

CITY OF BETTENDORF, IOWA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Year Ended June 30, 2021

Prepared by:
City Finance Department
Jason Schadt, Finance Director

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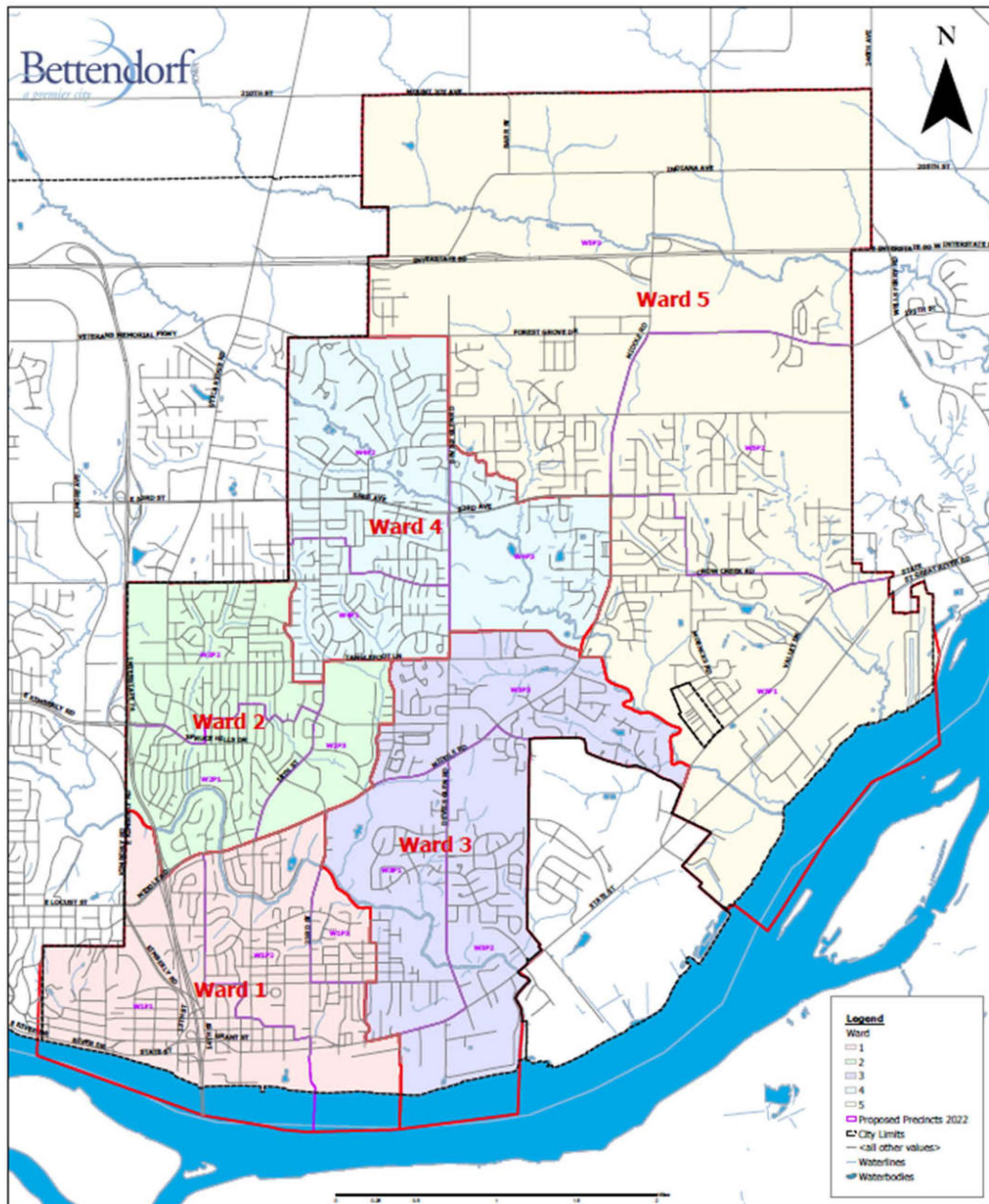
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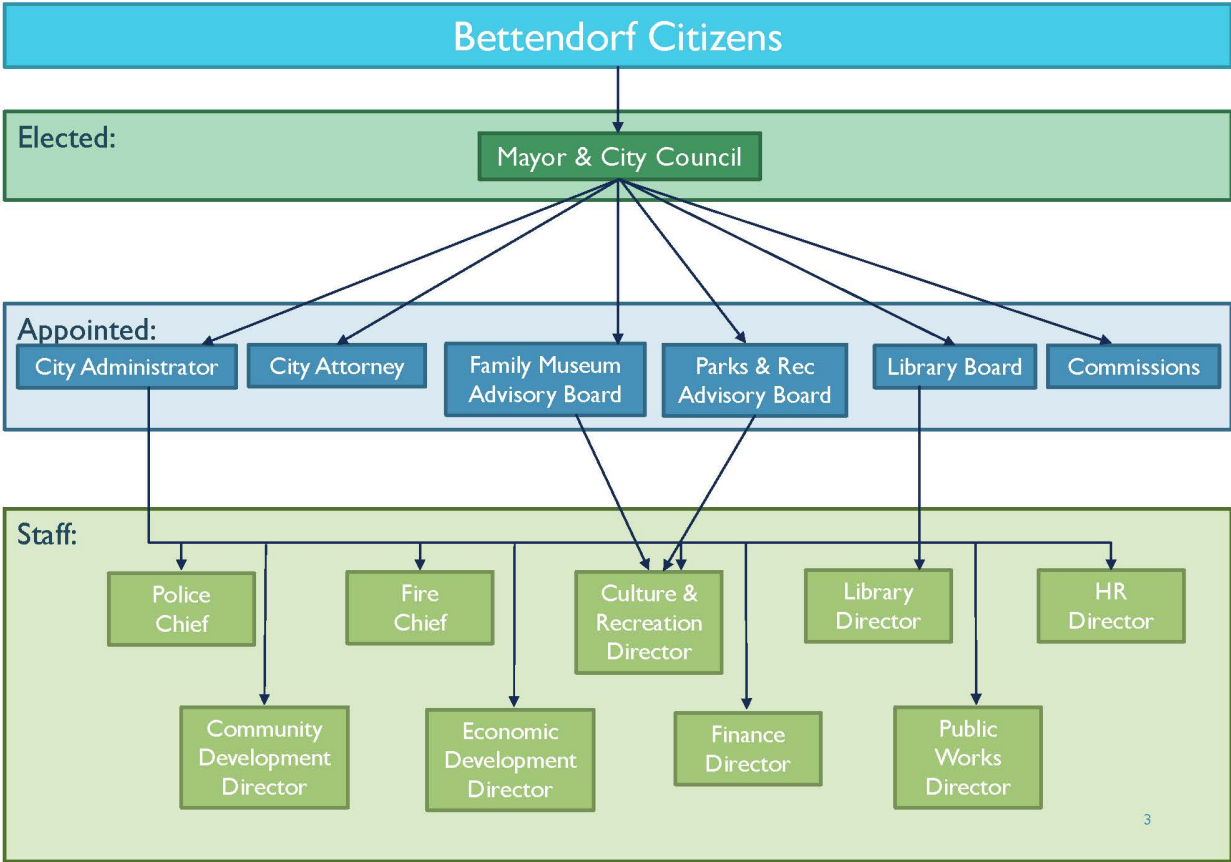


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February 25, 2022

To the Citizens, Honorable Mayor, and Members of the City Council of the City of Bettendorf, Iowa:

State law requires that every general-purpose local government publish a complete set of audited financial statements. This report is published to fulfill that requirement for fiscal year ended June 30, 2021.

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 it has 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.

RSM US LLP, Certified Public Accountants, have issued an unmodified ("clean") opinion on the City of Bettendorf's financial statements for the year ended June 30, 2021. 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 Bettendorf lies in the original Wisconsin Territory and was purchased from the Sauk and Fox Indians in the Blackhawk War of 1832. The original town name was Lillienthal and renamed Gilbert in 1858, honoring Elias Gilbert who originally plotted the town. At that time, the predominantly German residents were farmers, skilled laborers and small business operators.

At the turn of the century, William and Joseph Bettendorf moved their iron wagon business to Gilbert in exchange for the city purchasing the old Gilbert farm as a location for the Bettendorf's factory. In a pioneering example of economic development - the land was provided, the factory was built and hundreds of jobs were created. On June 5, 1903, the town of 440 residents petitioned for incorporation, requesting the town name be changed to Bettendorf to honor the brothers whose factory was so important to the early development of the city.

Bettendorf has a Mayor and a seven-member City Council, one for each of the five wards, and two at large members are elected for four-year terms on a staggered basis. Together, they form the law-making, policy-forming body, and are responsible for selecting a City Administrator to handle the day to day operations of government. All departments and department heads report to the City Administrator, with the exception of the Library Director who is supervised by an appointed Board of Trustees, and the City Attorney, who is recommended by the Mayor and approved by the Council.

The City is empowered to levy a property tax on both real and personal property located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The City of Bettendorf provides a full range of services, including police and fire protection; the construction and maintenance of infrastructure, including streets, roads, bridges and sewer and storm water utilities; sanitation services; park and recreational programs and facilities, enforcement of building code regulations; traffic control; mass transportation; housing services; economic and community development; general administrative services; one public library; and other cultural opportunities through the Family Museum of Arts and Science.

