 2023

	Special Revenue Funds					Capital Projects	Total Nonmajor Governmental Funds
	Mission Farm and Flower Market	Opioid Settlement Fund	Family Adoption Fund	Mission Bowl TIF	Rock Creek TIF District #2	Equipment Reserve and Replacement	
<b>Assets:</b>							
Cash and investments	\$ 15,142	\$ 29,984	\$ -	\$ 64,452	\$ 50,766	\$ 67,689	\$ 1,293,132
<b>Receivables:</b>							
Taxes	-	-	-	-	51,807	-	691,023
Other	-	-	-	-	-	43,200	137,211
<b>Total assets</b>	<b>\$ 15,142</b>	<b>\$ 29,984</b>	<b>\$ -</b>	<b>\$ 64,452</b>	<b>\$ 102,573</b>	<b>\$ 110,889</b>	<b>\$ 2,121,366</b>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>							
<b>Liabilities:</b>							
Accounts payable	\$ 270	\$ -	\$ 3,359	\$ -	\$ -	\$ -	\$ 31,651
Due to other funds	6,755	-	25,079	-	-	-	31,834
<b>Total liabilities</b>	<b>7,025</b>	<b>-</b>	<b>28,438</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>63,485</b>
<b>Deferred inflows of resources:</b>							
Unavailable revenue - property taxes	-	-	-	-	51,807	-	630,053
<b>Fund balances:</b>							
Restricted	-	29,984	-	-	-	-	729,485
Committed	8,117	-	-	64,452	50,766	110,889	726,781
Unassigned	-	-	(28,438)	-	-	-	(28,438)
<b>Total fund balances</b>	<b>8,117</b>	<b>29,984</b>	<b>(28,438)</b>	<b>64,452</b>	<b>50,766</b>	<b>110,889</b>	<b>1,427,828</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 15,142</b>	<b>\$ 29,984</b>	<b>\$ -</b>	<b>\$ 64,452</b>	<b>\$ 102,573</b>	<b>\$ 110,889</b>	<b>\$ 2,121,366</b>

CITY OF MISSION, KANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 Year Ended December 31, 2023

	Special Revenue Funds			
	Special Alcohol	Special Parks and Recreation	Special Law Enforcement	Special Highway
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	137,213	129,573	-	262,725
Charges for services	-	-	-	-
Interest	-	3,338	-	17,067
Miscellaneous	-	-	22,628	-
Total revenues	<u>137,213</u>	<u>132,911</u>	<u>22,628</u>	<u>279,792</u>
Expenditures:				
Current:				
General government	116,280	-	-	-
Public works	-	-	-	116,460
Culture and recreation	-	50	-	-
Capital outlay	-	83,229	11,931	270,430
Debt service:				
Principal	-	40,454	-	-
Interest	-	2,163	-	-
Total expenditures	<u>116,280</u>	<u>125,896</u>	<u>11,931</u>	<u>386,890</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,933</u>	<u>7,015</u>	<u>10,697</u>	<u>(107,098)</u>
Other financing sources (uses):				
Transfers out	-	-	-	-
Sale of capital assets	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	20,933	7,015	10,697	(107,098)
Fund balances, beginning	<u>177,525</u>	<u>240,493</u>	<u>24,267</u>	<u>222,417</u>
Fund balances, ending	<u>\$ 198,458</u>	<u>\$ 247,508</u>	<u>\$ 34,964</u>	<u>\$ 115,319</u>

(Continued)

CITY OF MISSION, KANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 (Continued)  
 Year Ended December 31, 2023

	Special Revenue Funds						
	School District Sales Tax	Mission Convention and Visitors Bureau	Donations and Escrow	Rock Creek Drainage District #1	Rock Creek Drainage District #2	Mission Crossing TIF	Silvercrest TIF
Revenues:							
Taxes	\$ -	\$ 86,671	\$ -	\$ 12,109	\$ 61,928	\$ 493,770	\$ 6,359
Intergovernmental	-	-	-	2,371	-	-	-
Charges for services	-	-	-	-	-	-	-
Interest	655	2,040	-	19	36	-	-
Miscellaneous	-	-	10,000	-	-	-	-
Total revenues	<u>655</u>	<u>88,711</u>	<u>10,000</u>	<u>14,499</u>	<u>61,964</u>	<u>493,770</u>	<u>6,359</u>
Expenditures:							
Current:							
General government	-	67,979	15,568	-	-	490,834	-
Public works	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>67,979</u>	<u>15,568</u>	<u>-</u>	<u>-</u>	<u>490,834</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>655</u>	<u>20,732</u>	<u>(5,568)</u>	<u>14,499</u>	<u>61,964</u>	<u>2,936</u>	<u>6,359</u>
Other financing sources (uses):							
Transfers out	-	-	-	(12,000)	(65,000)	-	-
Sale of capital assets	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,000)</u>	<u>(65,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	655	20,732	(5,568)	2,499	(3,036)	2,936	6,359
Fund balances, beginning	<u>18,349</u>	<u>6,788</u>	<u>62,296</u>	<u>2,678</u>	<u>4,799</u>	<u>89,354</u>	<u>12,561</u>
Fund balances, ending	<u>\$ 19,004</u>	<u>\$ 27,520</u>	<u>\$ 56,728</u>	<u>\$ 5,177</u>	<u>\$ 1,763</u>	<u>\$ 92,290</u>	<u>\$ 18,920</u>

(Continued)

CITY OF MISSION, KANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 (Continued)  
 Year Ended December 31, 2023

	Special Revenue Funds					
	Cornerstone Commons CID	Mission Trails TIF	Capitol Federal TIF	Transportation Utility	Rock Creek TIF District #3	Rock Creek TIF District #4
Revenues:						
Taxes	\$ 71,959	\$ 471,464	\$ 17,710	\$ -	\$ 33,379	\$ 21,462
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Interest	-	-	-	578	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>71,959</u>	<u>471,464</u>	<u>17,710</u>	<u>578</u>	<u>33,379</u>	<u>21,462</u>
Expenditures:						
Current:						
General government	50,488	471,464	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	<u>50,488</u>	<u>471,464</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>21,471</u>	<u>-</u>	<u>17,710</u>	<u>578</u>	<u>33,379</u>	<u>21,462</u>
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	21,471	-	17,710	578	33,379	21,462
Fund balances, beginning	<u>23,158</u>	<u>-</u>	<u>41,056</u>	<u>13,563</u>	<u>119,663</u>	<u>82,367</u>
Fund balances, ending	<u>\$ 44,629</u>	<u>\$ -</u>	<u>\$ 58,766</u>	<u>\$ 14,141</u>	<u>\$ 153,042</u>	<u>\$ 103,829</u>

(Continued)

CITY OF MISSION, KANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 (Continued)  
 Year Ended December 31, 2023

