

# City of Roeland Park, Kansas



**Comprehensive Annual Financial Report**  
**For the Fiscal Year Ended December 31, 2012**





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**CITY OF ROELAND PARK, KANSAS**  
**COMPREHENSIVE ANNUAL**  
**FINANCIAL REPORT**  
For the Fiscal Year Ended December 31, 2012

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Prepared by  
Debra L. Mootz  
City Clerk/Director of Finance



**INTRODUCTORY SECTION**

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June 3, 2013

The Honorable Mayor, City Council, Citizens  
Taxpayers and Other Interested Parties  
City of Roeland Park, Kansas

## INTRODUCTION

The Comprehensive Annual Financial Report (CAFR) of the City of Roeland Park for fiscal year ending December 31, 2012 is submitted to you. State law requires that every general-purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill requirements for the fiscal year ending December 31, 2012.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of my 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 government. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included which includes management's discussion and analysis.

Management of the City is responsible for establishing and maintaining internal controls designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP) in the United States of America. 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 a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

The independent auditing firm of McGladrey LLP, has issued an unmodified ("clean") opinion on the City of Roeland Park's financial statements for the year ending December 31, 2012. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the Government-wide and Fund Financial Statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor's report is located at the front of the financial section of this report.

The City Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complement this letter of transmittal and should be read in conjunction with it.

*Address:* 4600 W 51<sup>st</sup> Street, Roeland Park, Kansas 66205  
*Phone* 913.722.2600 • *Fax* 913.722.3713 • *Web Site:* [www.roelandpark.org](http://www.roelandpark.org)

## PROFILE OF THE GOVERNMENT

The City of Roeland Park was incorporated in 1951 and is located in the northeastern part of Johnson County, Kansas. The City occupies 1.64 square miles and serves a population of approximately 6,700. The City is empowered to levy a property tax on both real and personal property located within its boundaries. Roeland Park's average residential value in 2012 was \$138,441.

The City of Roeland Park operates under the Mayor-Council form of government. The City is divided into four wards with two councilpersons elected from each ward to serve staggered four year terms. The Mayor is elected by the City at large for a four year term. Policy-making and legislative authority are vested in a governing body consisting of the Mayor and eight council members, all elected on a non-partisan basis. The Council appoints the City Administrator who in turn appoints the heads of the various departments. The City Administrator is responsible for administering all City programs and departments in accordance with policies and the annual budget adopted by the council.

The City of Roeland Park provides a full range of services including, police protection; the construction and maintenance of streets, storm drainage and other infrastructure, and recreational and cultural activities. Fire and health services are provided by the County and utilities are a service provided by the private sector. The City has an independent contract with a solid waste collector for the annual recycling, composting and residential solid waste disposal.

The City of Roeland Park is also financially accountable for a legally separate Public Building Commission and Property Owners Association, both of which are reported separately within the City of Roeland Park's financial statements. Additional information on both of these legally separate entities can be found in the notes to the financial statements (See Note 1).

The Council is required to adopt a final budget for the next fiscal year by no later than August 25th of the current year. This annual budget serves as the foundation for the City of Roeland Park's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). The City Administrator has the authority to transfer resources within a department and between departments.

## LOCAL ECONOMY

Roeland Park has major industries located within the government's boundaries or in close proximity, which include major grocery stores, major department stores and convenience stores, as well as several financial institutions and insurance companies. The City's Sales and Use Tax increased by approximately 98% compared to 2003. For more details, see table "Tax Revenues by Source, Governmental Funds" in the statistical section.

Residential building permits for remodeling and additions have increased slightly. Assessed valuations of residential and commercial properties decreased by approximately 5.2% in 2012. Johnson County assessed valuations follow the national downward trend, however, the City received more in Property Tax collections during 2012 due to an increase in the City's mill levy.

The City has partnered with Mid America Regional Council's (MARC) First Suburbs Coalition for many years. The program allows homeowners to add modern amenities to their homes. First Suburbs Coalition teamed up with CommunityAmerica Credit Union to provide low-interest, fixed-rate home equity loans to fund the remodeling and modernizations.

During 2012 the City continued its' partnership with Mid America Regional Council, Historic Green and Energy Works KC to complete a Regional Energy Efficiency Project for residential retrofit of energy efficient appliances and sustainable education.

## **LONG TERM FINANCIAL PLANNING**

The City began using a long range financial forecasting module in 2012 to develop the City's annual budget. The purpose of the module is to assist the Governing Body in creating a sustainable budget and to stabilize taxes. The module will also help in the preparation of the City's Capital Improvement Plan and forecasting of debt service payments.

During 2012 the City implemented the first extensive Capital Improvement Plan which included all of the City owned facilities, equipment and infrastructure needs, including the Community Center and Aquatic Center.

## **MAJOR INITIATIVES**

As a part of the preparation for the 2013 annual budget, the following priorities were established and achieved by the City Council:

- Maintain similar level of established city services
- Began Long-term deferred facility maintenance reserve
- Better understand the true cost of programs
- Share City resources with neighboring communities
- Continue and enhance partnerships with Johnson County Park & Recreation for Roeland Park Community Center and Aquatic Campus

During 2012, municipal building updates to provide security, mechanical and functional improvements, as well as technology updates were made to the existing Police, Court, City Hall and Council Chambers. The goal of this update project was to have a safer and more efficient facility. The costs of the municipal updates were paid for with tax increment funds and had no impact on the general fund.

The 2013 fee for weekly solid waste and recyclable materials collection remained at \$150.48 per year (calculated at \$12.54 per month) for each residential property. The ability to maintain this rate was obtained by bidding the solid waste services for the City with the Cities of Westwood and Fairway. It is believed this is the first multi-city-wide solid waste bid in the entire metro area. The annual fee was billed directly to residents on their Johnson County Real Estate Tax Statement. The fee covers the pickup of one bulky item each week in addition to compost, solid waste, and recycling pickup.

In January 2012, the City submitted for and received funding from Mid America Regional Council to cover the costs for 154 additional LED lights which were installed in May, 2012, on the following streets: 55th Street, Sycamore Drive, Roe Lane, West 51st Street from City Limits to Briar Street, Briar Street to West 50th Terrace, and 50th Terrace & Roe intersection, Elledge Drive, Neosho Lane, 48th Street, Canterbury Street, 18th Street Expressway from County Line to 51st Street, Clark Drive and Parish Drive. The SMART Lights for SMART Cities program also provided funding for the City's first round of 75 LED lights which were installed (September 2011) on the following streets: Nall Avenue, Rosewood Drive, Reinhardt Street, Buena Vista Street, and Roeland Drive. The City has replaced approximately 38% of its street lights with LED lights.

Roeland Park is a small community which is a desirable place to live due of its location and quality services provided to the residents. The City continues to experience improvement and redevelopment of residential and commercial properties.

## RELEVANT FINANCIAL POLICIES

In addition to the major initiatives discussed above, the 2012 budget reflected several financial policies the City created or applied:

- *Planning for long-term needs*
- *Development of city-owned property*
- *Creation of Community Improvement District Policy*

The governing body has utilized tax increment financing (TIF) as a means of financing major projects within the City. This has proven to be a vital tool in reducing the amount of City funds that are needed to spur development. The City also approved two Transportation Development Districts (TDDs) which enable long term debt to be retired through the use of excess sales tax. During 2012 the City approved the first community improvement district (CID). The CID enables improvements within the district through the use of an excess sales tax.

## FUTURE INITIATIVES

During the early part of 2013 the City Council began the process of goal setting, in which the council discussed the following objectives:

### Monetary Goals

- Review/Assess programming needs of Public Works Facility
- Plan for a city strategic/visioning process
- Reconnection initiative with area businesses
- Review publication costs and needs for a more frequent newsletter
- Complete Roe Boulevard streetscape design
- Construct gateway elements for City entries
- Use sales tax infrastructure revenue for new infrastructure needs

### Non-Monetary Goals

- Start discussion process on Community Center needs - discussion to keep, update, replace and/or partnerships
- Implement an integrated and multifaceted Communication Strategy to residents
- Follow-up City Survey
- Research Interior Rental Inspection
- Research Stormwater Utility - long term maintenance plan
- Use Interns - Urban Planning/Economic Development
- Discussion of Redevelopment of Johnson Drive Corridor
- Establish Guidelines (BMP for Maintenance of City Property)

*These items are currently being discussed to assess the need and costs involved. These items may or may not be funded as a future initiatives.*

The City continues to seek developers for the vacant properties located at the Northeast Corner of Roe Boulevard and Johnson Drive as well as the former Roeland Park Pool property at 48th and Roe Parkway. Commerce Bank development at the northwest corner of Roe Boulevard and Johnson Drive should begin in the next 18 months. The bank plans to build a branch and drive through facility on the property. The building will include sustainable elements incorporated into the design.

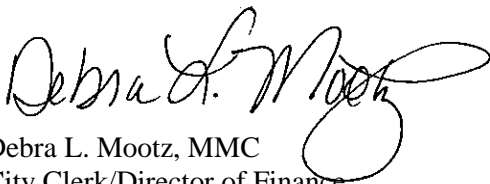
## **AWARDS AND ACKNOWLEDGMENTS**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Roeland Park for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2011. This was the 17th consecutive year the city government has received this prestigious award. In order to be awarded a Certificate of Achievement, the city government had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a one year period. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the dedicated and efficient service of the entire staff of the administration department. I wish to express my appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the City Administrator, Mayor and the Council for their constant support for maintaining the highest standards of professionalism in the management of the City of Roeland Parks finances.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Debra L. Mootz", with a large, stylized flourish at the end.

Debra L. Mootz, MMC  
City Clerk/Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Roeland Park  
Kansas

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

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



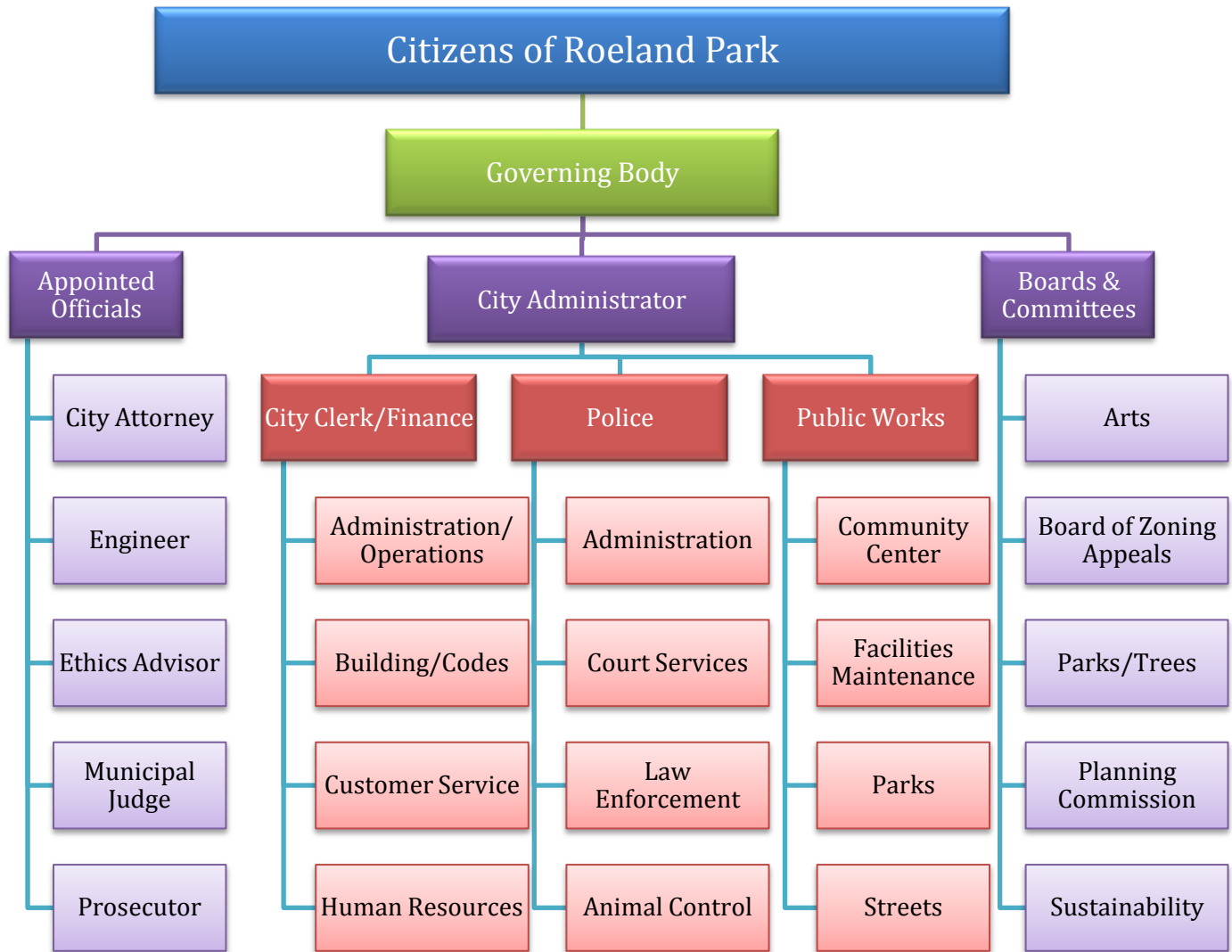
*Christopher P. Morrell*

President

*Jeffrey R. Emer*

Executive Director

# ORGANIZATION CHART





## CITY COUNCIL



**(Left to Right) Back Row:**

*Becky Fast - Ward 1, Marek Gliniecki- Ward 4, Robert Meyers – Ward 2,  
Joel Marquardt – Mayor*

**Front Row:**

*Sheri McNeil – Ward 1, Teresa Kelly – Ward 4, Mel Croston – Ward 3,  
Jennifer Gunby – Ward 2, Megan England – Ward 3*

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# DEPARTMENT HEADS AND APPOINTED OFFICIALS

**Department Heads**

*City Administrator .....Aaron A. Otto*  
*City Clerk/Director of Finance ..... Debra L. Mootz*  
*Chief of Police..... Rex Taylor*  
*Director of Public Works.....David Mootz*

**Appointed Officials**

*City Attorney..... Neil R. Shortlidge, Esq.*  
*Municipal Court Judge ..... Michelle DeCicco*  
*City Prosecutor..... Frank Gilman*  
*City Engineer..... Shafer, Kline & Warren, Inc.*  
*City Ethics Attorney..... Dan Church*

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**FINANCIAL SECTION**

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## **Independent Auditor's Report**

To the Honorable Mayor and  
Members of the City Council  
City of Roeland Park, Kansas  
Roeland Park, Kansas

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Roeland Park, Kansas (the City), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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

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

### **Auditor's Responsibility**

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

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Roeland Park, Kansas, as of December 31, 2012, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

As explained in Note 12 to the basic financial statements, the City adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which restated beginning net position for items previously reported as assets.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 10, schedule of funding progress on page 39 and budgetary comparison information on pages 40 through 42 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Roeland Park, Kansas' basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The accompanying introductory, statistical sections and other schedules, as listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2013, on our consideration of the City of Roeland Park, Kansas' 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 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 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 of Roeland Park, Kansas' internal control over financial reporting and compliance.



Kansas City, Missouri  
May 31, 2013

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012

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We offer those interested in the City of Roeland Park's financial statements this narrative overview and analysis of the financial activities of the City of Roeland Park for the fiscal year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

#### Financial Highlights

- The assets of the City of Roeland Park exceeded its liabilities as of December 31, 2012 by \$11,901,491 (net position). The assets of the City of Roeland Park exceeded its liabilities as of December 31, 2011 by \$10,429,038 (net position).
- The government's total net position increased by \$1,472,453 and \$2,364,782 for 2012 and 2011, respectively. The increase in total net position during fiscal year 2012 was primarily due to an increase in City improvements. Street projects to improve City infrastructure were continued during 2012. Improvements to the City's aging municipal building were started and completed during 2012.
- The City of Roeland Park's governmental funds reported combined ending fund balances of \$3,989,088 and \$3,897,172 as of December 31, 2012 and 2011, respectively. Unassigned fund balance for fiscal years 2012 and 2011 was \$839,946 and \$354,191, respectively.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$1,253,199, or 31 percent of total General Fund expenditures compared to the 2011 balance of \$404,462, or 10 percent of total General Fund expenditures.
- The City of Roeland Park's total debt, excluding compensated absences, increased by \$539,666 (3 percent) during fiscal year ended December 31, 2012. The City of Roeland Park's total debt, excluding compensated absences, decreased by \$1,817,126 (8 percent) during fiscal year ended December 31, 2011. The majority of the increase was due to the issuance of general obligation refunding bonds and temporary notes during the year offset by scheduled principal payments on the debt.

#### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Roeland Park's basic financial statements. The City of Roeland Park's basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to basic financial statements.

**Government-wide financial statements.** The government-wide financial statements are designed to provide a broad overview of the City of Roeland Park's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the City of Roeland Park's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Roeland Park is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012

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The government-wide financial statements reflect functions of the City of Roeland Park that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the City of Roeland Park include public safety, highways and streets, culture and recreation, employee benefits and general government.

The government-wide financial statements include the City of Roeland Park itself (known as the primary government). The financial statements also include the Public Building Commission and the Roeland Park City Hall Property Owners Association, the component units of the City of Roeland Park. The component units, although legally separate entities, are included in the City's reporting entity as blended component units because of their significant operational or financial relationship with the City.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Roeland Park, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Roeland Park are governmental funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Roeland Park maintains 17 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Bella Roe/Walmart TIF Fund, McDonald's/Granada Park/City Hall Fund, CARS Roe Blvd Project Fund and Debt Service Fund all of which are considered to be major funds. Data from the other 12 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

**Notes to basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other information.** The City's other postemployment benefit plan and budgetary comparison schedules are presented as required supplementary information immediately following the notes to the basic financial statements. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

### Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's total net position has increased from a year ago. The following table reflects total net position for 2012 of \$11,901,491 and 2011 of \$10,429,038 which represents an increase of \$1,472,453 from 2011.



## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012

The City of Roeland Park's restricted net position (\$1,262,832 and \$1,846,236 for fiscal years 2012 and 2011, respectively) represent resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted net position (\$3,748,931) and (\$4,860,163) for 2012 and 2011, respectively.

#### City of Roeland Park's Net Position

	Governmental Activities 2012	Governmental Activities 2011	Change
Current and other assets	\$ 10,710,025	\$ 9,914,909	\$ 795,116
Capital assets	25,040,082	23,968,158	1,071,924
<b>Total assets</b>	<b>35,750,107</b>	<b>33,883,067</b>	<b>1,867,040</b>
Total deferred outflows of resources	136,485	-	136,485
Noncurrent liabilities	18,225,700	18,631,514	(405,814)
Other liabilities	3,201,972	4,822,515	(1,620,543)
<b>Total liabilities</b>	<b>21,427,672</b>	<b>23,454,029</b>	<b>(2,026,357)</b>
Total deferred inflows of resources	2,557,429	-	2,557,429
Net position:			
Net investment in capital assets	14,387,590	13,442,965	944,625
Restricted	1,262,832	1,846,236	(583,404)
Unrestricted (deficit)	(3,748,931)	(4,860,163)	1,111,232
<b>Total net position</b>	<b>\$ 11,901,491</b>	<b>\$ 10,429,038</b>	<b>\$ 1,472,453</b>

At the end of the current fiscal year, the City of Roeland Park is able to report positive balances in two of the three categories of net position for the government as a whole. The City's investment in capital assets is net of any debt used to acquire capital assets, less any unspent debt proceeds. Retroactive reporting of infrastructure assets is not required to be reported by the City of Roeland Park; however, the net position category invested in capital assets is reduced by debt funding used to purchase prior year's infrastructure.

Net position may serve over time as one useful indicator of a government's financial condition. The City's net position increased by \$1,472,453, or 14 percent, for the fiscal year December 31, 2012.

**Current and Other Assets** – The City's current and other assets increased by \$0.8 million from \$9.9 million to \$10.7 million. The largest single reason for this increase was the result of the sale of City property to Commerce Bank. The City's capital assets increased by \$1.1 million or a 4 percent increase. The primary element of this increase is due to street projects to improve City infrastructure.

Long-term liabilities decreased by 2.1 percent primarily due to the issuance of General Obligation Refunding Bonds during the current year and scheduled debt payments. Noncurrent liabilities, excluding debt, include \$85,642 of other postemployment benefits. Other liabilities decreased by 30.6 percent due to the schedule payment of debt during the current year.

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012

The largest portion of the government's net position for governmental activities (120.9 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment and infrastructure), less any related outstanding debt used to acquire those assets. The government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the government's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Capital assets include all assets, still in use, acquired from 1952 through December 31, 2012.

Restricted net position totals \$1,262,832 and represent assets with constraints placed on their use by either external groups such as creditors, grantors, contributors, laws or regulations of other governments, or law through constitutional provisions or enabling legislation. Unrestricted net position, of (\$3,748,931), consists of net position that does not meet the definition of "restricted" or "net investment in capital assets."

The changes in net position are highlighted in the following table, which shows the City's revenues and expenses for the fiscal year. These two main components are subtracted to yield the change in net position.

Revenue is further divided into two major components: program revenue and general revenue. Program revenue is defined as charges for sales and services, operating grants and contributions, and capital grants and contributions. General revenue includes taxes, investment income and other unrestricted revenue sources.

