

# **City of Roeland Park, Kansas**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**For the Fiscal Year Ended December 31, 2011**

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Prepared by  
Debra L. Mootz  
City Clerk



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**CITY OF ROELAND PARK, KANSAS**  
**COMPREHENSIVE ANNUAL**  
**FINANCIAL REPORT**  
For the Fiscal Year Ended December 31, 2011

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City of Roeland Park

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Debra L. Mootz  
City Clerk/Director of Finance



**INTRODUCTORY SECTION**

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# City of Roeland Park

4600 West Fifty-First Street  
Roeland Park, Kansas 66205  
City Hall (913) 722-2600  
Fax (913) 722-3713

May 15, 2012

The Honorable Mayor Foster  
Members of the Governing Body  
Citizens of Roeland Park

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 ended December 31, 2011.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that is established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

McGladrey LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Roeland Park's financial statements for the year ended December 31, 2011. The independent auditor's report is located at the front of the financial section of this report.

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. MD&A complement this letter of transmittal and should be read in conjunction with it.

## *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 2011 was \$142,957.

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 other 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 and fire 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; 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 25<sup>th</sup> 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 130% compared to 2002. See table "Tax Revenues by Source, Governmental Funds" in the statistical section for more details.

Residential building permits for remodeling and additions have increased slightly. Assessed valuations of residential and commercial properties decreased by approximately 2% in 2011. Johnson County assessed valuations follow the national downward trend. The City received more in Property Tax collections during 2011 due to an increase in the City mill levy.

The City partners with Mid America Regional Council's (MARC) First Suburbs Coalition. 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 2011 the City partnered with Heartland Habitat for Humanity to complete a neighborhood residential rehabilitation program.

#### *LONG TERM FINANCIAL PLANNING*

The City has begun using a long range financial forecasting module to develop the City's annual budget. The purpose of the module is to assist the council 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.

### *MAJOR INITIATIVES*

As a part of the preparation for the 2011 annual budget, the following priorities were established and achieved by the City Council:

- *Shared City Resources with neighboring communities*
- *Encouraged partnership with Johnson County Park & Recreation for Roeland Park Community Center/Campus*
- *Encourage 47th / Mission Road Redevelopment*

Roeland Park is a small community which is desirable 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 2011 budget reflected several financial policies the City has established.

- *Assess and plan for long-term equipment needs*
- *Funding of Annual City Events to maintain sense of community*
- *Development of city-owned property*
- *Continue current service levels*

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 created two Transportation Development Districts (TDDs) which enable long term debt to be retired through the use of excess sales tax.

### *FUTURE INITIATIVES*

The City has started designs for the construction of the RC12-018 Storm Drainage District. This project is the fourth and final major stormwater infrastructure project for the City. There are several drainage areas that are not eligible for SMAC funding which will be reviewed by the Council for future construction.

Municipal building updates began at the end of 2011 to provide security, mechanical and other updates to the existing Police, Court, City Hall and Council Chambers. The goal of this update project is a Municipal Building that is safer and more efficient. The costs of the municipal updates are being paid for with TIF revenue and have no impact on the general fund.

The City has entered into a contract to sell the vacant property on the corner of Johnson Drive and Roe Boulevard to Commerce Bank. The bank plans to build a branch and drive through facility on the property. The building will include sustainable elements incorporated into the design.

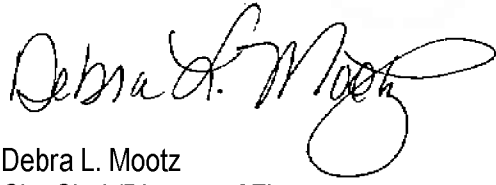
### *AWARDS AND ACKNOWLEDGMENTS*

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, 2010. This was the 16 consecutive year that 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 governing body 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  
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, 2010

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.



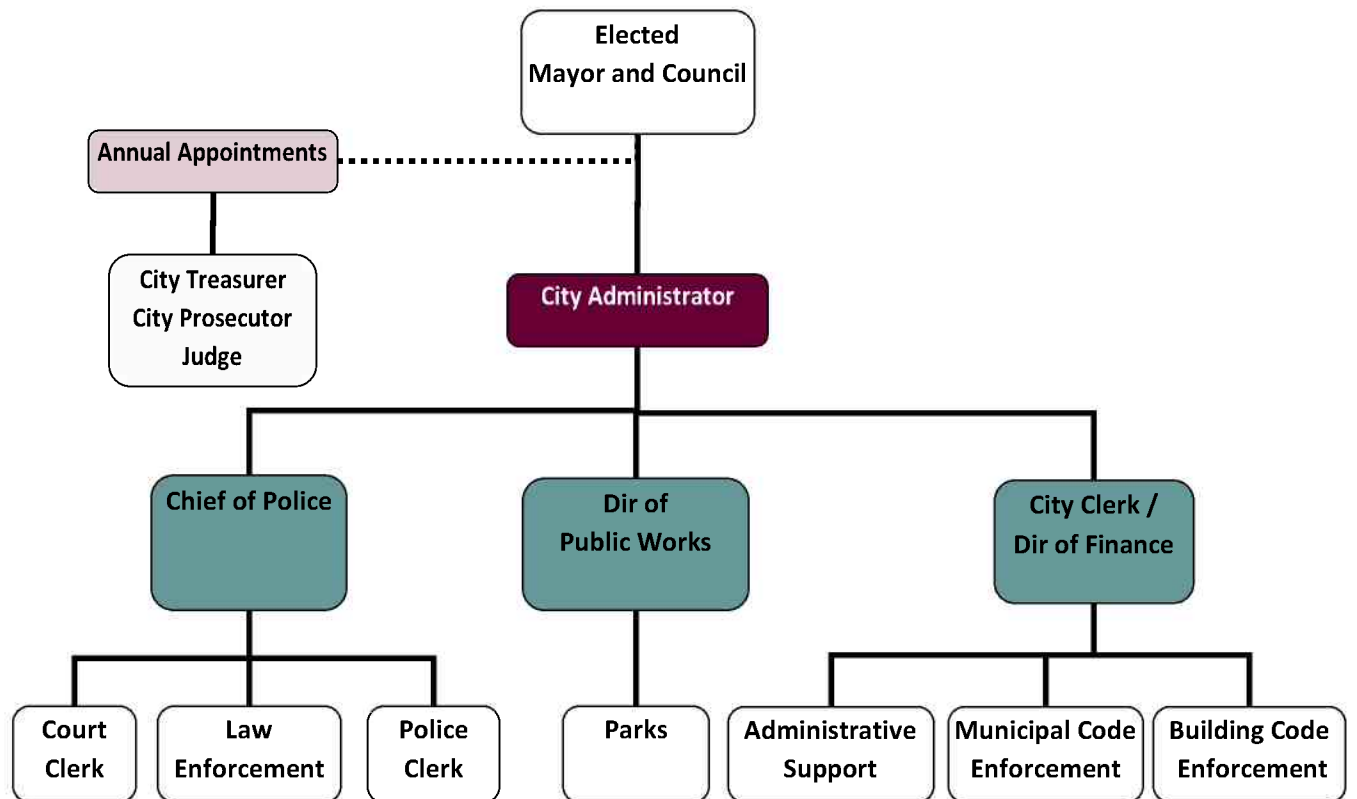
*Linda C. Sandison*

President

*Jeffrey R. Emer*

Executive Director

City of Roeland Park



City of Roeland Park

**ADRIENNE FOSTER, MAYOR**

**CITY COUNCIL:**

Toni Hull .....	Ward 1
Elizabeth Mellor.....	Ward 1
Jennifer Gunby .....	Ward 2
Robert Meyers.....	Ward 2
Megan England.....	Ward 3
Mark Kohles.....	Ward 3
Bill Art .....	Ward 4
Marek Gliniecki.....	Ward 4



City Administrator.....	Aaron A. Otto
City Clerk/Director of Finance .....	Debra L. Mootz
City Treasurer .....	Bart Accardo
City Attorney .....	Neil R. Shortlidge, Esq.
Municipal Court Judge .....	Michelle DeCicco
Police Chief.....	Rex Taylor
Public Works Director .....	David Mootz

Independent Certified Public Accountants ..... McGladrey LLP

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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

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 as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Roeland Park, Kansas' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, 2011, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As explained in Note 10 to the basic financial statements, the City adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which changed its method of accounting for governmental funds' fund balance classifications, and restated the General Fund and aggregate remaining fund's beginning fund balance.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 14, 2012, on our consideration of the City of Roeland Park, Kansas' internal control over financial reporting and 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 of the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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 41 and budgetary comparison information on pages 42 through 45 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 operations, 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 response 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.

Our audit was performed 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with 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.

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying introductory, statistical sections and other schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has not been subjected to the auditing procedures applied in the audits of the financial statements. Accordingly, it is inappropriate to and we do not express an opinion on the supplementary information referred to above.

A handwritten signature in black ink that reads "McGladrey LLP". The signature is written in a cursive, flowing style.

Kansas City, Missouri  
May 14, 2012

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2011

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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, 2011. 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, 2011 by \$10,844,056 (net assets). The assets of the City of Roeland Park exceeded its liabilities as of December 31, 2010 by \$8,459,539 (net assets).
- The government's total net assets increased by \$2,384,517 and \$2,848,144 for 2011 and 2010, respectively. The increase in total net assets during fiscal year 2011 was primarily due to an increase in City infrastructure. Street/storm projects to improve City infrastructure were continued during 2011.
- The City of Roeland Park's governmental funds reported combined ending fund balances of \$3,897,172 and \$955,094 as of December 31, 2011 and 2010, respectively. For fiscal years 2011 and 2010, \$354,191 and (\$2,356,933) respectively, is unassigned fund balance.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$404,462, or 10 percent of total General Fund expenditures compared to the 2010 balance of \$230,883, or 5 percent of total General Fund expenditures.
- 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 City of Roeland Park's total debt, excluding compensated absences, decreased by \$1,242,308 (5 percent) during fiscal year ended December 31, 2010. The majority of the decrease was due to scheduled principal payments on the debt offset by the issuance of general obligation bonds and capital lease debt during the year.

#### 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 assets presents information on all of the City of Roeland Park's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 assets changed during the most recent fiscal year. All changes in net assets 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, 2011

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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 22 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 and Debt Service Fund all of which are considered to be major funds. Data from the other 19 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 assets may serve over time as a useful indicator of a government's financial position. The City's total net assets have increased from a year ago. The following table reflects total net assets for 2011 of \$10,844,056 and 2010 of \$8,459,539 which represents an increase of \$2,384,517 from 2010.

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2011

The City of Roeland Park's restricted net assets (\$1,846,236 and \$1,711,309 for fiscal years 2011 and 2010, respectively) represent resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted net assets (\$4,445,145) and (\$6,707,246) for 2011 and 2010, respectively.

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

	Governmental Activities 2011	Governmental Activities 2010	Change
Current and other assets	\$ 10,329,927	\$ 9,244,232	\$ 1,085,695
Capital assets	23,968,158	24,784,503	(816,345)
<b>Total assets</b>	<b>34,298,085</b>	<b>34,028,735</b>	<b>269,350</b>
Noncurrent liabilities	18,631,514	17,813,522	817,992
Other liabilities	4,822,515	7,755,674	(2,933,159)
<b>Total liabilities</b>	<b>23,454,029</b>	<b>25,569,196</b>	<b>(2,115,167)</b>
Net assets:			
Invested in capital assets, net of related debt	13,442,965	13,455,476	(12,511)
Restricted	1,846,236	1,711,309	134,927
Unrestricted	(4,445,145)	(6,707,246)	2,262,101
<b>Total net assets</b>	<b>\$ 10,844,056</b>	<b>\$ 8,459,539</b>	<b>\$ 2,384,517</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 assets 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 assets category invested in capital assets is reduced by debt funding used to purchase prior year's infrastructure.

Net assets may serve over time as one useful indicator of a government's financial condition. The City's net assets increased by \$2,384,517, or 28 percent, for the fiscal year December 31, 2011.

**Current and Other Assets** – The City's current and other assets increased by \$1.1 million from \$9.2 million to \$10.3 million. The largest single reason for this increase was the result of property tax collections due to a higher mill levy. The City's capital assets decreased by \$0.8 million or a 3 percent decline. The primary element of this decrease is due to the increase of accumulated depreciation.

Long-term liabilities increased by 4.6 percent primarily due to the issuance of General Obligation Bonds during the current year. Noncurrent liabilities, excluding debt, include \$70,320 of other postemployment benefits. Other liabilities decreased by 37.8 percent due to the schedule payment of temporary notes during the current year.

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2011

The largest portion of the government's net assets for governmental activities (124.0 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, 2011.

Restricted net assets total \$1,846,236 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 assets, of (\$4,445,145), consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

The changes in net assets 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 assets.

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 assets follows:

City of Roeland Park's Changes in Net Assets			
	Governmental Activities 2011	Governmental Activities 2010	Change
Revenues:			
Program revenues:			
Charges for services	\$ 2,083,731	\$ 1,949,647	\$ 134,084
Operating grants and contributions	273,711	399,406	(125,695)
Capital grants and contributions	524,531	1,955,710	(1,431,179)
General revenues:			
Property taxes	1,240,389	1,079,867	160,522
Sales and use taxes	3,628,968	3,566,909	62,059
County jail tax	139,554	117,736	21,818
Franchise taxes	504,815	505,688	(873)
Investment earnings	71,599	62,401	9,198
Miscellaneous	656,070	541,237	114,833
<b>Total revenues</b>	<b>9,123,368</b>	<b>10,178,601</b>	<b>(1,055,233)</b>
Expenses:			
General government	2,015,395	2,635,337	(619,942)
Highways and streets	2,052,826	1,918,971	133,855
Public safety	1,599,006	1,613,703	(14,697)
Culture and recreation	136,601	148,485	(11,884)
Interest on long-term debt	935,023	1,013,861	(78,838)
<b>Total expenses</b>	<b>6,738,851</b>	<b>7,330,357</b>	<b>(591,506)</b>
<b>Increase in net assets</b>	<b>2,384,517</b>	<b>2,848,244</b>	<b>(463,727)</b>
Net assets, beginning	8,459,539	5,611,295	2,848,244
Net assets, ending	<b>\$ 10,844,056</b>	<b>\$ 8,459,539</b>	<b>\$ 2,384,517</b>



## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2011

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Total governmental activities revenue was \$9,123,368 and \$10,178,601 in fiscal years 2011 and 2010, respectively.