Component Units: The Comprehensive Annual Financial Report includes all funds of the primary government, City of Bettendorf. The City does not currently have any blended or discretely presented component units. Component units are legally separate entities for which the primary government is financially accountable and 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.

Blended component units, although legally separate entities, are in substance, part of the primary government's operations and are included as part of the primary government. The City's Housing and Urban Development Section 8 program dissolved July 1, 2013, and previously had been the City's only blended component unit.

Discretely presented component units are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position, results of operations and cash flows from those of the primary government. Effective July 1, 2007, the Family Museum Foundation is no longer considered a component unit of the City of Bettendorf based on the insignificance of their operational or financial relationships with the City as well as the fact that the Board of Trustees of the Family Museum Foundation is no longer being appointed by the Mayor of the City of Bettendorf.

Budgeting Control: In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. The State of Iowa requires the passage of an annual budget of total City operating expenditures by major program service areas no later than March 31 each year for the fiscal year beginning July 1. Activities of the General Fund, Special Revenue Funds, Capital Projects Fund, Debt Service Fund and Business Type Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the total program service area level. The City also maintains administrative budgetary control beyond the State required program service area level at the major object of expenditure basis within each City department.

The Council is required to adopt a final budget by no later than March 31 each year for the fiscal year beginning July 1. This annual budget serves as the foundation for the City of Bettendorf's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police).

Local Economy

Location and Population: Bettendorf, Iowa is one of the principal cities within the Quad Cities, a metropolitan area of nearly 400,000 residents located along the Mississippi River in eastern Iowa and western Illinois. Bettendorf is at the intersection of the nation's busiest interstate highway (Interstate 80) and its largest river – the majestic Mississippi. These transportation elements have helped create a broad based economy. Of the twenty largest cities in the State of Iowa, Bettendorf was the fourth fastest growing city in the state with a 17.7% growth rate from 2010 to 2020. Citizenry grew by 5,885 to a total count of 39,102.

Employment Data: The Quad Cities has been historically known as an industrial, retail/service and transportation center. During the 1980s and 1990s the economy shifted, showing a decline in the number of manufacturing sector jobs. In 1980, 30% of the area jobs were in manufacturing and 53% in the service sector. By 1990, manufacturing had declined to 18% and has fallen to just 13% today. Service providing occupations have grown to make up about 67% of the Quad Cities workforce. The portion of government sector jobs has remained steady at around 15%.

The labor force in the Quad Cities MSA was 183,112 as of June, 2021 which is a 8% decrease from the June, 2011. The labor force for Scott County was 85,800 in June, 2021, which was less than a 3% decrease from the June, 2010 labor force of 88,400 for the County. Unemployment figures for the Quad Cities MSA hit a high of 14.8% in 1983. Unemployment has declined from the peak economic impacts of the COVID-19 pandemic. As of June 30, 5.5% of the Bettendorf workforce was unemployed. This is in line with the Quad Cities MSA which is 5.7%, and is below the national average of 5.9% for the same period. Unemployment rates in Bettendorf remain lower than in surrounding cities and the nation due in part to the creation of jobs in the service sectors and the manufacturing of non-durable goods. The total number of jobs in Bettendorf increased significantly between 1980 and 2000 and continues to see steady increases today. Of the 18,400 in the current labor force, 17,400 were employed in June, 2021.

New Housing Starts: Construction of new homes in Bettendorf has remained very strong over the last decade and the Quad Cities remains one of the most affordable housing markets in the country. Bettendorf was recently voted as one of the “10 Best Places for Affordable Homes” in the nation by CNNMoney.com. During calendar year 2020, 149 building permits were issued for investment in new single family homes valued at \$43.4 million. So far in 2021 the average selling price for a new or existing home in Bettendorf averaged \$347,800, while in Davenport the average is \$190,100 for the same period. Over the last decade, 1,438 single family homes have been constructed within Bettendorf city limits.

Education: There are two public school systems serving the City of Bettendorf. The Bettendorf Community School District has six elementary schools, one middle school and one high school with a total enrollment of approximately 4,719 in the 2020/21 school year. The Pleasant Valley Community School District has four elementary schools, a junior high and one high school with enrollment totaling approximately 5,331 in the 2020/2021 school year. There are also two private schools in Bettendorf. Lourdes Catholic elementary serves pre-kindergarten students and about 314 kindergarten through eighth grade students. Rivermont Collegiate, an independent college preparatory day school provides a preschool through 12th grade with enrollment of approximately 100. The City's school districts consistently rank in the top ten school districts in the state. 97.6% of Bettendorf's population over age 25 have graduated from high school or have attained higher education degrees compared to the national average of 88%.

The Eastern Iowa Community College District provides a comprehensive adult educational program and enrolls more than 7,000 students from Clinton, Muscatine and Scott Counties. Other institutions of higher education in the immediate area include: Augustana College in Rock Island, St; Ambrose University in Davenport; Western Illinois University offers junior and senior level courses at its Quad Cities Center in Moline; Palmer College of Chiropractic in Davenport; and the Quad Cities Graduate Studies Center located at Augustana College in Rock Island.

Quad City Economy: Like most of the country, the COVID-19 pandemic has taken a toll on the local economy. However, indicators suggest less of impact in the Quad Cities than nation wide. Unemployment has returned to pre-pandemic levels and remains below national averages. The outlook for the Quad Cities is positive but remains dependent on continued growth in manufacturing, defense, logistics and agriculture.

The Quad Cities Chamber notes, “The Quad Cities region is home to Fortune 500 company John Deere. There are 150 others on Fortune's 500 and 1000 lists that have a presence in our region, as well as the Rock Island Arsenal, a major military installation. The region has experienced a 5.2% increase in economic strength over the past five years, including \$1.5 billion in total capital investment, plus the creation of 4,500 new jobs.”

“People love living here too. Our region boasts a low cost of living (91.6 on the cost of living index scale); 18-minute predictable, non-congested commute times; nationally regarded K-12 education with diverse program offerings and access to a highly-educated, postsecondary talent pipeline; and ample cultural and recreational amenities. This includes theater, ballet, symphony orchestra, art, science, minor league sports, outdoor recreation, and family museums.”

Economic Development

In support of existing businesses, and to attract businesses from outside the region, the City's Economic Development Department administers a Tax Increment Financing (TIF) program. Currently the City is managing 15 TIF projects totaling approximately \$150 million in gross assessed value, including the Development Agreements for projects at the TBK Sports Complex and downtown Bettendorf. Roughly \$3.5 million in total annual property taxes will be received on these properties once the TIF incentives have ended, with the City receiving approximately one-third of the annual property taxes dollars collected. Over 2,000 jobs have directly been created or retained as a result of creating these TIF projects, with an annual payroll estimated at \$62 million.

Construction of the new I-74 Bridge has significantly changed the face of downtown Bettendorf over the last few years. The City is intent on seeing a large portion of the Downtown re-developed in tandem with the bridge construction in order to see a revitalized Downtown. Additionally, downtown business owners have overwhelmingly supported the creation of a Self Supported Municipal Improvement District or SSMID. Properties within the district will pay an extra \$2.75/1,000 property tax levy to directly fund improvement projects in the district.

The City's Economic Development Department also provides coordination with other governmental and private entities, including: Iowa Economic Development Authority, Iowa Department of Transportation, Eastern Iowa Community College District, MidAmerican Energy Company, Bettendorf Business Network, Quad Cities Chamber of Commerce, Bi-State Regional Commission, and the Bettendorf Development Corporation (BDC). The BDC was established by several leading businessmen in the community and has received financing from many area businesses. The BDC is a private, non-profit organization designed to be an intermediary between the public and private sectors as necessary in order to assist in high-quality development of industrial and commercial areas. Over the last 20 years, the BDC has expended approximately \$1.6 million in implementing projects in nine commitment areas throughout Bettendorf.

Long-Term Financial Planning

Total unassigned fund balance in the General Fund totals \$12.6 million and equates to 52% of total General Fund expenditures and transfers. For planning purposes, Council policy calls for 20% - 25% of expenditures as unassigned fund balance, plus an additional 10% emergency reserve fund. During volatile economic times, retaining an adequate level of fund balance is important. As part of the City's initial response to the COVID-19 pandemic, measures were taken to conserve and add fund balance in several key funds. The City remains committed to offering a superior level of service to its citizens at one of the lowest tax rates in the State of Iowa. Discussions for how to address excess fund balance will take place during budget planning.

Recent years' budget processes have faced many challenges despite a growing economy: state-shared revenue reductions; loss of investment income due to lower returns in the current markets; state-mandated increases in public safety pension costs; increasing costs of health care; and increasing costs of liability and property insurance. In 2013, the Iowa Legislature passed Senate File 295, which included a number of components that will continue to challenge the ability of Iowa Municipalities to present balanced budgets. The largest components include a 10% rollback for all commercial properties, the creation of a new multi-residential property class with a rollback that will be equivalent to the residential rollback and a reduced growth limitation on residential property. Future budgets will challenge the City's ability to continue to offer services within the current revenue and expenditure structure.

As part of the City's 5-year Capital Improvement Plan in 2021 and 2022, the City plans to complete various projects including street and infrastructure projects throughout the City. Maintenance and expansion of the City's infrastructure (such as streets, sidewalks, sewers, storm water projects, bridges, and traffic signals) remain a major priority of the City. The City annually adopts a five-year Capital Improvement Program that provides a framework for the development and maintenance of infrastructure to meet current and future needs. The major source of funds for the program is general obligation bonds, which are primarily financed from an unlimited debt service property tax levy and local option sales tax receipts. The City leverages its program commitment with available grants from the federal and state governments and private sector partnerships.