A summary of the City's changes in net position follows:

City of Roeland Park's Changes in Net Position			
	<b>Governmental Activities 2012</b>	Governmental Activities 2011	Change
Revenues:			
Program revenues:			
Charges for services	\$ 412,275	\$ 2,083,731	\$ (1,671,456)
Operating grants and contributions	535,553	273,711	261,842
Capital grants and contributions	312,757	524,531	(211,774)
General revenues:			
Property taxes	1,268,477	1,240,389	28,088
Sales and use taxes	3,729,866	3,628,968	100,898
County jail tax	142,136	139,554	2,582
Franchise taxes	488,483	504,815	(16,332)
Investment earnings	21,642	71,599	(49,957)
Miscellaneous	1,264,988	656,070	608,918
<b>Total revenues</b>	<b>8,176,177</b>	<b>9,123,368</b>	<b>(947,191)</b>
Expenses:			
General government	2,015,841	2,015,395	446
Highways and streets	1,950,919	2,052,826	(101,907)
Public safety	1,628,167	1,599,006	29,161
Culture and recreation	184,096	136,601	47,495
Interest on long-term debt	924,701	954,758	(30,057)
<b>Total expenses</b>	<b>6,703,724</b>	<b>6,758,586</b>	<b>(54,862)</b>
<b>Increase in net position</b>	<b>1,472,453</b>	<b>2,364,782</b>	<b>(892,329)</b>
Net position, beginning, as restated	<b>10,429,038</b>	<b>8,064,256</b>	<b>2,364,782</b>
Net position, ending	<b>\$ 11,901,491</b>	<b>\$ 10,429,038</b>	<b>\$ 1,472,453</b>

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012

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Total governmental activities revenue was \$8,176,177 and \$9,123,368 in fiscal years 2012 and 2011, respectively.

Certain revenues are generated that are specific to governmental program activities. These totaled \$1,260,585 and \$2,881,973 in 2012 and 2011, respectively. The graphs in Tables 1 and 2 of the other supplementary information as listed in the table of contents, show the composition of the fiscal year's governmental activities revenue and expenses.

Total governmental activities expenses were \$6,703,724 and \$6,738,851 in fiscal years 2012 and 2011, respectively.

Several of the revenue and expense categories fluctuated between 2012 and 2011. Highlights include the following:

#### Revenues:

- Charges for services decreased by \$1,671,456 from 2011 as a result of no new assessments being levied during 2012.
- Operating grants and contributions increased by \$261,842 as a result of an ARRA grant for the City Municipal Building and increased Special Highway funding.
- Capital grants and contributions decreased by \$211,774 due to the reduced programs from the County Assisted Road program (CARS) and Stormwater Management Advisory Council (SMAC) funding and cost sharing contributions.

#### Expenditures:

- The public safety expenditures increased by 1.8 percent from 2011 due to an increase in personnel costs.
- Culture and recreation expenditures increased by 25.8 percent. The increase is a result of a reallocation of capital outlay made during 2011. Expenses for 2012 were less due to a decreased maintenance/repair of the Community Center building compared to 2011.

### Financial Analysis of the Governmental Funds

As noted earlier, the City of Roeland Park uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the City of Roeland Park's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City of Roeland Park's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Roeland Park's governmental funds reported combined ending fund balances of \$3,989,088, an increase of \$91,916 in comparison with the prior year. Fund balance is restricted to indicate that it is not available for new spending because it has already been committed to pay debt service \$761,878, special highway \$50,883, capital expansion and improvements \$442,277 and Roeland Park property owners association of \$7,794.

## **City of Roeland Park, Kansas**

### **Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012**

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The General Fund is the chief operating fund of the City of Roeland Park. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$1,253,199, while total fund balance was \$1,419,593. This is more than the 2011 unassigned fund balance of \$404,462 and the total 2011 General Fund balance of \$583,484. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 31 percent of total General Fund expenditures, while total fund balance represents 35 percent of that same amount. Unassigned fund balance represented 10 percent of total General Fund expenditures for 2011, while total fund balance represents 15 percent of that same amount.

The fund balance of the City of Roeland Park's General Fund increased by \$836,109 during fiscal year 2012 and increased \$78,786 during fiscal year 2011. The increase is due to the sale of property located at the corner of Roe Boulevard and Johnson Drive. Total expenditures in the general fund increased \$80,606 or 2 percent, while revenues increased \$60,968 or 1.5 percent. Net other financing sources increased \$776,961 or 141 percent due to the sale of property.

The Bella Roe/Walmart TIF Fund had an ending fund balance of \$1,475,854. The net decrease in fund balance was \$10,125 for the year. The net decrease in fund balance was insignificant.

The McDonald's/Granada Park/City Hall Fund had an ending fund deficit of \$46,097. The net decrease in fund balance was \$340,905 for the year. The net decrease in fund balance was due to improvements to the City's municipal building.

The CARS Roe Blvd Project Fund had an ending fund deficit of \$367,156. The net decrease in fund balance was \$367,156 for the year. The net decrease in fund balance was due to the infrastructure improvements to Roe Boulevard.

The Debt Service Fund had a total fund balance of \$421,769, all of which is restricted for the payment of debt service (i.e., payment of general obligation principal and interest). The net increase in fund balance during the current year in the Debt Service Fund was \$146,442. The net increase in fund balance was due to increased reserve balances for future debt service.

### **General Fund Budgetary Highlights**

The legally adopted budget for the General Fund was not amended by the Governing Body in 2012. On a budgetary basis, which can be found in the required supplementary information on page 40, expenditures were less than revenues and other sources, which resulted in an increase in fund balance by \$960,273. Actual revenues were \$16,651 more than budgeted revenues. The General Fund experienced a decrease in investment earnings, however, taxes and other revenue increased.

General Fund expenditures were lower than the final budget by \$825,576.

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012

#### Capital Asset and Debt Administration

**Capital assets.** The City of Roeland Park's investment in capital assets for its governmental activities as of December 31, 2012 and 2011, respectively, was \$25,040,082 and \$23,968,158 (net of accumulated depreciation). This investment in capital assets includes land, construction-in-progress, buildings, improvements and infrastructure and machinery and equipment. The total increase in the City of Roeland Park's investment in capital assets for the current fiscal year was 4 percent.

City of Roeland Park's Capital Assets

	Governmental Activities	
	2012	2011
Land	\$ 1,396,272	\$ 1,396,272
Artwork	12,620	12,620
Construction-in-progress	-	161,051
Buildings	4,399,473	4,399,473
Improvements other than buildings and infrastructure	26,160,922	23,562,441
Machinery and equipment	1,622,490	1,527,644
Accumulated depreciation	(8,551,695)	(7,091,343)
<b>Total</b>	<b>\$ 25,040,082</b>	<b>\$ 23,968,158</b>

Additional information on the City of Roeland Park's capital assets can be found in Note 3 of this report.

**Long-term debt.** At the end of the current fiscal year, the City of Roeland Park had total bonded debt outstanding of \$20,687,177. Of this amount, \$9,260,000 comprises debt backed by the full faith and credit of the government. The remainder of the City of Roeland Park's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds) and temporary notes of \$11,427,177.

City of Roeland Park's Outstanding Debt General Obligation and Revenue Bonds

	Governmental Activities	
	2012	2011
Temporary notes	\$ 860,000	\$ -
General obligation bonds	9,260,000	8,920,000
Special obligation tax increment revenue bonds	4,106,044	4,398,941
Transportation development district sales tax revenue bonds	5,080,000	5,235,000
Capital leases	1,381,133	1,593,570
<b>Total</b>	<b>\$ 20,687,177</b>	<b>\$ 20,147,511</b>

The City of Roeland Park's total debt increased by \$539,666 (3 percent) during the current fiscal year. The majority of the increase was due to the issuance of general obligation refunding bonds and temporary notes during the year offset by scheduled principal payments on the debt.

Additional information on the City of Roeland Park's long-term debt can be found in Note 4 of this report.

## **City of Roeland Park, Kansas**

### **Management's Discussion and Analysis For Fiscal Year Ended December 31, 2012**

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#### **Economic Factors and Next Year's Budgets and Rates**

- Economic conditions are mixed in Roeland Park. Real estate taxes are declining due to assessed valuations decreasing by 5.2 percent during 2012. City sales and use tax collections continue to increase by 2.7 percent during the same time period.
- The adopted fiscal year 2013 operating budget totals \$6 million, this is an increase of 8.3 percent from the 2012 operating budget. With the downturn in the economy, the citizens' needs for City services were balanced with a diminished revenue base. The budget focuses on preserving the City's quality of service with little to no cuts in service or jobs. The 2013 budget was prepared with the following in mind:
  - Maintain the 2012 tax rate taking into account the increased debt service.
  - Maintain the current high level of citizen services.
  - Maintain an adequate general fund reserve (at two month's average operating expenses).

All of these factors were considered in preparing the City of Roeland Park's budget for fiscal year 2013.

#### **Requests for Information**

This financial report is designed to provide a general overview of the City of Roeland Park's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Debra L. Mootz, City Clerk, City of Roeland Park, 4600 West 51<sup>st</sup> Street, Roeland Park, Kansas 66205.

**BASIC FINANCIAL STATEMENT**

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**City of Roeland Park, Kansas**

**Statement of Net Position  
December 31, 2012**

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	<u>Governmental Activities</u>
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 2,508,111
Receivables:	
Taxes	3,181,963
Special assessments	2,670,109
Intergovernmental	204,571
Other	4,860
Other assets	72,028
<b>Total current assets</b>	<u>8,641,642</u>
Noncurrent assets:	
Restricted assets, pooled cash	2,068,383
Capital assets:	
Nondepreciable:	
Land	1,396,272
Artwork	12,620
Depreciable:	
Buildings	4,399,473
Improvements other than buildings and infrastructure	26,160,922
Machinery and equipment	1,622,490
Accumulated depreciation	(8,551,695)
<b>Total noncurrent assets</b>	<u>27,108,465</u>
<b>Total assets</b>	<u><u>\$ 35,750,107</u></u>
<b>Deferred Outflows of Resources</b>	
Deferred charge on refunding	<u><u>\$ 136,485</u></u>

See Notes to Basic Financial Statements.

	Governmental Activities
<b>Liabilities</b>	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 483,399
Interest payable	135,800
Compensated absences	87,269
Capital lease obligations	218,503
Temporary notes	860,000
Tax increment revenue bonds	262,001
General obligation bonds	865,000
Transportation development district sales tax revenue bonds	290,000
<b>Total current liabilities</b>	<b>3,201,972</b>
Noncurrent liabilities:	
Compensated absences	12,629
Capital lease obligations	1,162,630
Tax increment revenue bonds, net bond discounts	3,816,156
Transportation development district sales tax revenue bonds, net bond discounts	4,742,284
General obligation bonds, net bond premiums	8,406,359
Net OPEB obligation	85,642
<b>Total noncurrent liabilities</b>	<b>18,225,700</b>
<b>Total liabilities</b>	<b>21,427,672</b>
<b>Deferred Inflows of Resources</b>	
Unavailable revenue	2,557,429
<b>Net Position</b>	
Net investment in capital assets	14,387,590
Restricted for:	
Debt service	761,878
Special highway	50,883
Capital expansion and improvement	442,277
Roeland Park property owners association	7,794
Unrestricted (deficit)	(3,748,931)
<b>Total net position</b>	<b>\$ 11,901,491</b>

City of Roeland Park, Kansas

Statement of Activities  
Year Ended December 31, 2012

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities
<b>Primary Government</b>					
Governmental activities:					
General government	\$ 2,015,841	\$ 138,559	\$ 163,000	\$ -	\$ (1,714,282)
Highways and streets	1,950,919	-	372,553	312,757	(1,265,609)
Public safety	1,628,167	273,716	-	-	(1,354,451)
Culture and recreation	184,096	-	-	-	(184,096)
Interest on long-term debt	924,701	-	-	-	(924,701)
<b>Total governmental activities</b>	<b>\$ 6,703,724</b>	<b>\$ 412,275</b>	<b>\$ 535,553</b>	<b>\$ 312,757</b>	<b>(5,443,139)</b>
<b>General Revenues</b>					
Taxes:					
Property taxes					1,268,477
Sales and use taxes					3,729,866
County jail tax					142,136
Franchise taxes					488,483
Investment earnings					21,642
Miscellaneous					581,845
Gain on disposal of capital assets					683,143
<b>Total general revenues</b>					<b>6,915,592</b>
Changes in net position					1,472,453
Net position beginning of year, as restated					10,429,038
Net position end of year					<b>\$ 11,901,491</b>

See Notes to Basic Financial Statements.

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**City of Roeland Park, Kansas**

**Balance Sheet  
Governmental Funds  
December 31, 2012**

	General Fund	Bella Roe/ Walmart TIF Fund	McDonald's/Granada Park/City Hall Fund
<b>Assets</b>			
Pooled cash	\$ 1,205,385	\$ 24,223	\$ 227,016
Receivables:			
Taxes	1,736,120	372,367	242,099
Special assessments	-	-	-
Intergovernmental	75,000	-	-
Other	4,860	-	-
Other assets	72,028	-	-
Restricted assets, cash	166,027	1,451,631	-
<b>Total assets</b>	<b>\$ 3,259,420</b>	<b>\$ 1,848,221</b>	<b>\$ 469,115</b>
<b>Liabilities</b>			
Accounts payable and accrued liabilities	\$ 346,088	\$ -	\$ 123,113
Temporary notes	-	-	150,000
Matured long-term debt principal payment	-	-	-
<b>Total liabilities</b>	<b>346,088</b>	<b>-</b>	<b>273,113</b>
<b>Deferred inflows of resources</b>			
Unavailable revenue - property taxes	1,418,739	372,367	242,099
Unavailable revenue - special assessments	-	-	-
Unavailable revenue - intergovernmental	75,000	-	-
<b>Total deferred inflows of resources</b>	<b>1,493,739</b>	<b>372,367</b>	<b>242,099</b>
<b>Fund balances (deficits)</b>			
Restricted	166,027	1,348,854	-
Committed	-	127,000	-
Assigned	367	-	-
Unassigned	1,253,199	-	(46,097)
<b>Total fund balances</b>	<b>1,419,593</b>	<b>1,475,854</b>	<b>(46,097)</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 3,259,420</b>	<b>\$ 1,848,221</b>	<b>\$ 469,115</b>

See Notes to Basic Financial Statements.

CARS Roe Blvd Project Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
\$ -	\$ 421,769	\$ 629,718	\$ 2,508,111
-	309,150	522,227	3,181,963
-	2,670,109	-	2,670,109
86,884	-	42,687	204,571
-	-	-	4,860
-	-	-	72,028
264,159	-	186,566	2,068,383
<u>\$ 351,043</u>	<u>\$ 3,401,028</u>	<u>\$ 1,381,198</u>	<u>\$ 10,710,025</u>
\$ 8,199	\$ -	\$ 5,999	\$ 483,399
710,000	-	-	860,000
-	-	60,000	60,000
<u>718,199</u>	<u>-</u>	<u>65,999</u>	<u>1,403,399</u>
-	309,150	215,074	2,557,429
-	2,670,109	-	2,670,109
-	-	15,000	90,000
<u>-</u>	<u>2,979,259</u>	<u>230,074</u>	<u>5,317,538</u>
-	421,769	994,112	2,930,762
-	-	-	127,000
-	-	91,013	91,380
(367,156)	-	-	839,946
<u>(367,156)</u>	<u>421,769</u>	<u>1,085,125</u>	<u>3,989,088</u>
<u>\$ 351,043</u>	<u>\$ 3,401,028</u>	<u>\$ 1,381,198</u>	<u>\$ 10,710,025</u>

## City of Roeland Park, Kansas

### Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position December 31, 2012

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Total governmental fund balances	\$	3,989,088
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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:

Capital assets	33,591,777
Accumulated depreciation	(8,551,695)

Other long-term assets are not available to pay for current period expenditures  
and, therefore, are deferred in the funds, deferred revenues

2,760,109

Long-term liabilities including bonds payable, are not due and payable  
in the current period and, therefore, are not reported in the funds:

Compensated absences, current	\$	(87,269)
Compensated absences, noncurrent		(12,629)
Interest payable		(135,800)
Premium on bonds, net		(11,359)
Discount on bonds, net		75,603
Deferred charge on refunding, net		136,485
General obligation bonds, current		(865,000)
General obligation bonds, noncurrent		(8,395,000)
Tax increment revenue bonds, current		(262,001)
Tax increment revenue bonds, noncurrent		(3,844,043)
Transportation development district sales tax revenue bonds, current		(230,000)
Transportation development district sales tax revenue bonds, noncurrent		(4,790,000)
Capital lease obligations, current		(218,503)
Capital lease obligations, noncurrent		(1,162,630)
Net OPEB obligation		(85,642)
		<u>(19,887,788)</u>

**Net position of governmental activities**

\$ 11,901,491

See Notes to Basic Financial Statements.



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**City of Roeland Park, Kansas**

**Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**

**Governmental Funds**

**Year Ended December 31, 2012**

	General Fund	Bella Roe/ Walmart TIF Fund	McDonald's/Granada Park/City Hall Fund
Revenues:			
Taxes	\$ 2,042,025	\$ 400,289	\$ 220,019
Special assessments	5,350	-	-
Intergovernmental	983,362	-	87,000
Licenses and permits	136,320	-	-
Fines and forfeitures	221,046	-	-
Interest	209	18,100	340
Other	681,632	-	-
<b>Total revenues</b>	<b>4,069,944</b>	<b>418,389</b>	<b>307,359</b>
Expenditures:			
Current:			
General government	1,749,721	32,846	1,564,405
Highways and streets	282,458	-	-
Public safety	1,165,306	-	-
Culture and recreation	-	-	-
Employee benefits	663,741	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirement	166,500	185,000	-
Interest and fiscal charges	38,070	210,668	6,843
Bond issuance costs	-	-	50,516
<b>Total expenditures</b>	<b>4,065,796</b>	<b>428,514</b>	<b>1,621,764</b>
<b>Revenues over (under) expenditures</b>	<b>4,148</b>	<b>(10,125)</b>	<b>(1,314,405)</b>
Other financing sources (uses):			
Issuance of long-term debt	-	-	973,500
Issuance of long-term refunding debt	-	-	-
Payment to refunded bond escrow agent	-	-	-
Proceeds from sale of capital asset	832,328	-	-
Transfers in	743,213	-	-
Transfers out	(743,580)	-	-
<b>Total other financing sources (uses)</b>	<b>831,961</b>	<b>-</b>	<b>973,500</b>
<b>Changes in fund balances</b>	<b>836,109</b>	<b>(10,125)</b>	<b>(340,905)</b>
Fund balances, beginning of year,	583,484	1,485,979	294,808
Fund balances (deficits), end of year	<b>\$ 1,419,593</b>	<b>\$ 1,475,854</b>	<b>\$ (46,097)</b>

See Notes to Basic Financial Statements.

CARS Roe Blvd Project Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
\$ -	\$ 284,463	\$ 1,852,525	\$ 4,799,321
-	298,016	-	303,366
278,160	-	207,992	1,556,514
-	-	-	136,320
-	-	-	221,046
1,657	-	1,336	21,642
-	-	32,861	714,493
279,817	582,479	2,094,714	7,752,702
-	-	40,204	3,387,176
-	-	239,817	522,275
-	-	-	1,165,306
-	-	90,675	90,675
-	-	-	663,741
633,837	-	541,171	1,175,008
-	830,000	368,834	1,550,334
-	213,562	348,079	817,222
13,136	91,240	-	154,892
646,973	1,134,802	1,628,780	9,526,629
(367,156)	(552,323)	465,934	(1,773,927)
-	-	-	973,500
-	1,976,500	-	1,976,500
-	(1,916,485)	-	(1,916,485)
-	-	-	832,328
-	638,750	254,583	1,636,546
-	-	(892,966)	(1,636,546)
-	698,765	(638,383)	1,865,843
(367,156)	146,442	(172,449)	91,916
-	275,327	1,257,574	3,897,172
\$ (367,156)	\$ 421,769	\$ 1,085,125	\$ 3,989,088

## City of Roeland Park, Kansas

### Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) of Governmental Funds to the Statement of Activities Year Ended December 31, 2012

Net change in fund balances - governmental funds		\$	91,916
Amounts reported for governmental activities in the statement of activities are different because:			
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The following is the detail of the amount by which capital outlays exceeded depreciation in the current year:			
Capital outlay			2,760,519
Depreciation:			
General government	\$	(36,949)	
Public safety		(37,448)	
Culture and recreation		(93,421)	
Highways and streets		(1,371,592)	(1,539,410)
Proceeds from sale of capital assets		(832,328)	
Gain on disposal of capital assets		683,143	(149,185)
Revenues in the statement of activities that do not provide current financial resources are not reported in the funds			(259,668)
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:			
Change in compensated absences			19,371
Change in net OPEB obligation			(15,322)
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:			
Issuance of long-term debt and long-term refunding debt		(2,950,000)	
Principal payments on long-term debt		1,550,334	
Payment to escrow agent, including deferred charge on refunding of \$136,485		1,916,485	
Amortization of bond premium and bond discounts		(6,031)	
Change in accrued interest		53,444	564,232
<b>Change in net position of governmental activities</b>			<b>\$ 1,472,453</b>

See Notes to Basic Financial Statements.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### **Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies**

##### **Nature of operations:**

The City of Roeland Park, Kansas (the City) is a second-class city with a mayor-council form of government and a City Administrator. The City was incorporated in 1951 and covers an area of approximately 1.64 square miles in Johnson County, Kansas. The City has approximately 6,800 residents. The City's organization consists of the general governmental departments of Administration, Police, Public Works and Recreation.

The accounting and reporting policies of the City conform to accounting principles generally accepted in the United States of America applicable to local governments. The following represent the more significant accounting and reporting policies and practices of the City.

##### **Reporting entity:**

Accounting principles generally accepted in the United States of America require the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

As required, the accompanying basic financial statements present the City and its component units for which the City is considered to be financially accountable. Financial accountability is based primarily on operational or financial relationships with the City (as distinct from legal relationships).

Component units' year-ends are December 31 and are reported in the City's basic financial statements as follows:

Blended component units are the Public Building Commission (PBC) of Roeland Park and the Roeland Park City Hall Property Owners Association (the Association), both of which are governed by the same governing body as the City. Although they are legally separate from the City, the PBC and the Association are reported as if they were part of the primary government as blended component units. The PBC's sole function is to finance through issuance of bonds the construction, equipping and furnishing of a building or buildings or other facilities of a revenue-producing character, including parking facilities. The Association's primary function is to act as an agent for the unit owners within City Hall. The Association administers various functions within City Hall, establishes the means and methods of collecting assessments and charges and arranges for the management of City Hall. The activities of the PBC and Association are included in the accompanying basic financial activities as part of the Special Revenue Funds. Complete financial statements of the individual component units can be obtained from the Finance Department at City Hall:

City of Roeland Park  
Finance Department  
4600 West 51<sup>st</sup> Street  
Roeland Park, Kansas 66205

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies (Continued)

##### Basis of presentation:

Government-wide and fund financial statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The City does not have any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are 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 meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

The City adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, in the current year. The adoption of this Statement changed the presentation of the basic financial statements to a statement of net position format.