Certain revenues are generated that are specific to governmental program activities. These totaled \$2,881,973 and \$4,304,763 in 2011 and 2010, respectively. The graphs in Tables 3 and 4 of the other supplementary information as listed in the table of contents, show the composition of the fiscal year's governmental activities revenue as expenses.

Total governmental activities expenses were \$6,738,851 and \$7,330,357 in fiscal years 2011 and 2010, respectively.

Several of the revenue and expense categories fluctuated between 2011 and 2010. Highlights include the following:

#### Revenues:

- Charges for services increased by \$134,084 from 2010 as a result of assessments for stormwater improvements being made in 2011.
- Operating grants and contributions decreased by \$125,695 as a result of a reduction in street program funding.
- Capital grants and contributions decreased by \$1,431,179 due to the completion of stormwater improvements.
- Property taxes increased due to an increase in the mill levy assessed by the City.

#### Expenditures:

- The general government expenditures decreased by 23.5 percent from 2010 due to a decrease in personnel services.
- Highways and streets expenditures increased by 7.0 percent from 2010 due to increased operation costs and personnel costs.

### 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 \$3,897,172, an increase of \$2,942,078 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 \$2,469,039, special highway \$36,908, capital expansion and improvements \$881,663 and Roeland Park property owners association of \$6,849.

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

### **Management's Discussion and Analysis For Fiscal Year Ended December 31, 2011**

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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 \$404,462, while total fund balance was \$583,484. This is more than the 2010 unassigned fund balance of \$230,883 and the total 2010 General Fund balance of \$504,698. 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 10 percent of total General Fund expenditures, while total fund balance represents 15 percent of that same amount. Unassigned fund balance represented 5 percent of total General Fund expenditures for 2010, while total fund balance represents 11 percent of that same amount.

The fund balance of the City of Roeland Park's General Fund increased by \$78,786 during fiscal year 2011 and decreased \$169,028 during fiscal year 2010. The increase is due primarily to the fact that assessed valuations and sales tax revenues have increased due to the recovering economy. Total expenditures in the general fund decreased \$461,214 or 10.4 percent, while revenues increased \$608,343 or 17.9 percent. Major sources of the increase in revenue were due to higher tax revenues in 2011.

The Bella Roe/Walmart TIF Fund had an ending fund balance of \$1,485,979. The net increase in fund balance was \$69,005 for the year. The net increase in fund balance was due to a reduction in expenditures.

The Debt Service Fund had a total fund balance of \$275,327, 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 \$219,479. 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 2011. On a budgetary basis, which can be found in the required supplementary information on page 47, expenditures were less than revenues and other sources, which resulted in an increase in fund balance by \$49,415. Actual revenues were \$110,061 less 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 approximately \$810,000. However, \$700,277 of this unspent budget was the General Fund Reserve.

## City of Roeland Park, Kansas

### Management's Discussion and Analysis For Fiscal Year Ended December 31, 2011

#### 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, 2011 and 2010, respectively, was \$23,968,158 and \$24,784,503 (net of accumulated depreciation). This investment in capital assets includes land, construction-in-progress, buildings, improvements and infrastructure and machinery and equipment. The total decrease in the City of Roeland Park's investment in capital assets for the current fiscal year was 3 percent.

City of Roeland Park's Capital Assets

	Governmental Activities	
	2011	2010
Land	\$ 1,396,272	\$ 1,396,272
Artwork	12,620	12,620
Construction-in-progress	161,051	48,374
Buildings	4,399,473	4,399,473
Improvements other than buildings and infrastructure	23,562,441	23,300,324
Machinery and equipment	1,527,644	1,303,647
Accumulated depreciation	(7,091,343)	(5,676,207)
<b>Total</b>	<b>\$ 23,968,158</b>	<b>\$ 24,784,503</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 \$20,147,511. Of this amount, \$8,920,000 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) of \$11,227,511.

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

	Governmental Activities	
	2011	2010
Temporary notes	\$ -	\$ 2,785,000
General obligation bonds	8,920,000	7,480,000
Special obligation tax increment revenue bonds	4,398,941	4,627,394
Transportation development district sales tax revenue bonds	5,235,000	5,430,000
Capital leases	1,593,570	1,642,243
<b>Total</b>	<b>\$ 20,147,511</b>	<b>\$ 21,964,637</b>

The City of Roeland Park's total debt decreased by \$1,817,126 (8 percent) during the current fiscal year. The majority of the decrease was due to scheduled principal payments on the debt offset by the issuance of general obligation bonds and capital lease debt during the year.

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, 2011**

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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 3.2 percent during 2011. City sales and use tax collections have begun to increase by 1.74 percent during the same time period.
- The adopted fiscal year 2012 operating budget totals \$5 million, this is an increase of .02 percent from the 2011 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 2012 budget was prepared with three goals in mind:
  - Maintain the 2011 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 2012.

#### **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 Assets**

**December 31, 2011**

	Governmental Activities
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 1,904,900
Receivables:	
Taxes	3,003,548
Special assessments	3,005,777
Intergovernmental	117,262
Other	29,999
Other assets	251
<b>Total current assets</b>	<b>8,061,737</b>
Noncurrent assets:	
Restricted assets, pooled cash	1,853,172
Bond issuance costs, net	415,018
Capital assets:	
Nondepreciable:	
Land	1,396,272
Artwork	12,620
Construction-in-progress	161,051
Depreciable:	
Buildings	4,399,473
Improvements other than buildings and infrastructure	23,562,441
Machinery and equipment	1,527,644
Accumulated depreciation	(7,091,343)
<b>Total noncurrent assets</b>	<b>26,236,348</b>
<b>Total assets</b>	<b>\$ 34,298,085</b>

See Notes to Basic Financial Statements.



	Governmental Activities
<b>Liabilities</b>	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 498,082
Interest payable	189,244
Unearned revenue	2,499,878
Compensated absences	119,269
Capital lease obligations	212,437
Tax increment revenue bonds	258,605
General obligation bonds	830,000
Transportation development district sales tax revenue bonds	215,000
<b>Total current liabilities</b>	<u>4,822,515</u>
Noncurrent liabilities:	
Capital lease obligations	1,381,133
Tax increment revenue bonds, net bond discounts	4,109,929
Transportation development district sales tax revenue bonds, net bond discounts	4,968,509
General obligation bonds, net bond premiums	8,101,623
Net OPEB obligation	70,320
<b>Total noncurrent liabilities</b>	<u>18,631,514</u>
<b>Total liabilities</b>	<u>23,454,029</u>
<b>Net Assets</b>	
Invested in capital assets, net of related debt	13,442,965
Restricted for:	
Debt service	920,816
Special highway	36,908
Capital expansion and improvement	881,663
Roeland Park property owners association	6,849
Unrestricted	(4,445,145)
<b>Total net assets</b>	<u>10,844,056</u>
<b>Total liabilities and net assets</b>	<u>\$ 34,298,085</u>

City of Roeland Park, Kansas

**Statement of Activities**  
**Year Ended December 31, 2011**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	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	\$ 2,015,395	\$ 328,111	\$ -	\$ -	\$ (1,687,284)
Highways and streets	2,052,826	149,120	273,711	524,531	(1,105,464)
Public safety	1,599,006	1,606,500	-	-	7,494
Culture and recreation	136,601	-	-	-	(136,601)
Interest on long-term debt	935,023	-	-	-	(935,023)
<b>Total governmental activities</b>	<b>\$ 6,738,851</b>	<b>\$ 2,083,731</b>	<b>\$ 273,711</b>	<b>\$ 524,531</b>	<b>(3,856,878)</b>
<b>General Revenues</b>					
Taxes:					
Property taxes					1,240,389
Sales and use taxes					3,628,968
County jail tax					139,554
Franchise taxes					504,815
Investment earnings					71,599
Miscellaneous					639,260
Gain on disposal of capital assets					16,810
<b>Total general revenues</b>					<b>6,241,395</b>
Changes in net assets					2,384,517
Net assets beginning of year					8,459,539
Net assets end of year					<b>\$ 10,844,056</b>

See Notes to Basic Financial Statements.

**City of Roeland Park, Kansas**

**Balance Sheet  
Governmental Funds  
December 31, 2011**

	General Fund	Bella Roe/ Walmart TIF Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
<b>Assets</b>					
Pooled cash	\$ 448,083	\$ 44,684	\$ 275,327	\$ 1,136,806	\$ 1,904,900
Receivables:					
Taxes	1,566,447	427,970	321,678	687,453	3,003,548
Special assessments	-	-	3,005,777	-	3,005,777
Intergovernmental	-	-	-	117,262	117,262
Other	29,999	-	-	-	29,999
Due from other funds	50,271	-	-	-	50,271
Other assets	251	-	-	-	251
Restricted assets, cash	157,500	1,441,295	-	254,377	1,853,172
<b>Total assets</b>	<b>\$ 2,252,551</b>	<b>\$ 1,913,949</b>	<b>\$ 3,602,782</b>	<b>\$ 2,195,898</b>	<b>\$ 9,965,180</b>
<b>Liabilities and Fund Balances (Deficits)</b>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 407,476	\$ -	\$ -	\$ 90,606	\$ 498,082
Due to other funds	-	-	-	50,271	50,271
Deferred revenue	1,261,591	427,970	3,327,455	502,639	5,519,655
<b>Total liabilities</b>	<b>1,669,067</b>	<b>427,970</b>	<b>3,327,455</b>	<b>643,516</b>	<b>6,068,008</b>
Fund balances (deficits):					
Fund balances:					
Restricted	157,500	1,358,979	275,327	1,602,653	3,394,459
Committed	-	127,000	-	-	127,000
Assigned	21,522	-	-	-	21,522
Unassigned	404,462	-	-	(50,271)	354,191
<b>Total fund balances</b>	<b>583,484</b>	<b>1,485,979</b>	<b>275,327</b>	<b>1,552,382</b>	<b>3,897,172</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,252,551</b>	<b>\$ 1,913,949</b>	<b>\$ 3,602,782</b>	<b>\$ 2,195,898</b>	<b>\$ 9,965,180</b>

See Notes to Basic Financial Statements.

## City of Roeland Park, Kansas

### Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets December 31, 2011

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Total governmental fund balances		\$	3,897,172
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:			
Capital assets			31,059,501
Accumulated depreciation			(7,091,343)
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds, deferred revenues			
			3,019,777
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	\$	(119,269)	
Interest payable		(189,244)	
Premium on bonds, net		(11,623)	
Discount on bonds, net		81,898	
Bond issuance costs, net		415,018	
General obligation bonds, current		(830,000)	
General obligation bonds, noncurrent		(8,090,000)	
Tax increment revenue bonds, current		(258,605)	
Tax increment revenue bonds, noncurrent		(4,140,336)	
Transportation development district sales tax revenue bonds, current		(215,000)	
Transportation development district sales tax revenue bonds, noncurrent		(5,020,000)	
Capital lease obligations, current		(212,437)	
Capital lease obligations, noncurrent		(1,381,133)	
Net OPEB obligation		(70,320)	(20,041,051)
<b>Net assets of governmental activities</b>			<u><u>\$ 10,844,056</u></u>

See Notes to Basic Financial Statements.

**City of Roeland Park, Kansas**

**Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Governmental Funds**  
**Year Ended December 31, 2011**

	General Fund	Bella Roe/ Walmart TIF Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
Revenues:					
Taxes	\$ 2,039,464	\$ 450,398	\$ 240,514	\$ 1,955,120	\$ 4,685,496
Special assessments	5,710	-	140,544	149,120	295,374
Intergovernmental	961,961	-	-	685,933	1,647,894
Licenses and permits	125,226	-	-	-	125,226
Fines and forfeitures	285,711	-	-	-	285,711
Interest	665	11,731	56,297	2,906	71,599
Other	590,239	2,666	-	146,894	739,799
<b>Total revenues</b>	<b>4,008,976</b>	<b>464,795</b>	<b>437,355</b>	<b>2,939,973</b>	<b>7,851,099</b>
Expenditures:					
Current:					
General government	1,721,709	-	-	223,135	1,944,844
Highways and streets	299,988	-	-	259,487	559,475
Public safety	1,114,836	-	-	-	1,114,836
Culture and recreation	-	-	-	146,941	146,941
Employee benefits	640,757	-	-	-	640,757
Capital outlay	-	-	-	530,099	530,099
Debt service:					
Principal retirement	166,500	177,061	179,490	766,863	1,289,914
Interest and fiscal charges	41,400	218,729	121,320	539,924	921,373
Bond issuance costs	-	-	-	49,374	49,374
<b>Total expenditures</b>	<b>3,985,190</b>	<b>395,790</b>	<b>300,810</b>	<b>2,515,823</b>	<b>7,197,613</b>
<b>Revenues over expenditures</b>	<b>23,786</b>	<b>69,005</b>	<b>136,545</b>	<b>424,150</b>	<b>653,486</b>
Other financing sources (uses):					
Issuance of long-term debt	-	-	-	2,257,788	2,257,788
Premium on bonds	-	-	-	11,888	11,888
Proceeds from sale of capital asset	-	-	-	18,916	18,916
Transfers in	55,000	-	82,934	197,315	335,249
Transfers out	-	-	-	(335,249)	(335,249)
<b>Total other financing sources (uses)</b>	<b>55,000</b>	<b>-</b>	<b>82,934</b>	<b>2,150,658</b>	<b>2,288,592</b>
<b>Changes in fund balances</b>	<b>78,786</b>	<b>69,005</b>	<b>219,479</b>	<b>2,574,808</b>	<b>2,942,078</b>
Fund balances (deficits), beginning of year, as restated	504,698	1,416,974	55,848	(1,022,426)	955,094
Fund balances, end of year	\$ 583,484	\$ 1,485,979	\$ 275,327	\$ 1,552,382	\$ 3,897,172

See Notes to Basic Financial Statements.