Relevant Financial Policies

The City of Bettendorf has a formal cash reserve and fund balance policy that establishes minimum year end balances to ensure sufficient cash flow throughout the upcoming fiscal year. Planned draw downs of cash reserves below the minimum level is acceptable for one-time occurrences if the intent is made to return to the minimum cash reserve level as quickly as possible. All governmental funds cash reserves and fund balances fell within or exceeded the minimum policy levels at June 30, 2021.

Major Initiatives

Major initiatives on the horizon within the City limits are as follows:

I-74 Bridge replacement. Both spans of the new bridge were officially opened on December 1, 2021. Work to fully finish the bridge will continue into 2022. The bridge spans the Mississippi River and connects the City of Bettendorf and the City of Moline, Illinois. Upon completion, the existing bridge will be demolished. The cost of the project is approximately \$1.4 billion, with most of the funding provided by federal and State sources (Iowa and Illinois). Over the next four years the City has a more than \$4,000,000 obligated to its portion of the project.

The new bridge features wider, safer traffic lanes, a 14-foot wide bike and pedestrian trail on one side, and a viewing area located near the center of the bridge. Two nationally designated trails, the Mississippi River Trail and the American Discovery Trail, will intersect in the Quad Cities at the new I-74 bridge. Departments of Transportation for both Iowa and Illinois have included funding for their respective costs of the project. The City projects significant commercial and residential growth in the City's downtown corridor around the I-74 Bridge construction over the next five years.

I-80 and Middle Road. In 2017, the City agreed to participate in the development of a privately owned and operated regional sports complex. The Bettplex complex, now known as TBK Bank Sports Complex, opened in the spring of 2018. It is a 75-acre regional sports complex including indoor and outdoor sports, a 2-story family entertainment center, fitness center, sports bar, concessions and retail spaces. The TBK Bank Sports Complex is an anchor development at the I-80/Middle Road interchange. Development around the complex has exploded and includes hotels, restaurants, retail and corporate office spaces. The area is already a destination for families and sports teams throughout the Midwest and is expected to continue to ignite growth in and around the I-80/Middle Road area.

Due to the growing demand for sports tourism at the TBK Bank Sports Complex, MFG, LLC and FG80 Holdings, LLC will be developing the 109 acres east of the TBK in 2022. This development will include additional turf fields, a golf entertainment destination, additional hotels, restaurants and retail. The City has engaged the developers in an agreement that will guarantee a minimum assessed value of \$32M, and it is anticipated that there will be at least 180 new FTE's created and additional net new visitors of over 1 million. The City of Bettendorf intends to support this expansion with additional infrastructure improvements, a 75% TIF rebate and economic development grants.

Residential & Commercial Growth. The City continues to experience strong residential and commercial growth, especially in areas serving the north and east portions of the City. 685 single family homes have been built in the last five years. The average market value of a new home is over \$450,000. The City is committed to investing in projects that support such growth including major arterial streets, sanitary sewers, storm water management projects, and parks.

Downtown. The City also engaged in a development agreement with a developer to construct a new 130-unit, multi-family complex valued at \$22 million on a previously blighted site known as the Twin Bridges Motor Inn. Known as the Bridges Lofts, the development includes commercial space on the first floor. Directly across the street from the Bridges Lofts, a complementary retail and commercial development was completed in 2021 that is expected to add an additional \$11 million in assessed valuation and bring several jobs to downtown.

Just a few blocks to the east, Ascentra Community Credit Union completed a new corporate headquarters to replace their existing downtown building. The new building allows Ascentra to expand operations in the City with potential for 70 new full-time jobs. The City acquired the old Ascentra building as part of the agreement and has since sold the property to a private developer. The City is currently working with developers to redevelop the site of the City owned Herbert D. Goetsch Community Center. Likely developments will be mixed use of multi-family residential and commercial buildings.

In fiscal year 2021, the Downtown Bettendorf Organization (DBO) began to collect taxes levied for a newly created Self Supported Municipal Improvement District, or SSMID. The creation of the SSMID received overwhelming support from downtown property owners. The taxes levied for the SSMID will be used at the discretion of the DBO for projects specific to downtown improvement. These downtown projects are expected to spur additional development and make the City's downtown area a destination to live, work, and play.

Forest Grove Park Development. The first two phases of development of the new Forest Grove Park are complete, with the construction of access roads and parking areas, along with grading of open space play areas, installation of utilities, and the first phase of recreational amenities including a shelter, playground, pathways, basketball court, tennis and pickle ball courts and other amenities and landscaping. Additional phases over the next several years include expansion of the open space areas, additional recreational amenities, development of a trail network, additional parking and roadway development, the possible development of a fully accessible Miracle Field, construction of an Adventure Course area and additional natural area restoration efforts.

Awards and acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Bettendorf, Iowa for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020. This was the twenty-ninth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized report that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to conform to the Certificate of Achievement Program requirements, and are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the City of Bettendorf also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated March 16, 2021. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide and a communications device. This was the twenty-third consecutive year that the City has received this award.

The preparation of this report on a timely basis could not have been accomplished without our auditors from RSM US LLP, Kalissa Malin, the City's Accounting Manager and the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all those who assisted and contributed to its preparation accordingly. Credit also must be given to the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Bettendorf's finances.

Respectfully submitted,



Decker P. Ploehn

City Administrator



Jason J. Schadt

Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Bettendorf
Iowa**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

Independent Auditor's Report

RSM US LLP

Honorable Mayor and
Members of the City Council
City of Bettendorf, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bettendorf, Iowa (City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying individual fund statements and combining fund financial statements listed in the table of contents as supplementary information, and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

RSM US LLP

Davenport, Iowa
February 25, 2022

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

As management of the City of Bettendorf, we offer readers of the City of Bettendorf's financial statements this narrative overview and analysis of the financial activities of the City of Bettendorf for the fiscal year ended June 30, 2021. 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 total net position of the City as of June 30, 2021 was \$148,593,699, which was an increase of \$14,498,649 from the net position as of June 30, 2020.
- As of June 30, 2021, the City of Bettendorf's governmental funds reported combined ending fund balances of \$41,629,647, an increase of \$20,125,763 in comparison with 2020. Approximately 30% of this total amount, \$12,524,968, is available for spending at the government's discretion (unassigned fund balance). As of June 30, 2020, the City of Bettendorf's governmental funds reported combined ending fund balances of \$21,503,884, a decrease of \$1,875 in comparison with 2019. Approximately 37% of this total amount, \$7,963,573, was available for spending at the government's discretion (unassigned fund balance).
- As of June 30, 2021, fund balance for the General Fund was \$12,838,207 or 49% of total General Fund expenditures and transfers out and \$9,108,637 or 35% for 2020.
- The City of Bettendorf's total long-term debt, excluding premiums and compensated absences, increased by \$12,930,000 (9%) during the fiscal year ended June 30, 2021. This increase is due to the issuance of \$15,065,000 of crossover refunding bonds. The refunded bonds will be called beginning in FY 2022.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Bettendorf's basic financial statements. The City of Bettendorf's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The statement of net position presents information on all of the City of Bettendorf's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Bettendorf is improving or deteriorating.

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

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

Both of the government-wide financial statements distinguish functions of the City of Bettendorf that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Bettendorf include public safety, public works, culture and recreation, community and economic development and general government. The business-type activities of the City of Bettendorf include the sanitary sewer system, recycling and solid waste collection system, Family Museum of Arts & Science, Palmer Hills Golf Course, Life Fitness Center, Splash Landing Aquatic Center, stormwater utility, transit system and QC Waterfront Convention Center.

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 Bettendorf, 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 Bettendorf can be divided into three categories: governmental funds, proprietary funds and fiduciary 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 Bettendorf maintains 17 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Employee Benefits Fund, Debt Service Fund and Capital Projects Reserve Fund, all of which are considered to be major funds. Data from the other 13 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.

Proprietary funds. The City of Bettendorf maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Bettendorf's various functions. The City of Bettendorf uses internal service funds to account for risk management, employee benefits, maintenance garage and information services. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

The City of Bettendorf maintains 9 enterprise funds. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sewer Utility Fund, QC Waterfront Convention Center Fund and Stormwater Utility Fund as these are considered to be major funds of the City of Bettendorf. Data from the other six enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor enterprise funds is provided in the form of combining statements elsewhere in this report. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Bettendorf's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City has one type of fiduciary fund: custodial funds. The total assets held in the fiduciary funds as of June 30, 2021 were \$90,599.

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 budgetary comparison schedule and pension plan and other postemployment benefit plan information is presented as required supplementary information immediately following the notes to basic financial statements. The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, internal service funds and agency funds are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's total net position has increased from the 2020 net position of \$134,095,050 to \$148,593,699 in 2021.

By far the largest portion of the City of Bettendorf's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The City of Bettendorf uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Bettendorf'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.