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds
	Mission Farm and Flower Market	Opioid Settlement Fund	Family Adoption Fund	Mission Bowl TIF	Rock Creek TIF District #2	Equipment Reserve and Replacement	
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ 31,570	\$ 41,104	\$ -	\$ 1,349,485
Intergovernmental	-	27,558	-	-	-	-	559,440
Charges for services	15,056	-	-	-	-	-	15,056
Interest	-	-	-	-	-	8,005	31,738
Miscellaneous	1,885	-	2,003	-	-	9,919	46,435
Total revenues	16,941	27,558	2,003	31,570	41,104	17,924	2,002,154
Expenditures:							
Current:							
General government	10,582	-	10,809	-	-	-	1,234,004
Public works	-	-	-	-	-	-	116,460
Culture and recreation	-	-	-	-	-	-	50
Capital outlay	3,157	-	-	-	-	217,809	586,556
Debt service:							
Principal	-	-	-	-	-	-	40,454
Interest	-	-	-	-	-	-	2,163
Total expenditures	13,739	-	10,809	-	-	217,809	1,979,687
Excess (deficiency) of revenues over (under) expenditures	3,202	27,558	(8,806)	31,570	41,104	(199,885)	22,467
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	(77,000)
Sale of capital assets	-	-	-	-	-	46,200	46,200
Total other financing sources (uses)	-	-	-	-	-	46,200	(30,800)
Net change in fund balances	3,202	27,558	(8,806)	31,570	41,104	(153,685)	(8,333)
Fund balances, beginning	4,915	2,426	(19,632)	32,882	9,662	264,574	1,436,161
Fund balances, ending	\$ 8,117	\$ 29,984	\$ (28,438)	\$ 64,452	\$ 50,766	\$ 110,889	\$ 1,427,828



CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
PARKS AND RECREATION SALES TAX FUND  
Year Ended December 31, 2023

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:				
Taxes	\$ 1,020,000	\$ 1,175,000	\$ 1,184,599	\$ 9,599
Miscellaneous	500	394,550	-	(394,550)
Interest	-	5,000	126,258	121,258
Total revenues	<u>1,020,500</u>	<u>1,574,550</u>	<u>1,310,857</u>	<u>(263,693)</u>
Expenditures:				
Capital outlay	500,000	2,995,008	3,539,643	(544,635)
Debt service	530,450	530,450	640,873	(110,423)
Contingency	-	79,000	-	79,000
Total expenditures	<u>1,030,450</u>	<u>3,604,458</u>	<u>4,180,516</u>	<u>(576,058)</u>
Deficiency of revenues under expenditures	(9,950)	(2,029,908)	(2,869,659)	(839,751)
Other financing sources:				
Transfers in	-	350,000	350,000	-
Net change in fund balance	(9,950)	(1,679,908)	(2,519,659)	(839,751)
Fund balance, beginning	<u>209,560</u>	<u>4,178,075</u>	<u>3,918,804</u>	<u>(259,271)</u>
Fund balance, ending	<u>\$ 199,610</u>	<u>\$ 2,498,167</u>	1,399,145	<u>\$ (1,099,022)</u>
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received			<u>2,007,433</u>	
Fund balance on the basis of GAAP			<u>\$ 3,406,578</u>	

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
STREET SALES TAX FUND  
Year Ended December 31, 2023

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:				
Taxes	\$ 1,020,000	\$ 1,175,000	\$ 1,184,599	\$ 9,599
Miscellaneous	1,000	-	-	-
Interest	-	10,000	137,726	127,726
Total revenues	<u>1,021,000</u>	<u>1,185,000</u>	<u>1,322,325</u>	<u>137,325</u>
Expenditures:				
Contingency	300,000	-	-	-
Capital outlay	2,060,000	2,060,000	1,299,783	760,217
Debt service	-	174,421	129,014	45,407
Miscellaneous	72,000	-	-	-
Total expenditures	<u>2,432,000</u>	<u>2,234,421</u>	<u>1,428,797</u>	<u>805,624</u>
Deficiency of revenues under expenditures	<u>(1,411,000)</u>	<u>(1,049,421)</u>	<u>(106,472)</u>	<u>942,949</u>
Other financing sources (uses):				
Transfers out	-	(3,000,000)	(3,000,000)	-
General obligation bonds issued	1,500,000	-	-	-
Total other financing sources (uses)	<u>1,500,000</u>	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>-</u>
Net change in fund balance	89,000	(4,049,421)	(3,106,472)	942,949
Fund balance, beginning	<u>26,141</u>	<u>4,120,371</u>	<u>4,120,371</u>	<u>-</u>
Fund balance, ending	<u>\$ 115,141</u>	<u>\$ 70,950</u>	<u>\$ 1,013,899</u>	<u>\$ 942,949</u>

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
CAPITAL IMPROVEMENT FUND  
Year Ended December 31, 2023

	Original and Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:				
Intergovernmental revenue	\$2,079,821	\$2,116,915	\$2,166,249	\$ 49,334
Interest	-	1,000	13,652	12,652
Bond proceeds	1,500,000	-	-	-
Miscellaneous	65,360	64,360	64,360	-
Total revenues	<u>3,645,181</u>	<u>2,182,275</u>	<u>2,244,261</u>	<u>61,986</u>
Expenditures:				
Capital outlay	5,096,500	6,298,402	7,207,179	(908,777)
Debt service	558,650	558,650	558,625	25
Total expenditures	<u>5,655,150</u>	<u>6,857,052</u>	<u>7,765,804</u>	<u>(908,752)</u>
Deficiency of revenues under expenditures	(2,009,969)	(4,674,777)	(5,521,543)	(846,766)
Other financing sources:				
Transfers in	<u>2,172,850</u>	<u>5,172,850</u>	<u>5,178,953</u>	<u>6,103</u>
Net change in fund balance	162,881	498,073	(342,590)	(840,663)
Fund balance, beginning	<u>10,968</u>	<u>61,573</u>	<u>(45,333)</u>	<u>(106,906)</u>
Fund balance, ending	<u>\$ 173,849</u>	<u>\$ 559,646</u>	<u>(387,923)</u>	<u>\$ (947,569)</u>
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received			<u>1,749,741</u>	
Fund balance on the basis of GAAP			<u>\$1,361,818</u>	

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
SPECIAL ALCOHOL FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 125,000	\$ 137,213	\$ 12,213
Expenditures:			
General government	165,000	116,280	48,720
Net change in fund balance	(40,000)	20,933	60,933
Fund balance, beginning	130,546	177,525	46,979
Fund balance, ending	<u>\$ 90,546</u>	<u>\$ 198,458</u>	<u>\$ 107,912</u>

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
SPECIAL PARKS AND RECREATION FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 125,000	\$ 129,573	\$ 4,573
Interest	100	3,338	3,238
Total revenues	<u>125,100</u>	<u>132,911</u>	<u>7,811</u>
Expenditures:			
Culture and recreation	-	50	(50)
Commodities	5,000	-	5,000
Capital outlay	175,000	83,229	91,771
Debt service	43,000	42,617	383
Total expenditures	<u>223,000</u>	<u>125,896</u>	<u>97,104</u>
Net change in fund balance	(97,900)	7,015	104,915
Fund balance, beginning	<u>141,748</u>	<u>240,493</u>	<u>98,745</u>
Fund balance, ending	<u><u>\$ 43,848</u></u>	<u><u>\$ 247,508</u></u>	<u><u>\$ 203,660</u></u>