## 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, 2011

Net change in fund balances - governmental funds		\$	2,942,078
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			712,773
Depreciation:			
General government	\$	(31,873)	
Public safety		(38,745)	
Culture and recreation		(83,988)	
Highways and streets		(1,372,406)	(1,527,012)
Proceeds from sale of capital assets		(18,916)	
Gain on disposal of capital assets		16,810	(2,106)
Revenues in the statement of activities that do not provide current financial resources are not reported in the funds			1,255,459
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			(26,402)
Change in net OPEB obligation			(26,235)
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:			
Issuance of long-term debt		(2,257,788)	
Principal payments on long-term debt		1,289,914	
Premium on bonds		(11,888)	
Bond issuance costs		49,374	
Amortization of issuance costs, bond premium and bond discounts		(33,928)	
Change in accrued interest		20,278	(944,038)
<b>Change in net assets of governmental activities</b>			<b>\$ 2,384,517</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 7,000 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 assets 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 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.

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, liabilities, reserves, 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 special revenue 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)**

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

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.

McDonald's/Granada Park/City Hall: Established to account for monies received to retire bonds associated with development in the district. Projects approved in the area include City Hall Remodel/Technology updates and Granada Park improvements.

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.

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.

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). 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.

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)**

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.

**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.

Roeland Park Elementary School Project: A fund created to pay the cost of the acquisition, maintenance and removal of the former Roeland Park Elementary School to create park land.

Roe Lane CARS Project: A fund created to improve main traffic ways, including the reconstruction of 1,600 linear feet of curb and gutter, 3,700 linear feet of roadway and the installation of new sidewalk ramps.

53<sup>rd</sup> Street and Buena Vista CARS Project: A fund created to improve main traffic ways, including the reconstruction of 1,800 linear feet of curb and gutter and 7,000 linear feet of roadway.

## 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)**

RC 12-12 Stormwater/Street 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 47th Street, on the east by Reinhardt Street, on the south by 53rd Street (including a portion of the work extending south and east of the intersection of 53rd and Reinhardt Streets into the City of Fairway, Kansas ("Fairway"), which is necessary to connect the City's improvements to the storm drainage system of Fairway) and on the west by Parish Drive, all as contemplated by RC 12-12.

RC 12-14 Stormwater Project: A fund 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 49th Street, on the east by Roe Blvd., on the south by 55th Street, and on the west by the City limits.

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.

55<sup>th</sup> Street CARS Project: Created to improve 55th Street from Roe Avenue to Shawnee Mission Parkway, including, but not limited to, mill and overlay, and the construction, reconstruction and improvements of sidewalks, curbs and gutters.

#### **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.

**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)**

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.

Property taxes are recognized as a receivable at the time they become an enforceable legal claim. The current taxes receivable represent the 2011 levy plus any uncollected amounts from the 2010 levy. Property taxes that are not available for current year operations are shown as deferred revenue. 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.

**Deferred and unearned revenues:** In the governmental funds, represent amounts due, which are measurable, but not available. Unearned revenue in the statement of net assets represents property tax levied for future fiscal years and receipts that the City has not met all eligibility requirements imposed by the provider.

**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.

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.

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)**

**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 or resolution 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 to the City Clerk/Director of Finance.

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.

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 assets:** Represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, 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 assets are 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 assets restricted through enabling legislation consist of \$920,816 for debt service, \$36,908 for special highway and \$881,663 for capital expansion and improvements.

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

**Bond discount, premium and issuance costs:** 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, as well as issuance costs, 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, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

## 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)**

**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, 2011, 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, 2011 is less than one year. As of December 31, 2011, the City also had \$615,142 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, 2011 is 36 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.

**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, 2011, the City's investment in the Kansas Municipal Investment Pool was rated AA+ 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, 2011, the City's investments are not subject to concentration of credit risk.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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

**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, 2011, the City's bank balances of deposits with financial institutions of \$2,571,852 were not exposed to custodial credit risk. As of December 31, 2011, 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, 2011:

	2010 Balance	Additions	Deletions	2011 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	48,374	117,039	4,362	161,051
<b>Total capital assets not being depreciated</b>	<b>1,457,266</b>	<b>117,039</b>	<b>4,362</b>	<b>1,569,943</b>
Capital assets being depreciated:				
Buildings	4,399,473	-	-	4,399,473
Improvements other than buildings and infrastructure	23,300,324	262,117	-	23,562,441
Machinery and equipment	1,303,647	337,979	113,982	1,527,644
<b>Total capital assets being depreciated</b>	<b>29,003,444</b>	<b>600,096</b>	<b>113,982</b>	<b>29,489,558</b>
Less accumulated depreciation for:				
Buildings	1,562,242	80,227	-	1,642,469
Improvements other than buildings and infrastructure	3,371,484	1,316,617	-	4,688,101
Machinery and equipment	742,481	130,168	111,876	760,773
<b>Total accumulated depreciation</b>	<b>5,676,207</b>	<b>1,527,012</b>	<b>111,876</b>	<b>7,091,343</b>
<b>Total capital assets being depreciated, net</b>	<b>23,327,237</b>	<b>(926,916)</b>	<b>2,106</b>	<b>22,398,215</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 24,784,503</b>	<b>\$ (809,877)</b>	<b>\$ 6,468</b>	<b>\$ 23,968,158</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	\$ 31,873
Public safety	38,745
Culture and recreation	83,988
Highways and streets	<u>1,372,406</u>
<b>Total depreciation expense, governmental activities</b>	<u><u>\$ 1,527,012</u></u>

#### 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, 2011 follows:

Type of Issue	Balance December 31, 2010	Additions	Retirements	Balance December 31, 2011	Due Within One Year
Short-term debt, temporary notes	\$ 2,785,000	\$ -	\$ 2,785,000	\$ -	\$ -
Long-term debt:					
General obligation bonds	7,480,000	2,090,000	650,000	8,920,000	830,000
Tax increment revenue bonds	4,627,394	-	228,453	4,398,941	258,605
Transportation development district sales tax revenue bonds	5,430,000	-	195,000	5,235,000	215,000
Capital leases	1,642,243	167,788	216,461	1,593,570	212,437
Add premiums	1,742	11,888	2,007	11,623	-
Less discounts	(88,194)	-	(6,296)	(81,898)	-
Compensated absences	92,867	119,269	92,867	119,269	119,269
<b>Total long-term debt</b>	<u>19,186,052</u>	<u>2,388,945</u>	<u>1,378,492</u>	<u>20,196,505</u>	<u>1,635,311</u>
<b>Total short-term and long-term debt</b>	<u>\$ 21,971,052</u>	<u>\$ 2,388,945</u>	<u>\$ 4,163,492</u>	<u>\$ 20,196,505</u>	<u>\$ 1,635,311</u>

Compensated absences are normally liquidated by the General Fund.

## 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 long-term debt outstanding as of December 31, 2011 follows:

Debt Issue	Date Issued	Original Amount	Interest Rate	Balance
Long-term debt:				
General Obligations Bonds:				
Internal Improvement, Series 2003	3/1/03	\$ 1,625,000	2.00-3.25%	\$ 185,000
Internal Improvement, Series 2008	8/15/08	4,185,000	3.15-4.30	3,430,000
General Obligations Bonds, Series 2010-1	8/19/10	3,345,000	1.50-3.50	3,215,000
General Obligations Bonds, Series 2011-1	4/28/11	525,000	0.65-2.05	525,000
General Obligations Bonds, Series 2011-2	8/25/11	1,565,000	2.00-3.40	1,565,000
				<u>\$ 8,920,000</u>
Special Obligation Tax Increment				
Revenue Bonds:				
Series 2000, Valley State Bank Project	2/1/00	695,000	7.00	\$ 444,434
Series 2000, The Boulevard Apartments Project	4/1/00	553,525	8.25	104,507
	5/31/02	39,362	8.25	
Series 2005, Roeland Park Redevelopment LLC Project	2/1/05	4,495,000	4.60-5.75	3,850,000
				<u>\$ 4,398,941</u>
Revenue Bonds:				
Transportation Development District:				
Sales Tax Revenue Bonds, 2005	11/1/05	3,555,000	4.50-5.75	\$ 2,850,000
Sales Tax Revenue Bonds, 2006A	1/1/06	1,090,000	5.875	925,000
Sales Tax Revenue Bonds, 2006B	1/1/06	1,690,000	5.125 - 5.875	1,460,000
				<u>\$ 5,235,000</u>
Capital Lease Obligations:				
Pool	9/1/01	2,673,908	5.10-5.30	\$ 1,237,500
Street sweeper	9/23/10	212,550	3.84	188,282
Trucks	8/24/11	167,788	2.79	167,788
				<u>\$ 1,593,570</u>

**City of Roeland Park, Kansas**

**Notes to Basic Financial Statements**

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

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

Year	Principal	Interest	Total
2012	\$ 830,000	\$ 265,156	\$ 1,095,156
2013	865,000	232,898	1,097,898
2014	880,000	214,925	1,094,925
2015	905,000	195,098	1,100,098
2016	890,000	173,453	1,063,453
2017 - 2021	3,190,000	518,623	3,708,623
2022 - 2026	1,360,000	116,170	1,476,170
<b>Total</b>	<b>\$ 8,920,000</b>	<b>\$ 1,716,323</b>	<b>\$ 10,636,323</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
2012	\$ 258,605	\$ 261,018	\$ 519,623
2013	281,431	235,168	516,599
2014	299,471	231,918	531,389
2015	280,000	215,768	495,768
2016	300,000	184,793	484,793
2017 - 2021	1,874,434	639,234	2,513,668
2022 - 2026	1,105,000	117,012	1,222,012
<b>Total</b>	<b>\$ 4,398,941</b>	<b>\$ 1,884,911</b>	<b>\$ 6,283,852</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
2012	\$ 215,000	\$ 311,324	\$ 526,324
2013	230,000	300,239	530,239
2014	250,000	288,394	538,394
2015	270,000	275,544	545,544
2016	295,000	261,642	556,642
2017 - 2021	1,880,000	1,028,593	2,908,593
2022 - 2026	2,095,000	379,992	2,474,992
<b>Total</b>	<b>\$ 5,235,000</b>	<b>\$ 2,845,728</b>	<b>\$ 8,080,728</b>

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

Year	Principal	Interest	Total
2012	\$ 212,437	\$ 50,102	\$ 262,539
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 - 2018	456,810	25,431	482,241
<b>Total</b>	<b>\$ 1,593,570</b>	<b>\$ 217,386</b>	<b>\$ 1,810,956</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, 2011, the statutory limit for the City was \$20,807,621 providing a debt margin of \$10,294,051. Included in the legal debt margin calculation are outstanding general obligation bonds as of December 31, 2011 of \$8,920,000 and capital lease obligations of \$1,593,570.

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 \$754,716 payable through 2020. For the current year, principal and interest paid and total incremental property tax revenues were \$108,150 and \$106,272, 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, 2011 were \$449,500 and \$991,795, respectively, and are shown as restricted assets in the Bella Roe/Walmart Fund. Total principal and interest remaining on the bonds is \$5,529,136 payable through 2024. For the current year, principal and interest paid and total incremental property tax revenues were \$388,489 and \$450,398, 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, 2011 was \$239,715 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 \$5,876,914. Principal and interest paid for the current year and total TDD #1 sales taxes were \$358,613 and \$278,220, 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, 2011 was \$14,315 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 \$2,203,814. Principal and interest paid for the current year and total TDD #2 sales taxes were \$141,569 and \$100,273, respectively.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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#### Note 5. Interfund Balances and Transfers

Transfers for the year ended December 31, 2011 consisted of:

	Transfers In	Transfers Out
General Fund	\$ 55,000	\$ -
Debt service fund	82,934	-
Special revenue funds, nonmajor governmental funds	47,315	205,000
Capital projects funds, nonmajor governmental funds	150,000	130,249
	<u>\$ 335,249</u>	<u>\$ 335,249</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.

Individual interfund receivables and payables as of December 31, 2011 were as follows:

	Due From	Due To
General Fund	\$ 50,271	\$ -
Capital projects funds, nonmajor governmental funds	-	50,271
	<u>\$ 50,271</u>	<u>\$ 50,271</u>

#### 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 2011 is 7.74 percent. The City's contributions to KPERs for the years ended December 31, 2011, 2010 and 2009 were \$45,517, \$45,874 and \$39,948, 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 2011 is 16.54 percent. The City contributions to KP&F for the years ended December 31, 2011, 2010 and 2009 were \$113,847, \$108,293 and \$120,078, 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, 2011 and 2010 were \$23,948 and \$33,853, 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.

Through December 31, 2011, the City has paid a total of \$161,050 for expenses related to the RC 12-18 Stormwater Project. As of December 31, 2011, the City estimates approximately \$1,700,000 of additional costs to complete the project.

As of December 31, 2011, the City estimates approximately \$1,500,000 and \$72,000 of costs to complete the Roeland Park Municipal Building project and 2012 Street Maintenance Program, respectively.

#### **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, 2011, there were no City retirees participating in the plan.



## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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

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	\$	20,752
Interest on net OPEB contribution		2,535
Adjustment to annual required contribution		2,948
Annual OPEB cost (expense)		26,235
Contributions and payments made		-
Increase in net OPEB obligation		26,235
Net OPEB obligation, beginning of year		44,085
Net OPEB obligation, end of year	\$	70,320

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

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligations for 2011 and the two preceding years follows. Fiscal year ended December 31, 2009 was the adoption year of GASB Statement No. 45.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2011	\$ 26,235	0.0%	\$ 70,320
December 31, 2010	23,333	-	44,085
December 31, 2009	20,752	-	20,752

Funded status and funding progress: As of January 1, 2009, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$130,916 and the actuarial value of assets is none resulting in an unfunded actuarial accrued liability (UAAL) of \$130,916. The covered payroll (annual payroll of active employees covered by the plan) was \$1,378,477 and the ratio of the UAAL to the covered payroll was 9.5 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.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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

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 January 1, 2009 actuarial valuation, projected unit credit method was used. The actuarial assumptions included 5.75 percent investment rate of return, which is estimated long-term investment yield on source assets used to provide for the payment of benefits; dental care cost trend rate of 5 percent and 10 percent for medical claims and prescriptions, reduced by decrements to an ultimate rate of 6 percent after nine 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 and one rental agreement for the rental of land and a tower. Lease revenue of \$96,847 is included in General Fund other revenue. Future minimum rentals under such leases are as follows:

Year ending December 31:

2012	\$	58,324
2013		58,324
2014		58,324
2015		58,324
2016		58,324
	\$	<u>291,620</u>

#### Note 9. Fund Balance Deficits

The RC 12-18 Stormwater Project Capital Project Fund had a fund balance deficit of \$50,271. This deficit occurred due to capital outlay expenditures being financed with short-term borrowings. These deficits will be eliminated when long-term financing for these projects is obtained.