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

| City of Bettendorf's Net Position | | | | | | |
|-----------------------------------|------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|-----------------------|-----------------------|
| | Governmental Activities 2021 | Governmental Activities 2020 | Business-Type Activities 2021 | Business-Type Activities 2020 | Total 2021 | Total 2020 |
| Current and other assets | \$ 89,690,289 | \$ 65,152,882 | \$ 13,260,177 | \$ 13,599,360 | \$ 102,950,466 | \$ 78,752,242 |
| Capital assets | 196,647,660 | 190,417,581 | 77,157,611 | 75,772,594 | 273,805,271 | 266,190,175 |
| Total assets | 286,337,949 | 255,570,463 | 90,417,788 | 89,371,954 | 376,755,737 | 344,942,417 |
| Deferred outflows of resources | 7,972,394 | 6,501,147 | 1,134,216 | 1,092,348 | 9,106,610 | 7,593,495 |
| Noncurrent liabilities | 142,642,679 | 140,032,982 | 23,196,922 | 23,703,763 | 165,839,601 | 163,736,745 |
| Other liabilities | 29,566,924 | 13,651,149 | 3,712,016 | 3,992,579 | 33,278,940 | 17,643,728 |
| Total liabilities | 172,209,603 | 153,684,131 | 26,908,938 | 27,696,342 | 199,118,541 | 181,380,473 |
| Deferred inflows of resources | 37,701,848 | 36,332,944 | 448,259 | 727,445 | 38,150,107 | 37,060,389 |
| Net position: | | | | | | |
| Net investment in capital assets | 79,428,885 | 65,430,863 | 61,099,915 | 58,489,102 | 140,528,800 | 123,919,965 |
| Restricted | 4,357,903 | 1,986,456 | - | - | 4,357,903 | 1,986,456 |
| Unrestricted (deficit) | 612,104 | 4,637,216 | 3,094,892 | 3,551,413 | 3,706,996 | 8,188,629 |
| Total net position | \$ 84,398,892 | \$ 72,054,535 | \$ 64,194,807 | \$ 62,040,515 | \$ 148,593,699 | \$ 134,095,050 |

The City of Bettendorf's total assets increased by \$31,813,320 or 9% from 2020 to \$376,755,737. Current and other assets increased by \$24,198,224 mainly due to increased property tax receivables and escrowed bond proceeds that increased cash holdings. Capital assets increased \$7,615,096 mainly due to the addition of streets, sewers, vehicles and equipment. Total liabilities of the City of Bettendorf increased by \$17,738,068 from 2020 to \$199,118,541. The increase is due to the issuance of cross-over refunding bonds of \$15,065,000 and an increase in the net pension liability of \$4,698,313. Deferred inflows of resources increased by \$1,089,718 or 3% largely due to the change of pension and OPEB related deferred inflows.

An additional portion of the City of Bettendorf's net position (7% for 2021) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$3,706,996 for 2021 and \$8,188,629 for 2020, is the additional future resources required to fulfill the government's obligations to citizens and creditors.

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

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

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

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

| City of Bettendorf's Changes in Net Position | | | | | | |
|---|------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|-----------------------|-----------------------|
| | Governmental Activities 2021 | Governmental Activities 2020 | Business-Type Activities 2021 | Business-Type Activities 2020 | Total 2021 | Total 2020 |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 2,501,655 | \$ 2,343,755 | \$ 13,914,575 | \$ 13,570,034 | \$ 16,416,230 | \$ 15,913,789 |
| Operating grants and contributions | 6,870,708 | 5,110,670 | 966,949 | 670,171 | 7,837,657 | 5,780,841 |
| Capital grants and contributions | 3,353,244 | 1,900,756 | 1,988,894 | 2,371,865 | 5,342,138 | 4,272,621 |
| General revenues: | | | | | | |
| Property taxes | 30,836,310 | 29,373,989 | - | - | 30,836,310 | 29,373,989 |
| Tax increment financing | 2,539,017 | 1,698,854 | - | - | 2,539,017 | 1,698,854 |
| Other taxes | 11,279,425 | 9,306,391 | - | - | 11,279,425 | 9,306,391 |
| State shared revenues | 82,351 | 162,431 | - | - | 82,351 | 162,431 |
| Investment earnings | 240,143 | 744,725 | 24,775 | 170,857 | 264,918 | 915,582 |
| Miscellaneous and gain on sale of capital asset | 546,771 | 706,811 | 908,085 | 519,722 | 1,454,856 | 1,226,533 |
| Total revenues | 58,249,624 | 51,348,382 | 17,803,278 | 17,302,649 | 76,052,902 | 68,651,031 |
| Expenses: | | | | | | |
| Public safety | 15,317,961 | 14,403,490 | - | - | 15,317,961 | 14,403,490 |
| Public works | 10,286,994 | 11,990,291 | - | - | 10,286,994 | 11,990,291 |
| Culture and recreation | 6,046,989 | 6,355,554 | - | - | 6,046,989 | 6,355,554 |
| Community and economic development | 3,322,386 | 3,366,053 | - | - | 3,322,386 | 3,366,053 |
| General government | 5,170,014 | 5,517,223 | - | - | 5,170,014 | 5,517,223 |
| Interest on long-term debt | 3,774,003 | 3,672,153 | - | - | 3,774,003 | 3,672,153 |
| Sewer utility | - | - | 4,352,277 | 4,188,323 | 4,352,277 | 4,188,323 |
| Family Museum of Arts & Science | - | - | 2,310,937 | 2,574,175 | 2,310,937 | 2,574,175 |
| Aquatic Center | - | - | 503,046 | 468,970 | 503,046 | 468,970 |
| Recycling/solid waste management | - | - | 2,732,133 | 2,718,815 | 2,732,133 | 2,718,815 |
| Palmer Hills Golf Course | - | - | 1,850,756 | 1,605,589 | 1,850,756 | 1,605,589 |
| Life Fitness Center | - | - | 1,421,925 | 904,204 | 1,421,925 | 904,204 |
| Stormwater utility | - | - | 1,860,642 | 1,821,608 | 1,860,642 | 1,821,608 |
| Transit | - | - | 1,188,134 | 1,216,936 | 1,188,134 | 1,216,936 |
| QC Waterfront Convention Center | - | - | 1,416,056 | 1,986,489 | 1,416,056 | 1,986,489 |
| Riverfront Circulator | - | - | - | - | - | - |
| Total expenses | 43,918,347 | 45,304,764 | 17,635,906 | 17,485,109 | 61,554,253 | 62,789,873 |
| Increase (decrease) in net position before transfers | 14,331,277 | 6,043,618 | 167,372 | (182,460) | 14,498,649 | 5,861,158 |
| Transfers | (1,986,920) | (3,319,717) | 1,986,920 | 3,319,717 | - | - |
| Increase in net position | 12,344,357 | 2,723,901 | 2,154,292 | 3,137,257 | 14,498,649 | 5,861,158 |
| Net position, beginning | 72,054,535 | 69,330,634 | 62,040,515 | 58,903,258 | 134,095,050 | 128,233,892 |
| Net position, ending | \$ 84,398,892 | \$ 72,054,535 | \$ 64,194,807 | \$ 62,040,515 | \$ 148,593,699 | \$ 134,095,050 |

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

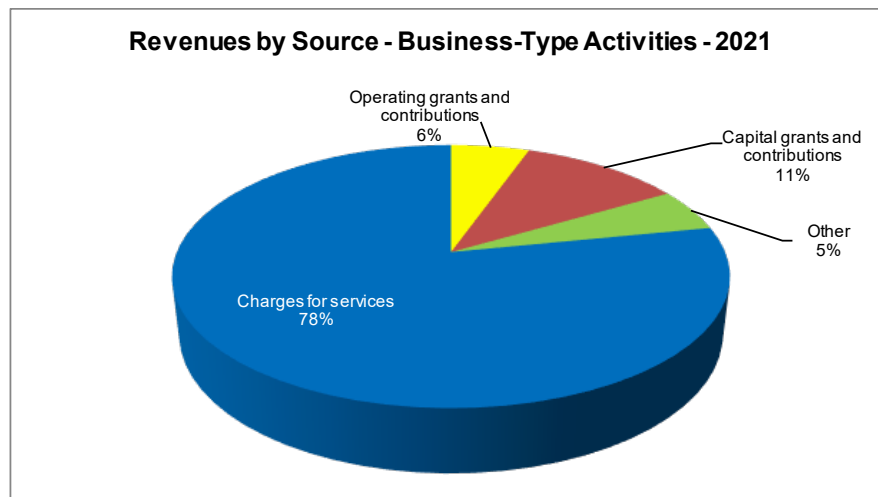
Total governmental activities' revenue for fiscal year 2021 was \$58,249,624 and for 2020 was \$51,348,382. The largest single revenue source for the City was property and TIF taxes of \$33,375,327 for 2021 and \$31,072,843 for 2020. Property and TIF taxes increased by \$2,302,484 from 2020 (7%) and \$1,349,497 from 2019 (5%). Most of the increase in tax revenue for 2021 resulted from taxable property tax values increasing, especially in TIF districts, while keeping the levy rate the same.

Certain revenues are generated that are specific to governmental program activities. These totaled \$12,725,607 for 2021 and \$9,355,181 for 2020. The majority of the increase related to the receipt of additional operating and capital grants related to the CARES Act.

Total governmental activities' expenses for fiscal year 2021 was \$43,918,347 and for 2020 was \$45,304,764.