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
SPECIAL HIGHWAY FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 275,560	\$ 262,725	\$ (12,835)
Interest	500	17,067	16,567
Total revenues	<u>276,060</u>	<u>279,792</u>	<u>3,732</u>
Expenditures:			
Capital outlay	250,000	270,430	(20,430)
Public works	115,000	116,460	(1,460)
Total expenditures	<u>365,000</u>	<u>386,890</u>	<u>(21,890)</u>
Net change in fund balance	(88,940)	(107,098)	(18,158)
Fund balance, beginning	<u>112,508</u>	<u>222,417</u>	<u>109,909</u>
Fund balance, ending	<u><u>\$ 23,568</u></u>	<u><u>\$ 115,319</u></u>	<u><u>\$ 91,751</u></u>

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
MISSION CONVENTION AND VISITORS BUREAU FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 55,000	\$ 86,671	\$ 31,671
Interest	-	2,040	2,040
Total revenues	<u>55,000</u>	<u>88,711</u>	<u>33,711</u>
Expenditures:			
General government	51,000	67,979	(16,979)
Capital outlay	15,900	-	15,900
Total expenditures	<u>66,900</u>	<u>67,979</u>	<u>(1,079)</u>
Net change in fund balance	(11,900)	20,732	32,632
Fund balance, beginning	<u>54,901</u>	<u>6,788</u>	<u>(48,113)</u>
Fund balance, ending	<u><u>\$ 43,001</u></u>	<u><u>\$ 27,520</u></u>	<u><u>\$ (15,481)</u></u>

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
ROCK CREEK DRAINAGE DISTRICT #1 FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 24,164	\$ 12,109	\$ (12,055)
Intergovernmental revenue	-	2,371	2,371
Interest	-	19	19
Total revenues	24,164	14,499	(9,665)
Expenditures:			
Contingency	26,275	-	26,275
Excess (deficiency) of revenues over (under) expenditures	(2,111)	14,499	16,610
Other financing uses:			
Transfers out	(15,000)	(12,000)	3,000
Net change in fund balance	(17,111)	2,499	19,610
Fund balance, beginning	17,111	2,678	(14,433)
Fund balance, ending	\$ -	\$ 5,177	\$ 5,177



CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
ROCK CREEK DRAINAGE DISTRICT #2 FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 76,630	\$ 61,928	\$ (14,702)
Interest	100	36	(64)
Total revenues	76,730	61,964	(14,766)
Other financing uses:			
Transfers out	(85,000)	(65,000)	20,000
Net change in fund balance	(8,270)	(3,036)	5,234
Fund balance, beginning	8,270	4,799	(3,471)
Fund balance, ending	\$ -	\$ 1,763	\$ 1,763

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
CORNERSTONE COMMONS CID FUND  
Year Ended December 31, 2023

	Original and Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 72,000	\$ 71,959	\$ (41)
Expenditures:			
General government	70,500	50,488	20,012
Net change in fund balance	1,500	21,471	19,971
Fund balance, beginning	7,916	23,158	15,242
Fund balance, ending	<u>\$ 9,416</u>	<u>\$ 44,629</u>	<u>\$ 35,213</u>

CITY OF MISSION, KANSAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS  
EQUIPMENT RESERVE AND REPLACEMENT FUND  
Year Ended December 31, 2023

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts Budgetary Basis	Variance with Final Budget - Positive (Negative)
Revenues:				
Interest	\$ 100	\$ 2,500	\$ 8,005	\$ 5,505
Miscellaneous	-	9,919	9,919	-
Total revenues	100	12,419	17,924	5,505
Expenditures:				
Capital outlay	258,000	401,159	217,809	183,350
Deficiency of revenues under expenditures	(257,900)	(388,740)	(199,885)	188,855
Other financing sources:				
Sale of general capital assets	130,000	175,000	46,200	(128,800)
Net change in fund balance	(127,900)	(213,740)	(153,685)	60,055
Fund balance, beginning	131,030	264,574	58,770	(205,804)
Fund balance, ending	<u>\$ 3,130</u>	<u>\$ 50,834</u>	(94,915)	<u>\$ (145,749)</u>
Encumbrances for equipment and professional services ordered but not received are not recorded for GAAP purposes until received			<u>205,804</u>	
Fund balance on the basis of GAAP			<u>\$ 110,889</u>	

CITY OF MISSION, KANSAS

CUSTODIAL FUNDS

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

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

CITY OF MISSION, KANSAS  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 December 31, 2023

	License Reinstatement Fees	Alcohol and Drug Safety	Total Custodial Funds
Assets:			
Cash and investments	\$ 804	\$ 10,396	\$ 11,200
Net position:			
Restricted for individuals, organizations, and other governments	\$ 804	\$ 10,396	\$ 11,200

CITY OF MISSION, KANSAS  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 Year Ended December 31, 2023

	License Reinstatement Fees	Alcohol and Drug Safety	Total Custodial Funds
Additions:			
Reinstatement fees	\$ 13,466	\$ -	\$ 13,466
Judicial surcharge	3,400	-	3,400
Total additions	<u>16,866</u>	<u>-</u>	<u>16,866</u>
Deductions:			
Alcohol and drug program	-	890	890
Reinstatement fee remittance	13,067	-	13,067
Judicial surcharge remittance	3,322	-	3,322
Total deductions	<u>16,389</u>	<u>890</u>	<u>17,279</u>
Net change in fiduciary net position	477	(890)	(413)
Net position, beginning	<u>327</u>	<u>11,286</u>	<u>11,613</u>
Net position, ending	<u>\$ 804</u>	<u>\$ 10,396</u>	<u>\$ 11,200</u>

# CITY OF MISSION, KANSAS

## Statistical Section

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

### Contents

#### Financial Trends

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

#### Revenue Capacity

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

#### Debt Capacity

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

#### Demographic and Economical Information

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

#### Operating Information

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

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

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

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental activities:					
Net investment in capital assets	\$ 31,231,003	\$ 34,647,991	\$ 36,242,192	\$ 38,141,953	\$ 41,312,063
Restricted	672,282	738,850	676,572	327,129	486,810
Unrestricted	<u>4,058,231</u>	<u>541,312</u>	<u>1,744,530</u>	<u>1,264,295</u>	<u>10,968,903</u>
Total net position	<u>\$ 35,961,516</u>	<u>\$ 35,928,153</u>	<u>\$ 38,663,294</u>	<u>\$ 39,733,377</u>	<u>\$ 52,767,776</u>
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Governmental activities:					
Net investment in capital assets	\$ 40,320,221	\$ 46,718,202	\$ 50,186,427	\$ 56,669,002	\$ 63,317,425
Restricted	675,915	787,919	1,095,013	816,134	2,091,303
Unrestricted	<u>15,269,698</u>	<u>11,697,100</u>	<u>10,350,684</u>	<u>8,785,419</u>	<u>7,785,506</u>
Total net position	<u>\$ 56,265,834</u>	<u>\$ 59,203,221</u>	<u>\$ 61,632,124</u>	<u>\$ 66,270,555</u>	<u>\$ 73,194,234</u>

Source: City of Mission, Kansas Basic Financial Statements.