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

#### Note 10. Fund Balances

In fiscal year 2011, the City adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The statement establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types.

The effect of fund type reclassification is as follows:

	General	Nonmajor Governmental
Fund balance December 31, 2010, as previously reported	\$ 409,905	\$ 923,168
Change in fund type classification per implementation of GASB Statement No. 54	94,793	(94,793)
Reclassification of previously reported major fund to nonmajor - RC 12-14 Stormwater Project Fund	-	(1,850,801)
Fund balance January 1, 2011, as restated	<u>\$ 504,698</u>	<u>\$ (1,022,426)</u>

The City restated the fund balance of the aggregate remaining fund information by moving the Street Improvement Fund to the General Fund.

The classifications of fund balances by opinion unit are as follows:

	General Fund	Bella Roe/ Walmart TIF Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
<b>Fund Balances:</b>					
Restricted:					
Debt service	\$ 157,500	\$ 1,358,979	\$ 168,987	\$ 677,233	\$ 2,362,699
Debt service for 2011-2 bond issue	-	-	106,340	-	106,340
Special highway	-	-	-	36,908	36,908
Capital expansion and improvements	-	-	-	881,663	881,663
Roeland Park property owners association	-	-	-	6,849	6,849
<b>Total restricted</b>	<u>157,500</u>	<u>1,358,979</u>	<u>275,327</u>	<u>1,602,653</u>	<u>3,394,459</u>
Committed:					
Capital projects	-	127,000	-	-	127,000
Assigned:					
Special law	21,522	-	-	-	21,522
Unassigned	404,462	-	-	(50,271)	354,191
<b>Total fund balances</b>	<u>\$ 583,484</u>	<u>\$ 1,485,979</u>	<u>\$ 275,327</u>	<u>\$ 1,552,382</u>	<u>\$ 3,897,172</u>

## City of Roeland Park, Kansas

### Notes to Basic Financial Statements

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

As of December 31, 2011, 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. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, an amendment of GASB Statement No. 43 and No. 45, issued January 2010, will be effective for the City beginning with its year ending December 31, 2012. This Statement addresses issues related to measurement of OPEB obligations by certain employers participating in agent multiple-employer OPEB plans.
- 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.
- GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, issued January 2011, will be effective for the City beginning with its year ending December 31, 2012. This Statement is intended to enhance the usefulness of the Codification of Governmental Accounting and Financial Reporting Standards by incorporating guidance that previously could only be found in certain FASB and AICPA pronouncements. This Statement incorporates into the GASB's authoritative literature the applicable guidance previously presented in the following pronouncements issued before November 30, 1989: FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the AICPA's Committee on Accounting Procedure. By incorporating and maintaining this guidance in a single source, the GASB believes that GASB 62 reduces the complexity of locating and using authoritative literature needed to prepare state and local government financial reports.
- GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, issued July 2011, will be effective for the City beginning with its year ending December 31, 2012. This Statement is intended to improve financial reporting by providing citizens and other users of state and local government financial reports with information about how past transactions will continue to impact a government's financial statements in the future. This Statement provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities deferred inflows of resources, and net position (which is the net residual amount of the other elements). The Statement requires that deferred outflows of resources and deferred inflows of resources be reported separately from assets and liabilities. This Statement also amends certain provisions of Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, and related pronouncements to reflect the residual measure in the statement of financial position as net position, rather than net assets.

## 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. 65, *Items Previously Reported as Assets and Liabilities*, issued April 2012, will be effective for the City beginning with its year ending December 31, 2013. This Statement clarifies the appropriate reporting of deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting. GASB Concepts Statement (CON) No. 4, *Elements of Financial Statements*, specifies that recognition of deferred outflows and deferred inflows should be limited to those instances specifically identified in authoritative GASB pronouncements. Consequently, guidance was needed to determine which balances being reported as assets and liabilities should actually be reported as deferred outflows of resources or deferred inflows of resources, according to the definitions in CON 4. Based on those definitions, this Statement reclassifies certain items currently being reported as assets and liabilities as deferred outflows of resources and deferred inflows of resources. In addition, the Statement recognizes certain items currently being reported as assets and liabilities as outflows of resources and inflows of resources.

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

#### **Note 12. Subsequent Event**

On April 2, 2012, the City issued General Obligation Temporary Notes Series 2012-A in the amount of \$860,000 for the purpose of financing the 2012 CARS Roe Boulevard street program and City Hall improvements. Payments of principal and interest (0.90 percent) are payable through fiscal year 2013.

On April 2, 2012, the City issued General Obligation Refunding and Improvement Bonds Series 2012-1 in the amount of \$2,950,000 for the purpose of refunding the 2008 bond issue and financing the City Hall improvements. Payments of principal and interest (ranging from 0.65 percent to 2.40 percent) are payable through fiscal year 2023.

**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>2011</b>	<b>1/1/09</b>	<b>\$ -</b>	<b>\$ 130,916</b>	<b>\$ 130,916</b>	<b>- %</b>	<b>\$ 1,378,477</b>	<b>9.5%</b>
2010	1/1/09	-	130,916	130,916	-	1,447,649	9.0
2009	1/1/09	-	130,916	130,916	-	1,425,020	9.2

Note: Fiscal year 2009 is the transition year for GASB Statement No. 45

The information presented in the required supplementary schedules was determined as part of the actuarial valuation date as of January 1, 2009. Additional information follows:

- The cost method used to determine the ARC is the projected unit credit method.
- The actuarial assumptions included 5.75 percent investment rate of return; dental care cost trend rate of 5 percent and 10 percent for medical claims and prescriptions, reduced by decrements to an ultimate rate of 6 percent after 9 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, 2011**

	Budget		Actual	Final to Actual Variance
	Original	Final		
Revenues:				
Taxes	\$ 1,678,561	\$ 1,678,561	\$ 1,515,093	\$ (163,468)
Special assessments	7,000	7,000	5,710	(1,290)
Intergovernmental	867,708	867,708	961,961	94,253
Licenses and permits	133,950	133,950	125,226	(8,724)
Fines and forfeitures	350,000	350,000	285,711	(64,289)
Interest	4,000	4,000	665	(3,335)
Other	553,447	553,447	590,239	36,792
<b>Total revenues</b>	<b>3,594,666</b>	<b>3,594,666</b>	<b>3,484,605</b>	<b>(110,061)</b>
Expenditures:				
Current:				
General government	2,283,964	2,283,964	1,721,709	562,255
Highway and streets	326,097	326,097	299,988	26,109
Public safety	1,200,840	1,200,840	1,114,836	86,004
Employee benefits	740,415	740,415	640,757	99,658
Debt service:				
Principal retirement	197,500	197,500	166,500	31,000
Interest and fiscal charges	46,000	46,000	41,400	4,600
<b>Total expenditures</b>	<b>4,794,816</b>	<b>4,794,816</b>	<b>3,985,190</b>	<b>809,626</b>
<b>Revenues over (under) expenditures</b>	<b>(1,200,150)</b>	<b>(1,200,150)</b>	<b>(500,585)</b>	<b>699,565</b>
Other financing sources (uses):				
Transfers in	597,000	597,000	550,000	(47,000)
Transfers out	(130,000)	(130,000)	-	130,000
<b>Changes in fund balance</b>	<b>\$ (733,150)</b>	<b>\$ (733,150)</b>	<b>49,415</b>	<b>\$ 782,565</b>
Reconciliation to GAAP Basis:				
Activities reported within the Street Improvement Fund (sub-fund of the General Fund):				
Total Revenue			524,371	
Total other financing (uses)			(495,000)	
Total reconciling items			29,371	
Fund balance, beginning of year, as restated			504,698	
Fund balance, end of year			\$ 583,484	

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 - Bella Roe/Walmart TIF Fund

Year Ended December 31, 2011

	Budget			Final to Actual
	Original	Final	Actual	Variance
Revenues:				
Taxes	\$ 590,000	\$ 590,000	\$ 450,398	\$ (139,602)
Interest	9,000	9,000	11,731	2,731
Other	-	-	2,666	2,666
<b>Total revenues</b>	<b>599,000</b>	<b>599,000</b>	<b>464,795</b>	<b>(134,205)</b>
Expenditures:				
Current, general government	2,500	2,500	-	2,500
Debt service:				
Principal retirement	427,809	427,809	177,061	250,748
Interest and fiscal charges	218,729	218,729	218,729	-
<b>Total expenditures</b>	<b>649,038</b>	<b>649,038</b>	<b>395,790</b>	<b>253,248</b>
<b>Revenues over (under) expenditures</b>	<b>\$ (50,038)</b>	<b>\$ (50,038)</b>	<b>69,005</b>	<b>\$ 119,043</b>
Fund balance, beginning of year			1,416,974	
Fund balance, end of year			<u>\$ 1,485,979</u>	

See Note to Required Supplementary Information.



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

### **Note to Required Supplementary Information Year Ended December 31, 2011**

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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 12-12 Stormwater/Street Project Fund, the Roeland Park Elementary School Project Fund, the RC 12-14 Stormwater Project Fund, the Roe Lane CARS Project Fund, the 53<sup>rd</sup> Street and Buena Vista CARS Project Fund, the RC 12-18 Stormwater Project Fund and the 55<sup>th</sup> Street CARS 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.

(Continued)

**City of Roeland Park, Kansas**

**Note to Required Supplementary Information  
Year Ended December 31, 2011**

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During the year ended December 31, 2011, the following funds overexpended its final budget by the indicated amount:

Fund	Budget	Actual
Community Center Fund	\$ 64,579	\$ 146,941
Special Street Fund	677,171	693,692
TDD #1 - Price Chopper Fund	361,113	367,113
TDD #2 - Lowe's Fund	141,569	143,569
Equipment Reserve Fund	185,876	273,652

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City of Roeland Park, Kansas

Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2011

	Special Revenue			
	McDonald's/Granada			
	Special Highway Fund	Park/City Hall Fund	Community Center Fund	Valley State Bank Fund
<b>Assets</b>				
Pooled cash	\$ 8,676	\$ 383,035	\$ 29,190	\$ 205
Receivables:				
Taxes	-	230,560	29,542	48,188
Intergovernmental	44,112	73,150	-	-
Other assets	-	-	-	-
Restricted cash	-	-	-	-
<b>Total assets</b>	<b>\$ 52,788</b>	<b>\$ 686,745</b>	<b>\$ 58,732</b>	<b>\$ 48,393</b>
<b>Liabilities and Fund Balances (Deficit)</b>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 1,880	\$ 88,227	\$ 369	\$ -
Due to other funds	-	-	-	-
Deferred revenue	14,000	303,710	-	48,188
<b>Total liabilities</b>	<b>15,880</b>	<b>391,937</b>	<b>369</b>	<b>48,188</b>
Fund balances (deficit):				
Restricted	36,908	294,808	58,363	205
Unassigned	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>36,908</b>	<b>294,808</b>	<b>58,363</b>	<b>205</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 52,788</b>	<b>\$ 686,745</b>	<b>\$ 58,732</b>	<b>\$ 48,393</b>

(Continued)

Special Revenue							
Boulevard Apartments Fund	Old Pool Area Fund	Roeland Park City Hall Property Owners Association Fund	Special Street Fund	Special Infrastructure Fund	TDD #1 - Price Chopper Fund		
\$ 795	\$ 283,197	\$ 6,849	\$ 10,778	\$ 295,647	\$ 52,358		
95,767	40,974	-	118,168	59,084	49,242		
-	-	-	-	-	-		
-	-	-	-	-	-		
-	-	-	-	-	239,870		
\$ 96,562	\$ 324,171	\$ 6,849	\$ 128,946	\$ 354,731	\$ 341,470		
\$ -	\$ 130	\$ -	\$ -	\$ -	\$ -		
-	-	-	-	-	-		
95,767	40,974	-	-	-	-		
95,767	41,104	-	-	-	-		
795	283,067	6,849	128,946	354,731	341,470		
-	-	-	-	-	-		
795	283,067	6,849	128,946	354,731	341,470		
\$ 96,562	\$ 324,171	\$ 6,849	\$ 128,946	\$ 354,731	\$ 341,470		

City of Roeland Park, Kansas

Combining Balance Sheet (Continued)

Nonmajor Governmental Funds

December 31, 2011

	Special Revenue	Capital Projects		
	TDD #2 - Lowe's Fund	Equipment Reserve Fund	RC 12-18 Stormwater Project Fund	Totals
<b>Assets</b>				
Pooled cash	\$ 21,261	\$ 44,815	\$ -	\$ 1,136,806
Receivables:				
Taxes	15,928	-	-	687,453
Intergovernmental	-	-	-	117,262
Other assets	-	-	-	-
Restricted cash	14,507	-	-	254,377
<b>Total assets</b>	<b>\$ 51,696</b>	<b>\$ 44,815</b>	<b>\$ -</b>	<b>\$ 2,195,898</b>
<b>Liabilities and Fund Balances (Deficit)</b>				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ 90,606
Due to other funds	-	-	50,271	50,271
Deferred revenue	-	-	-	502,639
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>50,271</b>	<b>643,516</b>
Fund balances (deficit):				
Restricted	51,696	44,815	-	1,602,653
Unassigned	-	-	(50,271)	(50,271)
<b>Total fund balances (deficits)</b>	<b>51,696</b>	<b>44,815</b>	<b>(50,271)</b>	<b>1,552,382</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 51,696</b>	<b>\$ 44,815</b>	<b>\$ -</b>	<b>\$ 2,195,898</b>

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City of Roeland Park, Kansas

**Combining Statement of Revenues, Expenditures and Changes in  
Fund Balances (Deficits)  
Nonmajor Governmental Funds  
Year Ended December 31, 2011**