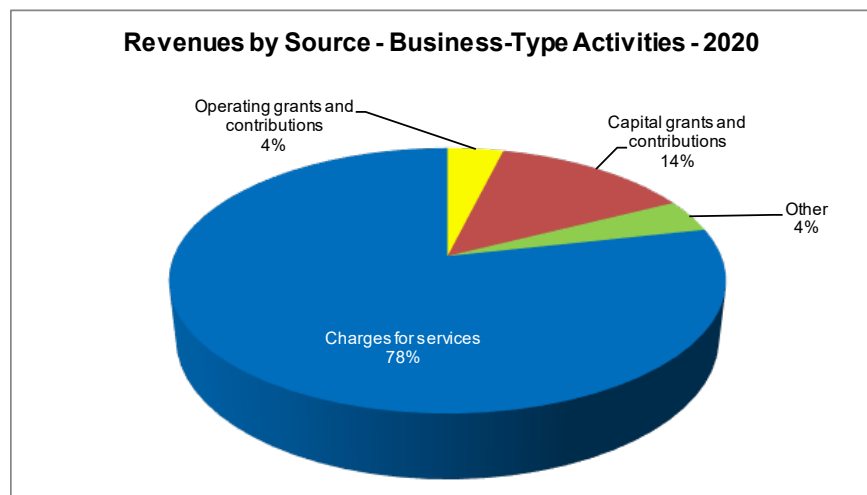
The graphs below show the percentage of the total governmental revenues allocated by each revenue type. Total business-type activities' revenue for fiscal year 2021 was \$17,803,278 and for 2020 was \$17,302,649. All but \$932,860 for 2021 and \$690,579 for 2020 of this revenue was generated for specific business-type activity expenses.

The graphs below show the breakdown of revenues by source for the business-type activities:



City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021



Business-type activities. Business-type activities increased the City of Bettendorf's net position by \$2,154,292 in 2021. Key elements of this increase are as follows:

- Sewer Utility and Storm Water Utility funds increased a total of \$3,101,164, largely due to capital contributions in new subdivisions built by developers, transfers in from the Capital Projects Fund and increases in charges for services (fee increases).
- QC Waterfront Convention Center decreased \$404,740 largely due to operating expenditures exceeding revenue due to the pandemic.

For the fiscal year ended 2020, business-type activities increased the City of Bettendorf's net position by \$3,137,257. Key elements of this increase are as follows:

- Sewer Utility and Storm Water Utility funds increased a total of \$2,852,799 largely due to capital contributions in new subdivision built by developers, transfers in from the Capital Projects Fund and increases in charges for services (fee increases).
- QC Waterfront Convention Center decreased \$403,040 largely due to operating expenditures exceeding revenue.

Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the City of Bettendorf'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 Bettendorf's financing requirements. In particular, unassigned 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 June 30, 2021, the City of Bettendorf's governmental funds reported combined ending fund balances of \$41,629,647, an increase of \$20,125,763 in comparison with 2020. Approximately 30% of this total amount, \$12,524,968, constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is nonspendable, restricted or assigned.

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

As of June 30, 2020, the City of Bettendorf's governmental funds reported combined ending fund balances of \$21,503,884, a decrease of \$1,875 in comparison with 2019. Approximately 37% of this total amount, \$8,020,053, constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is nonspendable, restricted or assigned.

The General Fund is the chief operating fund of the City of Bettendorf. The unassigned fund balance of the General Fund was \$12,578,299 for 2021 while total fund balance was \$12,838,207. The unassigned fund balance of the General Fund was \$8,020,053 for 2020 while total fund balance was \$9,108,637. 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. For 2021, unassigned fund balance represents 52% of total General Fund expenditures, while total fund balance represents 53% of that same amount. For 2020, unassigned fund balance represents 32% of total General Fund expenditures, while total fund balance represents 33% of that same amount.

The fund balance of the City of Bettendorf's General Fund increased by \$3,729,570 for 2021 and increased by \$715,966 for 2020. The net increase in fund balance during the current year was due to an overall decrease in expenditures as well as increased revenue from sales tax, building permits and the CARES Act.

The Employee Benefits Fund has a total fund balance of \$51,969 for 2021 and fund balance of \$0 for 2020. The net increase in fund balance during the current year in the Employee Benefits Fund was \$51,969.

The Debt Service Fund has a total fund balance of \$15,543,227 for 2021 and \$546,076 for 2020. The net increase in fund balance during the current year in the Debt Service Fund was \$14,979,151. The increase is a planned increase, largely due to proceeds of a crossover refunding debt issuance. The refunded debt will be called beginning in FY 2022.

The Capital Projects Reserve Fund has a total fund balance of \$6,121,843 for 2021 and \$6,472,089 for 2020. The Capital Projects Reserve Fund had a net decrease in fund balance in the current year of \$350,246. The net decrease in fund balance is primarily a result of capital outlay cost in excess of bond issuances.

Proprietary funds. The City of Bettendorf's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Sewer Utility was \$637,449 as of June 30, 2021 and \$1,042,179 as of June 30, 2020; for the QC Waterfront Convention Center was \$1,103,577 for 2020 and \$1,124,480 for 2020; and for the Stormwater Utility was \$1,563,983 and \$1,188,452 for 2021 and 2020, respectively. Other factors concerning the finances of these funds have already been addressed in the discussion of the City of Bettendorf's business-type activities.

Budgetary Highlights

In accordance with the Code of Iowa, the City Council annually adopts a budget on the modified accrual basis following required public notice and hearing. The annual budget may be amended during the year utilizing similar statutorily prescribed procedures.

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

Formal and legal budgetary control is based upon nine major classes of disbursements known as functions, not by fund or fund type. These nine functions are: public safety, public works, health and social services, culture and recreation, community and economic development, general government, debt service, capital outlay and business-type. Function expenditures/expenses required to be budgeted include expenditures for the General Fund, special revenue funds, Debt Service Fund, capital projects funds and permanent funds. The legal level of control is at the aggregated function level, not at the fund or fund type level. The budget amendments are reflected in the final budgeted amounts.

Differences between the original budget and the final amended budget for the City of Bettendorf can be summarized as follows:

- The total original revenue budget of \$99,177,088, including other financing sources of \$10,560,366 and transfers in of \$9,327,819, was increased to \$114,417,072, including other financing sources of \$25,910,878 and transfers in of \$8,242,107, (an increase of \$15,239,984 due primarily to the issuance of crossover refunding bonds).
- The total original expenditure budget of \$98,777,239, including transfers out of \$9,327,819 was decreased to \$97,571,240, including transfers out of \$8,402,107 (a decrease of \$1,205,999).

During the year, however, revenues, excluding transfers, were less than budgetary revenues by \$2,464,595. This was primarily due to reduced intergovernmental revenue which is largely tied to the timing of capital projects.

Expenditures were less than budgetary expenditures by \$7,404,459 primarily due to capital projects that were budgeted but not completed during the year.

See the Budgetary Comparison Schedule – All Governmental Funds and Proprietary Funds on pages 80 and 81.

Capital Asset and Debt Administration

Capital assets. The City of Bettendorf's investment in capital assets for its governmental and business-type activities as of June 30, 2021 and 2020 amounts to \$273,805,271 and \$266,190,175 (net of accumulated depreciation). This investment in capital assets includes land, construction -in-progress, buildings and structures, improvements and equipment and vehicles.

Major capital asset events during fiscal year ended June 30, 2021, included the following:

- \$ 1,473,060 for the FEMA assisted buy-out of flood prone properties along Duck Creek
- \$ 1,154,037 for the development of Forest Grove Park
- \$ 936,687 for 18th Street Reconstruction
- \$ 616,234 for full-depth street patching throughout the City

Major capital asset events during fiscal year ended June 30, 2020, included the following:

- \$ 1,644,170 for Hopewell Avenue paving
- \$ 840,741 for Spruce Hills Drive repairs, Linden to Utica Ridge Rd.
- \$ 729,901 for Crow Creek Road full depth patching
- \$ 658,368 for Street resurfacing throughout the City

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

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

| City of Bettendorf's Capital Assets | | | | | | |
|-------------------------------------|-------------------------|-----------------------|--------------------------|----------------------|-----------------------|-----------------------|
| | Governmental Activities | | Business-Type Activities | | Total | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Land | \$ 14,107,909 | \$ 14,107,909 | \$ 3,079,733 | \$ 2,692,465 | \$ 17,187,642 | \$ 16,800,374 |
| Construction-in-progress | 10,858,259 | 11,807,102 | 10,170,378 | 8,938,645 | 21,028,637 | 20,745,747 |
| Buildings | 28,033,604 | 27,375,600 | 35,633,450 | 35,597,570 | 63,667,054 | 62,973,170 |
| Equipment and vehicles | 26,564,684 | 26,049,845 | 22,091,462 | 21,671,971 | 48,656,146 | 47,721,816 |
| Improvements other than buildings | 246,842,371 | 232,877,578 | 77,848,679 | 74,250,210 | 324,691,050 | 307,127,788 |
| Accumulated depreciation | (129,759,167) | (121,800,453) | (71,666,091) | (67,378,267) | (201,425,258) | (189,178,720) |
| Total | \$ 196,647,660 | \$ 190,417,581 | \$ 77,157,611 | \$ 75,772,594 | \$ 273,805,271 | \$ 266,190,175 |

Long-term debt. As of June 30, 2021, the City of Bettendorf had total bonded debt outstanding of \$151,400,012. Of this amount, \$135,107,525 comprises debt backed by the full faith and credit of the government. The remainder of the City of Bettendorf's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

As of June 30, 2020, the City of Bettendorf had total bonded debt outstanding of \$138,470,000. Of this amount, \$121,395,000 comprises debt backed by the full faith and credit of the government. The remainder of the City of Bettendorf's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

| City of Bettendorf's Outstanding Debt General Obligation and Revenue Bonds | | | | | | |
|---|-------------------------|-----------------------|--------------------------|----------------------|-----------------------|-----------------------|
| | Governmental Activities | | Business-Type Activities | | Total | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| General obligation bonds | \$ 128,422,000 | \$ 113,630,000 | \$ 6,565,000 | \$ 7,765,000 | \$ 134,987,000 | \$ 121,395,000 |
| Revenue bonds | 4,712,487 | 4,900,000 | 11,580,000 | 12,175,000 | 16,292,487 | 17,075,000 |
| Capital loan note | 120,525 | - | - | - | 120,525 | - |
| Total | \$ 133,255,012 | \$ 118,530,000 | \$ 18,145,000 | \$ 19,940,000 | \$ 151,400,012 | \$ 138,470,000 |

The City of Bettendorf's total debt increased by \$12,930,012 (9%) during the current fiscal year. The key factor in this increase was due to the issuance of \$15 million of crossover refunding debt.