Separate financial statements are provided for governmental funds. The focus of fund financial statements is on major funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Fund accounting: The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenues and expenditures. The City has the following funds:

**Governmental fund types:** Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "fund balance." The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the City's major governmental funds:

**General:** 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.

**Bella Roe/Walmart TIF:** A debt service fund created to account for monies received which are restricted for the purpose of retiring tax increment bonds included in the \$750,000 Main Trafficway Improvement Bond Issue, Series 1993A, dated March 1, 1993.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies (Continued)

**McDonald's/Granada Park/City Hall:** A special revenue fund established to account for monies received to promote development in the district, as well as retire any bonds associated with the projects. Projects approved in the area include City Hall Remodel/Technology updates and Granada Park improvements.

**CARS Roe Blvd:** A capital projects fund created to improve Roe Boulevard from northern City limits to southern City limits, including, but not limited to, full depth patching, reconstruction and improvements of sidewalks, curbs, gutters and storm drainage drop inlets and pavement marking.

**Debt Service:** A debt service fund used to account for the servicing of the general long-term debt of the City.

#### Measurement focus and basis of accounting:

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to 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 on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded and the availability criteria. 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.

Charges for sales and services, licenses and permits, fines and forfeitures and miscellaneous revenues are generally recorded as revenue when received in cash, because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### **Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies (Continued)**

Property taxes are recognized as a receivable at the time they become an enforceable legal claim. The current taxes receivable represent the 2012 levy plus any uncollected amounts from the 2011 levy. Property taxes that are not available for current year operations are shown as a deferred inflow of resources. Property taxes are levied each year on all taxable real and personal property in the City. The City's property tax is levied and a lien attached each November 1 on the assessed value as of the prior January 1. The first half is paid on or before December 20<sup>th</sup> and the second half paid on or before May 10<sup>th</sup> of the following year.

Taxes receivable represent property, sales and franchise taxes, including interest and penalties, reduced by an appropriate allowance for uncollectible taxes.

#### **Summary of significant accounting policies:**

The significant accounting policies followed by the City include the following:

**Cash and investments:** The City maintains a cash and investment pool to maximize investment opportunities. Income from investments purchased with pooled cash is allocated to individual funds based on the fund's average cash balance and legal requirements. Each fund's portion of total cash and investments is reported as such within this report. In addition, certain investments are separately held by several of the City's funds. Investments are reported at fair value based on quoted market prices. The City invests in external investment pools not SEC registered, the Kansas Municipal Investment Pool, which is administered by the Kansas Office of State Treasurer and the Federated Money Market Treasury Obligations Fund. The fair value of the position in the external investment pools is the same as the pool shares. In addition, certain resources set aside are classified as restricted assets on the balance sheet because their use is limited by applicable bond requirements, as either bond reserve accounts, debt service accounts or unspent bond proceeds restricted for capital projects.

**Accounts receivable:** Results primarily from miscellaneous services provided to citizens in the governmental funds. All are net of an allowance for uncollectibles.

**Capital assets:** Including land, construction-in-progress, buildings, improvements, machinery and equipment and infrastructure are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an initial useful life of one year or greater. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The City has not capitalized general governmental infrastructure assets purchased or constructed prior to January 1, 2003 as allowed by Governmental Accounting Standards Board Statement No. 34. Retroactive reporting of general governmental infrastructure assets is not required for the City of Roeland Park, Kansas.

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



## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### **Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies (Continued)**

Depreciation has been provided over the estimated useful lives of the respective assets using the straight-line method. The estimated useful lives for each capital asset type are as follows:

Buildings	20 - 50 years
Improvements other than buildings	20 years
Vehicles	3 - 15 years
Machinery and equipment	5 - 20 years
Infrastructure	65 years

The City's collection of works of art, library books and other similar assets are not capitalized, except for any individual items greater than \$5,000. These collections are unencumbered, held for public exhibition and education, protected, cared for and preserved and subject to City policy that requires proceeds from the sale of these items to be used to acquire other collection items.

**Unearned revenue:** Represents advance receipts from third parties with specific purposes that have not yet met eligibility requirements to be recognized as revenue.

**Deferred outflows of resources:** In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt using the straight-line method which approximates the effective interest method.

**Deferred inflows of resources:** In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues from three sources: property taxes, special assessments and intergovernmental revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the City's government-wide statements, only the property tax revenues remain under the full accrual basis of accounting and will become an inflow in the year they are levied.

**Interfund transactions:** Transactions, among City funds that would be treated as revenues and expenditures or expenses if they involved organizations external to City government, are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions, which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective funds' operating statements.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### **Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies (Continued)**

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds." Those that are longer term in nature are reported as advances to/from other funds.

**Compensated absences:** Under terms of the City's personnel policy, City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is paid for accumulated vacation days up to the amount earned in one year. These benefits of the governmental funds that are considered matured or due are reported as an expenditure and a fund liability of the fund that will pay it. Employees are not paid for accumulated sick leave upon termination. The amount of accumulated unpaid vacation which is payable from available resources is recorded as a liability of the respective fund only if they have matured, for example, as a result of employee retirements and resignations.

**Fund balance:** In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable: Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed: Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the City Council through ordinance approved prior to year-end. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned: Amounts constrained by the City's intent to use them for a specific purpose. The authority to assign fund balance has been delegated by the City Council to the City Clerk/Director of Finance and City Administrator.

Unassigned: All amounts not included in other spendable classifications. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Restricted deficit amounts of other governmental funds would also be reported as unassigned.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the City's procedure is to pay the expenditure from restricted fund balance and then from less-restrictive classifications – committed, assigned and then unassigned fund balances.

**Net position:** Represent the difference between assets and liabilities. Net investment in capital assets consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted through enabling legislation consist of \$761,878 for debt service, \$50,883 for special highway and \$442,277 for capital expansion and improvements.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### **Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Summary of Significant Accounting Policies (Continued)**

The City first applied restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**Bond discount and premium:** In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using a method which approximates the effective interest method.

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.

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

#### **Note 2. Cash and Investments**

Authorized investments: Kansas state statutes authorize the City, with certain restrictions, to deposit or invest in open accounts, time deposits, certificates of deposit, repurchase agreements, United States treasury bills and notes and the State Treasurer's investment pool. Statutes also require that collateral pledged must have a fair market value equal to 100 percent of the deposits (less insured amounts) and investments, and must be assigned for the benefit of the City. The statutes provided for an exception for peak deposit periods during tax-paying time where, for a period of 60 days, the amount of required collateral could be reduced by one-half. The City maintains a pooled money market account that is available for use by all funds. Each fund type's portion of this pool is presented on the combined balance sheet as pooled cash. Interest income is credited to the corresponding accounts per state statute. Interest is then credited to the General Fund based on the average balance of funds held for future claim liabilities. Remaining interest income is credited to the Debt Service Fund and capital projects funds based on the funds' average investment balance. The City has not adopted a formal investment policy that would further limit its investment choices.

Interest rate risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. 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.

As of December 31, 2012, the City had \$157,500 invested in the Kansas Municipal Investment Pool. The Kansas Municipal Investment Pool is authorized under the 1992 Senate Bill 480 Section 1 and funds may be withdrawn at anytime. The average maturity of the Kansas Municipal Investment Pool as of December 31, 2012 is less than one year. As of December 31, 2012, the City also had \$654,784 invested in the Federated Money Market Treasury Obligations Fund in which funds may be withdrawn at any time. The average maturity of the Federated Money Market Treasury Obligations Fund as of December 31, 2012 is 41 days. The City also had \$449,500 invested in a Repurchase Agreement – Treasury Bond, which is not subject to interest rate risk as it is guaranteed by the U.S. government.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

#### Note 2. Cash and Investments (Continued)

**Credit risk:** Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City has no investment policy that would limit its investment choices. As of December 31, 2012, the City's investment in the Kansas Municipal Investment Pool was rated AA+/S1+ by Standard & Poor's and was not rated by Moody's Investor Services. The City's investment in Federated Money Market Treasury Obligations Fund was rated AA+ by Standard & Poor's and Aaa-mf by Moody's Investor Services. The City's investment in the Repurchase Agreement – Treasury Bond, is not subject to credit risk as it is guaranteed by the U.S. government.

**Concentration of credit risk:** The City places no limit on the amount the City may invest in any one issuer. As of December 31, 2012, the City's investments are not subject to concentration of credit risk.

**Custodial credit risk:** Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. As of December 31, 2012, the City's bank balances of deposits with financial institutions of \$3,512,949 were not exposed to custodial credit risk. As of December 31, 2012, the City's investment in the Kansas Municipal Investment Pool, Federated Money Market Treasury Obligations Fund and the Repurchase Agreement – Treasury Bond were not subject to custodial credit risk.

#### Note 3. Capital Assets

The following is a summary of changes in capital assets for the year ended December 31, 2012:

	2011 Balance	Additions	Deletions	2012 Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 1,396,272	\$ -	\$ -	\$ 1,396,272
Artwork	12,620	-	-	12,620
Construction-in-progress	161,051	-	161,051	-
<b>Total capital assets not being depreciated</b>	<b>1,569,943</b>	<b>-</b>	<b>161,051</b>	<b>1,408,892</b>
Capital assets being depreciated:				
Buildings	4,399,473	-	-	4,399,473
Improvements other than buildings and infrastructure	23,562,441	2,598,481	-	26,160,922
Machinery and equipment	1,527,644	176,009	81,163	1,622,490
<b>Total capital assets being depreciated</b>	<b>29,489,558</b>	<b>2,774,490</b>	<b>81,163</b>	<b>32,182,885</b>
Less accumulated depreciation for:				
Buildings	1,642,469	80,227	-	1,722,696
Improvements other than buildings and infrastructure	4,688,101	1,323,527	-	6,011,628
Machinery and equipment	760,773	135,656	79,058	817,371
<b>Total accumulated depreciation</b>	<b>7,091,343</b>	<b>1,539,410</b>	<b>79,058</b>	<b>8,551,695</b>
<b>Total capital assets being depreciated, net</b>	<b>22,398,215</b>	<b>1,235,080</b>	<b>2,105</b>	<b>23,631,190</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 23,968,158</b>	<b>\$ 1,235,080</b>	<b>\$ 163,156</b>	<b>\$ 25,040,082</b>

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

#### Note 3. Capital Assets (Continued)

Depreciation expense was charged to governmental activities functions/programs as follows:

##### Governmental Activities:

General government	\$ 36,949
Public safety	37,448
Culture and recreation	93,421
Highways and streets	1,371,592
<b>Total depreciation expense, governmental activities</b>	<b>\$ 1,539,410</b>

#### Note 4. Short-Term and Long-Term Debt

A summary of changes in short-term and long-term debt for the year ended December 31, 2012 follows:

Type of Issue	Balance December 31, 2011	Additions	Retirements	Balance December 31, 2012	Due Within One Year
Short-term debt, temporary notes	\$ -	\$ 860,000	\$ -	\$ 860,000	\$ 860,000
Long-term debt:					
General obligation bonds	8,920,000	2,950,000	2,610,000	9,260,000	865,000
Tax increment revenue bonds	4,398,941	-	292,897	4,106,044	262,001
Transportation development district sales tax revenue bonds	5,235,000	-	155,000	5,080,000	290,000
Capital leases	1,593,570	-	212,437	1,381,133	218,503
Add premiums	11,623	-	264	11,359	-
Less discounts	(81,898)	-	(6,295)	(75,603)	-
Compensated absences	119,269	99,898	119,269	99,898	87,269
<b>Total long-term debt</b>	<b>20,196,505</b>	<b>3,049,898</b>	<b>3,383,572</b>	<b>19,862,831</b>	<b>1,722,773</b>
<b>Total short-term and long-term debt</b>	<b>\$ 20,196,505</b>	<b>\$ 3,909,898</b>	<b>\$ 3,383,572</b>	<b>\$ 20,722,831</b>	<b>\$ 2,582,773</b>

Compensated absences are normally liquidated by the General Fund.

On May 1, 2012, the City issued \$2,950,000 in General Obligation Refunding Bonds with interest rates ranging from 0.65 percent to 2.40 percent. A portion of the bonds (\$973,500) will be used for capital improvements and the remaining portion (\$1,976,500) was used to advance refund \$1,780,000 of outstanding Internal Improvement, Series 2008 General Obligation Bonds with interest rates ranging from 3.15 percent to 4.30 percent. The proceeds of \$2,866,255 (after payment of \$83,745 in issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2008 General Obligation Bonds maturing on and after December 1, 2017. As a result, this portion of the 2008 General Obligation Bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net position.

The reacquisition price exceeded the net carrying amount of the old debt by \$136,485. This amount is being amortized over the remaining life of the new debt, which is the same as the life of the refunded debt. As a result of the advance refunding, the City reduced its total debt service requirements by \$520,242, which resulted in an economic gain of \$107,000.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

#### Note 4. Short-Term and Long-Term Debt (Continued)

A detailed listing of the City's temporary notes and long-term debt outstanding as of December 31, 2012 follows:

Debt Issue	Date Issued	Original Amount	Interest Rate	Balance
Short-term debt, temporary notes, Series 2012-A, maturing in May 2013	5/1/12	\$ 860,000	0.90%	<u>\$ 860,000</u>
Long-term debt:				
General Obligations Bonds:				
Internal Improvement, Series 2008	8/15/08	\$ 4,185,000	3.15-4.30%	\$ 1,350,000
General Obligations Bonds, Series 2010-1	8/19/10	3,345,000	1.50-3.50	3,025,000
General Obligations Bonds, Series 2011-1	4/28/11	525,000	0.65-2.05	420,000
General Obligations Bonds, Series 2011-2	8/25/11	1,565,000	2.00-3.40	1,515,000
General Obligations Bonds, Series 2012-1	8/1/12	2,950,000	0.65-2.40	2,950,000
				<u>\$ 9,260,000</u>
Special Obligation Tax Increment Revenue Bonds:				
Series 2000, Valley State Bank Project	2/1/00	695,000	7.00	\$ 424,044
Series 2000, The Boulevard Apartments Project	4/1/00	553,525	8.25	17,000
Series 2005, Roeland Park Redevelopment LLC Project	2/1/05	4,495,000	4.60-5.75	3,665,000
				<u>\$ 4,106,044</u>
Revenue Bonds:				
Transportation Development District:				
Sales Tax Revenue Bonds, 2005	11/1/05	3,555,000	4.50-5.75	\$ 2,725,000
Sales Tax Revenue Bonds, 2006A	1/1/06	1,090,000	5.875	895,000
Sales Tax Revenue Bonds, 2006B	1/1/06	1,690,000	5.125 - 5.875	1,460,000
				<u>\$ 5,080,000</u>
Capital Lease Obligations:				
Pool	9/1/01	2,673,908	5.10-5.30	\$ 1,071,000
Street sweeper	9/23/10	212,550	3.84	164,382
Trucks	8/24/11	167,788	2.79	145,751
				<u>\$ 1,381,133</u>

**City of Roeland Park, Kansas**

**Notes to Basic Financial Statements**

**Note 4. Short-Term and Long-Term Debt (Continued)**

During 2012, the City issued a series of temporary notes in the amount of \$860,000 with a maturity of May 1, 2013 for the purpose of providing financing for the Roe Blvd. CARS and City Hall public improvements.

Annual debt service requirements for temporary notes to be paid with tax levies are:

Year	Principal	Interest	Total
2013	\$ 860,000	\$ 7,740	\$ 867,740

Annual debt service requirements for general obligation bonds to be paid with tax levies are:

Year	Principal	Interest	Total
2013	\$ 865,000	\$ 207,265	\$ 1,072,265
2014	1,050,000	189,293	1,239,293
2015	1,100,000	168,360	1,268,360
2016	1,085,000	145,058	1,230,058
2017	1,030,000	119,121	1,149,121
2018 - 2022	3,175,000	340,910	3,515,910
2023 - 2027	955,000	62,913	1,017,913
<b>Total</b>	<b>\$ 9,260,000</b>	<b>\$ 1,232,920</b>	<b>\$ 10,492,920</b>

Annual debt service requirements for the special obligation tax increment revenue bonds to be paid for with property tax revenues generated from the tax increment financing district securing the debt are:

Year	Principal	Interest	Total
2013	\$ 262,001	\$ 215,869	\$ 477,870
2014	265,000	213,918	478,918
2015	280,000	199,768	479,768
2016	300,000	184,793	484,793
2017	325,000	167,855	492,855
2018 - 2022	1,984,043	534,915	2,518,958
2023 - 2027	690,000	53,476	743,476
<b>Total</b>	<b>\$ 4,106,044</b>	<b>\$ 1,570,594</b>	<b>\$ 5,676,638</b>

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

#### Note 4. Short-Term and Long-Term Debt (Continued)

Annual debt service requirements for the transportation development district revenue bonds to be paid for with sales tax revenues generated from the tax increment financing district securing the debt are:

Year	Principal	Interest	Total
2013	\$ 290,000	\$ 300,239	\$ 590,239
2014	250,000	288,394	538,394
2015	270,000	275,544	545,544
2016	295,000	261,642	556,642
2017	320,000	244,967	564,967
2018 - 2022	2,030,000	921,632	2,951,632
2023 - 2027	1,625,000	241,986	1,866,986
<b>Total</b>	<b>\$ 5,080,000</b>	<b>\$ 2,534,404</b>	<b>\$ 7,614,404</b>

Annual debt service requirements for capital leases to be paid for with tax levies are:

Year	Principal	Interest	Total
2013	\$ 218,503	\$ 45,206	\$ 263,709
2014	229,103	39,331	268,434
2015	235,257	32,277	267,534
2016	241,460	25,039	266,499
2017	252,241	17,589	269,830
2018	204,569	7,842	212,411
<b>Total</b>	<b>\$ 1,381,133</b>	<b>\$ 167,284</b>	<b>\$ 1,548,417</b>

K.S.A. 10-308 prescribes that indebtedness of a City shall be limited to 30 percent of such City's assessed valuation. As of December 31, 2012, the statutory limit for the City was \$20,327,553 providing a debt margin of \$8,826,420. Included in the legal debt margin calculation are outstanding temporary notes as of December 31, 2012 of \$860,000, general obligation bonds of \$9,260,000 and capital lease obligations of \$1,381,133.

During 1996, the City entered into an Interlocal Cooperation Agreement with the Johnson County Parks and Recreation District, Johnson County, Kansas, to construct, operate and maintain a leisure activity pool within the City. This agreement called for the County to issue bonds to finance construction of the pool. In conjunction with the bond issuance, the City entered into a capital lease agreement.

During 2001, the County refunded the bonds originally issued for the construction of the pool. In conjunction with the bond reissue, the City entered into a new capital lease agreement. Minimum principal and interest payments on the lease as of 2001 totaled \$2,673,908 and \$1,432,282, respectively, over the term of the lease and will be used to pay the principal and interest on the bonds issued by the County. This lease is included in the capital lease annual debt service requirements on the previous page. The City also made payments to the County's Bond Reserve of \$157,500 which is the City's share of the Bond Reserve. These payments are reflected as restricted assets in the General Fund.



## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### **Note 4. Short-Term and Long-Term Debt (Continued)**

During 2000, the City issued \$1,248,525 in two issuances of Special Obligation Tax Increment Financing Revenue Bonds to finance certain eligible tax increment financing projects for the Boulevard Apartments and Valley State Bank. These special obligation bonds under Kansas law are payable solely from property tax increment received with respect to the financed projects. Incremental property taxes were projected to produce \$1,600,858 or 122 percent of the debt service requirements over the life of the bonds. These bonds are not general obligations of the City. It is not considered a default if there is insufficient tax increment to pay the full amount of principal and interest on the bonds. If the tax increment is insufficient to pay the full amount of principal and interest at maturity, the bonds will be deemed satisfied and paid in full. In 2003, the City issued the remaining \$39,362 authorized amount of Special Obligation Tax Increment Financing Revenue Bonds in relation to the Series 2000, The Boulevard Apartments. Total principal and interest remaining on the bonds is \$543,171 payable through 2020. For the current year, principal and interest paid and total incremental property tax revenues were \$48,188 and \$184,629, respectively.

During 2005, the City issued \$4,495,000 Special Obligation Tax Increment Revenue Bonds to finance an eligible tax increment financing project. These special obligation bonds under Kansas law are payable solely from property tax increment received with respect to the financial projects. Incremental property taxes were projected to produce \$9,968,920 or 130 percent of the debt service requirements over the life of the bonds. These bonds are not direct obligations of the City. It is not considered a default if there is insufficient tax increment to pay the full amount of principal and interest on the bonds. If the tax increment is insufficient to pay the full amount of principal and interest at maturity, the bonds will be deemed satisfied and paid in full. In accordance with the debt agreement, upon issuance of the bonds, the City established a bond reserve and a debt service reserve fund. The balances of the bond reserve and the debt service reserve funds as of December 31, 2012 were \$449,500 and \$1,002,131, respectively, and are shown as restricted assets in the Bella Roe/Walmart Fund. Total principal and interest remaining on the bonds is \$5,133,468 payable through 2024. For the current year, principal and interest paid and total incremental property tax revenues were \$189,625 and \$400,289, respectively.