	Special Revenue			
	Special Highway	McDonald's/Granada Park/City Hall	Community Center	Valley State Bank
	Fund	Fund	Fund	Fund
Revenues:				
Taxes	\$ -	\$ 203,578	\$ 174,790	\$ 44,675
Special assessments	-	-	-	-
Intergovernmental	161,401	-	-	-
Interest	-	-	-	-
Other	-	-	54,364	-
<b>Total revenues</b>	<b>161,401</b>	<b>203,578</b>	<b>229,154</b>	<b>44,675</b>
Expenditures:				
Current:				
General government	-	177,681	-	2,250
Highways and streets	174,375	-	-	-
Culture and recreation	-	-	146,941	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	3,449	-	6,906
Interest and fiscal charges	-	117	-	37,844
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>174,375</b>	<b>181,247</b>	<b>146,941</b>	<b>47,000</b>
<b>Excess of revenue over (under) expenditures</b>	<b>(12,974)</b>	<b>22,331</b>	<b>82,213</b>	<b>(2,325)</b>
Other financing sources (uses):				
Issuance of long-term debt	-	-	-	-
Premium on bonds	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(55,000)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(55,000)</b>	<b>-</b>
<b>Changes in fund balances</b>	<b>(12,974)</b>	<b>22,331</b>	<b>27,213</b>	<b>(2,325)</b>
Fund balances (deficits), beginning of year, as restated	49,882	272,477	31,150	2,530
Fund balances (deficits), end of year	\$ 36,908	\$ 294,808	\$ 58,363	\$ 205

(Continued)



Special Revenue					
Boulevard Apartments Fund	Old Pool Area Fund	Roeland Park City Hall Property Owners Association Fund	Special Street Fund	Special Infrastructure Fund	TDD #1 - Price Chopper Fund
\$ 61,597	\$ 43,243	\$ -	\$ 699,162	\$ 349,582	\$ 278,220
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1	-	-	2,412
-	-	31,905	-	-	-
61,597	43,243	31,906	699,162	349,582	280,632
1,600	130	30,974	-	-	8,500
-	-	-	85,112	-	-
-	-	-	-	-	-
-	-	-	-	64,315	-
51,547	-	-	460,000	-	140,000
11,853	-	-	148,580	-	218,613
-	-	-	-	-	-
65,000	130	30,974	693,692	64,315	367,113
(3,403)	43,113	932	5,470	285,267	(86,481)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	47,315	-
-	-	-	-	(150,000)	-
-	-	-	-	(102,685)	-
(3,403)	43,113	932	5,470	182,582	(86,481)
4,198	239,954	5,917	123,476	172,149	427,951
\$ 795	\$ 283,067	\$ 6,849	\$ 128,946	\$ 354,731	\$ 341,470

City of Roeland Park, Kansas

**Combining Statement of Revenues, Expenditures and Changes in  
Fund Balances (Deficits) (Continued)  
Nonmajor Governmental Funds  
Year Ended December 31, 2011**

	Special Revenue		Capital Projects	
	TDD #2 -	Equipment	Roeland Park	
	Lowe's	Reserve	Elementary	
	Fund	Fund	School Project	Roe Lane CARS
			Fund	Project Fund
Revenues:				
Taxes	\$ 100,273	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Interest	493	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>100,766</b>	<b>-</b>	<b>-</b>	<b>-</b>
Expenditures:				
Current:				
General government	2,000	-	-	-
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	215,823	-	-
Debt service:				
Principal retirement	55,000	49,961	-	-
Interest and fiscal charges	86,569	7,868	11,585	673
Bond issuance costs	-	-	10,963	-
<b>Total expenditures</b>	<b>143,569</b>	<b>273,652</b>	<b>22,548</b>	<b>673</b>
<b>Excess of revenue over (under) expenditures</b>	<b>(42,803)</b>	<b>(273,652)</b>	<b>(22,548)</b>	<b>(673)</b>
Other financing sources (uses):				
Issuance of long-term debt	-	167,788	525,000	-
Premium on bonds	-	-	-	-
Proceeds from sale of capital assets	-	18,916	-	-
Transfers in	-	-	150,000	-
Transfers out	-	-	(163)	(303)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>186,704</b>	<b>674,837</b>	<b>(303)</b>
<b>Changes in fund balances</b>	<b>(42,803)</b>	<b>(86,948)</b>	<b>652,289</b>	<b>(976)</b>
Fund balances (deficits), beginning of year, as restated	94,499	131,763	(652,289)	976
Fund balances (deficits), end of year	<b>\$ 51,696</b>	<b>\$ 44,815</b>	<b>\$ -</b>	<b>\$ -</b>

Capital Projects						
53rd Street and Buena Vista CARS Project Fund	RC 12-12 Stormwater/Street Project Fund	RC 12-14 Stormwater Project Fund	RC 12-18 Stormwater Project Fund	55th Street CARS Project Fund	Totals	
\$ -	\$ -	\$ -	\$ -	\$ -	\$	1,955,120
-	-	149,120	-	-		149,120
4,090	-	343,958	92,323	84,161		685,933
-	-	-	-	-		2,906
-	-	60,625	-	-		146,894
4,090	-	553,703	92,323	84,161		2,939,973
-	-	-	-	-		223,135
-	-	-	-	-		259,487
-	-	-	-	-		146,941
-	-	11,093	117,751	121,117		530,099
-	-	-	-	-		766,863
537	8,468	7,217	-	-		539,924
1,797	-	33,918	-	2,696		49,374
2,334	8,468	52,228	117,751	123,813		2,515,823
1,756	(8,468)	501,475	(25,428)	(39,652)		424,150
64,178	-	1,404,167	-	96,655		2,257,788
472	-	10,707	-	709		11,888
-	-	-	-	-		18,916
-	-	-	-	-		197,315
(3,125)	-	(65,548)	(7,760)	(53,350)		(335,249)
61,525	-	1,349,326	(7,760)	44,014		2,150,658
63,281	(8,468)	1,850,801	(33,188)	4,362		2,574,808
(63,281)	8,468	(1,850,801)	(17,083)	(4,362)		(1,022,426)
\$ -	\$ -	\$ -	\$ (50,271)	\$ -	\$	1,552,382

**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, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 495,000	\$ 524,371
Expenditures, current, general government	90	-
<b>Revenues over expenditures</b>	494,910	524,371
Other financing (uses), transfers out	(495,000)	(495,000)
<b>Changes in fund balance</b>	<u>\$ (90)</u>	29,371
Fund balance, beginning of year		94,793
Fund balance, end of year		<u>\$ 124,164</u>

**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Special Highway Fund  
Year Ended December 31, 2011**

---

	Budget	Actual
Revenues, intergovernmental	\$ 191,000	\$ 161,401
Expenditures, current, highway and streets	191,258	174,375
<b>Changes in fund balance</b>	<b>\$ (258)</b>	<b>(12,974)</b>
Fund balance, beginning of year		49,882
Fund balance, end of year		<b>\$ 36,908</b>

**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - McDonald's/Granada Park/City Hall Fund  
Year Ended December 31, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 220,000	\$ 203,578
Expenditures:		
Current, general government	487,516	177,681
Debt service:		
Principal retirement	3,449	3,449
Interest and fiscal charges	117	117
<b>Total expenditures</b>	<b>491,082</b>	<b>181,247</b>
<b>Changes in fund balance</b>	<b>\$ (271,082)</b>	22,331
Fund balance, beginning of year		272,477
Fund balance, end of year		<b>\$ 294,808</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, 2011**

---

	Budget	Actual
Revenues:		
Taxes	\$ 165,000	\$ 174,790
Other	-	54,364
<b>Total revenues</b>	<u>165,000</u>	<u>229,154</u>
Expenditures, current, culture and recreation	64,579	146,941
<b>Revenues over expenditures</b>	<u>100,421</u>	<u>82,213</u>
Other financing (uses), transfers out	(102,000)	(55,000)
<b>Changes in fund balance</b>	<u>\$ (1,579)</u>	<u>27,213</u>
Fund balance, beginning of year		31,150
Fund balance, end of year		<u>\$ 58,363</u>

**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, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 91,500	\$ 44,675
Expenditures:		
Current, general government	1,961	2,250
Debt service:		
Principal retirement	90,000	6,906
Interest and fiscal charges	-	37,844
<b>Total expenditures</b>	<u>91,961</u>	<u>47,000</u>
<b>Changes in fund balance</b>	<u>\$ (461)</u>	(2,325)
Fund balance, beginning of year		2,530
Fund balance, end of year		<u>\$ 205</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, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 72,000	\$ 61,597
Expenditures:		
Current, general government	3,500	1,600
Debt service:		
Principal retirement	70,000	51,547
Interest and fiscal charges	-	11,853
<b>Total expenditures</b>	<b>73,500</b>	<b>65,000</b>
<b>Changes in fund balance</b>	<b>\$ (1,500)</b>	<b>(3,403)</b>
Fund balance, beginning of year		4,198
Fund balance, end of year		<b>\$ 795</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, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 44,000	\$ 43,243
Expenditures, current, general government	261,282	130
<b>Changes in fund balance</b>	<u><u>\$ (217,282)</u></u>	43,113
Fund balance, beginning of year		239,954
Fund balance, end of year		<u><u>\$ 283,067</u></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, 2011**

---

	Budget	Actual
Revenues:		
Interest	\$ -	\$ 1
Other	31,904	31,905
<b>Total revenues</b>	<b>31,904</b>	<b>31,906</b>
Expenditures, current, general government	36,947	30,974
<b>Changes in fund balance</b>	<b>\$ (5,043)</b>	<b>932</b>
Fund balance, beginning of year		5,917
Fund balance, end of year		<b>\$ 6,849</b>

**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Special Street Fund  
Year Ended December 31, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 660,000	\$ 699,162
Expenditures:		
Highways and streets	64,891	85,112
Debt service:		
Principal retirement	460,000	460,000
Interest and fiscal charges	152,280	148,580
<b>Total expenditures</b>	<b>677,171</b>	<b>693,692</b>
<b>Changes in fund balance</b>	<b>\$ (17,171)</b>	<b>\$ 5,470</b>
Fund balance, beginning of year		123,476
Fund balance, end of year		<b>\$ 128,946</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, 2011**

---

	Budget	Actual
Revenues, taxes	\$ 333,000	\$ 349,582
Expenditures, capital outlay	466,285	64,315
<b>Revenues over expenditures</b>	<b>(133,285)</b>	<b>285,267</b>
Other financing sources (uses):		
Transfers in	-	47,315
Transfers out	-	(150,000)
<b>Changes in fund balance</b>	<b>\$ (133,285)</b>	<b>182,582</b>
Fund balance, beginning of year		172,149
Fund balance, end of year		<b>\$ 354,731</b>

**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, 2011**

---

	Budget	Actual
Revenues:		
Taxes	\$ 341,813	\$ 278,220
Interest	-	2,412
<b>Total revenues</b>	<u>341,813</u>	<u>280,632</u>
Expenditures:		
Current, general government	2,500	8,500
Debt service:		
Principal retirement	140,000	140,000
Interest and fiscal charges	218,613	218,613
<b>Total expenditures</b>	<u>361,113</u>	<u>367,113</u>
<b>Revenues (under) expenditures</b>	<u>\$ (19,300)</u>	(86,481)
Fund balance, beginning of year		427,951
Fund balance, end of year		<u>\$ 341,470</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, 2011**

---

	Budget	Actual
Revenues:		
Taxes	\$ 137,195	\$ 100,273
Interest	-	493
<b>Total revenues</b>	<u>137,195</u>	<u>100,766</u>
Expenditures:		
Current, general government	-	2,000
Debt service:		
Principal retirement	55,000	55,000
Interest and fiscal charges	86,569	86,569
<b>Total expenditures</b>	<u>141,569</u>	<u>143,569</u>
<b>Revenues (under) expenditures</b>	<u>\$ (4,374)</u>	(42,803)
Fund balance, beginning of year		94,499
Fund balance, end of year		<u>\$ 51,696</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, 2011**

---

	Budget	Actual
Expenditures:		
Capital outlay	\$ 185,876	\$ 215,823
Debt service:		
Principal retirement	-	49,961
Interest and fiscal charges	-	7,868
<b>Total expenditures</b>	<u>185,876</u>	<u>273,652</u>
Other financing sources:		
Issuance of long-term debt	-	167,788
Proceeds from sale of capital assets	-	18,916
Transfers in	30,000	-
<b>Changes in fund balance</b>	<u>\$ (155,876)</u>	<u>(86,948)</u>
Fund balance, beginning of year		131,763
Fund balance, end of year		<u>\$ 44,815</u>



**City of Roeland Park, Kansas**

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Debt Service Fund  
Year Ended December 31, 2011**

	Budget	Actual
Revenues:		
Taxes	\$ 278,049	\$ 240,514
Special assessments	225,000	140,544
Interest	300	56,297
<b>Total revenues</b>	<b>503,349</b>	<b>437,355</b>
Expenditures:		
Debt service:		
Principal retirement	363,024	179,490
Interest and fiscal charges	115,236	121,320
<b>Total expenditures</b>	<b>478,260</b>	<b>300,810</b>
<b>Revenues over expenditures</b>	<b>25,089</b>	<b>136,545</b>
Other financing sources (uses):		
Transfers in	-	82,934
Transfers out	(50,000)	-
<b>Changes in fund balance</b>	<b>\$ (24,911)</b>	<b>219,479</b>
Fund balance, beginning of year		55,848
Fund balance, end of year		<b>\$ 275,327</b>

**City of Roeland Park, Kansas**

**Schedule of Capital Assets by Source**

**December 31, 2011**

**(With Comparative Totals as of December 31, 2010)**

---

	2011	2010
Capital assets:		
Land	\$ 1,396,272	\$ 1,396,272
Artwork	12,620	12,620
Construction-in-progress	161,051	48,374
Buildings	4,399,473	4,399,473
Improvements other than buildings and infrastructure	23,562,441	23,300,324
Machinery and equipment	1,527,644	1,303,647
	<u>\$ 31,059,501</u>	<u>\$ 30,460,710</u>
Investment in capital assets from:		
General Fund revenues	\$ 4,526,795	\$ 4,355,095
Special revenue funds revenues	4,009,891	3,863,298
Debt Service Fund revenues	9,851,150	9,851,150
Capital projects funds revenues	12,671,665	12,391,167
	<u>\$ 31,059,501</u>	<u>\$ 30,460,710</u>