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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
General government	\$ 2,480,810	\$ 2,617,020	\$ 2,599,590	\$ 3,499,029	\$ 4,628,089	\$ 3,472,222	\$ 3,455,429	\$ 4,979,183	\$ 3,806,302	\$ 4,935,941
Public safety	3,774,245	3,539,822	4,135,349	3,733,032	3,989,831	4,351,828	4,484,731	4,168,433	4,752,443	5,083,400
Public works	3,263,297	3,562,734	3,606,294	3,643,160	3,638,008	3,981,986	3,959,532	3,991,972	3,808,216	4,281,057
Culture and recreation	2,695,856	2,647,417	2,801,261	2,968,348	3,322,745	3,295,074	2,710,090	2,958,058	3,419,429	3,594,446
Interest on long-term debt	1,483,825	959,983	887,504	569,058	613,042	673,385	652,236	443,543	503,558	500,696
Total primary government expenses	<u>13,698,033</u>	<u>13,326,976</u>	<u>14,029,998</u>	<u>14,412,627</u>	<u>16,191,715</u>	<u>15,774,495</u>	<u>15,262,018</u>	<u>16,541,189</u>	<u>16,289,948</u>	<u>18,395,540</u>
Program revenues										
Governmental activities:										
Charges for services:										
General government	663,866	608,814	701,862	656,319	663,702	679,353	680,746	678,587	739,794	\$ 751,533
Public safety	1,462,936	1,345,844	1,253,047	1,622,400	1,396,353	1,434,390	880,172	667,520	762,838	897,769
Public works	2,826,091	2,855,225	2,532,476	2,571,224	2,706,837	2,588,724	2,519,498	2,599,362	2,573,982	2,515,054
Culture and recreation	1,808,576	1,846,807	1,913,634	1,799,660	1,758,575	1,789,978	657,528	800,479	1,245,704	1,521,672
Operating grants and contributions:										
General government	-	-	-	17,438	13,795	52,767	15,038	2,673	20,120	10,000
Public safety	47,323	70,816	75,844	84,694	80,109	88,603	382,524	147,486	245,267	271,725
Public works	1,988,215	2,019,400	398,346	991,936	416,396	871,947	1,123,523	507,735	1,452,623	4,326,429
Capital grants and contributions	-	-	-	-	-	-	-	-	15,767	15,767
Total primary government program revenues	<u>8,797,007</u>	<u>8,746,906</u>	<u>6,875,209</u>	<u>7,743,671</u>	<u>7,035,767</u>	<u>7,505,762</u>	<u>6,259,029</u>	<u>5,403,842</u>	<u>7,056,095</u>	<u>10,309,949</u>
Total primary government net (expense)	<u>(4,901,026)</u>	<u>(4,580,070)</u>	<u>(7,154,789)</u>	<u>(6,668,956)</u>	<u>(9,155,948)</u>	<u>(8,268,733)</u>	<u>(9,002,989)</u>	<u>(11,137,347)</u>	<u>(9,233,853)</u>	<u>(8,085,591)</u>
General revenues and other changes in net position										
Governmental activities:										
Taxes:										
Property	1,420,765	2,423,438	2,839,599	2,597,195	2,780,954	3,058,427	2,954,509	3,669,143	3,638,720	\$ 3,843,225
Sales	5,744,564	5,711,057	5,870,341	6,380,670	6,756,072	6,961,735	7,173,991	7,986,222	8,502,789	9,019,526
Transient guest	23,893	36,785	43,835	64,160	61,384	51,270	58,192	55,500	72,873	86,671
Motor vehicle	134,758	156,487	157,488	229,186	243,911	241,875	237,105	240,277	226,377	225,980
Franchise	1,036,905	1,009,649	1,024,850	1,061,940	1,155,820	1,024,697	1,011,085	1,030,860	1,107,914	1,048,051
Investment earnings	1,954	2,404	4,616	41,337	112,216	221,980	35,790	1,077	113,316	584,779
Miscellaneous	378,658	553,144	314,640	354,234	544,623	162,000	378,069	366,301	192,573	183,784
Gain on sale of capital assets	-	-	-	-	-	44,807	91,635	176,274	17,722	17,254
Total primary government	<u>8,741,497</u>	<u>9,892,964</u>	<u>10,255,369</u>	<u>10,728,722</u>	<u>11,654,980</u>	<u>11,766,791</u>	<u>11,940,376</u>	<u>13,525,654</u>	<u>13,872,284</u>	<u>15,009,270</u>
Change in net position governmental activities	<u>\$ 3,840,471</u>	<u>\$ 5,312,894</u>	<u>\$ 3,100,580</u>	<u>\$ 4,059,766</u>	<u>\$ 2,499,032</u>	<u>\$ 3,498,058</u>	<u>\$ 2,937,387</u>	<u>\$ 2,388,307</u>	<u>\$ 4,638,431</u>	<u>\$ 6,923,679</u>

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

	2014	2015	2016	2017	2018
General fund:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-
Committed	-	-	96,436	415,232	129,463
Assigned	122,279	-	287,198	346,192	229,000
Unassigned	2,341,433	2,860,180	3,214,825	4,239,499	4,984,889
<b>Total general fund</b>	<b>\$ 2,463,712</b>	<b>\$ 2,860,180</b>	<b>\$ 3,598,459</b>	<b>\$ 5,000,923</b>	<b>\$ 5,343,352</b>
All other governmental funds					
Restricted	\$ 1,695,376	\$ 1,332,431	\$ 1,982,634	\$ 327,129	\$ 486,810
Committed	60,615	42,829	33,434	1,644,131	4,538,874
Assigned	63,100	-	-	220,000	-
Unassigned	(45,010)	(41,720)	(30,882)	(27,179)	(149,768)
<b>Total all other governmental funds</b>	<b>\$ 1,774,081</b>	<b>\$ 1,333,540</b>	<b>\$ 1,985,186</b>	<b>\$ 2,164,081</b>	<b>\$ 4,875,916</b>
	2019	2020	2021	2022	2023
General fund:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 100,000
Restricted	-	-	2,328,708	-	-
Committed	165,518	184,404	194,002	230,315	213,605
Assigned	519,488	428,835	349,219	424,205	552,220
Unassigned	4,927,832	4,435,348	4,044,877	4,038,093	3,750,957
<b>Total general fund</b>	<b>\$ 5,612,838</b>	<b>\$ 5,048,587</b>	<b>\$ 6,916,806</b>	<b>\$ 4,692,613</b>	<b>\$ 4,616,782</b>
All other governmental funds					
Restricted	\$ 675,915	\$ 787,919	\$ 1,095,013	\$ 7,971,943	\$ 5,795,945
Committed	8,191,754	4,505,685	3,774,265	3,276,541	3,100,059
Assigned	295,684	199,280	560,110	-	-
Unassigned	(161,521)	(207,756)	(321,016)	(19,632)	(28,438)
<b>Total all other governmental funds</b>	<b>\$ 9,001,832</b>	<b>\$ 5,285,128</b>	<b>\$ 5,108,372</b>	<b>\$ 11,228,852</b>	<b>\$ 8,867,566</b>

Source: City of Mission, Kansas Basic Financial Statements.