During 2005 and 2006, the City issued \$4,645,000 Transportation Development District Sales Tax Revenue Bonds to finance the TDD #1 project. The TDD #1 Sales Tax Revenues which the City has pledged as security for the bonds are derived from a 1 percent TDD #1 sales tax imposed by the City within Transportation District #1 and the bonds are payable through 2025. The TDD #1 sales tax became effective on October 1, 2005. In accordance with the debt agreement, upon issuance of the bonds, the City established a bond reserve and a debt service reserve fund. The balance of the bond reserve as of December 31, 2012 was \$145,715 and is shown as restricted assets in the TDD #1 – Price Chopper Fund. Total principal and interest remaining to be paid on the bonds is \$5,494,340. Principal and interest paid for the current year and total TDD #1 sales taxes were \$366,394 and \$274,804, respectively.

During 2006, the City issued \$1,690,000 Transportation Development District Sales Tax Revenue Bonds to finance the TDD #2 project. The TDD #2 Sales Tax Revenues which the City has pledged as security for the bonds are derived from a one percent TDD #2 sales tax imposed by the City within Transportation District #2 and the bonds are payable through 2025. The TDD #2 sales tax became effective on October 1, 2005. In accordance with the debt agreement, upon issuance of the bonds, the City established a bond reserve and a debt service reserve fund. The balances of the bond reserve fund as of December 31, 2012 was \$40,851 and is shown as restricted assets in the TDD #2 – Lowe's Fund. Total principal and interest remaining to be paid on the bonds is \$2,120,064. Principal and interest paid for the current year and total TDD #2 sales taxes were \$83,750 and \$108,883, respectively.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 4. Short-Term and Long-Term Debt (Continued)

Payment default: In 2012 the City did not make a scheduled principal payment of \$60,000 payable on December 1, 2012 for the 2006B Transportation Development District Sales Tax Revenue Bond due to insufficient sales tax revenues deposited in the debt service reserve fund. The City filed a notice of the missed payment with the Municipal Securities Rulemaking Board and its bondholders. As this qualifies as an event of default the bondholders have the ability to file written notice with the trustee to accelerate the maturity of the bonds. No such notice has been received as of the date of this report. The \$60,000 has been recorded as a liability in the TDD#2 – Lowe's Fund balance sheet as the liability has matured.

#### Note 5. Transfers

Transfers for the year ended December 31, 2012 consisted of:

	Transfers In	Transfers Out
General Fund	\$ 743,213	\$ 743,580
Debt service fund	638,750	-
Special revenue funds, nonmajor governmental funds	-	892,966
Capital projects funds, nonmajor governmental funds	254,583	-
	<u>\$ 1,636,546</u>	<u>\$ 1,636,546</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them or (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

#### Note 6. Commitments and Contingencies

##### (a) Defined Benefit Pension Plans

##### **Kansas Public Employees Retirement System**

**Plan description.** The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100; Topeka, Kansas 66603-3803) or by calling 1-888-275-5737.

**Funding policy.** Covered employees are required by state statute to contribute 4 to 7 percent of covered salary. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State legislation placed a statutory limit of 0.6 percent of payroll on increases in contribution rates over the prior year for KPERS members. The City rate established by statute for the calendar year 2012 is 8.34 percent. The City's contributions to KPERS for the years ended December 31, 2012, 2011 and 2010 were \$52,177, \$45,517 and \$45,874, respectively, equal to the statutory required contributions for each year.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 6. Commitments and Contingencies (Continued)

##### **Kansas Police and Firemen's Retirement System**

**Plan description.** The City began participating in the Kansas Police and Firemen's Retirement System (KP&F), a cost sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* on January 1, 2001. KP&F provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KP&F is a component unit of the KPERS plan. The report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100; Topeka, Kansas 66603-3803) or by calling 1-888-275-5737.

**Funding policy.** K.S.A. 74-4967 establishes the KP&F member-employee contribution rate at 7 percent of covered salary. The employer collects and remits the member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an actuarial valuation. KP&F is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KP&F employers.

The City rate established for calendar year 2012 is 17.26 percent. The City contributions to KP&F for the years ended December 31, 2012, 2011 and 2010 were \$123,676, \$113,847 and \$108,293, respectively, equal to the statutory required contributions for each year.

##### **401(a) Deferred Compensation Plan**

**Plan description.** The City's civilian employees became eligible to participate in an approved deferred compensation matching program, pursuant to section 401(a) of the Internal Revenue Code of 1986, as amended on January 1, 2001. Under the plan, administered by Nationwide Requirement Solutions, employees voluntarily set aside and invest portions of their current income to a separate Section 457 plan to meet their future financial requirements and supplement their retirement income.

**Funding policy.** Employees are required to contribute at least 3 percent of their covered salary into the 457 plan. For employees hired after July 1, 2009, the contribution rate is 6 percent. The City's rate is determined by taking the City's contribution rate for KP&F member employees and deducting the City's contribution rate for KPERS member employees. The City rate established by statute for the calendar year 2011 is 5.54 percent. The City's contributions for 401(a) Deferred Compensation Matching Program for the years ended December 31, 2012 and 2011 were \$33,853 and none, respectively, equal to the statutory required contributions for each year.

#### (b) Payroll Budget Plan

In 1994, the City established a payroll budget plan, which enables employees to make investments or purchase needed life insurance protection by authorizing regular payroll deductions. The plan is available to full-time employees with at least two months of service and members of the employee's immediate family. The City makes no contribution to the plan. The City reserves the right to amend or cancel the plan. The City has no responsibility for loss due to the investment or failure of investment of funds and assets in the plan. The activity of the Payroll Budget Plan is recorded in the General Fund.

#### (c) Risk Management

The City is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 6. Commitments and Contingencies (Continued)

(d) Commitments

Normal commitments have been made for future expenditures related to the City's capital projects programs.

#### Note 7. Other Postemployment Benefits

Plan description: In addition to providing the pension benefits described above, the City provides employees an agent multiple-employer plan. At the same time they end their service to the City, the retiree has the opportunity for continuation of medical and dental insurance coverage offered through Midwest Public Risk (MPR). To be eligible, employees must be full-time with at least ten years of service. The City provides retiree healthcare benefits through MPR which is an insurance pool comprised of about 59 entity members.

The City maintains a trust arrangement with MPR to collect premiums and pay claims/administrative costs. This trust arrangement does not qualify as an "OPEB Plan" and is not treated as holding assets in order to offset GASB 45 liabilities. However, GASB does require the "Plan" determine the valuation interest rate (or discount rate) based on expected return of the MPR Health & Dental Fund since it is used to pay retiree claims. The plan is not accounted for as a trust fund since an irrevocable trust has not been established. There is no stand alone financial report for the plan.

Funding policy: The City does not pay retiree benefits directly; they are paid implicitly over time through employer subsidization of active premiums that would be lower if retirees were not part of the experience group. Retirees who elect to continue coverage in the medical and dental plans offered through MPR are required to pay a contribution until the employee becomes eligible for Medicare. Since the retirees pay the premiums each year, the City's share of any premium cost is determined on the basis of a blended rate or implicit rate subsidy calculation. The benefits and benefit levels are governed by City policy and the MPR trust agreement. As of December 31, 2012, there were no City retirees participating in the plan.

Annual OPEB cost and net OPEB obligation: The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance to the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the components of the City's annual OPEB cost for the year, the amount actuarially contributed to the plan and changes in the City's annual OPEB obligation:

Annual required contribution	\$ 16,092
Interest on net OPEB contribution	3,221
Adjustment to annual required contribution	(3,991)
Annual OPEB cost (expense)	15,322
Contributions and payments made	-
Increase in net OPEB obligation	15,322
Net OPEB obligation, beginning of year	70,320
Net OPEB obligation, end of year	\$ 85,642

The General Fund will liquidate the net other postemployment benefit obligation in future years.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 7. Other Postemployment Benefits (Continued)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligations for 2012 and the two preceding years follows.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2012	\$ 15,322	- %	\$ 85,642
December 31, 2011	26,235	-	70,320
December 31, 2010	23,333	-	44,085

Funded status and funding progress: As of July 1, 2011, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$98,264 and the actuarial value of assets is none resulting in an unfunded actuarial accrued liability (UAAL) of \$98,264. The covered payroll (annual payroll of active employees covered by the plan) was \$1,442,948 and the ratio of the UAAL to the covered payroll was 6.8 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents only the initial year trend information.

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

In the July 1, 2011 actuarial valuation, projected unit credit method was used. The actuarial assumptions included 5 percent investment rate of return; dental care cost trend rate of 4 percent and 8.5 percent for medical claims and prescriptions, reduced by decrements to an ultimate rate of 5 percent after eight years. The UAAL is being amortized as open-level dollar over a period of 30 years.

#### Note 8. Leases

The City is a lessor under two rental agreements for office space on the third floor of City Hall (which expired in 2012) and one rental agreement for the rental of land and a tower. Lease revenue of \$68,728 is included in General Fund other revenue. Future minimum rentals under such leases are as follows:

Year ending December 31:

2013	\$ 58,324
2014	60,074
2015	61,876
2016	63,732
	<u>\$ 244,006</u>

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

#### Note 9. Fund Balance Deficits

The McDonald's/Granada Park/City Hall Special Revenue Fund and the CARS Roe Blvd Project Capital Project Fund had fund balance deficits of \$46,097 and \$367,156, respectively. These deficits occurred due to capital outlay expenditures being financed with short-term borrowings. These deficits will be eliminated when the short-term note is paid in 2013 through a transfer from other funds.

#### Note 10. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The classifications of fund balances by opinion unit are as follows:

		Bella Roe/ Walmart TIF	McDonald's/ Granada Park/City Hall	CARS Roe Blvd Project	Debt Service	Nonmajor Governmental	
Fund Balances:	General Fund	Fund	Fund	Fund	Fund	Funds	Total
Restricted:							
Debt service	\$ 157,500	\$ 1,348,854	\$ -	\$ -	\$ 421,769	\$ 592,698	\$ 2,520,821
Special highway	-	-	-	-	-	50,883	50,883
Capital expansion and improvements	8,527	-	-	-	-	342,737	351,264
Roeland Park property owners association	-	-	-	-	-	7,794	7,794
<b>Total restricted</b>	<b>166,027</b>	<b>1,348,854</b>	<b>-</b>	<b>-</b>	<b>421,769</b>	<b>994,112</b>	<b>2,930,762</b>
Committed, capital projects	-	127,000	-	-	-	-	127,000
Assigned, special law	367	-	-	-	-	91,013	91,380
Unassigned	1,253,199	-	(46,097)	(367,156)	-	-	839,946
<b>Total fund balances</b>	<b>\$ 1,419,593</b>	<b>\$ 1,475,854</b>	<b>\$ (46,097)</b>	<b>\$ (367,156)</b>	<b>\$ 421,769</b>	<b>\$ 1,085,125</b>	<b>\$ 3,989,088</b>

#### Note 11. New Governmental Accounting Standards Board (GASB) Standards

As of December 31, 2012, the GASB had issued several statements not yet implemented by the City of Roeland Park, Kansas. The statements which might impact the City are as follows:

- GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, issued November 2010, will be effective for the City beginning with its year ending December 31, 2013. This Statement is intended to improve financial reporting for a governmental financial reporting entity by improving guidance for including, presenting and disclosing information about component units and equity interest transactions of a financial reporting entity. The amendments to the criteria for including component units allow users of financial statements to better assess the accountability of elected officials by ensuring that the financial reporting entity includes only organizations for which the elected officials are financially accountable or that are determined by the government to be misleading to exclude. The amendments to the criteria for blending also improve the focus of a financial reporting entity on the primary government by ensuring that the primary government includes only those component units that are so intertwined with the primary government that they are essentially the same as the primary government, and by clarifying which component units have that characteristic.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 11. New Governmental Accounting Standards Board (GASB) Standards (Continued)

- GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, issued June 2012, will be effective for the City beginning with its year ending December 31, 2015. This Statement replaces the requirements of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and GASB Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. This Statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information.

Management has not yet determined the effect these Statements will have on the City's financial statements.

#### Note 12. Restatement

As a result of the adoption of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* the beginning net position of the governmental activities as restated. The effect on fiscal year 2011 is as follows:

	Governmental Activities
Net position December 31, 2011, as previously reported	\$ 10,844,056
Bond issuance costs previously reported as assets	(415,018)
Net position December 31, 2011, as restated	<u>\$ 10,429,038</u>

**City of Roeland Park, Kansas**

**Required Supplementary Information  
Other Postemployment Benefit Plan**

**SCHEDULE OF FUNDING PROGRESS**

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Net Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
<b>2012</b>	<b>7/1/11</b>	<b>\$ -</b>	<b>\$ 98,264</b>	<b>\$ 98,264</b>	<b>- %</b>	<b>\$ 1,442,948</b>	<b>6.8%</b>
2011	1/1/09	-	130,916	130,916	-	1,378,477	9.5
2010	1/1/09	-	130,916	130,916	-	1,447,649	9.0

The information presented in the required supplementary schedules was determined as part of the actuarial valuation date as of July 1, 2011. Additional information follows:

- The cost method used to determine the ARC is the projected unit credit method.
- The actuarial assumptions included 5 percent investment rate of return; dental care cost trend rate of 4 percent and 8.5 percent for medical claims and prescriptions, reduced by decrements to an ultimate rate of 5 percent after 8 years.
- The amortization method is level dollar, open.



**City of Roeland Park, Kansas**

**Required Supplementary Information  
Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - General Fund  
Year Ended December 31, 2012**

	Budget		Actual	Final to Actual Variance
	Original	Final		
Revenues:				
Taxes	\$ 1,670,500	\$ 1,670,500	\$ 1,595,880	\$ (74,620)
Special assessments	4,982	4,982	5,350	368
Intergovernmental	888,841	888,841	983,362	94,521
Licenses and permits	143,300	143,300	136,320	(6,980)
Fines and forfeitures	290,000	290,000	221,046	(68,954)
Interest	-	-	209	209
Other	609,525	609,525	681,632	72,107
<b>Total revenues</b>	<b>3,607,148</b>	<b>3,607,148</b>	<b>3,623,799</b>	<b>16,651</b>
Expenditures:				
Current:				
General government	2,361,235	2,361,235	1,749,721	611,514
Highway and streets	353,125	353,125	282,458	70,667
Public safety	1,221,322	1,221,322	1,165,306	56,016
Employee benefits	691,200	691,200	663,741	27,459
Debt service:				
Principal retirement	166,500	166,500	166,500	-
Interest and fiscal charges	38,070	38,070	38,070	-
<b>Total expenditures</b>	<b>4,831,452</b>	<b>4,831,452</b>	<b>4,065,796</b>	<b>765,656</b>
<b>Revenues over (under) expenditures</b>	<b>(1,224,304)</b>	<b>(1,224,304)</b>	<b>(441,997)</b>	<b>782,307</b>
Other financing sources (uses):				
Proceeds from sale of capital assets	-	-	832,328	832,328
Transfers in	720,170	720,170	743,213	23,043
Transfers out	(215,000)	(215,000)	(173,271)	41,729
<b>Changes in fund balance</b>	<b>\$ (719,134)</b>	<b>\$ (719,134)</b>	<b>960,273</b>	<b>\$ 1,679,407</b>

Reconciliation to GAAP Basis:

Activities reported within the Street Improvement

Fund (sub-fund of the General Fund):

Total Revenue

446,145

Total other financing (uses)

(570,309)

Total reconciling items

(124,164)

Fund balance, beginning of year

583,484

Fund balance, end of year

\$ 1,419,593

See Note to Required Supplementary Information.

**City of Roeland Park, Kansas**

**Required Supplementary Information  
Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - McDonald's/Granada Park/City Hall Fund  
Year Ended December 31, 2012**

	Budget			Final to Actual
	Original	Final	Actual	Variance
Revenues:				
Taxes	\$ 210,000	\$ 220,000	\$ 220,019	\$ 19
Intergovernmental	-	65,834	87,000	21,166
Interest	-	-	340	340
<b>Total revenues</b>	<b>210,000</b>	<b>285,834</b>	<b>307,359</b>	<b>21,525</b>
Expenditures:				
Current, general government	425,411	1,768,869	1,564,405	204,464
Debt service:				
Interest and fiscal charges	-	-	6,843	(6,843)
Bond issuance costs	-	-	50,516	(50,516)
<b>Total expenditures</b>	<b>425,411</b>	<b>1,768,869</b>	<b>1,621,764</b>	<b>147,105</b>
<b>Revenues (under) expenditures</b>	<b>(215,411)</b>	<b>(1,483,035)</b>	<b>(1,314,405)</b>	<b>(125,580)</b>
Other financing sources,				
issuance of long-term debt	-	950,000	973,500	23,500
<b>Changes in fund balance</b>	<b>\$ (215,411)</b>	<b>\$ (533,035)</b>	<b>(340,905)</b>	<b>\$ (102,080)</b>
Fund balance, beginning of year			294,808	
Fund balance, end of year			<u>\$ (46,097)</u>	

See Note to Required Supplementary Information.

## **City of Roeland Park, Kansas**

### **Note to Required Supplementary Information Year Ended December 31, 2012**

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#### **Budgets and Budgetary Accounting**

State statutes require that an annual operating budget be legally adopted for the General Fund, special revenue funds (unless specifically exempted by statute), Debt Service Fund and the Equipment Reserve Fund (capital projects funds). The City Council adopted budgets for all of the aforementioned funds, except for the following Capital Projects Funds: the RC 12-18 Stormwater Project Fund and the CARS Roe Blvd Project 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 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 10 days after publication of notice of hearing.
- (4) Adoption on the final budget on or before August 25<sup>th</sup>.

The annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized on the modified accrual basis. Expenditures include disbursements, accounts payable and encumbrances. Unencumbered appropriations lapse at year-end.

State statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. The reported budgetary data represents the final approved budget after amendments as adopted by the City Council.

The City Administrator has the authority to transfer budgeted amounts (including transfers) between line items at the department level and between departments. The statutes also permit transferring budgeted amounts between line items within an individual fund. The statutes prohibit expenditures and transfers out in excess of the total amount of the adopted budget of expenditures and transfers out of individual funds (the legal level of control). Budget comparison statements are presented for each fund type showing actual revenue and expenditures compared to legally budgeted revenue and expenditures.

State statutes prohibit cities from creating indebtedness unless there is money on hand in the proper fund and unencumbered by previous commitments with which to pay the indebtedness. The execution of a contract, or the issuing of a purchase order, automatically encumbers the money in the fund for the payment of the amount represented by the commitment. It makes no difference that the amount may not have to be paid until more monies are in the fund or until the following year. An exception to this cash basis law is the issuance of debt, in the form of bonds, notes or warrants, pursuant to statutory authority, referendum or by the State Board of Tax Appeals. In the event debt is issued, funds need not be on hand for future payments.

During the year, one budget amendment increased budget expenditures by \$1,380,055. The budgetary data presented reflects this budget amendment.

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## City of Roeland Park

The other governmental funds of the City are considered nonmajor and are as follows:

***Special Revenue Funds:*** Are used to account for the proceeds of specific revenue sources (other than certain capital projects that are legally restricted to expenditures for specific projects).

Special Highway: Established to account for monies sent quarterly from the State Treasurer's office which are the Special City and County Highway Funds distributed and computed in compliance with K.S.A. 79-3425CC.

Community Center: Established to pay the cost of the acquisition, maintenance and utilization of the Skyline School. Revenues generated in this fund come from an additional retailer's sales tax in the amount of one-half of one percent (.5 percent). Twenty-five percent (25 percent) of the monies raised from this addition (.5 percent) flow into this fund. This fund is referred to as the "27C Fund" of the City. Revenue raised and not required for the payment of the previously described costs shall be transferred to the General Fund of the City.

Old Pool Area: Created in order to segregate funds dedicated to the repayment of special obligation tax increment fund bonds issued to fund improvements within the project area.

Roeland Park City Hall Property Owners Association Fund: Created to administer various functions within City Hall and to establish the means and methods of collecting assessments and charges for the management of City Hall.

Special Street: Created for the purpose of paying for the repair, maintenance and improvement of streets, curbs and sidewalks located within the City. Revenues generated in this fund come from a retailer's sales tax of one-half of one percent (.5 percent). In addition, payments are made from this fund to service General Obligation long-term debt of the City. This fund is referred to as the "27A Fund" of the City.

Special Infrastructure: Established to pay the cost of public infrastructure projects including buildings. Revenues generated in this fund come from an additional City Retailers' Sales Tax in the amount of one-fourth of one percent (.25 percent) beginning on April 1, 2003, and ending on March 31, 2013. This fund is referred to as the "27D Fund" of the City.

***Capital Projects Funds:*** Are used to account for all resources which are restricted, committed or assigned for the acquisition and construction of capital facilities and other capital assets.

Equipment Reserve: A fund created to account for the scheduled replacement and construction of equipment and vehicles. Financing provided from assessments based upon a proportionate share of front footage.

RC 12-18 Stormwater Project: Created to pay the costs of improvements to portions of the storm drainage system of the City. In an area generally bounded by the following streets: on the north by 55<sup>th</sup> Street on the east by Ash Drive on the south by Johnson Drive and on the west by Roeland Drive all as contemplated by RC12-018.

## City of Roeland Park

***Debt Service Funds:*** Are used to account for all resources which are restricted, committed or assigned for the payment of principal and interest on long-term debt.

Valley State Bank: Created to account for monies received to retire special obligation tax increment revenue bonds Series 2000 dated February 1, 2000 in the amount of \$695,000.

Boulevard Apartments: Established to account for monies received to retire special obligation tax increment revenue bonds Series 1999 dated April 1, 2000 in the amount of \$553,525.

TDD #1 – Price Chopper: Created to establish transportation development districts ("transportation districts") to acquire interests in property and to construct any project or undertaking relating thereto to improve any bridge, street, road, highway access road, interchange, intersection, signing, signalization, parking lot, bus stop, station, garage, terminal, hangar, shelter, rest area, dock, wharf, lake or river port, airport, railroad, light rail or other mass transit facility and any similar or related project or infrastructure (collectively, "transportation projects"); and the Act further authorizes said governing body, in order to pay the costs of such transportation projects, to impose a transportation district sales tax on the selling of tangible personal property at retail or rendering or furnishing services within transportation districts in any increment of .10 percent or .25 percent not to exceed 1.0 percent and/or the levy of special assessments upon property within such transportation districts, and to issue revenue bonds payable from such sales taxes and/or special assessments. The District covers all of Lots 1, 3, 4, 5 and 6 and Tract "A", Roeland Park Shopping Center, a subdivision of land in Roeland Park, Kansas.