The City of Bettendorf's total debt increased by \$4,355,000 (3%) during the prior fiscal year. The key factor in this increase was due to the issuance of \$14.3 million of new debt issued and the payoff of \$10.0 million of existing debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5% of its total assessed valuation. The debt limitation for the City of Bettendorf for 2021 was \$208,666,014 and for 2020 was \$198,104,406, which is significantly in excess of the City of Bettendorf's outstanding general obligation and revenue debt of \$151,400,012 and \$138,470,000 for 2021 and 2020, respectively.

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

City of Bettendorf, Iowa

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2021

Economic Factors and Next Year's Budgets and Rates

Property taxes continue to be the major revenue source for the City of Bettendorf. In FY 2022 property taxes will represent 34.51% of total City operating revenues, net of transfers. The City has seen increased reliance on property tax revenue over the last five years as a result of other revenue streams either decreasing or remaining relatively flat. The City has been establishing user fees in eight enterprise funds to help offset the cost of the City providing services to citizens when feasible. Charges for Services is the next most significant revenue source at 26.07%.

The City Council held the property tax levy rate at \$12.80 per \$1,000 assessed valuation. The state mandated rollback on residential property increased from 55.0743% in FY 2021 to 56.4094% in FY 2022, and total taxable valuations increased \$111 million in FY 2022. Consistent with most years, much of this growth and more than half of new tax dollars in FY 2022 are generated by newly constructed properties.

The FY 2022 levy rate of \$12.80 per \$1,000/taxable valuation will generate \$32.3 million in property taxes. Broken apart, the City's General Fund Levy rate of \$5.67 per \$1,000 assessed valuation would remain one of the lowest in the State of Iowa, and allows for future growth capacity under the State's maximum \$8.10 General Fund levy cap of 30% giving the City future flexibility to raise about \$6.1 million of property taxes for operating expenditures.

This additional levying capacity is important as the City continues to respond and adapt to property tax relief legislation previously passed by the State of Iowa. The legislation mandates that taxable value on commercial and industrial property be reduced from 100% of assessed value to 90%. In FY 2022 the reduction in taxable value results in a reduction of over \$800,000 in property tax revenue. The State has agreed to "backfill" a portion of the loss, but that amount is capped and will be reduced annually over the next eight years until fully phased out. The State Legislature has also created a new multi-residential property classification. Properties in this new classification were previously taxed like commercial property. Over eight years, taxable value will be reduced by 3.75% per year to mirror taxable values in the residential property classification. By the end of eight years property tax revenue will be reduced by about \$400,000 annually with no backfill.

In addition to the ability to raise \$6.1 million in taxes in the General Fund under the \$8.10 cap, the City has the ability to levy taxes for IPERS & FICA (currently \$1.1M) and could implement an Emergency Levy of \$0.27 if needed (\$667,000). Bettendorf is one of only a handful of Cities in the State of Iowa to be below the State maximum \$8.10 General Fund levy cap.

The City expects its tax base to continue to exhibit moderate growth given the ample availability of developable land and strong regional employment opportunities. Bettendorf, one of the Quad Cities of Iowa and Illinois, has experienced steady growth as evidenced by an increase both in population (17.7% according to the 2020 census) and full valuation. The City's full valuation, currently valued at \$4.1 billion, has grown steadily at an average annual rate of 4.5% over the past ten years. The City expects continued growth in residential development, as approximately 35% of the City's land remains available and primarily zoned for housing construction. For FY 2022, the City's taxable valuation base (including TIF increment values) totals \$2.6 billion and the residential class of property represents 77% of that tax base.

The City continues to benefit from a diverse regional employment base, which includes the Rock Island Arsenal, Deere & Company, Arconic, and Genesis Medical Center. Socioeconomic indicators are higher than national medians, with median family income levels at 130% (as a % of the U.S.), as of the 2020 census. Unemployment spiked to 11.2% in April 2020, due to the economic impact of the COVID-19 pandemic, but has since returned to 5.5% in June 2021.

Overall, the City anticipates collecting \$32,484,893 in property taxes in FY 2022 which is 5% more than FY 2021 taxes of \$31,081,583.

City of Bettendorf, Iowa

**Management's Discussion and Analysis
For Fiscal Year Ended June 30, 2021**

Requests for Information

This financial report is designed to provide a general overview of the City of Bettendorf'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: Jason Schadt, Finance Director, City of Bettendorf, 1609 State Street, Bettendorf, Iowa 52722.

City of Bettendorf, Iowa

**Statement of Net Position
June 30, 2021**

| | Primary Government | | |
|---|--------------------|-------------------|--------------------|
| | Governmental | Business-Type | Total |
| | Activities | Activities | |
| Assets | | | |
| Current assets: | | | |
| Cash and investments | \$ 46,533,959 | \$ 8,353,681 | \$ 54,887,640 |
| Restricted cash and investments | - | 1,016,812 | 1,016,812 |
| Receivables: | | | |
| Property taxes | 35,907,156 | - | 35,907,156 |
| Accounts and unbilled usage, net | 386,879 | 3,657,323 | 4,044,202 |
| Accrued interest | 14,914 | 3,859 | 18,773 |
| Special assessments | 33,583 | 210,662 | 244,245 |
| Loans receivable | 752,588 | - | 752,588 |
| Due from other governments | 4,247,408 | 720,201 | 4,967,609 |
| Internal balances | 702,361 | (702,361) | - |
| Deposit | 1,097,222 | - | 1,097,222 |
| Prepaid items | 6,305 | - | 6,305 |
| Inventories | 7,914 | - | 7,914 |
| Total current assets | 89,690,289 | 13,260,177 | 102,950,466 |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Nondepreciable: | | | |
| Land | 14,107,909 | 3,079,733 | 17,187,642 |
| Construction-in-progress | 10,858,259 | 10,170,378 | 21,028,637 |
| Depreciable: | | | |
| Buildings and structures | 28,033,604 | 35,633,450 | 63,667,054 |
| Equipment and vehicles | 26,564,684 | 22,091,462 | 48,656,146 |
| Improvements other than buildings | 246,842,371 | 77,848,679 | 324,691,050 |
| Accumulated depreciation | (129,759,167) | (71,666,091) | (201,425,258) |
| Net capital assets | 196,647,660 | 77,157,611 | 273,805,271 |
| Total noncurrent assets | 196,647,660 | 77,157,611 | 273,805,271 |
| Total assets | 286,337,949 | 90,417,788 | 376,755,737 |
| Deferred Outflows of Resources | | | |
| Pension related deferred outflows | 6,655,032 | 952,395 | 7,607,427 |
| Related to other postemployment benefits | 598,916 | 115,124 | 714,040 |
| Deferred amount on refunding | 718,446 | 66,697 | 785,143 |
| Total deferred outflows of resources | 7,972,394 | 1,134,216 | 9,106,610 |

See notes to basic financial statements.

| | Primary Government | | |
|---|----------------------------|-----------------------------|-----------------------|
| | Governmental Activities | Business-Type Activities | Total |
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 923,323 | \$ 899,713 | \$ 1,823,036 |
| Claims payable | 454,960 | - | 454,960 |
| Compensated absences | 365,798 | 106,068 | 471,866 |
| Accrued liabilities | 930,632 | 373,892 | 1,304,524 |
| Refundable deposits | 41,706 | - | 41,706 |
| Due to other governments | 1,318,755 | 445,630 | 1,764,385 |
| Interest payable | 511,978 | 57,884 | 569,862 |
| Contracts payable | 958,633 | 50,530 | 1,009,163 |
| Unearned revenues | - | 63,299 | 63,299 |
| Current maturities, capital loan notes | 19,000 | - | 19,000 |
| Current maturities, revenue bonds | 197,139 | 615,000 | 812,139 |
| Current maturities, general obligation bonds | 23,845,000 | 1,100,000 | 24,945,000 |
| Total current liabilities | 29,566,924 | 3,712,016 | 33,278,940 |
| Noncurrent liabilities: | | | |
| Compensated absences | 868,087 | 226,810 | 1,094,897 |
| Other post employment benefits liability | 2,854,041 | 222,717 | 3,076,758 |
| Due to other governments | - | 2,315,798 | 2,315,798 |
| Capital loan notes | 101,525 | - | 101,525 |
| Revenue bonds | 4,515,348 | 10,965,000 | 15,480,348 |
| General obligation bonds, including bond premiums | 111,277,837 | 5,853,337 | 117,131,174 |
| Net pension liability | 23,025,841 | 3,613,260 | 26,639,101 |
| Total noncurrent liabilities | 142,642,679 | 23,196,922 | 165,839,601 |
| Total liabilities | 172,209,603 | 26,908,938 | 199,118,541 |
| Deferred Inflows of Resources | | | |
| Property taxes | 35,706,835 | - | 35,706,835 |
| Pension related deferred inflows | 741,448 | 165,255 | 906,703 |
| Related to other postemployment benefits | 1,253,565 | 283,004 | 1,536,569 |
| Total deferred inflows of resources | 37,701,848 | 448,259 | 38,150,107 |
| Net Position | | | |
| Net investment in capital assets | 79,428,885 | 61,099,915 | 140,528,800 |
| Restricted for: | | | |
| Law enforcement | 115,353 | - | 115,353 |
| Economic development | 9,636 | - | 9,636 |
| Debt service | 276,249 | - | 276,249 |
| Police department | 120,465 | - | 120,465 |
| Parks department | 298,263 | - | 298,263 |
| Library department | 141,419 | - | 141,419 |
| Culture and recreation | 181,582 | - | 181,582 |
| Public works department | 966,409 | - | 966,409 |
| Capital projects | 2,153,223 | - | 2,153,223 |
| Other | 95,304 | - | 95,304 |
| Unrestricted | 612,104 | 3,094,892 | 3,706,996 |
| Total net position | \$ 84,398,892 | \$ 64,194,807 | \$ 148,593,699 |