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

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

In 2021, the City issued Series 2021A General Obligation bonds in the amount of \$ 3,205,000.

In 2022, the City issued Series 2022A General Obligation bonds in the amount of \$ 6,655,000.

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues:</b>										
Taxes	\$ 8,329,707	\$ 8,440,524	\$ 9,772,782	\$ 10,333,151	\$ 10,998,141	\$ 11,338,004	\$ 11,434,882	\$ 12,982,002	\$ 13,548,673	\$ 14,223,453
Intergovernmental	2,035,538	2,090,216	474,190	1,076,630	496,505	960,550	1,203,076	655,221	1,697,890	4,598,155
Licenses and permits	135,133	141,750	152,245	162,439	155,469	155,897	155,331	126,233	155,187	164,920
Charges for services	5,163,400	5,169,096	4,995,727	4,864,764	4,973,644	4,902,157	3,702,441	3,952,196	4,404,293	4,623,339
Fines and fees	1,462,936	1,345,844	1,253,047	1,622,400	1,406,735	1,372,590	795,226	609,520	732,038	850,441
Special assessments	-	-	-	-	1,498,990	599,596	599,596	599,960	615,727	315,747
Interest	1,954	2,404	4,616	41,337	112,216	221,980	35,790	1,077	113,318	584,779
Miscellaneous	410,738	587,139	350,375	329,377	569,918	318,073	756,652	455,932	291,501	291,573
<b>Total revenues</b>	<b>17,539,406</b>	<b>17,776,973</b>	<b>17,002,982</b>	<b>18,430,098</b>	<b>20,211,618</b>	<b>19,868,847</b>	<b>18,682,994</b>	<b>19,382,141</b>	<b>21,558,627</b>	<b>25,652,407</b>
<b>Expenditures:</b>										
General government	1,876,551	2,047,368	1,921,928	3,396,458	3,585,610	3,764,992	3,912,555	5,066,287	3,506,964	4,521,462
Public safety	3,667,321	3,480,670	3,868,458	3,457,920	3,756,157	3,983,436	3,827,951	3,884,795	4,274,018	4,469,995
Public works	1,926,534	2,195,809	1,841,605	2,132,215	2,007,478	1,901,473	2,407,486	2,294,421	2,460,326	2,387,417
Culture and recreation	2,421,207	2,268,368	2,440,954	2,504,971	2,637,958	2,703,683	2,125,022	2,530,934	2,701,421	2,990,859
Capital outlay	8,912,494	3,225,688	1,735,962	1,974,163	1,099,691	3,055,848	6,757,696	3,268,624	7,340,128	9,806,545
Debt service:										
Principal	19,399,203	3,979,313	3,245,596	3,438,471	3,556,090	3,537,335	3,671,912	3,752,390	4,029,422	3,270,757
Interest and other charges	1,370,028	1,013,218	926,474	850,807	751,838	748,605	872,102	646,749	527,760	688,689
Issuance costs	-	-	-	-	-	-	-	-	135,903	-
<b>Total expenditures</b>	<b>39,573,338</b>	<b>18,210,434</b>	<b>15,980,977</b>	<b>17,755,005</b>	<b>17,394,822</b>	<b>19,695,372</b>	<b>23,574,724</b>	<b>21,444,200</b>	<b>24,975,942</b>	<b>28,135,724</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(22,033,932)</b>	<b>(433,461)</b>	<b>1,022,005</b>	<b>675,093</b>	<b>2,816,796</b>	<b>173,475</b>	<b>(4,891,730)</b>	<b>(2,062,059)</b>	<b>(3,417,315)</b>	<b>(2,483,317)</b>
<b>Other financing sources (uses):</b>										
Transfers in	351,450	1,339,356	1,181,764	1,334,887	1,478,111	1,763,148	1,488,682	1,524,713	1,591,326	7,168,462
Transfers out	(351,450)	(1,339,356)	(1,181,764)	(1,334,887)	(1,478,111)	(1,763,148)	(1,488,682)	(1,524,713)	(1,591,326)	(7,168,462)
Issuance of debt - bonds	13,830,000	-	-	-	-	3,470,000	6,020,000	3,205,000	6,655,000	-
Bond premium	418,111	-	-	-	-	707,120	329,140	171,731	636,712	-
Issuance of debt - leases	190,000	389,388	367,920	-	210,000	-	420,000	136,821	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	(6,250,000)	-	-	-
Sale of general capital assets	-	-	-	121,340	27,468	44,807	91,635	199,375	21,890	46,200
<b>Total other financing sources (uses)</b>	<b>14,438,111</b>	<b>389,388</b>	<b>367,920</b>	<b>121,340</b>	<b>237,468</b>	<b>4,221,927</b>	<b>610,775</b>	<b>3,712,927</b>	<b>7,313,602</b>	<b>46,200</b>
<b>Net change in fund balances</b>	<b>\$ (7,595,821)</b>	<b>\$ (44,073)</b>	<b>\$ 1,389,925</b>	<b>\$ 796,433</b>	<b>\$ 3,054,264</b>	<b>\$ 4,395,402</b>	<b>\$ (4,280,955)</b>	<b>\$ 1,650,868</b>	<b>\$ 3,896,287</b>	<b>\$ (2,437,117)</b>
Debt service as a percentage of noncapital expenditures	66.36%	31.86%	-91.19%	27.18%	26.44%	25.76%	27.02%	24.20%	25.69%	21.60%

Source: City of Mission, Kansas Basic Financial Statements.

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

Fiscal Year December 31,	Property Tax	City Sales Tax	City Use Tax	County Sales Tax	County Use Tax	Transient Guest Tax	Development District Tax	Franchise Tax	Total
2014	\$ 1,524,678	\$ 3,700,732	\$ 1,003,224	\$ 876,568	\$ 163,707	\$ 23,893	\$ -	\$ 1,036,905	\$ 8,329,707
2015	1,683,032	3,739,017	914,404	886,416	171,221	36,785	-	1,009,649	8,440,524
2016	2,833,757	3,731,155	821,687	982,627	199,878	43,835	134,993	1,024,850	9,772,782
2017	2,826,381	3,939,487	946,090	1,120,687	235,966	64,160	138,440	1,061,940	10,333,151
2018	3,024,865	4,005,307	1,178,272	1,178,715	250,573	61,384	143,205	1,155,820	10,998,141
2019	3,300,302	4,191,837	1,157,133	1,185,120	265,393	51,270	162,252	1,024,697	11,338,004
2020	3,191,614	4,143,192	1,399,244	1,145,902	314,266	58,192	171,387	1,011,085	11,434,882
2021	3,909,420	4,376,937	1,674,769	1,331,051	424,779	55,500	178,686	1,030,860	12,982,002
2022	3,131,215	4,960,332	1,343,532	1,424,094	478,338	72,873	1,030,375	1,107,914	13,548,673
2023	3,207,737	5,005,431	1,724,382	1,458,223	504,181	86,671	1,188,777	1,048,051	14,223,453

Source: City of Mission, Kansas Basic Financial Statements.