TDD #2 – Lowe's: Created to establish transportation development districts ("transportation districts") within such jurisdiction, to acquire interests in property and to construct any project or undertaking relating thereto to improve any bridge, street, road, highway access road, interchange, intersection, signing, signalization, parking lot, bus stop, station, garage, terminal, hangar, shelter, rest area, dock, wharf, lake or river port, airport, railroad, light rail or other mass transit facility and any similar or related project or infrastructure (collectively, "transportation projects"); and the Act further authorizes said governing body, in order to pay the costs of such transportation projects, to impose a transportation district sales tax on the selling of tangible personal property at retail or rendering or furnishing services within transportation districts in any increment of .10 percent or .25 percent not to exceed 1.0 percent and/or the levy of special assessments upon property within such transportation districts, and to issue revenue bonds payable from such sales taxes and/or special assessments. The District covers all of Lot 2, Roeland Park Shopping Center, a subdivision of land in Roeland Park, Kansas.

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**City of Roeland Park, Kansas**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2012**

	Special Revenue			
	Special Highway	Community Center	Old Pool Area	Roeland Park City Hall Property Owners Association Fund
	Fund	Fund	Fund	
<b>Assets</b>				
Pooled cash	\$ 28,870	\$ 27,728	\$ 315,454	\$ 7,794
Receivables:				
Taxes	-	32,864	43,100	-
Intergovernmental	42,687	-	-	-
Restricted cash	-	-	-	-
<b>Total assets</b>	<b>\$ 71,557</b>	<b>\$ 60,592</b>	<b>\$ 358,554</b>	<b>\$ 7,794</b>
<b>Liabilities</b>				
Accounts payable and accrued liabilities	\$ 5,674	\$ 325	\$ -	\$ -
Matured long-term debt principal payment	-	-	-	-
<b>Total liabilities</b>	<b>5,674</b>	<b>325</b>	<b>-</b>	<b>-</b>
<b>Deferred inflows of resources</b>				
Unavailable revenue - property taxes	-	-	43,100	-
Unavailable revenue - intergovernmental	15,000	-	-	-
<b>Total deferred inflows of resources</b>	<b>15,000</b>	<b>-</b>	<b>43,100</b>	<b>-</b>
<b>Fund balances:</b>				
Restricted	50,883	60,267	315,454	7,794
Assigned	-	-	-	-
<b>Total fund balances</b>	<b>50,883</b>	<b>60,267</b>	<b>315,454</b>	<b>7,794</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 71,557</b>	<b>\$ 60,592</b>	<b>\$ 358,554</b>	<b>\$ 7,794</b>

(Continued)



Special Revenue			Capital Projects			Debt Service		
Special Street Fund	Special Infrastructure Fund		Equipment Reserve Fund	Valley State Bank Fund		Boulevard Apartments Fund	TDD #1 - Price Chopper Fund	
\$ 658	\$ 84,516		\$ 91,013	\$ 2,393		\$ 562	\$ 53,535	
131,531	65,765		-	49,157		122,817	59,972	
-	-		-	-		-	-	
-	-		-	-		-	145,715	
\$ 132,189	\$ 150,281		\$ 91,013	\$ 51,550		\$ 123,379	\$ 259,222	
\$ -	\$ -		\$ -	\$ -		\$ -	\$ -	
-	-		-	-		-	-	
-	-		-	-		-	-	
-	-		-	49,157		122,817	-	
-	-		-	-		-	-	
-	-		-	49,157		122,817	-	
132,189	150,281		-	2,393		562	259,222	
-	-		91,013	-		-	-	
132,189	150,281		91,013	2,393		562	259,222	
\$ 132,189	\$ 150,281		\$ 91,013	\$ 51,550		\$ 123,379	\$ 259,222	

**City of Roeland Park, Kansas**

**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**December 31, 2012**

	Debt Service	
	TDD #2 -	
	Lowe's	
	Fund	Totals
<b>Assets</b>		
Pooled cash	\$ 17,195	\$ 629,718
Receivables:		
Taxes	17,021	522,227
Intergovernmental	-	42,687
Restricted cash	40,851	186,566
<b>Total assets</b>	<b>\$ 75,067</b>	<b>\$ 1,381,198</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$ -	5,999
Matured long-term debt principal payment	60,000	60,000
<b>Total liabilities</b>	<b>60,000</b>	<b>65,999</b>
<b>Deferred inflows of resources</b>		
Unavailable revenue - property taxes	-	215,074
Unavailable revenue - intergovernmental	-	15,000
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>230,074</b>
<b>Fund balances:</b>		
Restricted	15,067	994,112
Assigned	-	91,013
<b>Total fund balances</b>	<b>15,067</b>	<b>1,085,125</b>
<b>Total liabilities, deferred inflows</b>		
<b>of resources and fund</b>		
<b>balances</b>	<b>\$ 75,067</b>	<b>\$ 1,381,198</b>

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**City of Roeland Park, Kansas**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

**Nonmajor Governmental Funds**

**Year Ended December 31, 2012**

	Special Revenue			
	Special Highway Fund	Community Center Fund	Old Pool Area Fund	Roeland Park City Hall Property Owners Association Fund
Revenues:				
Taxes	\$ -	\$ 181,579	\$ 40,674	\$ -
Intergovernmental	173,395	-	-	-
Interest	-	-	-	1
Other	-	-	-	32,861
<b>Total revenues</b>	<b>173,395</b>	<b>181,579</b>	<b>40,674</b>	<b>32,862</b>
Expenditures:				
Current:				
General government	-	-	8,287	31,917
Highways and streets	155,420	-	-	-
Culture and recreation	-	90,675	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>155,420</b>	<b>90,675</b>	<b>8,287</b>	<b>31,917</b>
<b>Excess of revenue over (under) expenditures</b>	<b>17,975</b>	<b>90,904</b>	<b>32,387</b>	<b>945</b>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(4,000)	(89,000)	-	-
<b>Total other financing sources (uses)</b>	<b>(4,000)</b>	<b>(89,000)</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances</b>	<b>13,975</b>	<b>1,904</b>	<b>32,387</b>	<b>945</b>
Fund balances (deficits), beginning of year	36,908	58,363	283,067	6,849
Fund balances, end of year	<b>\$ 50,883</b>	<b>\$ 60,267</b>	<b>\$ 315,454</b>	<b>\$ 7,794</b>

(Continued)

Special Revenue			Capital Projects			Debt Service		
Special Street Fund	Special Infrastructure Fund	Equipment Reserve Fund	RC 12-18 Stormwater Project Fund	Valley State Bank Fund	Boulevard Apartments Fund			
\$ 726,390	\$ 363,195	\$ -	\$ -	\$ 48,188	\$ 95,767			
-	-	-	34,597	-	-			
-	-	-	-	-	-			
-	-	-	-	-	-			
726,390	363,195	-	34,597	48,188	95,767			
-	-	-	-	-	-			
84,397	-	-	-	-	-			
-	-	-	-	-	-			
-	406,429	91,833	42,909	-	-			
-	-	45,937	-	20,390	87,507			
-	-	12,032	-	25,610	8,493			
84,397	406,429	149,802	42,909	46,000	96,000			
641,993	(43,234)	(149,802)	(8,312)	2,188	(233)			
-	-	196,000	58,583	-	-			
(638,750)	(161,216)	-	-	-	-			
(638,750)	(161,216)	196,000	58,583	-	-			
3,243	(204,450)	46,198	50,271	2,188	(233)			
128,946	354,731	44,815	(50,271)	205	795			
\$ 132,189	\$ 150,281	\$ 91,013	\$ -	\$ 2,393	\$ 562			

**City of Roeland Park, Kansas**

**Combining Statement of Revenues, Expenditures and Changes in  
Fund Balances (Continued)  
Nonmajor Governmental Funds  
Year Ended December 31, 2012**

	Debt Service		
	TDD #1 - Price Chopper Fund	TDD #2 - Lowe's Fund	Totals
Revenues:			
Taxes	\$ 287,306	\$ 109,426	\$ 1,852,525
Intergovernmental	-	-	207,992
Interest	1,240	95	1,336
Other	-	-	32,861
<b>Total revenues</b>	<b>288,546</b>	<b>109,521</b>	<b>2,094,714</b>
Expenditures:			
Current:			
General government	-	-	40,204
Highways and streets	-	-	239,817
Culture and recreation	-	-	90,675
Capital outlay	-	-	541,171
Debt service:			
Principal retirement	155,000	60,000	368,834
Interest and fiscal charges	215,794	86,150	348,079
<b>Total expenditures</b>	<b>370,794</b>	<b>146,150</b>	<b>1,628,780</b>
<b>Excess of revenue over (under) expenditures</b>	<b>(82,248)</b>	<b>(36,629)</b>	<b>465,934</b>
Other financing sources (uses):			
Transfers in	-	-	254,583
Transfers out	-	-	(892,966)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(638,383)</b>
<b>Changes in fund balances</b>	<b>(82,248)</b>	<b>(36,629)</b>	<b>(172,449)</b>
Fund balances (deficits), beginning of year	341,470	51,696	1,257,574
Fund balances, end of year	<b>\$ 259,222</b>	<b>\$ 15,067</b>	<b>\$ 1,085,125</b>

**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Debt Service Fund  
Year Ended December 31, 2012**

	Budget	Actual
Revenues:		
Taxes	\$ 327,718	\$ 284,463
Special assessments	248,303	298,016
<b>Total revenues</b>	<b>576,021</b>	<b>582,479</b>
Expenditures:		
Debt service:		
Principal retirement	983,698	830,000
Interest and fiscal charges	265,155	213,562
Bond issuance costs	-	91,240
<b>Total expenditures</b>	<b>1,248,853</b>	<b>1,134,802</b>
<b>Revenues (under) expenditures</b>	<b>(672,832)</b>	<b>(552,323)</b>
Other financing sources (uses):		
Issuance of long-term refunding debt	-	1,976,500
Payment to refunded bond escrow agent	-	(1,916,485)
Transfers in	645,000	638,750
Transfers out	(50,000)	-
<b>Changes in fund balance</b>	<b>\$ (77,832)</b>	<b>146,442</b>
Fund balance, beginning of year		275,327
Fund balance, end of year		<b>\$ 421,769</b>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Special Highway Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues, intergovernmental	\$ 188,800	\$ 173,395
Expenditures, current, highway and streets	193,008	155,420
<b>Revenues over (under) expenditures</b>	<b>(4,208)</b>	<b>17,975</b>
Other financing (uses), transfers out	(4,000)	(4,000)
<b>Changes in fund balance</b>	<b>\$ (8,208)</b>	<b>13,975</b>
Fund balance, beginning of year		36,908
Fund balance, end of year		<b>\$ 50,883</b>



City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Street Improvement Fund - General Fund Sub-Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues, taxes	\$ 525,000	\$ 446,145
Expenditures, current, general government	8,000	-
<b>Revenues over expenditures</b>	<b>517,000</b>	<b>446,145</b>
Other financing (uses), transfers out	(547,266)	(570,309)
<b>Changes in fund balance</b>	<b>\$ (30,266)</b>	<b>(124,164)</b>
Fund balance, beginning of year		124,164
Fund balance, end of year		<b>\$ -</b>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Community Center Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues, taxes	\$ 176,000	\$ 181,579
Expenditures, current, culture and recreation	95,308	90,675
<b>Revenues over expenditures</b>	80,692	90,904
Other financing (uses), transfers out	(109,000)	(89,000)
<b>Changes in fund balance</b>	<u>\$ (28,308)</u>	1,904
Fund balance, beginning of year		58,363
Fund balance, end of year		<u>\$ 60,267</u>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Roeland Park City Hall Property Owners Association Fund  
Year Ended December 31, 2012**

---

	Budget	Actual
Revenues:		
Interest	\$ -	\$ 1
Other	32,861	32,861
<b>Total revenues</b>	<u>32,861</u>	<u>32,862</u>
Expenditures, current, general government	34,735	31,917
<b>Changes in fund balance</b>	<u><u>\$ (1,874)</u></u>	<u>945</u>
Fund balance, beginning of year		<u>6,849</u>
Fund balance, end of year		<u><u>\$ 7,794</u></u>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Special Street Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues, taxes	\$ 700,000	\$ 726,390
Expenditures, current, highways and streets	81,307	84,397
<b>Revenues over expenditures</b>	<b>618,693</b>	<b>641,993</b>
Other financing (uses), transfers out	(645,000)	(638,750)
<b>Changes in fund balance</b>	<b>\$ (26,307)</b>	<b>\$ 3,243</b>
Fund balance, beginning of year		128,946
Fund balance, end of year		<b>\$ 132,189</b>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Special Infrastructure Fund  
Year Ended December 31, 2012**

---

	Budget	Actual
Revenues, taxes	\$ 355,000	\$ 363,195
Expenditures, capital outlay	416,121	406,429
<b>Revenues (under) expenditures</b>	<u>(61,121)</u>	<u>(43,234)</u>
Other financing (uses), transfers out	(152,904)	(161,216)
<b>Changes in fund balance</b>	<u>\$ (214,025)</u>	<u>(204,450)</u>
Fund balance, beginning of year		354,731
Fund balance, end of year		<u>\$ 150,281</u>

City of Roeland Park, Kansas

Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Equipment Reserve Fund  
Year Ended December 31, 2012

---

	Budget	Actual
Expenditures:		
Capital outlay	\$ 264,977	\$ 91,833
Debt service:		
Principal retirement	-	45,937
Interest and fiscal charges	-	12,032
<b>Total expenditures</b>	<u>264,977</u>	<u>149,802</u>
Other financing sources, transfers in	178,000	196,000
<b>Changes in fund balance</b>	<u>\$ (86,977)</u>	46,198
Fund balance, beginning of year		<u>44,815</u>
Fund balance, end of year		<u>\$ 91,013</u>

**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - TDD #1 - Price Chopper Fund  
Year Ended December 31, 2012**

	Budget	Actual
Revenues:		
Taxes	\$ 267,000	\$ 287,306
Interest	-	1,240
<b>Total revenues</b>	<u>267,000</u>	<u>288,546</u>
Expenditures:		
Current, general government	171,496	-
Debt service:		
Principal retirement	155,000	155,000
Interest and fiscal charges	230,075	215,794
<b>Total expenditures</b>	<u>556,571</u>	<u>370,794</u>
<b>Revenues (under) expenditures</b>	<u>\$ (289,571)</u>	(82,248)
Fund balance, beginning of year		<u>341,470</u>
Fund balance, end of year		<u>\$ 259,222</u>

**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - TDD #2 - Lowe's Fund  
Year Ended December 31, 2012**

	Budget	Actual
Revenues:		
Taxes	\$ 115,000	\$ 109,426
Interest	-	95
<b>Total revenues</b>	<u>115,000</u>	<u>109,521</u>
Expenditures:		
Debt service:		
Principal retirement	61,716	60,000
Interest and fiscal charges	85,750	86,150
<b>Total expenditures</b>	<u>147,466</u>	<u>146,150</u>
<b>Revenues (under) expenditures</b>	<u>\$ (32,466)</u>	(36,629)
Fund balance, beginning of year		<u>51,696</u>
Fund balance, end of year		<u>\$ 15,067</u>



**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Bella Roe/Walmart TIF Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues:		
Taxes	\$ 450,000	\$ 400,289
Interest	27,000	18,100
<b>Total revenues</b>	<b>477,000</b>	<b>418,389</b>
Expenditures:		
Current, general government	2,500	32,846
Debt service:		
Principal retirement	297,359	185,000
Interest and fiscal charges	210,669	210,668
<b>Total expenditures</b>	<b>510,528</b>	<b>428,514</b>
<b>Revenues (under) expenditures</b>	<b>\$ (33,528)</b>	<b>(10,125)</b>
Fund balance, beginning of year		1,485,979
Fund balance, end of year		<b>\$ 1,475,854</b>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Valley State Bank Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues, taxes	<u>\$ 65,000</u>	<u>\$ 48,188</u>
Expenditures:		
Debt service:		
Principal retirement	65,000	20,390
Interest and fiscal charges	<u>2,530</u>	<u>25,610</u>
<b>Total expenditures</b>	<u>67,530</u>	<u>46,000</u>
<b>Changes in fund balance</b>	<u><u>\$ (2,530)</u></u>	2,188
Fund balance, beginning of year		<u>205</u>
Fund balance, end of year		<u><u>\$ 2,393</u></u>

City of Roeland Park, Kansas

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Boulevard Apartments Fund  
Year Ended December 31, 2012**

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	Budget	Actual
Revenues, taxes	\$ 110,000	\$ 95,767
Expenditures:		
Debt service:		
Principal retirement	106,597	87,507
Interest and fiscal charges	4,198	8,493
<b>Total expenditures</b>	<b>110,795</b>	<b>96,000</b>
<b>Changes in fund balance</b>	<b>\$ (795)</b>	<b>(233)</b>
Fund balance, beginning of year		795
Fund balance, end of year		<b>\$ 562</b>

City of Roeland Park, Kansas

Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Old Pool Area Fund  
Year Ended December 31, 2012

---

	Budget	Actual
Revenues, taxes	\$ 40,000	\$ 40,674
Expenditures, current, general government	304,954	8,287
<b>Changes in fund balance</b>	<u><u>\$ (264,954)</u></u>	32,387
Fund balance, beginning of year		283,067
Fund balance, end of year		<u><u>\$ 315,454</u></u>

**City of Roeland Park, Kansas**

**Schedule of Capital Assets by Source**

**December 31, 2012**

**(With Comparative Totals as of December 31, 2011)**

	<b>2012</b>	<b>2011</b>
Capital assets:		
Land	\$ 1,396,272	\$ 1,396,272
Artwork	12,620	12,620
Construction-in-progress	-	161,051
Buildings	4,399,473	4,399,473
Improvements other than buildings and infrastructure	26,160,922	23,562,441
Machinery and equipment	1,622,490	1,527,644
	<b>\$ 33,591,777</b>	<b>\$ 31,059,501</b>
Investment in capital assets from:		
General Fund revenues	\$ 4,483,588	\$ 4,526,795
Special revenue funds revenues	5,260,679	4,009,891
Debt Service Fund revenues	11,336,896	9,851,150
Capital projects funds revenues	12,510,614	12,671,665
	<b>\$ 33,591,777</b>	<b>\$ 31,059,501</b>

**City of Roeland Park, Kansas**

**Schedule of Capital Assets by Function and Activity  
December 31, 2012**

Function and Activity	Land	Artwork	Buildings	Improvements Other Than Buildings and Infrastructure	Machinery and Equipment	Total
Highways and streets	\$ 323,802	\$ -	\$ 131,303	\$ 23,778,386	\$ 876,997	\$ 25,110,488
Public safety	-	-	-	12,605	389,592	402,197
Culture and recreation	1,112	12,620	2,860,000	718,371	30,345	3,622,448
General government	1,071,358	-	1,408,170	1,651,560	325,556	4,456,644
<b>Total capital assets</b>	<b>\$ 1,396,272</b>	<b>\$ 12,620</b>	<b>\$ 4,399,473</b>	<b>\$ 26,160,922</b>	<b>\$ 1,622,490</b>	<b>\$ 33,591,777</b>

**City of Roeland Park, Kansas**

**Schedule of Changes in Capital Assets by Function and Activity  
Year Ended December 31, 2012**

Function and Activity	Capital Assets December 31, 2011	Additions	Deductions	Capital Assets December 31, 2012
General government	\$ 2,973,210	\$ 1,527,720	\$ (44,286)	\$ 4,456,644
Public safety	353,253	85,821	(36,877)	402,197
Culture and recreation	3,622,448	-	-	3,622,448
Highways and streets	24,110,590	1,160,949	(161,051)	25,110,488
<b>Total capital assets</b>	<b>\$ 31,059,501</b>	<b>\$ 2,774,490</b>	<b>\$ (242,214)</b>	<b>\$ 33,591,777</b>

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**STATISTICAL SECTION**

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## City of Roeland Park

### Other Supplementary Information Supplemental Statistical Section Contents

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The supplemental statistical section of the City's comprehensive annual financial report is presented to provide additional detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the City's overall financial health.

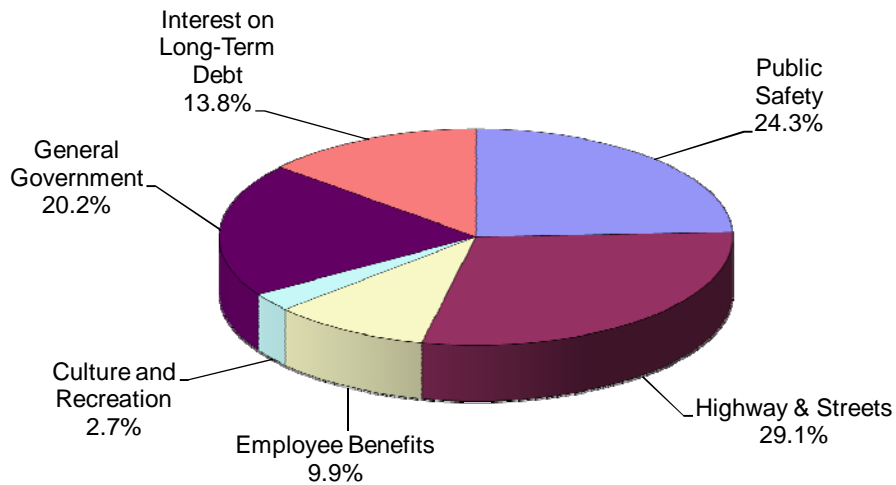
Contents	Table	Page
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Government-Wide Revenues	2	68
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Special Assessment Billings and Collections	8	74
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded	9	75

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual report for the relevant year. The City implemented GASB 34 in fiscal year 2004; schedules presenting government-wide information include information beginning in that year.