City of Bettendorf, Iowa

**Statement of Activities
Year Ended June 30, 2021**

| Programs/Functions | Expenses | Program Revenues | | |
|--|----------------------|----------------------|------------------------------------|----------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Primary Government | | | | |
| Governmental activities: | | | | |
| Public safety | \$ 15,317,961 | \$ 20,121 | \$ 1,821,930 | \$ 30,695 |
| Public works | 10,286,994 | 22,859 | 4,962,801 | 3,322,549 |
| Culture and recreation | 6,046,989 | 156,159 | 85,977 | - |
| Community and economic development | 3,322,386 | 1,760,349 | - | - |
| General government | 5,170,014 | 542,167 | - | - |
| Interest and bond issuance costs on long-term debt | 3,774,003 | - | - | - |
| Total governmental activities | 43,918,347 | 2,501,655 | 6,870,708 | 3,353,244 |
| Business-type activities: | | | | |
| Sewer utility | 4,352,277 | 4,922,281 | - | 1,269,569 |
| Family Museum of Arts & Science | 2,310,937 | 615,183 | - | - |
| Aquatic Center | 503,046 | 143,692 | - | - |
| Recycling/solid waste management | 2,732,133 | 3,141,188 | - | - |
| Palmer Hills Golf Course | 1,850,756 | 1,086,937 | - | - |
| Life Fitness Center | 1,421,925 | 934,346 | - | - |
| Stormwater utility | 1,860,642 | 2,422,214 | - | 573,193 |
| Transit | 1,188,134 | 37,829 | 966,949 | 12,800 |
| QC Waterfront Convention Center | 1,416,056 | 610,905 | - | 133,332 |
| Total business-type activities | 17,635,906 | 13,914,575 | 966,949 | 1,988,894 |
| Total primary government | \$ 61,554,253 | \$ 16,416,230 | \$ 7,837,657 | \$ 5,342,138 |

General Revenues

Taxes:

Property taxes

Tax increment financing taxes

Local option sales taxes

Other taxes

Gaming tax

Franchise tax

State replacement tax credits

State shared revenues, unrestricted

Investment earnings

Miscellaneous

Gain (loss) on sale of capital assets

Transfers

Total general revenues and transfers

Changes in net position

Net position, beginning of year

Net position, end of year

See notes to basic financial statements.

| Net (Expense) Revenue and Changes in Net Position | | |
|---|-----------------------------|-----------------|
| Governmental Activities | Business-Type Activities | Total |
| \$ (13,445,215) | \$ - | \$ (13,445,215) |
| (1,978,785) | - | (1,978,785) |
| (5,804,853) | - | (5,804,853) |
| (1,562,037) | - | (1,562,037) |
| (4,627,847) | - | (4,627,847) |
| (3,774,003) | - | (3,774,003) |
| (31,192,740) | - | (31,192,740) |
| - | 1,839,573 | 1,839,573 |
| - | (1,695,754) | (1,695,754) |
| - | (359,354) | (359,354) |
| - | 409,055 | 409,055 |
| - | (763,819) | (763,819) |
| - | (487,579) | (487,579) |
| - | 1,134,765 | 1,134,765 |
| - | (170,556) | (170,556) |
| - | (671,819) | (671,819) |
| - | (765,488) | (765,488) |
| (31,192,740) | (765,488) | (31,958,228) |
| 30,836,310 | - | 30,836,310 |
| 2,539,017 | - | 2,539,017 |
| 7,178,870 | - | 7,178,870 |
| 1,568,547 | - | 1,568,547 |
| 1,573,500 | - | 1,573,500 |
| 313,144 | - | 313,144 |
| 645,364 | - | 645,364 |
| 82,351 | - | 82,351 |
| 240,143 | 24,775 | 264,918 |
| 684,663 | 908,085 | 1,592,748 |
| (137,892) | - | (137,892) |
| (1,986,920) | 1,986,920 | - |
| 43,537,097 | 2,919,780 | 46,456,877 |
| 12,344,357 | 2,154,292 | 14,498,649 |
| 72,054,535 | 62,040,515 | 134,095,050 |
| \$ 84,398,892 | \$ 64,194,807 | \$ 148,593,699 |

City of Bettendorf, Iowa

**Balance Sheet
Governmental Funds
June 30, 2021**

| | General | Employee Benefits | Debt Service |
|---|----------------------|----------------------|----------------------|
| Assets | | | |
| Cash and investments | \$ 12,962,255 | \$ 54,222 | \$ 15,480,019 |
| Receivables: | | | |
| Property taxes | 15,158,766 | 4,250,234 | 13,083,964 |
| Accounts, net | 335,806 | - | - |
| Special assessments | 28,583 | - | - |
| Loans | 752,588 | - | - |
| Accrued interest | 6,242 | - | 176 |
| Due from other funds | 136,163 | - | - |
| Due from other governments | 1,366,027 | 890 | 2,874 |
| Inventories | 7,914 | - | - |
| Deposits | 5,738 | - | - |
| Total assets | \$ 30,760,082 | \$ 4,305,346 | \$ 28,567,033 |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | |
| Liabilities: | | | |
| Accounts payable | \$ 506,047 | \$ - | \$ - |
| Accrued liabilities | 768,120 | - | - |
| Refundable deposits | 41,706 | - | - |
| Due to other governments | 9,745 | - | - |
| Due to other funds | 3,375 | 18,602 | - |
| Contracts payable | - | - | - |
| Total liabilities | 1,328,993 | 18,602 | - |
| Deferred inflows of resources: | | | |
| Unavailable revenue—property taxes and special assessments | 15,084,562 | 4,234,775 | 13,023,806 |
| Unavailable revenue—local option sales tax | 758,320 | - | - |
| Unavailable revenue—intergovernmental | - | - | - |
| Unavailable revenue—loans | 750,000 | - | - |
| Total deferred inflows of resources | 16,592,882 | 4,234,775 | 13,023,806 |
| Fund balances: | | | |
| Nonspendable | 10,502 | - | - |
| Restricted | 249,406 | 51,969 | 15,543,227 |
| Assigned | - | - | - |
| Unassigned | 12,578,299 | - | - |
| Total fund balances | 12,838,207 | 51,969 | 15,543,227 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 30,760,082 | \$ 4,305,346 | \$ 28,567,033 |

See notes to basic financial statements.

| Capital Projects Reserve | Nonmajor Governmental | Total |
|-----------------------------|--------------------------|----------------------|
| \$ 7,263,628 | \$ 6,742,861 | \$ 42,502,985 |
| - | 3,414,192 | 35,907,156 |
| - | 157 | 335,963 |
| 5,000 | - | 33,583 |
| - | - | 752,588 |
| 3,441 | 3,047 | 12,906 |
| - | - | 136,163 |
| 1,114,666 | 1,762,951 | 4,247,408 |
| - | - | 7,914 |
| 1,091,484 | - | 1,097,222 |
| <u>\$ 9,478,219</u> | <u>\$ 11,923,208</u> | <u>\$ 85,033,888</u> |

| | | |
|------------------|----------------|------------------|
| \$ 146,918 | \$ 89,535 | \$ 742,500 |
| 48,737 | 65,423 | 882,280 |
| - | - | 41,706 |
| 1,300,526 | 8,484 | 1,318,755 |
| - | 117,561 | 139,538 |
| 740,529 | 218,104 | 958,633 |
| <u>2,236,710</u> | <u>499,107</u> | <u>4,083,412</u> |

| | | |
|------------------|------------------|-------------------|
| 1,119,666 | 3,398,107 | 36,860,916 |
| - | 505,546 | 1,263,866 |
| - | 446,047 | 446,047 |
| - | - | 750,000 |
| <u>1,119,666</u> | <u>4,349,700</u> | <u>39,320,829</u> |

| | | |
|------------------|------------------|-------------------|
| - | - | 10,502 |
| 6,121,843 | 4,922,064 | 26,888,509 |
| - | 2,205,668 | 2,205,668 |
| - | (53,331) | 12,524,968 |
| <u>6,121,843</u> | <u>7,074,401</u> | <u>41,629,647</u> |

| | | |
|---------------------|----------------------|----------------------|
| <u>\$ 9,478,219</u> | <u>\$ 11,923,208</u> | <u>\$ 85,033,888</u> |
|---------------------|----------------------|----------------------|