CITY OF MISSION, KANSAS  
LOCAL SALES AND CONSUMPTION TAX COLLECTIONS  
LAST TEN YEARS  
December 31, 2023

Category	2014	2015	2016 <sup>(1)</sup>	2017	2018
Auto sales, repairs and parts	\$ 228,554	\$ 300,907	\$ 291,347	\$ 313,159	\$ 359,427
Clothing, department and shoe stores	682,553	655,278	758,033	794,015	846,658
Building construction, repairs, and maintenance	92,319	143,443	125,380	195,077	193,325
Grocery and drug stores	620,021	593,849	678,796	732,485	814,652
Medical	27,661	18,874	21,721	32,693	38,897
Hotels, restaurants and entertainment	648,415	638,244	791,752	822,731	876,828
Specialty	285,063	380,581	527,942	538,996	556,102
Utilities/communications	505,198	416,654	473,119	562,856	594,517
All other outlets	576,026	607,284	952,820	877,676	887,752
<b>Total</b>	<b>\$ 3,665,810</b>	<b>\$ 3,755,114</b>	<b>\$ 4,620,910</b>	<b>\$ 4,869,688</b>	<b>\$ 5,168,158</b>

City Sales Tax Rates:

General sales tax	1.00%	1.00%	1.00%	1.00%	1.00%
Street sales tax (for 10 years)	0.25%	0.25%	0.25%	0.25%	0.25%
Parks sales tax (for 10 years)	0.38%	0.38%	0.38%	0.38%	0.38%
	<b>1.63%</b>	<b>1.63%</b>	<b>1.63%</b>	<b>1.63%</b>	<b>1.63%</b>

Category	2019	2020	2021	2022	2023
Auto sales, repairs and parts	\$ 390,075	\$ 363,664	\$ 397,162	\$ 443,182	\$ 426,683
Clothing, department and shoe stores	840,999	964,261	1,106,192	1,225,320	1,230,286
Building construction, repairs, and maintenance	195,147	213,745	249,752	172,228	271,505
Grocery and drug stores	880,007	976,809	935,215	1,023,671	1,056,490
Medical	32,451	39,534	38,443	45,315	44,790
Hotels, restaurants and entertainment	909,456	840,892	965,564	1,099,703	1,030,215
Specialty	603,934	664,362	836,648	943,143	937,740
Utilities/communications	517,189	440,100	469,479	601,320	500,304
All other outlets	957,183	1,005,791	986,556	854,854	1,318,880
<b>Total</b>	<b>\$ 5,326,441</b>	<b>\$ 5,509,158</b>	<b>\$ 5,985,011</b>	<b>\$ 6,408,736</b>	<b>\$ 6,816,893</b>

City Sales Tax Rates:

General sales tax	1.00%	1.00%	1.00%	1.00%	1.00%
Street sales tax (for 10 years)	0.25%	0.25%	0.25%	0.38%	0.38%
Parks sales tax (for 10 years)	0.38%	0.38%	0.38%	0.38%	0.38%
	<b>1.63%</b>	<b>1.63%</b>	<b>1.63%</b>	<b>1.76%</b>	<b>1.76%</b>

Source: Kansas Department of Revenue.  
(1) 2016 sales tax totals were corrected.

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

Year Ended December 31,		Real Property		Personal Property		Total Assessed Value	Estimated Actual Value	Ratio of Assessed Value to Estimated Actual Value	Total Direct Tax Rate (Per \$ 1,000)
Assessment Year	Budget Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2013	2014	\$ 112,122,375	\$ 848,855,960	1,725,925	5,753,083	\$ 113,848,300	\$ 854,609,043	13.32%	\$ 11.410
2014	2015	115,710,355	879,419,020	1,490,100	4,967,000	117,200,455	884,386,020	13.25%	11.413
2015	2016	120,318,510	910,954,710	1,270,673	4,235,577	121,589,183	915,190,287	13.29%	11.354
2016	2017	130,726,507	966,136,620	1,250,762	4,169,207	131,977,269	970,305,827	13.60%	18.019
2017	2018	138,659,697	1,026,050,700	1,000,871	3,336,237	139,660,568	1,029,386,937	13.57%	17.973
2018	2019	156,541,757	1,139,513,100	944,126	3,147,087	157,485,883	1,142,660,187	13.78%	17.878
2019	2020	160,063,474	1,200,820,720	842,751	2,809,170	160,906,225	1,203,629,890	13.37%	17.157
2020	2021	171,674,400	1,297,043,690	807,566	2,691,887	172,481,966	1,299,735,577	13.27%	17.048
2021	2022	179,584,885	1,323,598,220	679,809	2,266,030	180,264,694	1,325,864,250	13.60%	16.369
2022	2023	208,600,961	1,627,897,260	577,530	1,925,000	209,178,491	1,629,822,260	12.83%	16.374

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

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

Year Ended December 31,	City				Johnson County	Shawnee Mission School District	Johnson County Community College	Consolidated Fire District #2	Johnson County Library	Johnson County Parks and Recreation	Total
	General Fund	Storm Drain Fund	General Obligation Fund	Total Direct Rate							
2014	\$ 10.363	\$ -	\$ 1.050	\$ 11.413	\$ 17.745	\$ 55.611	\$ 9.551	\$ 11.004	\$ 3.155	\$ 2.347	\$ 110.826
2015	11.354	-	-	11.354	17.764	55.911	9.461	11.003	3.157	2.349	110.999
2016	18.225	-	-	18.225	19.582	54.059	9.469	11.757	3.912	3.101	120.105
2017	18.019	-	-	18.019	19.590	54.940	9.473	11.789	3.915	3.102	120.828
2018	17.973	-	-	17.973	19.318	53.663	9.503	11.760	3.921	3.112	119.250
2019	17.878	-	-	17.878	19.024	52.427	9.266	11.750	3.901	3.088	117.334
2020	17.157	-	-	17.157	19.036	52.121	9.121	11.753	3.904	3.090	116.182
2021	16.369	-	-	16.369	18.564	51.667	9.110	10.775	3.908	3.096	113.489
2022	16.374	-	-	16.374	17.772	57.386	8.617	10.477	3.815	3.021	117.462
2023	18.497	-	-	18.497	17.526	50.822	8.131	10.007	3.812	3.022	111.817

Information provided by the Johnson County, Kansas County Clerk's Tax Roll Press Release.  
(1) Property Tax rates per \$ 1,000 of Assessed Valuation

CITY OF MISSION, KANSAS  
 PRINCIPAL PROPERTY TAXPAYERS  
 December 31, 2023 and Nine Years Ago