CITY of ROELAND PARK, KANSAS  
Government-Wide Expenses by Function  
(Unaudited)

Fiscal Year Ended December 31	Public Safety	Highway & Streets	Employee Benefits	Culture and Recreation	General Government	Interest on Long-Term Debt	Total
2004	\$ 953,159	\$ 414,810	\$ 483,746	\$ 123,156	\$ 1,486,276	\$ 427,273	\$ 3,888,420
2005	\$ 1,100,107	\$ 785,531	\$ 539,977	\$ 144,551	\$ 8,611,309	\$ 626,826	\$ 11,808,301
2006	\$ 1,486,533	\$ 971,684	\$ 619,849	\$ 179,246	\$ 3,838,816	\$ 1,151,443	\$ 8,247,571
2007	\$ 1,583,568	\$ 1,282,612	\$ 662,098	\$ 157,134	\$ 1,790,844	\$ 1,084,725	\$ 6,560,981
2008	\$ 1,670,306	\$ 1,498,495	\$ 697,081	\$ 172,434	\$ 1,448,321	\$ 1,100,260	\$ 6,586,897
2009	\$ 1,659,009	\$ 1,977,515	\$ 748,170	\$ 143,537	\$ 1,236,627	\$ 1,141,986	\$ 6,906,844
2010	\$ 1,613,703	\$ 1,918,971	\$ 697,445	\$ 148,485	\$ 1,937,892	\$ 1,013,861	\$ 7,330,357
2011	\$ 1,599,006	\$ 2,052,826	\$ 640,757	\$ 136,601	\$ 1,374,638	\$ 935,023	\$ 6,738,851
<b>2012</b>	<b>\$ 1,628,167</b>	<b>\$ 1,950,919</b>	<b>\$ 663,741</b>	<b>\$ 184,096</b>	<b>\$ 1,352,100</b>	<b>\$ 924,701</b>	<b>\$ 6,703,724</b>

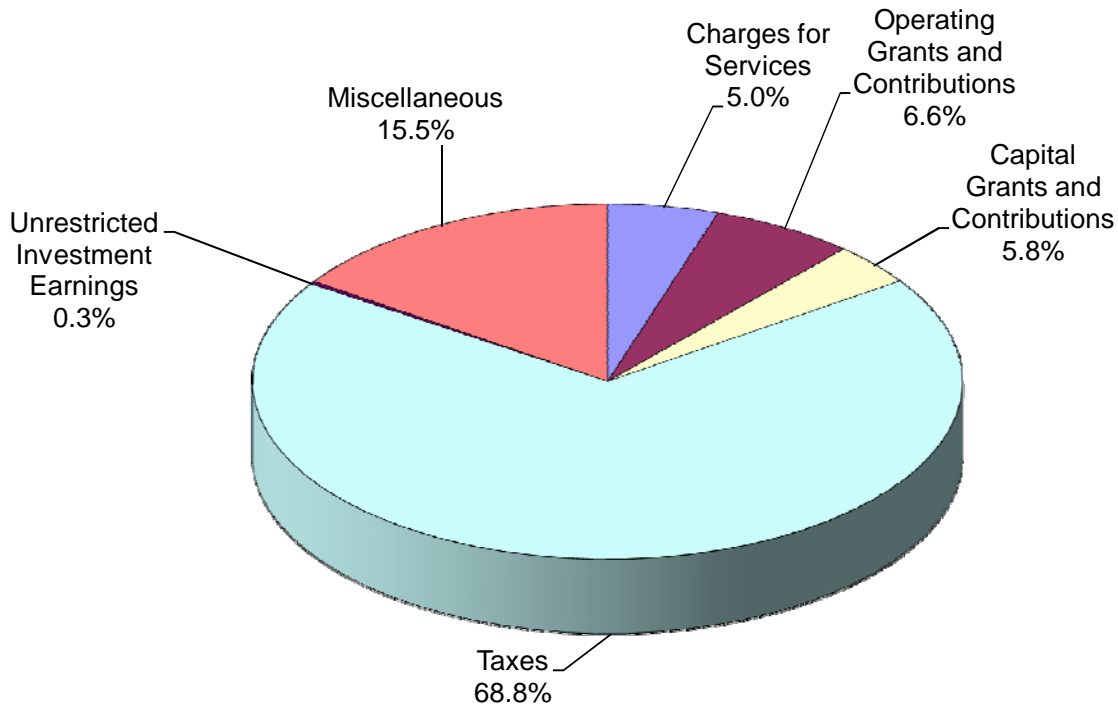
**Expenses and Charges for Services -  
Government-Type Activities 2012**



CITY of ROELAND PARK, KANSAS  
Government-Wide Revenues  
(Unaudited)

Fiscal Year Ended December 31	Program Revenues			General Revenues				Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Unrestricted Investment Earnings	Unrestricted Grants and Contributions	Miscellaneous	
2004	\$ 935,976	\$ -	\$ -	\$ 4,938,321	\$ 67,604	\$ -	\$ 316,439	\$ 6,258,340
2005	\$ 622,033	\$ 524,638	\$ 347,650	\$ 5,427,313	\$ 161,117	\$ -	\$ 386,847	\$ 7,469,598
2006	\$ 565,040	\$ 1,514,963	\$ 1,371,239	\$ 5,415,196	\$ 472,195	\$ -	\$ 406,534	\$ 9,745,167
2007	\$ 622,510	\$ 1,134,609	\$ 1,081,185	\$ 5,746,507	\$ 439,638	\$ -	\$ 466,892	\$ 9,491,341
2008	\$ 1,194,221	\$ 893,035	\$ 262,237	\$ 5,886,704	\$ 178,114	\$ -	\$ 402,970	\$ 8,817,281
2009	\$ 579,850	\$ 355,046	\$ 2,766,672	\$ 5,506,024	\$ 49,796	\$ -	\$ 420,611	\$ 9,677,999
2010	\$ 1,949,647	\$ 399,406	\$ 1,955,710	\$ 5,270,200	\$ 62,401	\$ -	\$ 541,237	\$ 10,178,601
2011	\$ 2,083,731	\$ 273,711	\$ 524,531	\$ 5,513,726	\$ 71,599	\$ -	\$ 656,070	\$ 9,123,368
2012	\$ 412,275	\$ 535,553	\$ 312,757	\$ 5,628,962	\$ 21,642	\$ -	\$ 1,264,988	\$ 8,176,177

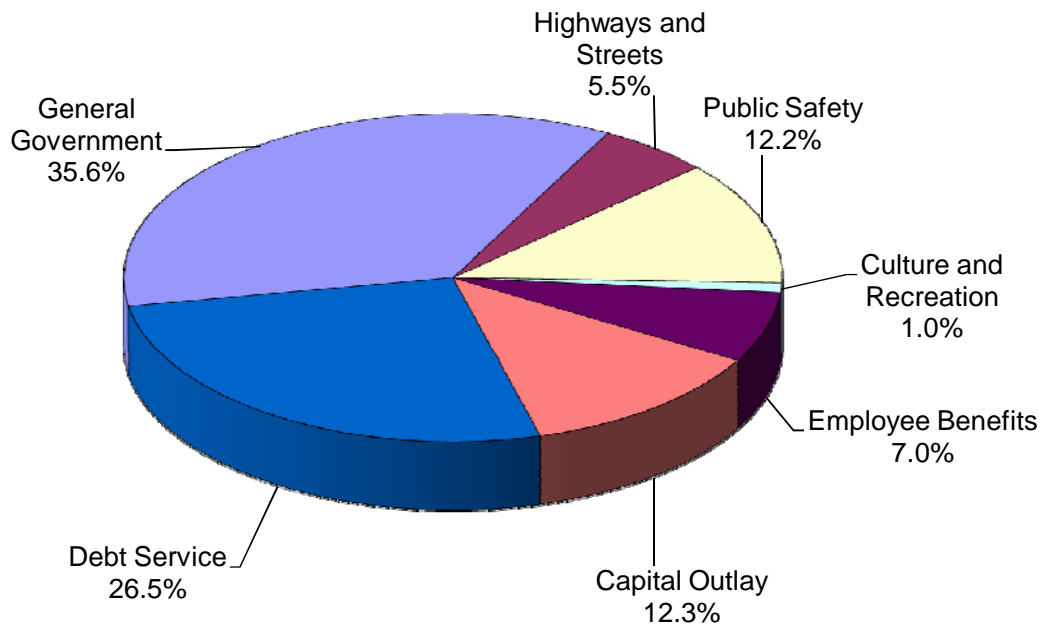
**Revenue by Source - Government Activities - 2012**



CITY of ROELAND PARK, KANSAS  
General Governmental Expenditures by Function (1)  
Last Ten Years  
(Unaudited)

Year Ended December 31	General Government	Highways and Streets	Public Safety	Culture and Recreation	Employee Benefits	Capital Outlay	Debt Service	Total
2003	\$ 1,182,100	\$ 592,028	\$ 906,644	\$ 60,000	\$ 422,299	\$ 49,990	\$ 1,501,760	\$ 4,714,821
2004	\$ 1,382,367	\$ 994,240	\$ 919,115	\$ 54,429	\$ 483,746	\$ 1,504,976	\$ 3,376,322	\$ 8,715,195
2005	\$ 8,531,899	\$ 672,954	\$ 1,088,427	\$ 68,668	\$ 539,977	\$ 1,718,214	\$ 1,697,102	\$ 14,317,241
2006	\$ 4,242,127	\$ 989,813	\$ 1,091,294	\$ 97,997	\$ 619,849	\$ 3,786,698	\$ 2,163,039	\$ 12,990,817
2007	\$ 2,299,427	\$ 807,707	\$ 1,164,536	\$ 105,686	\$ 662,098	\$ 4,523,237	\$ 2,620,797	\$ 12,183,488
2008	\$ 1,943,701	\$ 1,035,974	\$ 1,193,771	\$ 87,800	\$ 697,081	\$ 1,072,858	\$ 1,991,380	\$ 8,022,565
2009	\$ 1,811,515	\$ 1,124,513	\$ 1,202,635	\$ 59,549	\$ 748,170	\$ 6,718,722	\$ 2,217,917	\$ 13,883,021
2010	\$ 1,894,423	\$ 1,076,574	\$ 1,177,174	\$ 64,497	\$ 697,445	\$ 3,806,144	\$ 2,800,156	\$ 11,516,413
2011	\$ 1,944,844	\$ 559,475	\$ 1,114,836	\$ 146,941	\$ 640,757	\$ 530,099	\$ 2,260,661	\$ 7,197,613
<b>2012</b>	<b>\$ 3,387,176</b>	<b>\$ 522,275</b>	<b>\$ 1,165,306</b>	<b>\$ 90,675</b>	<b>\$ 663,741</b>	<b>\$ 1,175,008</b>	<b>\$ 2,522,448</b>	<b>\$ 9,526,629</b>

**General Governmental Expenditures  
by Function for 2012**



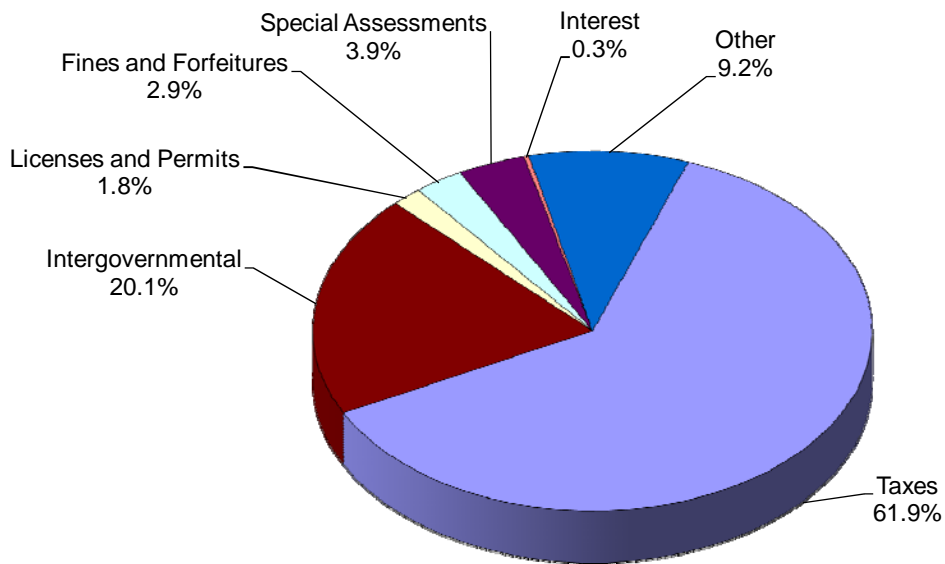
(1) Includes General, Special Revenue, Debt Service and Capital Project Funds

CITY of ROELAND PARK, KANSAS  
General Governmental Revenues by Function (1)  
Last Ten Years  
(Unaudited)

Fiscal Year December 31	Taxes	Intergovernmental	Licenses and Permits	Fines and Forfeitures	Special Assessments	Interest	Other	Total
2003	\$ 3,028,481	\$ 2,836,835	\$ 68,389	\$ 286,676	\$ 57,135	\$ 31,841	\$ 145,470	\$ 6,454,827
2004	\$ 2,193,219	\$ 2,747,213	\$ 142,688	\$ 325,974	\$ 56,256	\$ 67,604	\$ 711,926	\$ 6,244,880
2005	\$ 3,149,473	\$ 2,213,506	\$ 169,556	\$ 286,691	\$ 59,493	\$ 161,117	\$ 542,054	\$ 6,581,890
2006	\$ 4,518,414	\$ 2,751,694	\$ 156,820	\$ 297,424	\$ 58,371	\$ 472,195	\$ 503,410	\$ 8,758,328
2007	\$ 4,879,899	\$ 4,202,787	\$ 156,152	\$ 354,062	\$ 68,656	\$ 439,638	\$ 584,243	\$ 10,685,437
2008	\$ 5,072,612	\$ 1,907,675	\$ 147,990	\$ 326,038	\$ 56,909	\$ 178,114	\$ 500,917	\$ 8,190,255
2009	\$ 4,176,141	\$ 4,420,264	\$ 131,477	\$ 338,502	\$ 76,330	\$ 49,796	\$ 519,727	\$ 9,712,237
2010	\$ 4,574,437	\$ 2,990,032	\$ 135,627	\$ 335,526	\$ 322,381	\$ 62,401	\$ 601,786	\$ 9,022,190
2011	\$ 4,685,496	\$ 1,647,894	\$ 125,226	\$ 285,711	\$ 295,374	\$ 71,599	\$ 739,799	\$ 7,851,099
<b>2012</b>	<b>\$ 4,799,321</b>	<b>\$ 1,556,514</b>	<b>\$ 136,320</b>	<b>\$ 221,046</b>	<b>\$ 303,366</b>	<b>\$ 21,642</b>	<b>\$ 714,493</b>	<b>\$ 7,752,702</b>

(1) Includes General, Special Revenue, Debt Service and Capital Project Funds

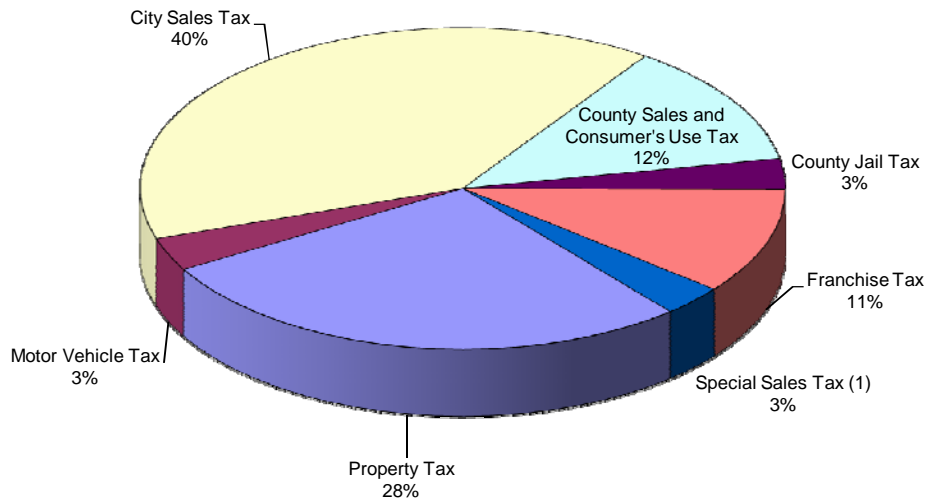
**General Governmental Revenues  
by Source for 2012**



CITY of ROELAND PARK, KANSAS  
Tax Revenues by Source  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year December 31	Property Tax	Motor Vehicle Tax	City Sales Tax	County Sales and Consumer's Use Tax	County Jail Tax	Franchise Tax	Special Sales Tax (1)	Total
2003	\$ 1,386,390	\$ 156,720	\$ 1,240,640	\$ 513,579	\$ 128,200	\$ 397,908	\$ 128,429	\$ 3,951,866
2004	\$ 1,648,767	\$ 157,060	\$ 1,262,745	\$ 624,370	\$ 154,807	\$ 414,945	\$ 154,807	\$ 4,417,501
2005	\$ 1,772,230	\$ 176,419	\$ 1,414,384	\$ 621,115	\$ 156,029	\$ 431,654	\$ 156,029	\$ 4,727,860
2006	\$ 1,405,371	\$ 178,807	\$ 1,643,019	\$ 623,694	\$ 155,924	\$ 446,130	\$ 155,924	\$ 4,608,869
2007	\$ 1,193,601	\$ 168,551	\$ 1,683,103	\$ 601,138	\$ 150,285	\$ 471,427	\$ 150,285	\$ 4,418,390
2008	\$ 1,217,707	\$ 151,282	\$ 1,727,734	\$ 564,347	\$ 141,087	\$ 486,913	\$ 141,087	\$ 4,430,158
2009	\$ 1,115,109	\$ 143,680	\$ 1,697,927	\$ 498,368	\$ 124,833	\$ 485,644	\$ 124,833	\$ 4,190,395
2010	\$ 1,079,867	\$ 135,368	\$ 1,701,609	\$ 474,781	\$ 117,736	\$ 505,688	\$ 117,736	\$ 4,132,785
2011	\$ 1,240,389	\$ 133,730	\$ 1,747,903	\$ 558,206	\$ 139,554	\$ 504,815	\$ 139,554	\$ 4,464,151
<b>2012</b>	<b>\$ 1,268,477</b>	<b>\$ 152,665</b>	<b>\$ 1,815,977</b>	<b>\$ 568,541</b>	<b>\$ 142,136</b>	<b>\$ 488,483</b>	<b>\$ 142,136</b>	<b>\$ 4,578,415</b>

**Tax Revenues  
By Source for 2012**



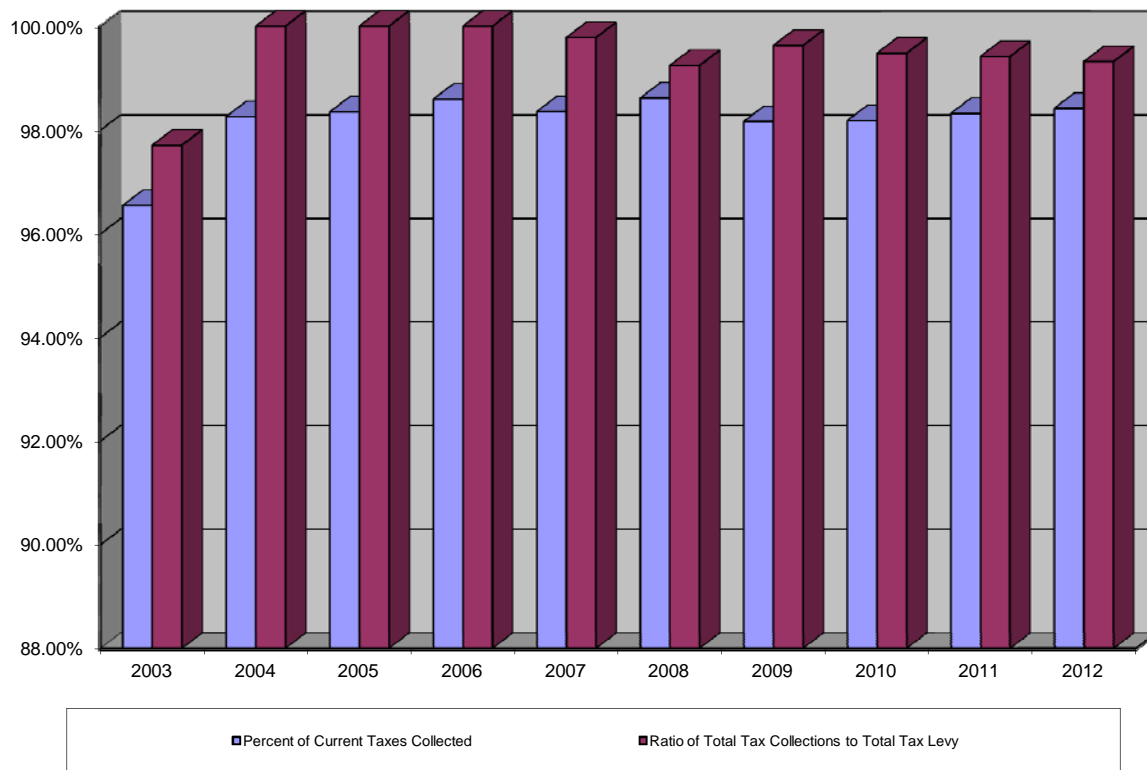
(1) 2003-2008 School Sales Tax, in 2009 changed to Safety Sales Tax



CITY of ROELAND PARK, KANSAS  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(Unaudited)