City of Roeland Park,

**Schedule of Capital Assets by Function and Activity**  
**December 31, 2011**

Function and Activity	Land	Artwork	Construction- in-Progress	Buildings	Improvements Other Than Buildings and Infrastructure	Machinery and Equipment	Total
Highways and streets	\$ 323,802	\$ -	\$ 161,051	\$ 131,303	\$ 22,665,651	\$ 828,783	\$ 24,110,590
Public safety	-	-	-	-	12,605	340,648	353,253
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	165,814	327,868	2,973,210
<b>Total capital assets</b>	<b>\$ 1,396,272</b>	<b>\$ 12,620</b>	<b>\$ 161,051</b>	<b>\$ 4,399,473</b>	<b>\$ 23,562,441</b>	<b>\$ 1,527,644</b>	<b>\$ 31,059,501</b>

**City of Roeland Park, Kansas**

**Schedule of Changes in Capital Assets by Function and Activity  
Year Ended December 31, 2011**

Function and Activity	Capital Assets December 31, 2010	Additions	Deductions	Capital Assets December 31, 2011
General government	\$ 2,851,053	\$ 122,157	\$ -	\$ 2,973,210
Public safety	351,275	23,034	(21,056)	353,253
Culture and recreation	3,528,121	94,327	-	3,622,448
Highways and streets	23,730,261	477,617	(97,288)	24,110,590
<b>Total capital assets</b>	<b>\$ 30,460,710</b>	<b>\$ 717,135</b>	<b>\$ (118,344)</b>	<b>\$ 31,059,501</b>

## 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.

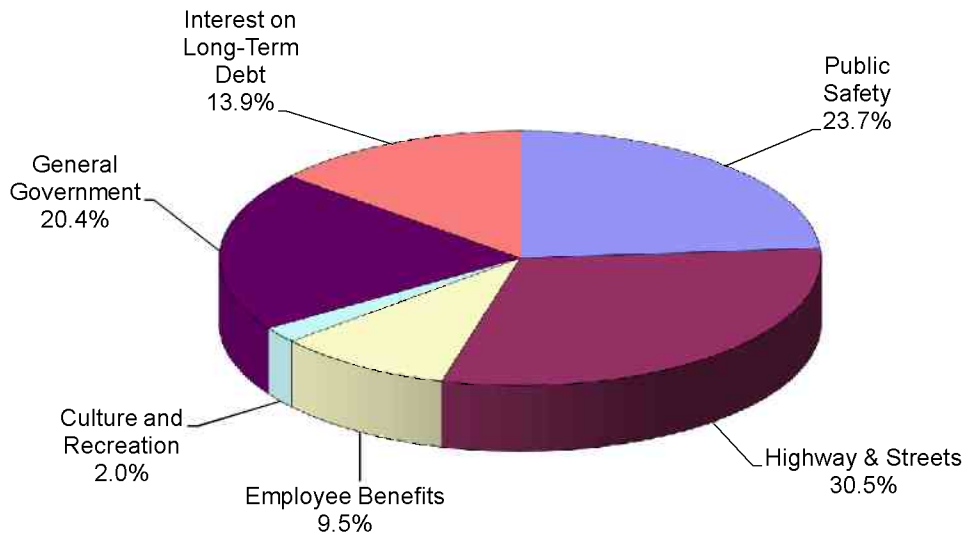
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Government-Wide Revenues	2	72
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**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual report for the relevant year. The City implemented GASB 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	\$ 1,206,604	\$ 1,779,061	\$ 697,445	\$ 148,485	\$ 2,484,901	\$ 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

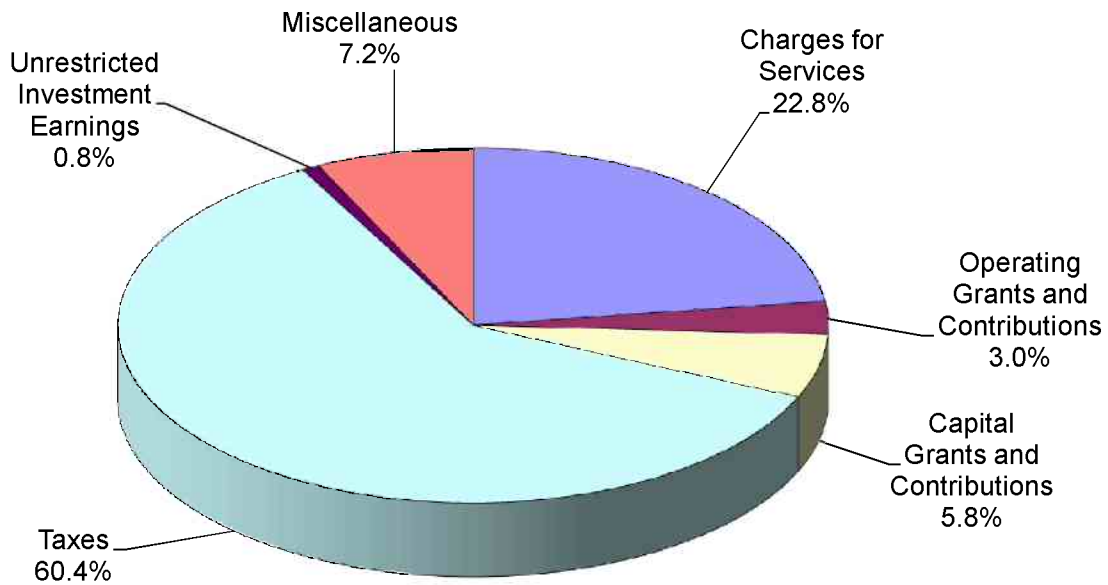
**Expenses and Charges for Services -  
Government-Type Activities 2011**



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	

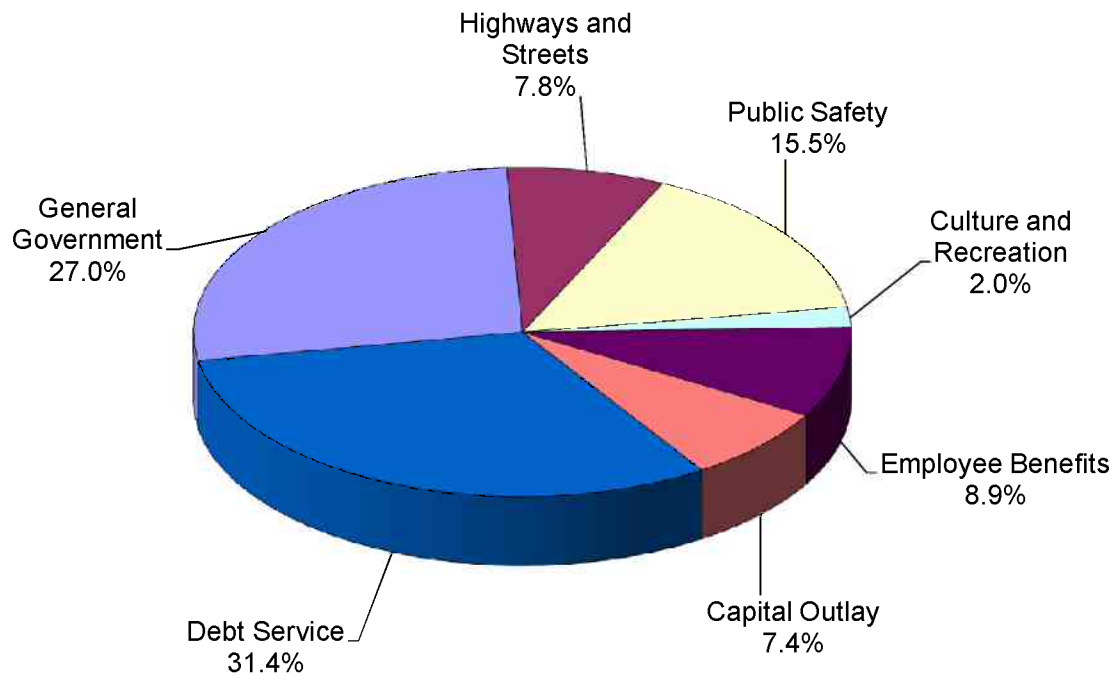
**Revenue by Source - Government Activities - 2011**



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
2001	\$ 1,172,167	\$ 758,689	\$ 846,040	\$ 50,468	\$ 337,663	\$ 561,712	\$ 3,816,821	\$ 7,543,560
2002	\$ 1,157,788	\$ 735,267	\$ 947,604	\$ 57,020	\$ 368,357	\$ 719,620	\$ 1,130,906	\$ 5,116,562
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
<b>2011</b>	<b>\$ 1,944,844</b>	<b>\$ 559,475</b>	<b>\$ 1,114,836</b>	<b>\$ 146,941</b>	<b>\$ 640,757</b>	<b>\$ 530,099</b>	<b>\$ 2,260,661</b>	<b>\$ 7,197,613</b>

**General Governmental Expenditures  
by Function for 2011**



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

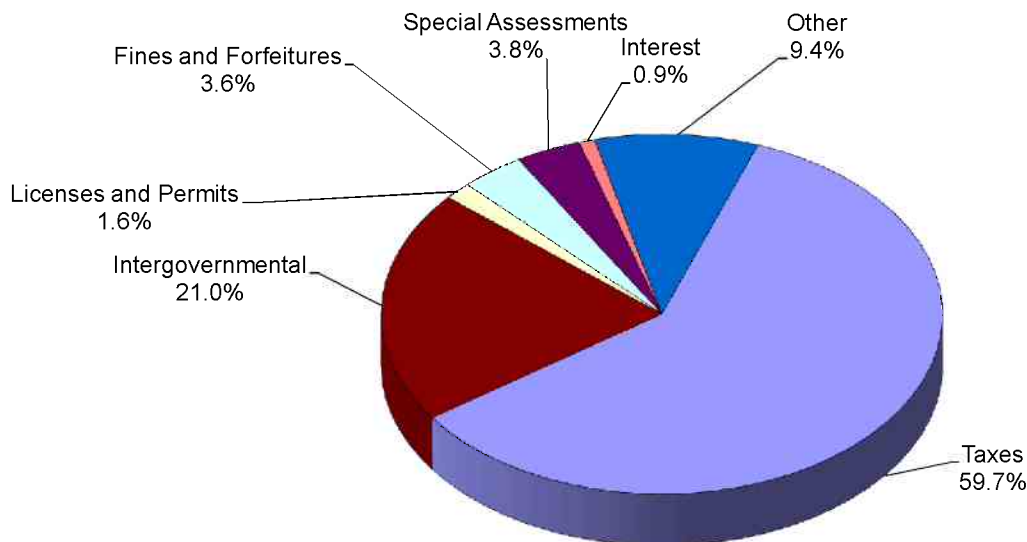


CITY of ROELAND PARK, KANSAS  
General Governmental Revenues by Function (1)  
Last Ten Years  
(Unaudited)

Fiscal Year December 31	Taxes	Intergovernmental	Licenses and Permits	Fines and Forfeitures	Special Assessments	Interest	Other	Total
2001	\$ 2,733,971	\$ 1,123,828	\$ 66,376	\$ 174,424	\$ 25,481	\$ 100,703	\$ 142,808	\$ 4,367,591
2002	\$ 2,761,623	\$ 1,159,202	\$ 69,448	\$ 301,244	\$ 60,810	\$ 57,175	\$ 288,707	\$ 4,698,209
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

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

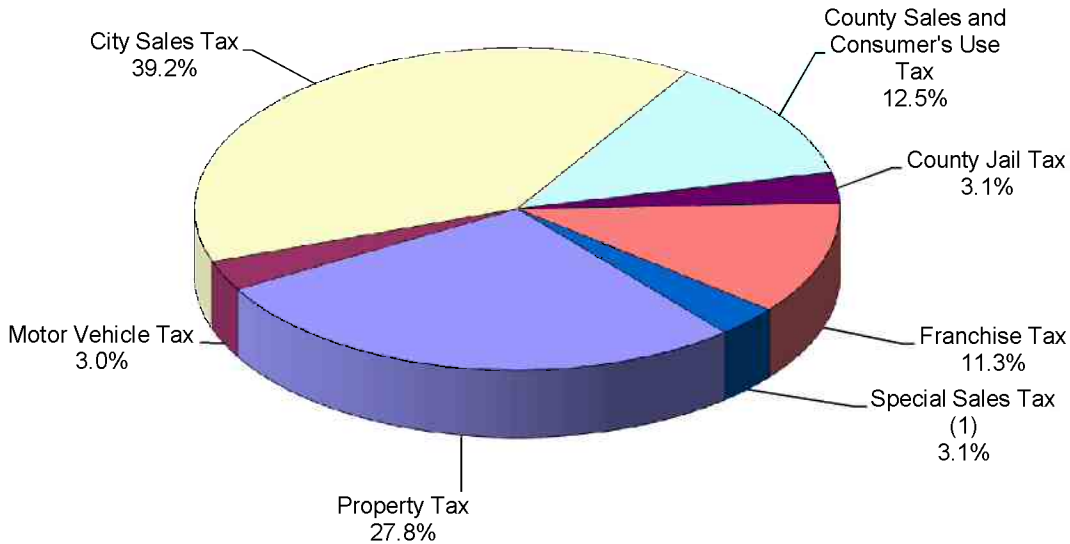
**General Governmental Revenues  
by Source for 2011**



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
2001	\$ 1,231,668	\$ 163,049	\$ 1,121,206	\$ 513,616	\$ 115,090	\$ 464,518	\$ -	\$ 3,609,147
2002	\$ 1,279,111	\$ 154,156	\$ 1,085,775	\$ 488,872	\$ 121,954	\$ 396,737	\$ -	\$ 3,526,605
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
<b>2011</b>	<b>\$ 1,240,389</b>	<b>\$ 133,730</b>	<b>\$ 1,747,903</b>	<b>\$ 558,206</b>	<b>\$ 139,554</b>	<b>\$ 504,815</b>	<b>\$ 139,554</b>	<b>\$ 4,464,151</b>