Taxpayer	2023			2014		
	Taxable Assessed Valuation	Rank	% of Total Assessed Valuation	Taxable Assessed Valuation	Rank	% of Total Assessed Valuation
Avanti Residential - The Locale (Formerly Mission Apartments LLC )	\$ 6,745,325	1	3.22%			
Tower Properties Company	4,419,910	3	2.11%	\$ 2,294,366	4	1.96%
Bridges at Foxridge NF L.L.C.	4,115,850	4	1.97%	2,160,965	5	1.84%
Broadmoor Place Associates				2,094,000	6	1.79%
Silverwood Apartments, L.L.C.	3,776,140	5	1.81%	2,090,470	7	1.78%
Target	2,797,364	11	1.34%	1,691,956	10	1.44%
CAPROCQ KC Mission, L.L.C.	3,529,646	6	1.69%			
Scriptpro	5,347,008	2	2.56%	4,311,547	1	3.68%
Whispering Falls, L.L.C.	3,168,480	9	1.51%	2,377,740	2	2.03%
Bannister Reality Company, INC				2,357,439	3	2.01%
Foxfire Apartments	2,839,695	10	1.36%			
Block Properties Company				1,757,250	9	1.50%
Mission Mart Shopping Center				1,930,746	8	1.65%
Aryeh Reality	2,914,982	8	1.39%			
DHC ZB Properties	3,475,061	7	1.66%			
WKC Property Ventures	2,246,334	12	1.07%			
Total	<u>\$ 45,375,795</u>		<u>21.69%</u>	<u>\$ 23,066,479</u>		<u>19.68%</u>

Source: Johnson County Clerk's Office



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

Year Ended December 31,	Total Tax Levy	Current Taxes Collected	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Tax Levy
2014	\$ 1,299,351	\$ 1,279,755	98.50%	\$ 14,966	\$ 1,294,721	99.6%
2015	1,330,712	1,297,246	97.50%	3,139	1,300,385	97.7%
2016	2,215,969	2,160,946	97.50%	21,222	2,182,168	98.5%
2017	2,376,754	2,316,534	97.50%	21,222	2,337,756	98.4%
2018	2,510,100	2,445,831	97.40%	21,890	2,467,721	98.3%
2019	2,815,503	2,750,760	97.70%	13,820	2,764,580	98.2%
2020	2,760,596	2,663,260	96.47%	17,851	2,681,111	97.1%
2021	2,940,512	2,792,099	94.95%	41,530	2,833,629	96.4%
2022	2,950,256	2,919,409	98.95%	22,051	2,941,460	99.7%
2023	3,271,136	3,031,730	92.68%	(129,073)	2,902,657	88.7%

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

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

Fiscal Year	General Obligation Bonds	KDHE Loan Payable	Notes Payable - Financed Purchases	Total	City Population	Personal Income	Debt Per Capita	Debt as a Percentage of Personal Income
2014	\$ 37,518,281	\$ 87,589	\$ 226,067	\$ 37,831,937	9,323	\$ 328,701,011	\$ 4,058	11.51%
2015	33,430,089	83,276	480,378	33,993,743	9,323	328,701,011	3,646	10.34%
2016	30,178,416	78,851	693,132	30,950,399	9,323	328,701,011	3,320	9.42%
2017	26,871,743	74,339	454,174	27,400,256	9,323	328,701,011	2,939	8.34%
2018	23,470,070	69,678	385,142	23,924,890	9,323	328,701,011	2,566	7.28%
2019	24,172,301	64,896	207,589	24,444,786	9,323	328,701,011	2,622	7.44%
2020	20,639,506	59,990	425,584	21,125,080	9,323	328,701,011	2,266	6.43%
2021	20,281,487	54,924	400,050	20,736,461	9,954	397,184,508	2,083	5.22%
2022	23,533,463	49,787	255,795	23,839,045	9,864	409,119,264	2,417	5.83%
2023	20,195,795	44,484	105,341	20,345,620	9,954	493,131,160	2,044	4.13%

Source: Johnson County Treasurer's Office and City of Mission Finance Records.

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

Year Ended December 31,	Population <sup>(1)</sup>	Assessed Value <sup>(2)</sup>	General Obligation Bonds <sup>(3)</sup>	Less Amounts Available in Debt Service Fund <sup>(3)</sup>	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Per Capita
2014	9,323	\$ 117,200,455	\$ 37,518,281	\$ 672,282	\$ 36,845,999	31.44%	\$ 3,952
2015	9,323	121,589,183	33,430,089	738,850	32,691,239	26.89%	3,507
2016	9,323	131,977,269	30,178,416	676,572	29,501,844	22.35%	3,164
2017	9,323	139,660,568	26,871,743	896,721	25,975,022	18.60%	2,786
2018	9,323	157,485,883	23,470,070	-	23,470,070	14.90%	2,517
2019	9,323	160,906,225	24,172,301	-	24,172,301	15.02%	2,593
2020	9,323	172,481,966	20,639,506	-	20,639,506	11.97%	2,214
2021	9,954	180,264,694	20,281,487	-	20,281,487	11.25%	2,038
2022	9,864	213,456,026	23,533,463	-	23,533,463	11.02%	2,386
2023	9,954	208,605,124	20,195,795	-	20,195,795	9.68%	2,029

(1) Source: US Census Bureau 2010 Census (2014-2020) and 2020 census (2021-2023).

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

(3) Source: City of Mission Finance Records.

CITY OF MISSION, KANSAS  
DIRECT AND OVERLAPPING DEBT  
As of December 31, 2023

Name of Governmental Unit	Net Debt Obligation	Percentage Applicable to City of Mission	Amount Applicable to City of Mission
Direct debt:			
City of Mission, Kansas	\$ 20,345,620	100.00%	\$ 20,345,620
Overlapping debt: <sup>(1)</sup>			
Johnson County <sup>(2)</sup>	13,660,399	1.47%	200,849
Shawnee Mission School (U.S.D. 512)	515,410,000	3.99%	20,539,356
Fire District #2	4,805,000	15.70%	754,310
Johnson County Parks and Recreation	44,750,000	1.47%	657,961
Total overlapping debt	578,625,399		22,152,476
Total direct and overlapping debt	\$ 598,971,019		\$ 42,498,096

(1) Information provided by individual entities.

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

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

(2) Johnson County debt at December 31, 2023 was unavailable. Johnson County, Kansas debt reported is as of December 31, 2022.

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

	2014	2015	2016	2017 <sup>(3)</sup>	2018
Total assessed valuation of taxable property <sup>(1)</sup>	\$ 128,836,941	\$ 133,572,726	\$ 144,400,516	\$ 152,648,490	\$ 171,027,097
Debt limit percent of assessed value	30.00%	30.00%	30.00%	30.00%	30.00%
Debt limit	38,651,082	40,071,818	43,320,155	45,794,547	51,308,129
Total net debt applicable to limit	11,720,000	9,591,160	8,372,455	7,120,000	5,845,000
Legal debt margin	\$ 26,931,082	\$ 30,480,658	\$ 34,947,700	\$ 38,674,547	\$ 45,463,129
Total net debt applicable to the limit as a percentage of debt limit <sup>(2)</sup>	42.43%	30.32%	23.93%	19.33%	11.39%
	2019	2020	2021	2022	2023
Total assessed valuation of taxable property <sup>(1)</sup>	\$ 174,321,806	\$ 186,218,505	\$ 193,217,365	\$ 213,456,026	\$ 208,605,124
Debt limit percent of assessed value	30.00%	30.00%	30.00%	30.00%	30.00%
Debt limit	52,296,542	55,865,552	57,965,210	64,036,808	62,581,537
Total net debt applicable to limit	4,642,000	3,411,270	2,150,669	21,965,000	18,850,000
Legal debt margin	\$ 47,654,542	\$ 52,454,282	\$ 55,814,541	\$ 42,071,808	\$ 43,731,537
Total net debt applicable to the limit as a percentage of debt limit <sup>(2)</sup>	8.88%	6.11%	3.71%	34.30%	30.12%