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 Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Tax to Total Tax Levy
2003	\$ 858,381	\$ 828,690	96.54%	\$ 9,993	\$ 838,683	97.71%	\$ 29,691	3.46%
2004	\$ 1,137,585	\$ 1,117,758	98.26%	\$ 25,427	\$ 1,143,185	100.49%	\$ 19,827	1.74%
2005	\$ 1,170,003	\$ 1,150,647	98.35%	\$ 36,844	\$ 1,187,491	101.49%	\$ 19,356	1.65%
2006	\$ 1,222,863	\$ 1,205,647	98.59%	\$ 19,798	\$ 1,225,445	100.21%	\$ 17,216	1.41%
2007	\$ 1,196,212	\$ 1,176,498	98.35%	\$ 17,103	\$ 1,193,601	99.78%	\$ 19,714	1.65%
2008	\$ 1,221,217	\$ 1,204,298	98.61%	\$ 7,689	\$ 1,211,988	99.24%	\$ 16,918	1.39%
2009	\$ 1,112,550	\$ 1,092,093	98.16%	\$ 16,330	\$ 1,108,422	99.63%	\$ 20,457	1.84%
2010	\$ 1,085,143	\$ 1,065,374	98.18%	\$ 14,098	\$ 1,079,473	99.48%	\$ 19,769	1.82%
2011	\$ 1,247,673	\$ 1,226,655	98.32%	\$ 13,734	\$ 1,240,389	99.42%	\$ 21,018	1.68%
2012	\$ 1,277,186	\$ 1,256,944	98.42%	\$ 11,528	\$ 1,268,472	99.32%	\$ 20,242	1.58%

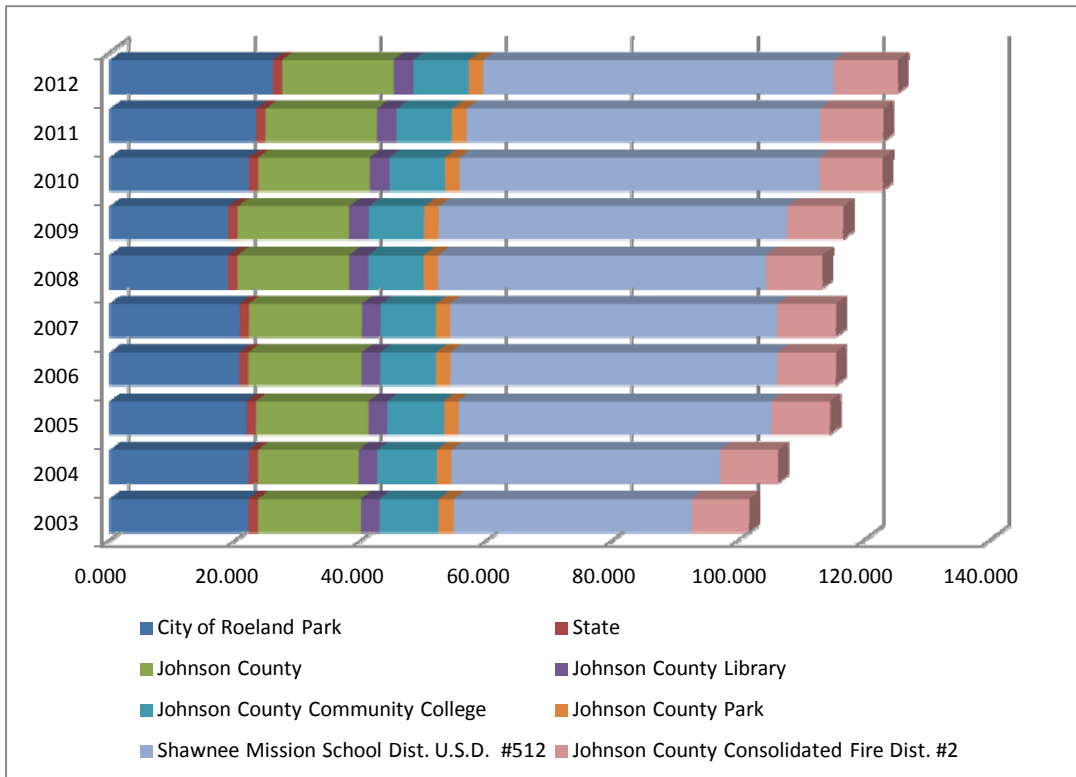
### Tax Levies and Tax Collections



Information Provided by Johnson County Treasurer's Office

CITY of ROELAND PARK, KANSAS  
Property Tax Rates - Direct and Overlapping Governments(1)  
(Per \$ 1,000 of Assessed Value)  
Last Ten Fiscal Years  
(Unaudited)

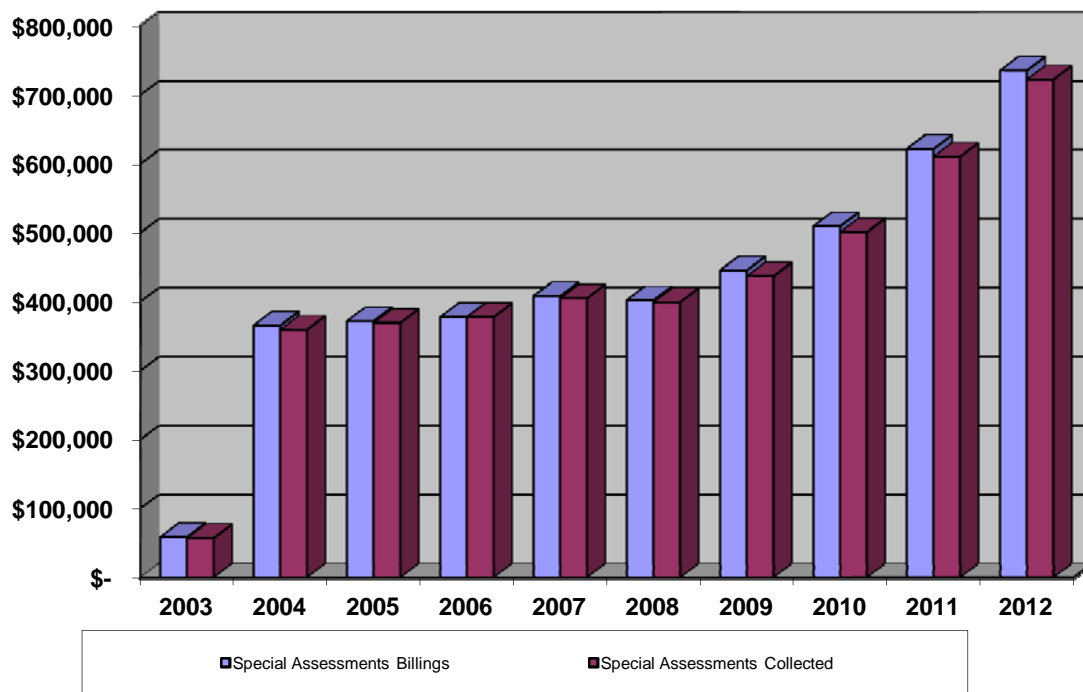
Mill Levy Year	City of Roeland Park	State	Johnson County	Johnson County Library	Johnson County Community College	Johnson County Park	Shawnee Mission School Dist. U.S.D. #512	Johnson County Consolidated Fire Dist. #2	Total
2003	21.976	1.500	16.381	2.954	9.432	2.365	37.774	9.240	101.622
2004	21.981	1.500	16.041	2.956	9.438	2.367	42.655	9.241	106.179
2005	21.719	1.500	17.922	2.955	8.960	2.286	49.748	9.405	114.495
2006	20.485	1.500	17.949	2.960	8.872	2.290	51.980	9.335	115.371
2007	20.539	1.500	17.985	2.962	8.749	2.295	52.008	9.356	115.394
2008	18.783	1.500	17.767	3.057	8.768	2.341	52.094	8.992	113.302
2009	18.770	1.500	17.716	3.151	8.784	2.346	55.318	8.991	116.576
2010	22.030	1.500	17.748	3.158	8.799	2.350	57.192	10.074	122.851
2011	23.225	1.500	17.700	3.145	8.776	2.343	56.135	10.098	122.922
2012	25.872	1.500	17.717	3.149	8.785	2.343	55.766	10.187	125.319



CITY of ROELAND PARK, KANSAS  
Special Assessment Billings and Collections  
Last Ten Fiscal Years  
(Unaudited)

Year Ended December 31	Special Assessments Billings	Special Assessments Collected
2003	\$ 58,205	\$ 56,793
2004	\$ 365,295	\$ 359,187
2005	\$ 371,664	\$ 369,051
2006	\$ 377,502	\$ 377,486
2007	\$ 407,918	\$ 404,683
2008	\$ 401,954	\$ 399,081
2009	\$ 445,397	\$ 436,783
2010	\$ 509,392	\$ 500,629
2011	\$ 621,451	\$ 610,307
2012	\$ 735,268	\$ 722,171

### Special Assessment Billings and Collections

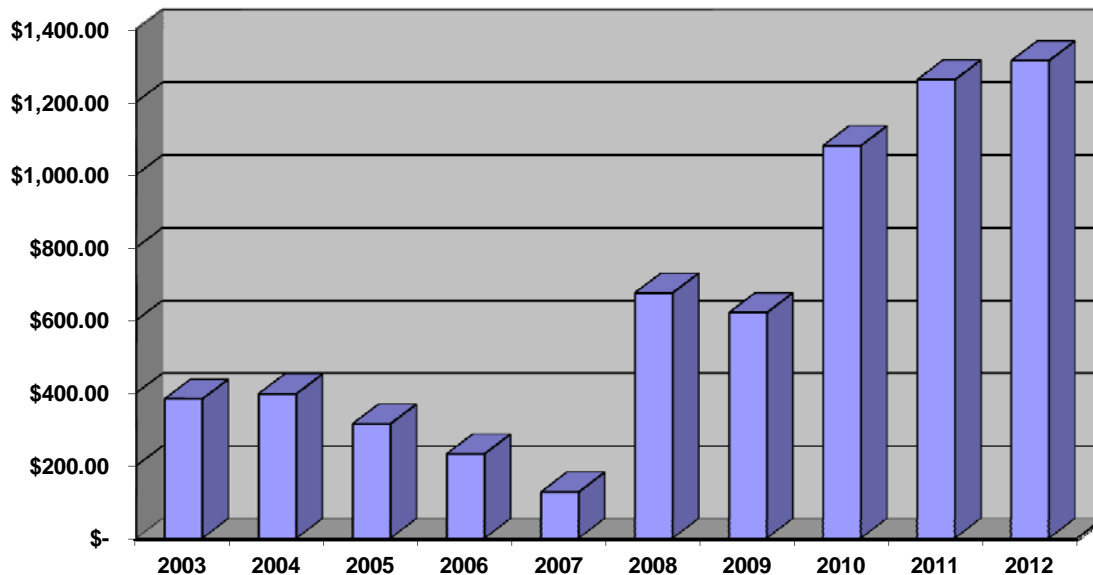


NOTE: Levy is for the tax year prior to the year of collection; e.g., 2009 is tax year 2008

CITY of ROELAND PARK, KANSAS  
Ratio of Net General Bonded Debt  
to Assessed Value and Net Bonded  
Debt Per Capita  
Last Ten Fiscal Years  
(Unaudited)

Year Ended December 31	Population(1)	Assessed Value	Gross Bonded Debt	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2003	7210	\$ 54,617,036	\$ 3,460,000	\$ 699,873	\$ 2,760,127	5.1%	\$ 382.82
2004	7075	\$ 57,757,838	\$ 2,940,000	\$ 129,805	\$ 2,810,195	4.9%	\$ 397.20
2005	7034	\$ 59,582,110	\$ 2,370,000	\$ 155,842	\$ 2,214,158	3.7%	\$ 314.78
2006	6975	\$ 63,374,190	\$ 1,780,000	\$ 159,326	\$ 1,620,674	2.6%	\$ 232.35
2007	6954	\$ 68,731,513	\$ 1,175,000	\$ 291,079	\$ 883,921	1.3%	\$ 127.11
2008	6951	\$ 70,737,341	\$ 5,065,000	\$ 373,212	\$ 4,691,788	6.6%	\$ 674.98
2009	6960	\$ 70,177,168	\$ 4,630,000	\$ 313,476	\$ 4,316,524	6.2%	\$ 620.19
2010	6731	\$ 65,889,739	\$ 7,480,000	\$ 213,348	\$ 7,266,652	11.0%	\$ 1,079.58
2011	6731	\$ 63,789,417	\$ 8,920,000	\$ 432,827	\$ 8,487,173	13.3%	\$ 1,260.91
2012	6731	\$ 60,457,328	\$ 9,260,000	\$ 421,769	\$ 8,838,231	14.6%	\$ 1,313.06

**Net Bonded Debt Per Capita**



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

## City of Roeland Park

### Statistical Section Contents

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The statistical section of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the City's overall financial health.

Contents	Page
<b>Financial Trends</b>	
These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time.	77 - 84
<b>Revenue Capacity</b>	
These schedules contain information to help the reader assess the City's most significant local revenue source, sales tax.	85 - 86
<b>Debt Capacity</b>	
These schedules present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.	87 - 93
<b>Demographic and Economic Information</b>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	94 - 95
<b>Operating Information</b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	96 - 101

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual report for the relevant year. The City implemented GASB 34 in fiscal year 2004; schedules presenting government-wide information include information beginning in that year.

**City of Roeland Park**

**Net Position By Component**  
**Last Nine Fiscal Years**  
**(accrual basis of accounting)**  
**(Unaudited)**

---

	2004	2005	2006
Governmental activities:			
Net investment in capital assets	\$ (585,683)	\$ 1,066,431	\$ 3,242,771
Restricted	255,627	2,819,252	3,445,579
Unrestricted (deficit)	1,494,008	(7,883,808)	(9,008,954)
<b>Total governmental activities net position</b>	<b>\$ (3,998,125)</b>	<b>\$ (3,998,125)</b>	<b>\$ (2,320,604)</b>
Primary government:			
Net investment in capital assets	\$ (585,683)	\$ 1,066,431	\$ 3,242,771
Restricted	255,627	2,819,252	3,445,579
Unrestricted (deficit)	1,494,008	(7,883,808)	(9,008,954)
<b>Total primary government net position</b>	<b>\$ 1,163,952</b>	<b>\$ (3,998,125)</b>	<b>\$ (2,320,604)</b>

GASB Statement No. 34 Implemented in Fiscal Year 2004

GASB Statement No. 46 implemented in Fiscal Year 2006; effect on restricted net position is shown retroactively for Fiscal Year 2005 only.

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2007	2008	2009	2010	2011	2012
\$ 6,684,065	\$ 8,659,121	\$ 12,336,193	\$ 13,455,476	\$ 13,442,965	\$ 14,387,590
3,481,896	3,362,134	3,115,716	2,987,693	1,846,236	1,262,832
(9,556,205)	(9,181,115)	(9,840,614)	(7,983,630)	(4,445,145)	(3,748,931)
\$ 609,756	\$ 2,840,140	\$ 5,611,295	\$ 8,459,539	\$ 10,844,056	\$ 11,901,491
\$ 6,684,065	\$ 8,659,121	\$ 12,336,193	\$ 13,455,476	\$ 13,442,965	\$ 14,387,590
3,481,896	3,362,134	3,115,716	2,987,693	1,846,236	1,262,832
(9,556,205)	(9,181,115)	(9,840,614)	(7,983,630)	(4,445,145)	(3,748,931)
\$ 609,756	\$ 2,840,140	\$ 5,611,295	\$ 8,459,539	\$ 10,844,056	\$ 11,901,491

## City of Roeland Park

### Changes In Net Position Last Nine Fiscal Years (accrual basis of accounting) (Unaudited)

	2004	2005	2006
Expenses:			
Governmental activities:			
General government	\$ 1,486,276	\$ 8,611,309	\$ 4,458,665
Highway & Streets	414,810	785,531	971,684
Public safety	953,159	1,100,107	1,486,533
Culture and recreation	123,156	144,551	179,246
Employee Benefits	483,746	539,977	***
Interest on long-term debt	427,273	626,826	1,151,443
<b>Total governmental activities expenses</b>	<b>3,888,420</b>	<b>11,808,301</b>	<b>8,247,571</b>
<b>Total primary government expenses</b>	<b>3,888,420</b>	<b>11,808,301</b>	<b>8,247,571</b>
Program revenue:			
Governmental activities:			
Charges for services:			
General government	537,055	324,763	261,903
Highway and streets	56,256	59,493	-
Public safety	342,665	286,691	298,827
Culture and recreation	-	-	4,310
Operating grants and contributions:			
General government	-	-	-
Highway and streets	-	-	1,413,736
Public safety	-	-	1,227
Culture and recreation	-	-	100,000
Capital grants and contributions, highways and streets			1,371,239
<b>Total governmental activities program revenue</b>	<b>935,976</b>	<b>670,947</b>	<b>3,451,242</b>
<b>Total primary government program revenues</b>	<b>935,976</b>	<b>670,947</b>	<b>3,451,242</b>
Net (expense) revenue:			
Governmental activities	(2,952,444)	(11,137,354)	(4,796,329)
<b>Total primary government net expense</b>	<b>(2,952,444)</b>	<b>(11,137,354)</b>	<b>(4,796,329)</b>
General revenues and other changes in net position:			
Governmental activities:			
Taxes:			
Property taxes	1,648,767	1,772,230	1,405,371
Sales and use taxes	*	*	3,587,696
County jail taxes	*	*	155,924
Franchise taxes	*	*	446,130
Intergovernment	2,745,102	2,277,840	**
Other taxes	544,452	1,377,243	**
Investment earnings	67,604	161,117	472,195
Miscellaneous	316,439	386,847	406,534
Gain on disposal of capital Assets	-	-	-
<b>Total governmental activities</b>	<b>5,322,364</b>	<b>5,975,277</b>	<b>6,473,850</b>
<b>Total primary government</b>	<b>5,322,364</b>	<b>5,975,277</b>	<b>6,473,850</b>
Changes in net position:			
Governmental activities	2,369,920	(5,162,077)	1,677,521
<b>Total primary government</b>	<b>\$ 2,369,920</b>	<b>\$ (5,162,077)</b>	<b>\$ 1,677,521</b>

\* Taxes not separated out of intergovernmental and other.

\*\* Taxes separated into specific activities.

\*\*\*Employee benefits expenses were allocated to governmental activities expense functions beginning in Fiscal Year 2006.

GASB Statement No. 34 Implemented in Fiscal Year 2004



2007		2008		2009		2010		2011		2012	
\$	2,452,942	\$	2,145,402	\$	1,984,797	\$	2,635,337	\$	2,015,395	\$	2,015,841
	1,282,612		1,498,495		1,977,515		1,918,971		2,052,826		1,950,919
	1,583,568		1,670,306		1,659,009		1,613,703		1,599,006		1,628,167
	157,134		172,434		143,537		148,485		136,601		184,096
	***		***		***		***		***		***
	1,084,725		1,100,260		1,141,986		1,013,861		935,023		924,701
	6,560,981		6,586,897		6,906,844		7,330,357		6,738,851		6,703,724
	6,560,981		6,586,897		6,906,844		7,330,357		6,738,851		6,703,724
	263,879		241,575		259,639		280,817		328,111		138,559
	-		621,446		-		245,419		149,120		-
	355,306		328,304		320,211		1,423,411		1,606,500		273,716
	3,325		2,896		-		-		-		-
	-		-		-		-		-		163,000
	1,134,609		893,035		353,813		385,566		273,711		372,553
	-		-		1,233		13,840		-		-
	-		-		-		-		-		-
	1,081,185		262,237		2,766,672		1,955,710		524,531		312,757
	2,838,304		2,349,493		3,701,568		4,304,763		2,881,973		1,260,585
	2,838,304		2,349,493		3,701,568		4,304,763		2,881,973		1,260,585
	(3,722,677)		(4,237,404)		(3,205,276)		(3,025,594)		(3,856,878)		(5,443,139)
	(3,722,677)		(4,237,404)		(3,205,276)		(3,025,594)		(3,856,878)		(5,443,139)
	1,193,601		1,217,707		1,115,109		1,079,867		1,240,389		1,268,477
	3,931,194		4,040,997		3,780,438		3,566,909		3,628,968		3,729,866
	150,285		141,087		124,833		117,736		139,554		142,136
	471,427		486,913		485,644		505,688		504,815		488,483
	**		**		**		**		**		-
	**		**		**		**		**		-
	439,638		178,114		49,796		62,401		71,599		21,642
	466,892		402,970		420,611		541,237		656,070		581,845
	-		-		-		-		-		683,143
	6,653,037		6,467,788		5,976,431		5,873,838		6,241,395		6,915,592
	6,653,037		6,467,788		5,976,431		5,873,838		6,241,395		6,915,592
	2,930,360		2,230,384		2,771,155		2,848,244		2,384,517		1,472,453
\$	2,930,360	\$	2,230,384	\$	2,771,155	\$	2,848,244	\$	2,384,517	\$	1,472,453

**City of Roeland Park**

**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*  
**(Unaudited)**

	Fiscal Year			
	2003	2004	2005	2006
General Fund:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	239,373	255,627	253,471	399,859
Unreserved	160,944	708,251	951,720	935,930
<b>Total General Fund</b>	<b>\$ 400,317</b>	<b>\$ 963,878</b>	<b>\$ 1,205,191</b>	<b>\$ 1,335,789</b>
All Other Governmental Funds:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	699,873	129,805	1,484,714	2,190,909
Unreserved, reported in:				
Special revenue funds	569,413	867,550	987,500	1,145,067
Debt service funds	-	-	-	-
Capital projects funds	84,679	(465,217)	(1,242,233)	(3,650,852)
<b>Total all other government funds</b>	<b>\$ 1,353,965</b>	<b>\$ 532,138</b>	<b>\$ 1,229,981</b>	<b>\$ (314,876)</b>

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, implemented in Fiscal Year 2011