**Tax Revenues  
By Source for 2011**

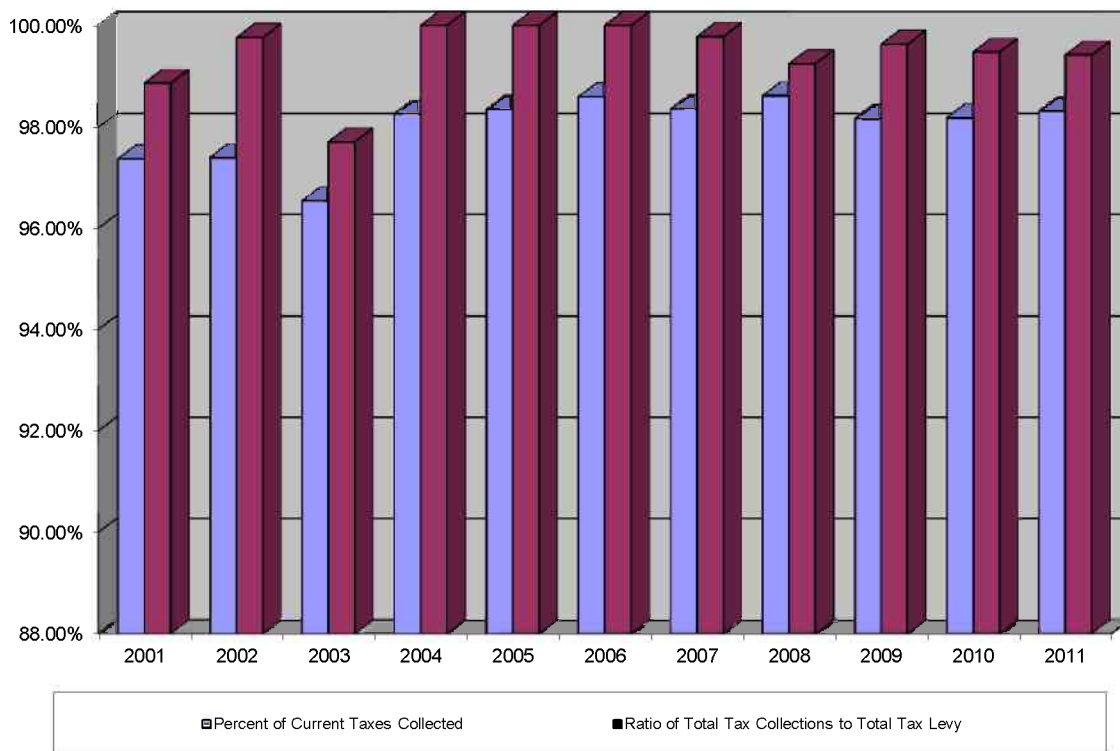


(1) 2003-2008 School Sales Tax, in 2009 changed to Safety Sales Tax

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
2001	\$ 831,478	\$ 809,594	97.37%	\$ 12,421	\$ 822,015	98.86%	\$ 21,884	2.63%
2002	\$ 913,290	\$ 889,471	97.39%	\$ 21,643	\$ 911,114	99.76%	\$ 23,819	2.61%
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%
<b>2011</b>	<b>\$ 1,247,673</b>	<b>\$ 1,226,655</b>	<b>98.32%</b>	<b>\$ 13,734</b>	<b>\$ 1,240,389</b>	<b>99.42%</b>	<b>\$ 21,018</b>	<b>1.68%</b>

**Tax Levies and Tax Collections**



Information Provided by Johnson County Treasurer's Office

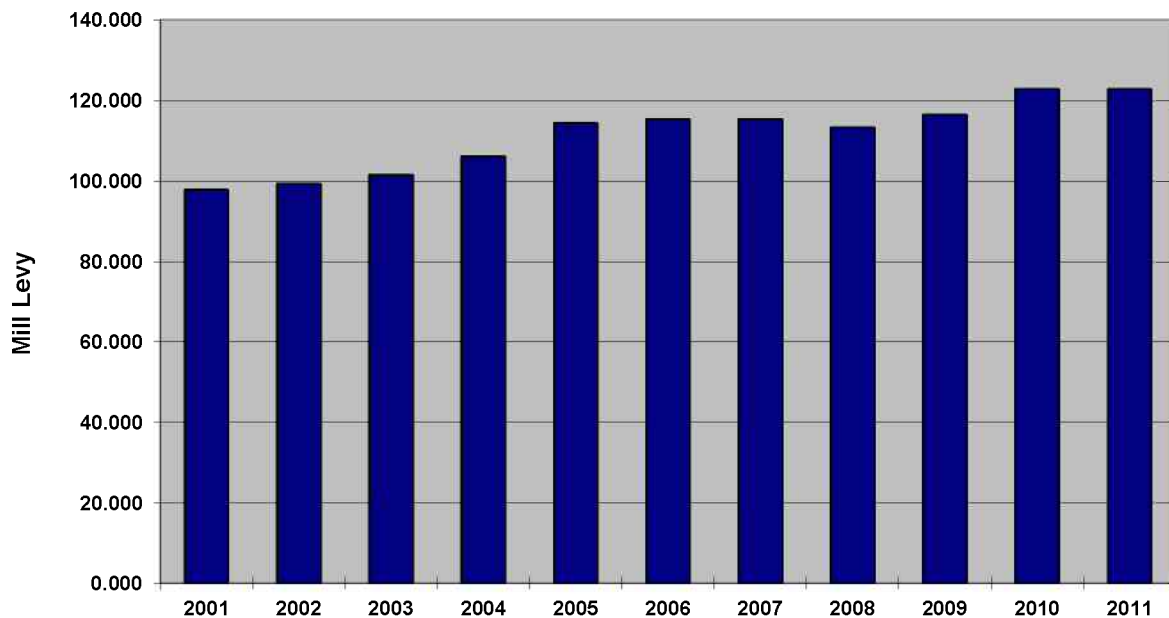
CITY of ROELAND PARK, KANSAS  
Property Tax Rates - Direct and Overlapping Governments(1)  
(Per \$ 1,000 of Assessed Value)  
Last Ten Fiscal Years  
(Unaudited)

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	Johnson County Unified Wastewater (2)	Total
2001	17.340	1.500	16.333	2.971	7.743	1.382	38.699	7.703	4.18	97.852
2002	17.334	1.500	16.221	2.948	9.428	1.602	42.238	8.008	-	99.279
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
<b>2011</b>	<b>23.225</b>	<b>1.500</b>	<b>17.700</b>	<b>3.145</b>	<b>8.776</b>	<b>2.343</b>	<b>56.135</b>	<b>10.098</b>	-	<b>122.922</b>

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

(2) Wastewater O&M charges are now based on water use, not property value

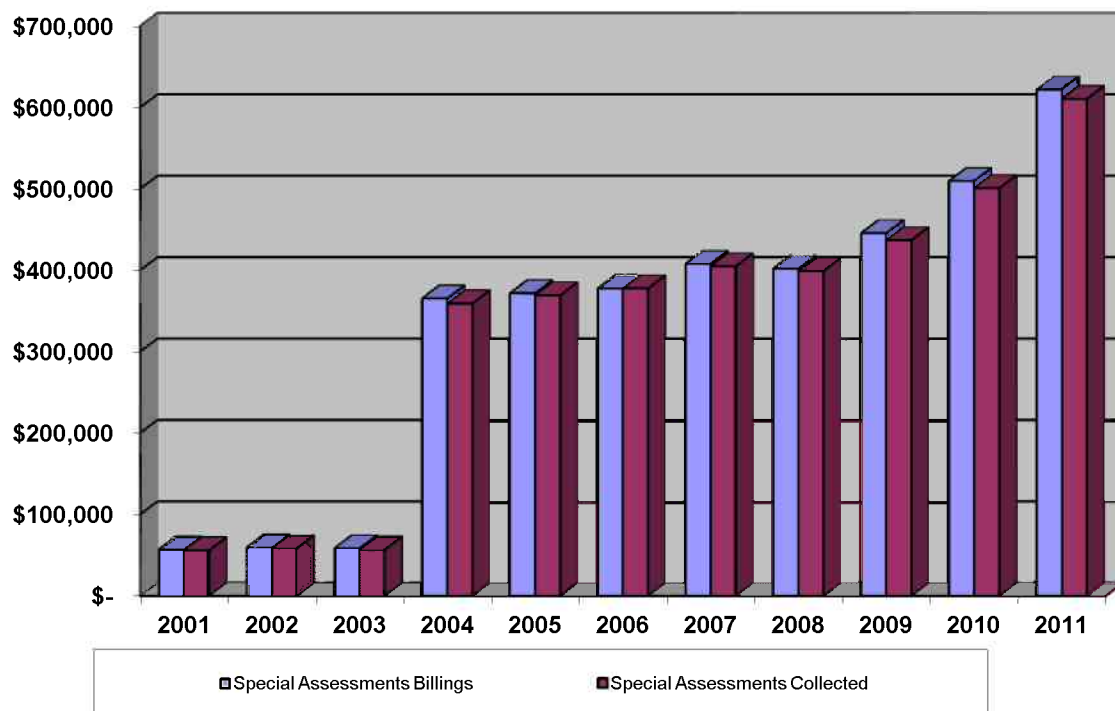
### Total Property Tax Rate



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
2001	\$ 56,980	\$ 55,716
2002	\$ 59,323	\$ 58,342
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

### Special Assessment Billings and Collections

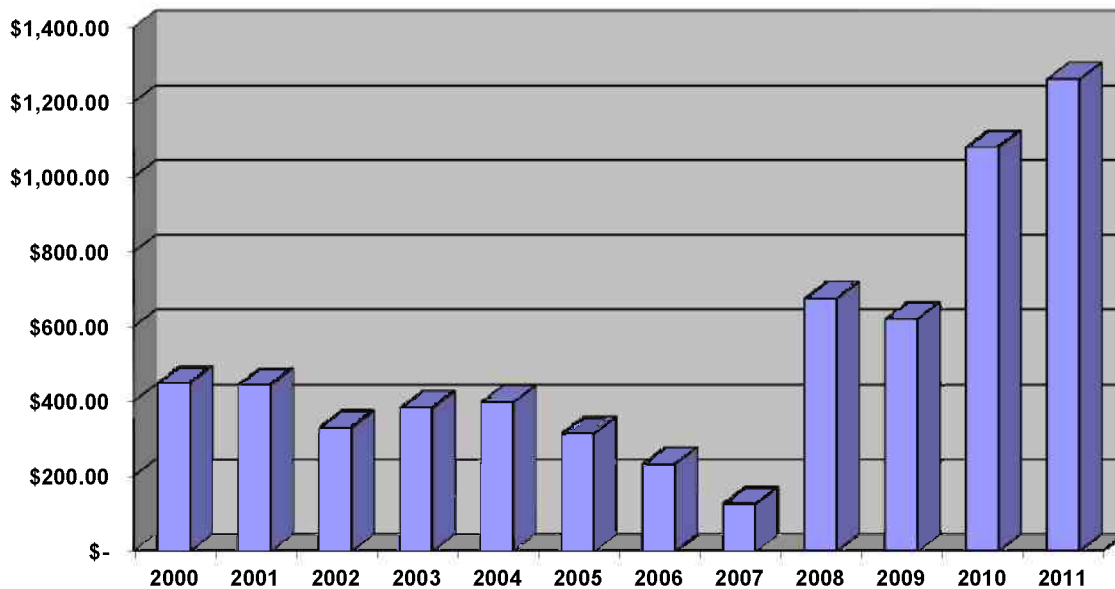


**NOTE:** Levy is for the tax year prior to the year of collection; e.g., 2009 is tax year 2008

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
2000	7644	\$ 43,734,176	\$ 3,860,000	\$ 426,726	\$ 3,433,274	7.9%	\$ 449.15
2001	6817	\$ 48,065,080	\$ 3,330,000	\$ 297,895	\$ 3,032,105	6.3%	\$ 444.79
2002	6772	\$ 52,669,570	\$ 2,785,000	\$ 548,024	\$ 2,236,976	4.2%	\$ 330.33
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

**Net Bonded Debt Per Capita**



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

**STATISTICAL SECTION**

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## 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.	81 - 88
<b>Revenue Capacity</b>	
These schedules contain information to help the reader assess the City's most significant local revenue source, sales tax.	89 - 90
<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.	91 - 97
<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.	98 - 99
<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.	100 - 105

**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 Assets By Component  
Last Eight Fiscal Years  
(accrual basis of accounting)  
(Unaudited)**

	2004	2005	2006
Governmental activities:			
Invested in capital assets, net of related debt	\$ (585,683)	\$ 1,066,431	\$ 3,242,771
Restricted	255,627	2,819,252	3,445,579
Unrestricted	1,494,008	(7,883,808)	(9,008,954)
<b>Total governmental activities net assets</b>	<b>\$ (3,998,125)</b>	<b>\$ (3,998,125)</b>	<b>\$ (2,320,604)</b>
Primary government:			
Invested in capital assets, net of related debt	\$ (585,683)	\$ 1,066,431	\$ 3,242,771
Restricted	255,627	2,819,252	3,445,579
Unrestricted	1,494,008	(7,883,808)	(9,008,954)
<b>Total primary government net assets</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 assets is shown retroactively for Fiscal Year 2005 only.