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

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

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

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

<u>Fiscal Year</u>	<u>Population <sup>(1)</sup></u>	<u>Unemployment Rate <sup>(2)</sup></u>	<u>Per Capita Personal Income</u>	<u>Personal Income</u>
2014	9,323	3.3%	\$ 35,257	\$ 328,701,011
2015	9,323	3.3%	35,257	328,701,011
2016	9,323	2.9%	35,257	328,701,011
2017	9,323	2.5%	35,257	328,701,011
2018	9,323	2.6%	35,257	328,701,011
2019	9,323	2.8%	35,257	328,701,011
2020	9,323	5.3%	35,257	328,701,011
2021	9,954	3.1%	39,902	397,184,508
2022	9,864	2.9%	41,476	409,119,264
2023	9,954	3.2%	49,540	493,121,160

(1) Source: US Census Bureau 2010 Census (2014-2020) and 2020 Census (2021-2023)

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

CITY OF MISSION, KANSAS  
 PRINCIPAL EMPLOYERS  
 December 31, 2023 and Nine Years Ago

Employer	December 31, 2023			December 31, 2014		
	Employees	Rank	Percentage of Total Employment	Employees (1)	Rank	Percentage of Total Employment
VinSolutions	466	*	1			5.00%
ScriptPro	482	*	2	500	2	5.36%
HyVee Food Stores	377	*	3	320	3	3.43%
AT&T Telecommunications	114	*	4	677	1	7.26%
Data Migration Services	200	*	5			2.15%
Entercom	145	*	6	250	4	2.68%
City of Mission (1)	317		8	162	8	1.74%
U.S. Post Office (3)	112	*	9	250	4	2.68%
Target	215	*	7	150	10	1.61%
Skillpath, Inc.	89	*	10	160	9	1.72%
Packaging Products Corp	91	*	11	120	11	1.29%
Pryor Learning Solutions	87	*	12			0.93%
ACE Personnel				200	6	2.15%
Geneva Roth Ventures				175	7	1.88%
Cumulus				100	12	1.07%
<b>Total</b>	<b>2,695</b>			<b>3,064</b>		<b>32.87%</b>

(1) Includes part-time employees

(\*) Companies we were not able to confirm employment so 2022 numbers were used.

Source: County Economic Research Institute (CERI)

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

Function/Program	2014	2015	2016	2017	2018	2019	2020 <sup>(1)</sup>	2021	2022	2023
<b>Public safety/municipal justice:</b>										
911 calls received	9,619	10,295	9,492	9,751	7,868	8,808	6,686	6,593	2,084	7,668
DUI arrests	241	222	188	196	80	149	85	63	78	65
Traffic/parking citations	10,185	9,569	9,995	11,267	7,658	9,809	4,926	2,607	4,675	4,687
Accidents	254	267	353	345	347	310	203	186	201	231
Investigations cases	368	458	407	338	275	336	349	219	205	248
Total court cases processed	10,237	9,537	8,356	9,308	7,087	7,524	4,515	2,456	4,778	4,797
<b>Public works:</b>										
Curb miles swept (lane miles)	1,490	890	785	1,455	1,210	975	1,300	279 <sup>(2)</sup>	279	230
Streets milled and overlaid (linear feet)	4,329	1,386	3,544	6,255	100	739	10,939	11,645	9,146	8,412
Sidewalk replaced (square yards)	6,776	2,265	138	2,760	218	3,556	4,290	1,500	1,070	1,344
Curb and gutter replaced (linear feet)	11,631	1,712	2,363	12,153	1,805	2,549	5,250	4,151	9,790	17,613
Acres of lawn mowed	1,575	1,599	1,599	1,599	1,599	1,385	1,385	1,385	1,385	1,416
<b>Urban management and planning:</b>										
Building permits processed	357	442	468	415	381	421	330	402	373	331
Plan reviews performed	14	26	20	26	13	61	102	230	322	331
<b>Leisure and recreation:</b>										
Annual memberships sold	2,835	2,140	1,969	1,628	1,835	1,843	1,137	1,118	1,131	1,936
Annual membership revenue	834,076	825,630	802,554	669,823	621,649	643,767	289,320	277,863	457,903	452,553
Facility reservations processed	1,560	1,374	1,723	2,147	1,679	1,715	722	1,692	1,135	1,753
Facility reservation revenue	194,746	222,183	280,731	273,496	283,536	278,703	69,111	110,427	200,882	274,145
Pool membership sold	998	291	345	313	469	423	-	442	401	1,320
Pool revenue	104,750	104,544	123,679	121,198	135,974	142,460	-	141,475	154,002	156,774

Source: Various City departments.

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

(2) The methodology was changed in 2021 for how "Lane Miles Swept" is tracked. Prior years were calculated using the mileage on the sweeper.

Since the sweeper is also used for cleaning out inlets the 2021 data was obtained from the equipment logs.



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

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government:										
Administration/finance	6.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	6.0
Community development	7.0	6.0	5.0	5.0	4.0	4.0	4.0	4.0	5.0	5.0
Municipal court	2.0	1.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Public works	12.0	13.0	13.0	13.0	13.0	12.0	11.0	11.0	11.0	11.0
Police	33.0	35.0	35.0	33.0	33.0	31.0	31.0	31.0	31.0	31.0
Parks and recreation	13.0	13.0	13.0	13.0	13.0	13.0	13.0	12.0	13.0	13.0
Total	73.0	75.0	76.0	74.0	73.0	70.0	69.0	68.0	70.0	69.0

Source: City of Mission, Kansas Budget.

CITY OF MISSION, KANSAS  
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
 LAST TEN YEARS  
 December 31, 2023

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
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
Lane Miles <sup>(1)</sup>	89.3	89.3	89.3	-	-	-	-	-	-	-
Streetlights	1002.0	946.0	946.0	960.0	960.0	960.0	960.0	845.0	845.0	845.0
Parks and recreation:										
Parks and recreation:	8.0	8.0	8.0	8.0	8.0	8.0	8.0	7.0	7.0	7.0
Park acreage	30.4	30.4	30.4	30.4	30.4	30.4	30.4	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.

(1) Methodology has changed from miles of streets to lane miles of street, which is more accurate. Lane miles based on StanTec street inventory.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor and City Commission  
City of Mission, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Mission, Kansas (the City) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 27, 2024.

**Report on Internal Control Over Financial Reporting**

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

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

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

**Report on Compliance and Other Matters**

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

## Purpose of this Report

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

BT + Co., P.A.

June 27, 2024  
Topeka, Kansas