Fiscal Year					
2007	2008	2009	2010	2011	2012
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	157,500	<b>166,027</b>
-	-	-	-	-	-
-	-	-	-	21,522	<b>367</b>
-	-	-	-	404,462	<b>1,253,199</b>
253,690	251,721	258,410	179,022	-	-
966,376	728,708	320,523	230,883	-	-
<b>\$ 1,220,066</b>	<b>\$ 980,429</b>	<b>\$ 578,933</b>	<b>\$ 409,905</b>	<b>\$ 583,484</b>	<b>\$ 1,419,593</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	3,236,959	<b>2,764,735</b>
-	-	-	-	127,000	<b>127,000</b>
-	-	-	-	-	<b>91,013</b>
-	-	-	-	(50,271)	<b>(413,253)</b>
2,106,262	7,917,013	7,342,112	2,827,013	-	-
1,706,745	1,230,075	1,116,629	1,089,663	-	-
-	-	116,511	55,848	-	-
(5,422,364)	(6,163,469)	(9,316,611)	(3,427,335)	-	-
<b>\$ (1,609,357)</b>	<b>\$ 2,983,619</b>	<b>\$ (3,182,885)</b>	<b>\$ 545,189</b>	<b>\$ 3,313,688</b>	<b>\$ 2,569,495</b>

## City of Roeland Park

### Changes In Fund Balances, Governmental Funds

#### Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
Revenues:				
Taxes	3,028,341	2,193,219	3,149,473	4,518,414
Special Assessments	57,135	56,256	59,493	58,371
Intergovernmental	1,211,975	2,747,213	2,213,506	2,751,694
Licenses and Permits	68,389	142,688	169,556	156,820
Fines and Forfeitures	286,676	325,974	286,691	297,424
Interest	31,841	67,604	161,117	472,195
Other	145,470	711,926	542,054	503,410
<b>Total revenues</b>	<b>4,829,827</b>	<b>6,244,880</b>	<b>6,581,890</b>	<b>8,758,328</b>
Expenditures:				
General government	1,035,600	1,382,367	8,531,899	4,242,127
Highways and streets	592,028	994,240	672,954	989,813
Public Safety	906,644	919,115	1,088,427	1,091,294
Culture and recreation	60,000	54,429	68,668	97,997
Employee Benefits	422,299	483,746	539,977	619,849
Capital Outlay	49,990	1,504,976	1,718,214	3,786,698
Debt Service:				
Principal retirement	1,202,570	2,895,944	912,563	944,625
Interest and fiscal Charges	445,690	480,378	486,060	1,109,618
Issuance costs	-	-	298,479	108,796
<b>Total expenditures</b>	<b>4,714,821</b>	<b>8,715,195</b>	<b>14,317,241</b>	<b>12,990,817</b>
<b>Excess of revenues (under) expenditures</b>	<b>115,006</b>	<b>(2,470,315)</b>	<b>(7,735,351)</b>	<b>(4,232,489)</b>
Other financing sources (uses):				
Capital Lease Obligations	56,223	136,953	27,106	-
Issuance of certificates of participation	-	-	700,000	-
Issuance of long-term Debt	-	-	-	2,837,984
Issuance of Long-term Refunding Debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	733,300	808,190	567,541	786,795
Transfers out	(733,300)	(808,190)	(567,541)	(786,795)
Proceeds from sale of assets	11,674			
Issuance of bonds	1,625,000	2,060,000	8,050,000	-
Premium on bonds	-	15,096	-	-
Discount on bonds	-	-	(102,599)	(19,754)
<b>Total other financing sources (uses)</b>	<b>1,692,897</b>	<b>2,212,049</b>	<b>8,674,507</b>	<b>2,818,230</b>
<b>Net changes in fund balance</b>	<b>\$ 1,807,903</b>	<b>\$ (258,266)</b>	<b>\$ 939,156</b>	<b>\$ (1,414,259)</b>

Debt service as a percentage of noncapital expenditures	35%	47%	13%	24%
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Fiscal Year					
2007	2008	2009	2010	2011	2012
4,879,899	5,072,612	4,781,852	4,574,437	4,685,496	<b>4,799,321</b>
68,656	56,909	76,330	322,381	295,374	<b>303,366</b>
4,202,787	1,907,675	3,814,553	2,990,032	1,647,894	<b>1,556,514</b>
156,152	147,990	131,477	135,627	125,226	<b>136,320</b>
354,062	326,038	338,502	335,526	285,711	<b>221,046</b>
439,638	178,114	49,796	62,401	71,599	<b>21,642</b>
584,243	500,917	519,727	601,786	739,799	<b>714,493</b>
10,685,437	8,190,255	9,712,237	9,022,190	7,851,099	<b>7,752,702</b>
2,299,427	1,943,701	1,811,515	1,894,423	1,944,844	<b>3,387,176</b>
807,707	1,035,974	1,124,513	1,076,574	559,475	<b>522,275</b>
1,164,536	1,193,771	1,202,635	1,177,174	1,114,836	<b>1,165,306</b>
105,686	87,800	59,549	64,497	146,941	<b>90,675</b>
662,098	697,081	748,170	697,445	640,757	<b>663,741</b>
4,523,237	1,072,858	6,718,722	3,806,144	530,099	<b>1,175,008</b>
1,543,464	964,519	1,068,359	1,756,419	1,289,914	<b>1,550,334</b>
1,077,333	979,709	1,149,558	1,007,374	921,373	<b>817,222</b>
-	47,152	-	36,363	49,374	<b>154,892</b>
12,183,488	8,022,565	13,883,021	11,516,413	7,197,613	<b>9,526,629</b>
(1,498,051)	167,690	(4,170,784)	(2,494,223)	653,486	<b>(1,773,927)</b>
-	-	-	-	-	-
-	-	-	-	-	-
41,809	4,185,000	44,310	3,583,243	2,257,788	<b>973,500</b>
-	-	-	-	-	<b>1,976,500</b>
-	-	-	-	-	<b>(1,916,485)</b>
634,390	1,594,726	818,625	683,721	335,249	<b>1,636,546</b>
(634,390)	(1,594,726)	(818,625)	(683,721)	(335,249)	<b>(1,636,546)</b>
46,038	649	-	28,500	18,916	<b>832,328</b>
-	-	-	-	-	-
-	-	-	-	11,888	-
-	-	-	-	-	-
87,847	4,185,649	44,310	3,611,743	2,288,592	<b>1,865,843</b>
\$ (1,410,204)	\$ 4,353,339	\$ (4,126,474)	\$ 1,117,520	\$ 2,942,078	<b>\$ 91,916</b>
34%	29%	31%	36%	34%	<b>30%</b>

**City of Roeland Park**

**Tax Revenues by Source, Governmental Funds**

**Last Ten Fiscal Years**

*(modified accrual basis of accounting)*

**(Unaudited)**

Fiscal Year	Property	Sales & Use	County Jail	Franchise	Total
2003	\$ 1,386,390	\$ 1,882,648	\$ 128,200	\$ 397,908	\$ 3,795,146
2004	1,648,767	2,041,922	154,807	414,945	4,260,441
2005	1,772,230	2,191,528	156,029	431,654	4,551,441
2006	1,405,371	3,587,696	155,924	446,130	5,595,121
2007	1,193,601	3,931,194	150,285	471,427	5,746,507
2008	1,217,707	4,040,997	141,087	486,913	5,886,704
2009	1,115,109	3,780,438	124,833	485,644	5,506,024
2010	1,079,867	3,566,909	117,736	505,688	5,270,200
2011	1,240,389	3,628,968	139,554	504,815	5,513,726
<b>2012</b>	<b>1,268,477</b>	<b>3,729,866</b>	<b>142,136</b>	<b>488,483</b>	<b>5,628,962</b>
Change					
2003-2012	(117,913)	1,847,218	13,936	90,575	1,833,816

**Source:** City records.

\*Certain reclassifications were made to recategorized Property Tax Revenues beginning in 2006

**City of Roeland Park**

**Principal Sales Tax Industries**

**Current Year**

**(Unaudited)**

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Industry Type (NAICS)	Percentage of Total City Sales Tax Revenues
General Merchandise Stores	33.65%
Food and Beverage Stores	25.10%
Building Material and Garden Equipment and Sup	16.19%
Utilities	5.70%
Food Services and Drinking Places	4.36%
Telecommunications	3.79%
Health and Personal Care Stores	3.30%
Electronics and Appliance Stores	1.67%
Repair and Maintenance	1.26%
Specialty Trade Contractors	0.92%
<b>Total Percentage of Sales Tax Revenues</b>	<b>95.9%</b>

**Sources:** Sales Tax Records, State of Kansas (NAICS Codes)

**City of Roeland Park**

**Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years  
(Unaudited)**

Fiscal Year	Governmental Activities				
	General Obligation Bonds	Tax Increment Revenue Bonds	Revenue Bonds	Transportation Development District	Certificate of Participation
2003	\$ 3,460,000	\$ 1,202,984	\$ 465,000	\$ -	\$ -
2004	2,940,000	1,151,954	400,000	-	-
2005	2,370,000	5,572,112	325,000	3,555,000	700,000
2006	1,780,000	5,481,816	250,000	6,335,000	700,000
2007	1,175,000	5,278,145	170,000	5,920,000	700,000
2008	5,065,000	5,080,732	85,000	5,770,000	650,000
2009	4,630,000	4,865,502	-	5,610,000	650,000
2010	7,480,000	4,627,394	-	5,430,000	-
2011	8,920,000	4,398,941	-	5,235,000	-
<b>2012</b>	<b>9,260,000</b>	<b>4,106,044</b>	<b>-</b>	<b>5,080,000</b>	<b>-</b>

**Note:** Details regarding the City's outstanding debt may be found in the notes to the financial statements.

(1) Personal income amounts are obtained from the demographic and economic statistics table of this section. The 2009 percentage of personal income is based off of the 2008 personal income information as 2009 was unavailable.



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Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita
\$ 2,525,273	\$ 7,653,257	35.32%	\$ 1,061
2,462,312	6,954,266	30.10%	983
2,296,697	14,818,809	62.31%	2,107
2,165,352	16,712,168	64.86%	2,396
1,967,368	15,210,513	56.50%	2,187
1,780,262	18,430,994	68.11%	2,652
1,651,443	17,406,945	56.51%	2,501
1,642,243	19,179,637	66.87%	2,849
1,593,570	20,147,511	68.35%	2,849
<b>1,381,133</b>	<b>19,827,177</b>	<b>67.26%</b>	<b>2,849</b>

## City of Roeland Park

### Ratios of Net General Bonded Debt Outstanding by Type Last Ten Fiscal Years (Unaudited)

Fiscal Year	Governmental Activities			Percentage of Actual Property Value	Debt Per Capita	Percentage of Personal Income (1)
	General Obligation Bonds	Less Amount Available in Debt Service	Net General Bonded Debt			
2003	\$ 3,460,000	\$ 699,873	\$ 2,760,127	5.1%	\$ 383	12.6
2004	2,940,000	129,805	2,810,195	4.9%	397	12.0
2005	2,370,000	155,842	2,214,158	3.7%	315	9.1
2006	1,780,000	159,326	1,620,674	2.4%	232	6.0
2007	1,175,000	291,079	883,921	1.3%	127	3.1
2008	5,065,000	373,212	4,691,788	1.3%	127	3.1
2009	4,630,000	313,476	4,316,524	1.3%	127	3.1
2010	7,480,000	213,348	7,266,652	1.3%	127	3.1
2011	8,920,000	432,827	8,487,173	1.3%	127	3.1
<b>2012</b>	<b>9,260,000</b>	<b>421,769</b>	<b>8,838,231</b>	<b>1.3%</b>	<b>127</b>	<b>3.1</b>

**Note:** Details regarding the City's outstanding debt may be found in the notes to the basic financial statements.

(1) Personal income amounts are obtained from the demographic and economic statistics table of this section. The 2009 percentage of personal income is based off of the 2008 personal income information as 2009 was unavailable.

## City of Roeland Park

### Direct and Overlapping Governmental Activities Debt For the Year Ended December 31, 2012 (Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Johnson County (1)	290,901,089	0.82%	\$ 2,385,389
Johnson County Consolidated Fire District #2 (2)	1,070,000	8.54%	91,378
Johnson County Parks and Recreation (2)	3,000,000	0.82%	24,600
Shawnee Mission School Dist. - U.S.D. #512 (2)	207,765,000	2.14%	4,446,171
Water District #1 of Johnson County (3)	229,835,000	2.21%	5,079,354
<b>Subtotal, overlapping debt</b>			<b>\$ 12,026,891</b>
City Direct Debt			19,827,177
<b>Total direct and overlapping debt</b>			<b>\$ 31,854,068</b>

**Sources:** Johnson County, Department of Records and Tax Administration  
Water District No. 1

(1) Data as of September 1, 2012

(2) Data as of June 30, 2012

(3) Data as of December 31, 2012

The percentage of overlapping debt applicable is estimated using taxable assessed property values.

Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the government's boundaries and dividing it by the County total taxable assessed value.

## City of Roeland Park

### Legal Debt Margin Information

#### Last Ten Fiscal Years

*(dollars in thousands)*

**(Unaudited)**

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	2003	2004	2005	2006
Debt limit	\$ 18,811,156	\$ 19,770,599	\$ 20,366,682	\$ 21,476,321
Total net debt applicable to limit	6,435,273	6,862,312	11,732,368	12,600,352
Legal debt margin	\$ 12,375,883	\$ 12,908,287	\$ 8,634,314	\$ 8,875,969
<b>Total net debt applicable to the limit as a percentage of debt limit</b>	34.21%	34.71%	57.61%	58.67%

**Source:** City Records

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed value	<b>\$ 67,758,509</b>
Debt limit (30% of assessed value)	<b>20,327,553</b>
Debt applicable to limit:	
General obligation bonds	<b>9,260,000</b>
Temporary Notes	<b>860,000</b>
Certificates of Participation	<b>-</b>
Capital Leases	<b>1,381,333</b>
Total net debt applicable to limit	<b>11,501,333</b>
Legal debt margin	<b>\$ 8,826,220</b>

2007	2008	2009	2010	2011	2012
\$ 21,203,471	\$ 21,097,420	\$ 21,991,649	\$ 21,293,651	\$ 20,807,621	\$ 20,327,553
11,732,368	12,580,262	12,731,443	11,907,243	10,513,570	11,501,333
\$ 9,471,103	\$ 8,517,158	\$ 9,260,206	\$ 9,386,408	\$ 10,294,051	\$ 8,826,220
55.33%	59.63%	57.89%	55.92%	50.53%	56.58%

**City of Roeland Park**

**Pledged-Revenue Coverage**

**Last Ten Fiscal Years**

*(dollars in thousands)*

**(Unaudited)**

**Transportation Development District**

**Funding Source:** Sales Tax Revenue and Interest Earnings:

Fiscal Year	Transportation Development District	Debt Service		Coverage
		Principal	Interest	
2003	-	-	-	-
2004	-	-	-	-
2005	112,632	-	-	-
2006	458,039	-	354,318	1.29
2007	476,975	415,000	345,834	0.63
2008	436,037	150,000	328,932	0.91
2009	397,637	160,000	321,694	0.83
2010	372,955	180,000	313,937	0.76
2011	381,398	195,000	305,182	0.76
<b>2012</b>	<b>396,732</b>	<b>155,000</b>	<b>301,944</b>	<b>0.87</b>

**Revenue Bonds**

**Funding Source:** Revenues and Interest Earnings

Fiscal Year	Revenue Bonds	Debt Service		Coverage
		Principal	Interest	
2003	-	65,000	27,050	-
2004	-	65,000	23,751	-
2005	-	75,000	20,109	-
2006	-	75,000	16,115	-
2007	-	80,000	11,890	-
2008	-	85,000	7,289	-
2009	-	85,000	2,444	-
2010	-	-	-	-
2011	-	-	-	-
<b>2012</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Tax Increment Bonds**

**Funding Source:** Tax Increment Revenues and Interest Earnings:

Fiscal Year	Tax Increment	Debt Service		Coverage
		Principal	Interest	
2003	159,812	20,875	125,625	1.09
2004	177,637	51,030	125,970	1.00
2005	163,765	74,842	88,658	1.00
2006	171,617	90,296	81,704	1.00
2007	168,338	118,761	74,739	0.87
2008	176,113	107,413	47,087	1.14
2009	146,667	75,231	63,770	1.06
2010	126,208	78,109	42,768	1.04
2011	106,272	58,453	49,697	0.98
<b>2012</b>	<b>363,974</b>	<b>107,897</b>	<b>251,614</b>	<b>1.01</b>

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements

**Source:** City Records

## City of Roeland Park

### Demographic and Economic Statistics Last Ten Fiscal Years (Unaudited)

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Fiscal Year Ended April 30	Population (1)	Per Capita Personal Income (2)	Personal Income (3)	Median Age (4)	School Enrollment (5)	Unemployment Rate (6)
2003	7,210	\$ 44,124	\$ 21,668,847	35.80	426	4.5%
2004	7,075	46,443	23,104,730	36.20	407	4.3%
2005	7,034	47,809	23,784,296	35.90	339	3.9%
2006	6,975	51,797	25,768,269	36.30	330	3.5%
2007	6,954	54,110	26,918,953	36.00	296	3.7%
2008	6,951	57,880	30,802,101	36.20	347	4.8%
2009	6,960	52,472	28,303,211	35.70	359	6.0%
2010	7,026	53,821	29,372,416	36.40	379	6.0%
2011	6,731	56,550	31,271,376	36.50	386	5.1%
<b>2012</b>	<b>6,841</b>	<b>56,550</b> *	<b>31,271,376</b> *	<b>36.50</b> *	<b>370</b>	<b>4.5%</b>

#### Sources:

- (1) Johnson County Clerk/Secretary of State - Division of the Budget
- (2) Bureau of Economic Analysis, Table CA1-3, Johnson County, Kansas Per Capita, personal income
- (3) Bureau of Economic Analysis, Table CA1-3, Johnson County, Kansas, personal income
- (4) US Census Bureau, Johnson County, Kansas
- (5) Shawnee Mission School District, elementary public schools only
- (6) Johnson County Economic Research (CERI) for Johnson County as a whole (as information specific to the City is not available).

\* Data Not Available

**City of Roeland Park**

**Principal Employers (Johnson County)  
Current Year and Ten Years Ago  
(Unaudited)**

Employer	2012			2002		
	Employees in County	Rank	Percentage of Total County Employment	Employees in County (1)	Rank	Percentage of Total County Employment
Sprint	8,000	1	6.54%	10,000+	1	*
Olathe Unified School District	4,286	2	3.74%	-	-	*
Johnson County Government	4,013	3	3.65%	3,100+	6	*
Shawnee Mission School District	3,781	4	3.57%	3,900+	4	*
Blue Valley School District #229	3,257	5	3.39%	2,200+	7	*
Garmin International Inc	3,000	6	3.27%	-	-	*
Shawnee Mission Medical Center	3,013	7	2.99%	1,700+	10	*
Johnson County Community College	2,784	8	2.99%	3,100+	5	*
Black & Veatch	2,381	9	2.64%	-	-	*
Farmers Ins-Cust Svc Ctr/Svc.Poin	2,145	10	2.58%	-	-	*

**Source:**

Directory of Major Johnson County Employers 2013, CERL, Overland Park, KS c. 201

(1) Only estimates are available for 2002

\* Not Available



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## City of Roeland Park

### Full-Time Equivalent City Government Employees By Functions/Programs Last Ten Fiscal Years (Unaudited)

Functions/Program	Full-Time Equivalent Employees as of December 31			
	2012	2011	2010	2009
General Government:				
City Administrator	1	1	1	1
City Clerk	1	1	1	1
Personnel	2	2	2	2
Building Safety	1	1	2	2
Police:				
Officers	17	17	17	18
Public Works:				
Administration	1	1	1	1
Street Maintenance	4	5	5	5
Street Sweeping	1	1	1	1
<b>Total</b>	<b>28</b>	<b>29</b>	<b>30</b>	<b>31</b>

**Source:** City Records

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Full-Time Equivalent Employees as of December 31					
2008	2007	2006	2005	2004	2003
1	1	1	1	1	1
1	1	1	1	1	1
2	2	2	2	2	2
2	2	2	2	2	1
18	18	18	20	20	20
1	1	1	1	1	1
5	5	5	4	4	4
1	1	1	1	1	1
31	31	31	32	32	31

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## City of Roeland Park

### Operating Indicators By Function/Program Last Ten Fiscal Years (Unaudited)

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Function/Program	Calendar Year			
	2003	2004	2005	2006
Police:				
Adult arrest	447	428	498	428
Speeding citations only	1,340	1,262	763	781
Traffic citations	2,869	3,693	3,253	5,161
Building Safety:				
Total building permits	402	358	427	429
Total value all permits	\$ 2,024,255	\$ 10,861,333	\$ 9,261,776	\$ 11,682,007

**Source:** City Records

**Note:** \*\* Indicator not available

\* Data Not Available prior to 1997

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Calendar Year					
2007	2008	2009	2010	2011	2012
589	429	400	383	281	362
836	310	279	336	365	430
5,632	2,665	2,853	2,915	2,240	3,374
474	496	475	441	388	433
\$ 4,215,977	\$ 3,103,909	\$ 2,703,038	\$ 2,092,406	\$ 2,107,123	\$ 4,111,694

## City of Roeland Park

### Capital Asset Statistics By Function/Program Last Ten Fiscal Years (Unaudited)

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Function/Program	2002	2003	2004	2005	2006	2007
Public Works:						
Number of Streetlights	676	676	676	676	676	609
Streets (Lane Miles)	35.1	35.1	35.1	35.1	35.1	35.1
Public Safety:						
Stations	1	1	1	1	1	1
Culture and Recreation:						
Acreage	15	15	15	15	15	15
Parks	6	6	6	6	6	6
Tennis Courts	2	2	2	1	1	1
Swimming pools	1	1	1	1	1	1
Parks with Playground Equipment	2	2	2	2	2	2
Picnic Shelters	1	1	1	1	1	1
Community Centers	1	1	1	1	1	1
Skateboard Park	-	-	1	1	1	1

**Source:** City Records

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2008	2009	2010	2011	2012
596	596	596	596	<b>596</b>
35.1	35.1	35.1	35.1	<b>35.1</b>
1	1	1	1	1
15	15	18	18	13
6	6	8	9	8
1	1	1	1	1
1	1	1	1	1
2	2	3	3	3
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1

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