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

# City of Roeland Park

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

**City of Roeland Park**

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

	Fiscal Year			
	2002	2003	2004	2005
General Fund:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	239,373	239,373	255,627	253,471
Unreserved	79,120	160,944	708,251	951,720
<b>Total General Fund</b>	<b>\$ 318,493</b>	<b>\$ 400,317</b>	<b>\$ 963,878</b>	<b>\$ 1,205,191</b>
All Other Governmental Funds:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	548,024	699,873	129,805	1,484,714
Unreserved, reported in:				
Special revenue funds	262,744	569,413	867,550	987,500
Debt service funds	-	-	-	-
Capital projects funds	(1,182,882)	84,679	(465,217)	(1,242,233)
<b>Total all other government funds</b>	<b>\$ (372,114)</b>	<b>\$ 1,353,965</b>	<b>\$ 532,138</b>	<b>\$ 1,229,981</b>

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

Fiscal Year					
2006	2007	2008	2009	2010	2011
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	157,500
-	-	-	-	-	-
-	-	-	-	-	21,522
-	-	-	-	-	404,462
399,859	253,690	251,721	258,410	179,022	-
935,930	966,376	728,708	320,523	230,883	-
\$ 1,335,789	\$ 1,220,066	\$ 980,429	\$ 578,933	\$ 409,905	\$ 583,484
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	3,236,959
-	-	-	-	-	127,000
-	-	-	-	-	-
-	-	-	-	-	(50,271)
2,190,909	2,106,262	7,917,013	7,342,112	2,827,013	-
1,145,067	1,706,745	1,230,075	1,116,629	1,089,663	-
-	-	-	116,511	55,848	-
(3,650,852)	(5,422,364)	(6,163,469)	(9,316,611)	(3,427,335)	-
\$ (314,876)	\$ (1,609,357)	\$ 2,983,619	\$ (3,182,885)	\$ 545,189	\$ 3,313,688

## City of Roeland Park

### Changes In Fund Balances, Governmental Funds

#### Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	Fiscal Year			
	2002	2003	2004	2005
Revenues:				
Taxes	2,761,623	3,028,341	2,193,219	3,149,473
Special Assessments	60,810	57,135	56,256	59,493
Intergovernmental	1,159,202	1,211,975	2,747,213	2,213,506
Licenses and Permits	69,448	68,389	142,688	169,556
Fines and Forfeitures	301,244	286,676	325,974	286,691
Interest	57,175	31,841	67,604	161,117
Other	288,707	145,470	711,926	542,054
<b>Total revenues</b>	<b>4,698,209</b>	<b>4,829,827</b>	<b>6,244,880</b>	<b>6,581,890</b>
Expenditures:				
General government	1,157,788	1,035,600	1,382,367	8,531,899
Highways and streets	735,267	592,028	994,240	672,954
Public Safety	947,604	906,644	919,115	1,088,427
Culture and recreation	57,020	60,000	54,429	68,668
Employee Benefits	368,357	422,299	483,746	539,977
Capital Outlay	719,620	49,990	1,504,976	1,718,214
Debt Service:				
Principal retirement	765,801	1,202,570	2,895,944	912,563
Interest and fiscal Charges	365,105	445,690	480,378	486,060
Issuance costs	-	-	-	298,479
<b>Total expenditures</b>	<b>5,116,562</b>	<b>4,714,821</b>	<b>8,715,195</b>	<b>14,317,241</b>
<b>Excess of revenues (under) expenditures</b>	<b>(418,353)</b>	<b>115,006</b>	<b>(2,470,315)</b>	<b>(7,735,351)</b>
Other financing sources (uses):				
Capital Lease Obligations	22,775	56,223	136,953	27,106
Issuance of certificates of participation	-	-	-	700,000
Issuance of long-term Debt	-	-	-	-
Transfers in	819,417	733,300	808,190	567,541
Transfers out	(819,417)	(733,300)	(808,190)	(567,541)
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)
<b>Total other financing sources (uses)</b>	<b>22,775</b>	<b>1,692,897</b>	<b>2,212,049</b>	<b>8,674,507</b>
<b>Net changes in fund balance</b>	<b>\$ (395,578)</b>	<b>\$ 1,807,903</b>	<b>\$ (258,266)</b>	<b>\$ 939,156</b>
Debt service as a percentage of noncapital expenditures	26%	35%	47%	13%



Fiscal Year					
2006	2007	2008	2009	2010	2011
4,518,414	4,879,899	5,072,612	4,781,852	4,574,437	<b>4,685,496</b>
58,371	68,656	56,909	76,330	322,381	<b>295,374</b>
2,751,694	4,202,787	1,907,675	3,814,553	2,990,032	<b>1,647,894</b>
156,820	156,152	147,990	131,477	135,627	<b>125,226</b>
297,424	354,062	326,038	338,502	335,526	<b>285,711</b>
472,195	439,638	178,114	49,796	62,401	<b>71,599</b>
503,410	584,243	500,917	519,727	601,786	<b>739,799</b>
8,758,328	10,685,437	8,190,255	9,712,237	9,022,190	<b>7,851,099</b>
4,242,127	2,299,427	1,943,701	1,811,515	1,894,423	<b>1,944,844</b>
989,813	807,707	1,035,974	1,124,513	1,076,574	<b>559,475</b>
1,091,294	1,164,536	1,193,771	1,202,635	1,177,174	<b>1,114,836</b>
97,997	105,686	87,800	59,549	64,497	<b>146,941</b>
619,849	662,098	697,081	748,170	697,445	<b>640,757</b>
3,786,698	4,523,237	1,072,858	6,718,722	3,806,144	<b>530,099</b>
944,625	1,543,464	964,519	1,068,359	1,756,419	<b>1,289,914</b>
1,109,618	1,077,333	979,709	1,149,558	1,007,374	<b>921,373</b>
108,796	-	47,152	-	36,363	<b>49,374</b>
12,990,817	12,183,488	8,022,565	13,883,021	11,516,413	<b>7,197,613</b>
(4,232,489)	(1,498,051)	167,690	(4,170,784)	(2,494,223)	<b>653,486</b>
-	-	-	-	-	-
-	-	-	-	-	-
2,837,984	41,809	4,185,000	44,310	3,583,243	<b>2,257,788</b>
786,795	634,390	1,594,726	818,625	683,721	<b>335,249</b>
(786,795)	(634,390)	(1,594,726)	(818,625)	(683,721)	<b>(335,249)</b>
	46,038	649	-	28,500	<b>18,916</b>
-	-	-	-	-	-
-	-	-	-	-	<b>11,888</b>
(19,754)	-	-	-	-	-
2,818,230	87,847	4,185,649	44,310	3,611,743	<b>2,288,592</b>
\$ (1,414,259)	\$ (1,410,204)	\$ 4,353,339	\$ (4,126,474)	\$ 1,117,520	<b>\$ 2,942,078</b>
24%	34%	29%	31%	36%	35%

**City of Roeland Park**

**Tax Revenues by Source, Governmental Funds**

**Last Ten Fiscal Years**

*(modified accrual basis of accounting)*

**(Unaudited)**

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Fiscal Year	Property	Sales & Use	County Jail	Franchise	Total
2002	\$ 1,279,111	\$ 1,574,647	\$ 121,954	\$ 396,737	\$ 3,372,449
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
<b>2011</b>	<b>1,240,389</b>	<b>3,628,968</b>	<b>139,554</b>	<b>504,815</b>	<b>5,513,726</b>
Change					
2002-2011	(38,722)	2,054,321	17,600	108,078	2,141,277

**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
Department Stores	34.5%
Supermarkets and Other Grocery	23.3%
Home Centers	14.7%
Fossil Fuel Electric Power Generation	3.8%
Gasoline Stations with Convenience Stores	2.8%
Limited-Service Restaurants	2.1%
Natural Gas Distribution	2.0%
Full-Service Restaurants	1.8%
Pharmacies and Drug Stores	1.7%
All Other Miscellaneous Store Retailers	1.3%
<b>Total Percentage of Sales Tax Revenues</b>	<b>88.0%</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
2002	\$ 2,785,000	\$ 1,223,859	\$ 530,000	\$ -	\$ -
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	-
<b>2011</b>	<b>\$ 8,920,000</b>	<b>\$ 4,398,941</b>	<b>\$ -</b>	<b>\$ 5,235,000</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
\$ 2,635,745	\$ 7,174,604	34.16%	\$ 1,059
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
<b>\$ 1,593,570</b>	<b>\$ 20,147,511</b>	<b>68.35%</b>	<b>2,993</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			
2002	\$ 2,785,000	\$ 548,024	\$ 2,236,976	4.2%	\$ 330	10.5
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	6.7%	675	16.1
2009	4,630,000	313,476	4,316,524	5.9%	620	14.8
2010	7,480,000	213,348	7,266,652	10.2%	1,080	24.9
<b>2011</b>	<b>8,920,000</b>	<b>432,827</b>	<b>8,487,173</b>	<b>12.2%</b>	<b>1,261</b>	<b>28.8</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, 2011 (Unaudited)

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Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Johnson County	\$ 247,500,000	0.85%	\$ 2,103,750
Johnson County Consolidated Fire District #2 (1)	1,375,000	8.83%	121,413
Johnson County Parks and Recreation (1)	3,625,000	0.85%	30,813
Shawnee Mission School Dist. - U.S.D. #512 (1)	223,340	2.20%	4,913
Water District #1 of Johnson County	239,395,000	2.11%	5,051,235
<b>Subtotal, overlapping debt</b>			<b>\$ 7,312,123</b>
City Direct Debt			<b>10,513,570</b>
<b>Total direct and overlapping debt</b>			<b><u>\$ 17,825,693</u></b>

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

(1) Data as of December 31, 2010

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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	2002	2003	2004	2005
Debt limit	\$ 18,096,265	\$ 18,811,156	\$ 19,770,599	\$ 20,366,682
Total net debt applicable to limit	6,736,745	6,435,273	6,862,312	11,732,368
Legal debt margin	\$ 11,359,520	\$ 12,375,883	\$ 12,908,287	\$ 8,634,314
<b>Total net debt applicable to the limit as a percentage of debt limit</b>	37.23%	34.21%	34.71%	57.61%

**Source:** City Records



Legal Debt Margin Calculation for Fiscal Year 2011

Assessed value	<b>\$ 69,358,737</b>
Debt limit (30% of assessed value)	<b>20,807,621</b>
Debt applicable to limit:	
General obligation bonds	<b>8,920,000</b>
Temporary Notes	-
Certificates of Participation	-
Capital Leases	<b>1,593,570</b>
Total net debt applicable to limit	<b>10,513,570</b>
Legal debt margin	<b>\$ 10,294,051</b>

2006	2007	2008	2009	2010	2011
\$ 21,476,321	\$ 21,203,471	\$ 21,097,420	\$ 21,991,649	\$ 21,293,651	\$ 20,807,621
12,600,352	11,732,368	12,580,262	12,731,443	11,907,243	10,513,570
\$ 8,875,969	\$ 9,471,103	\$ 8,517,158	\$ 9,260,206	\$ 9,386,408	\$ 10,294,051
58.67%	55.33%	59.63%	57.89%	55.92%	50.53%

City of Roeland Park

**Pledged-Revenue Coverage**

**Last Nine 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
<b>2011</b>	<b>381,398</b>	<b>195,000</b>	<b>305,182</b>	<b>0.76</b>

**Revenue Bonds**

**Funding Source:** Tax Increment 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	-	-	-	-
<b>2011</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
<b>2011</b>	<b>106,272</b>	<b>58,453</b>	<b>49,697</b>	<b>0.98</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)

Fiscal Year Ended April 30	Population (1)	Per Capita Personal Income (2)	Personal Income (3)	Median Age (4)	School Enrollment (5)	Unemployment Rate (6)
2002	6,772	\$ 44,111	\$ 21,002,776	35.70	458	4.3%
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	54,395	27,060,737	36.20	345	4.8%
2009	6,960	56,517 *	28,116,401 *	35.70	360	6.0%
2010	6,731	58,570 *	29,137,740 *	35.74	379	6.0%
<b>2011</b>	<b>6,731</b>	<b>58,570</b>	<b>29,478,100 *</b>	<b>35.74</b>	<b>387</b>	<b>5.1%</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).

\* County estimate based upon information from the Bureau of Economic Analysis

**City of Roeland Park**

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

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Employer	2011			2001		
	Employees in County	Rank	Percentage of Total County Employment	Employees in County (1)	Rank	Percentage of Total County Employment
Sprint	7,000	1	6.54%	10,000	1	4.00%
Ford Motor Company	4,000	2	3.74%	-	-	0.00%
Johnson County, KS	3,902	3	3.65%	2,500	3	0.95%
AT&T Corp.-Mission	3,822	4	3.57%	-	-	0.00%
Olathe School District	3,624	5	3.39%	1,000	5	0.38%
United Parcel Service of America	3,500	6	3.27%	1,000	6	0.38%
Black & Veatch	3,200	7	2.99%	2,500	4	0.95%
Farmers Insurance Group, Nat.	3,200	8	2.99%	-	-	0.00%
Shawnee Mission School Dist.	2,829	9	2.64%	3,000	2	1.14%
Blue Valley School District	2,760	10	2.58%	1,000	7	0.38%

**Source:**

Directory of Major Johnson County Employers 2010, CERl, Overland Park, KS c. 2010

(1) Only estimates are available for 2001

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**City of Roeland Park**

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

<u>Functions/Program</u>	Full-Time Equivalent Employees as of December 31			
	<b>2011</b>	2010	2009	2008
General Government:				
City Administrator	<b>1</b>	1	1	1
City Clerk	<b>1</b>	1	1	1
Personnel	<b>2</b>	2	2	2
Building Safety	<b>1</b>	2	2	2
Police:				
Officers	<b>17</b>	17	18	18
Public Works:				
Administration	<b>1</b>	1	1	1
Street Maintenance	<b>5</b>	5	5	5
Street Sweeping	<b>1</b>	1	1	1
<b>Total</b>	<b>29</b>	30	31	31

**Source:** City Records

Full-Time Equivalent Employees as of December 31					
2007	2006	2005	2004	2003	2002
1	1	1	1	1	1
1	1	1	1	1	1
2	2	2	2	2	2
2	2	2	2	1	1
18	18	20	20	20	18
1	1	1	1	1	1
5	5	4	4	4	4
1	1	1	1	1	1
31	31	32	32	31	29

## City of Roeland Park

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

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Function/Program	Calendar Year			
	2002	2003	2004	2005
Police:				
Adult arrest	537	447	428	498
Speeding citations only	2,105	1,340	1,262	763
Traffic citations	2,133	2,869	3,693	3,253
Building Safety:				
Total building permits	418	402	358	427
Total value all permits	\$ 2,668,970	\$ 2,024,255	\$ 10,861,333	\$ 9,261,776

**Source:** City Records

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

\* Data Not Available prior to 1997



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Calendar Year					
2006	2007	2008	2009	2010	2011
428	589	429	400	383	281
781	836	310	279	336	365
5,161	5,632	2,665	2,853	2,915	2,240
429	474	496	475	441	388
\$ 11,682,007	\$ 4,215,977	\$ 3,103,909	\$ 2,703,038	\$ 2,092,406	\$ 2,107,123

## City of Roeland Park

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

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Function/Program	2001	2002	2003	2004	2005	2006
Public Works:						
Number of Streetlights	676	676	676	676	676	676
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	5	5	5	5	5	5
Tennis Courts	2	2	2	2	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

**Source:** City Records

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2007	2008	2009	2010	2011
609	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	15	18	18
5	5	5	7	7
1	1	1	1	1
1	1	1	1	1
2	2	2	3	3
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1

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