City of Bettendorf, Iowa

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2021**

| | | | |
|--|----|---------------|-------------------|
| Total governmental fund balances | | \$ | 41,629,647 |
| Amounts reported for governmental activities in the statement of net position are different because: | | | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds: | | | |
| Land | \$ | 14,064,300 | |
| Construction-in-progress | | 10,858,259 | |
| Buildings and structures | | 27,610,143 | |
| Equipment and vehicles | | 26,003,780 | |
| Improvements other than buildings | | 246,842,371 | |
| Accumulated depreciation | | (128,833,888) | 196,544,965 |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as a deferred inflow of resources—unavailable revenue in the funds | | | 3,613,994 |
| Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds, as follows: | | | |
| Deferred outflows of resources—IPERS | | 1,724,033 | |
| Deferred outflows of resources—MFPRSI | | 4,713,094 | |
| Deferred outflows of resources—OPEB | | 469,866 | |
| Deferred inflows of resources—IPERS | | (288,055) | |
| Deferred inflows of resources—MFPRSI | | (382,674) | |
| Deferred inflows of resources—OPEB | | (1,084,872) | 5,151,392 |
| Internal service funds are used by management to charge the costs of certain services to individual funds. The assets, deferred outflows of resources, liabilities and deferred inflows of resources of the internal service funds are included in governmental activities in the statement of net position: | | | |
| Capital assets | | 1,027,974 | |
| Accumulated depreciation | | (925,279) | |
| Current assets | | 4,093,578 | |
| Deferred outflows of resources | | 250,480 | |
| Current liabilities | | (756,460) | |
| Noncurrent liabilities | | (940,213) | |
| Deferred inflows of resources | | (142,937) | 2,607,143 |
| Internal service funds (deficiency) allocated to business-type activities | | | 702,361 |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds: | | | |
| Compensated absences, current | | (293,473) | |
| Compensated absences, noncurrent | | (868,087) | |
| Other post employment benefits liability | | (2,720,281) | |
| Net pension liability—IPERS | | (7,274,975) | |
| Net pension liability—MFPRSI | | (14,944,413) | |
| Accrued interest payable | | (511,978) | |
| General obligation and private placement debt, current | | (24,061,139) | |
| General obligation and private placement debt, noncurrent | | (109,193,873) | |
| Deferred amount on refunding | | 718,446 | |
| Bond premiums | | (6,700,837) | (165,850,610) |
| Net position of governmental activities | | \$ | 84,398,892 |

See notes to basic financial statements.

City of Bettendorf, Iowa

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2021**

| | General | Employee Benefits | Debt Service |
|--|-------------------|----------------------|-------------------|
| Revenues: | | | |
| Property taxes | \$ 14,882,605 | \$ 3,650,491 | \$ 12,385,024 |
| Tax increment financing taxes | - | - | - |
| Other taxes | 6,767,983 | 93,364 | 301,870 |
| Special assessments | 20,705 | - | - |
| Licenses and permits | 1,656,206 | - | - |
| Intergovernmental | 1,648,255 | 74,711 | 251,430 |
| Charges for services | 287,651 | - | - |
| Use of money and property | 205,424 | - | 14,794 |
| Miscellaneous | 431,099 | - | - |
| Total revenues | 25,899,928 | 3,818,566 | 12,953,118 |
| Expenditures: | | | |
| Current operating: | | | |
| Public safety | 13,095,569 | - | - |
| Public works | - | - | - |
| Culture and recreation | 4,237,229 | - | - |
| Community and economic development | 970,999 | - | - |
| General government | 4,255,633 | - | - |
| Capital outlay | 1,388,043 | - | - |
| Debt service: | | | |
| Bond issuance cost | 111,681 | - | 121,185 |
| Principal | - | - | 8,412,012 |
| Interest and other charges | - | - | 4,821,657 |
| Total expenditures | 24,059,154 | - | 13,354,854 |
| Excess (deficiency) of revenues over expenditures | 1,840,774 | 3,818,566 | (401,736) |
| Other financing sources (uses): | | | |
| Issuance of debt | - | - | - |
| Issuance of refunding bonds | - | - | 15,065,000 |
| Premiums on issuance of bonds | - | - | 115,887 |
| Proceeds from sale of capital assets | 3,721 | - | - |
| Transfers in | 3,841,597 | - | 200,000 |
| Transfers out | (1,956,522) | (3,766,597) | - |
| Total other financing sources (uses) | 1,888,796 | (3,766,597) | 15,380,887 |
| Net changes in fund balances | 3,729,570 | 51,969 | 14,979,151 |
| Fund balances, beginning of year | 9,108,637 | - | 564,076 |
| Fund balances, end of year | \$ 12,838,207 | \$ 51,969 | \$ 15,543,227 |

See notes to basic financial statements.

| Capital Projects Reserve | Nonmajor Governmental | Total |
|-----------------------------|--------------------------|---------------|
| \$ - | \$ 163,463 | \$ 31,081,583 |
| - | 2,539,017 | 2,539,017 |
| - | 2,471,602 | 9,634,819 |
| 1,667 | - | 22,372 |
| - | - | 1,656,206 |
| 576,072 | 5,478,776 | 8,029,244 |
| - | - | 287,651 |
| 4,058 | 10,126 | 234,402 |
| 206,876 | 46,688 | 684,663 |
| 788,673 | 10,709,672 | 54,169,957 |
| - | 330,669 | 13,426,238 |
| - | 3,382,016 | 3,382,016 |
| - | 382,657 | 4,619,886 |
| - | 1,862,240 | 2,833,239 |
| - | - | 4,255,633 |
| 11,051,664 | 1,807,398 | 14,247,105 |
| 28,125 | - | 260,991 |
| - | 187,513 | 8,599,525 |
| - | 246,071 | 5,067,728 |
| 11,079,789 | 8,198,564 | 56,692,361 |
| (10,291,116) | 2,511,108 | (2,522,404) |
| 8,410,525 | - | 8,410,525 |
| - | - | 15,065,000 |
| 936,400 | - | 1,052,287 |
| - | 21,990 | 25,711 |
| 593,945 | 817,440 | 5,452,982 |
| - | (1,635,219) | (7,358,338) |
| 9,940,870 | (795,789) | 22,648,167 |
| (350,246) | 1,715,319 | 20,125,763 |
| 6,472,089 | 5,359,082 | 21,503,884 |
| \$ 6,121,843 | \$ 7,074,401 | \$ 41,629,647 |

City of Bettendorf, Iowa

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended June 30, 2021

| | | |
|--|-----------|-------------------|
| Net change in fund balances - governmental funds | \$ | 20,125,763 |
| 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 amount by which capital outlay exceeded depreciation in the current year: | | |
| Capital outlay | \$ | 12,943,915 |
| Depreciation | | (8,290,649) |
| | | 4,653,266 |
| Proceeds from the disposal of capital assets | | (25,711) |
| Loss on the sale of capital assets | | (137,892) |
| Capital assets contributed | | 1,760,148 |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds: | | |
| Local option sales tax | | 999,866 |
| Grant revenues | | 1,154,910 |
| Property taxes | | (245,273) |
| | | 1,909,503 |
| 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: | | |
| Pension expense—IPERS | | (412,695) |
| Pension expense—MFPRS | | (1,214,540) |
| OPEB expense | | (34,336) |
| Change in compensated absences | | (42,759) |
| The issuance of long-term debt (e.g., bonds, loan, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items: | | |
| Issuance of bonds | | (23,475,525) |
| Premiums on issuance of bonds | | (1,052,287) |
| Repayment of bond principal | | 8,750,513 |
| Interest accrued | | (122,885) |
| Amortization of deferred amount on refunding | | (89,806) |
| Amortization of bond premiums | | 1,616,420 |
| | | (14,373,570) |
| Internal service funds are used by management to charge the costs of various activities internally to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. | | |
| | | 97,032 |
| Change in internal service fund allocation to business-type activities | | 40,148 |
| Changes in net position of governmental activities | \$ | 12,344,357 |

See notes to basic financial statements.

City of Bettendorf, Iowa

**Statement of Net Position
Proprietary Funds
June 30, 2021**

| | Sewer Utility | QC Waterfront Convention Center | Stormwater Utility |
|---|-------------------|------------------------------------|--------------------|
| Assets | | | |
| Current assets: | | | |
| Cash and investments | \$ 3,834,720 | \$ 161,430 | \$ 1,229,986 |
| Restricted cash and cash equivalents | - | 1,016,812 | - |
| Receivables: | | | |
| Accounts and unbilled usage, net | 1,473,238 | 193,794 | 786,709 |
| Accrued interest | 1,965 | - | 647 |
| Special assessments | 100,803 | - | 34,891 |
| Due from other governments | 596,809 | - | - |
| Due from other funds | - | - | - |
| Prepaid items | - | - | - |
| Total current assets | 6,007,535 | 1,372,036 | 2,052,233 |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Nondepreciable: | | | |
| Land | 3,575 | 715,241 | 793,477 |
| Construction-in-progress | 6,520,202 | - | 2,606,554 |
| Depreciable: | | | |
| Buildings and structures | 2,714,949 | 18,199,263 | - |
| Equipment and vehicles | 6,677,302 | 2,110,181 | 1,705,702 |
| Improvements other than buildings | 53,898,258 | 163,064 | 20,690,932 |
| Accumulated depreciation | (39,181,642) | (7,359,115) | (6,500,080) |
| Total noncurrent assets | 30,632,644 | 13,828,634 | 19,296,585 |
| Total assets | 36,640,179 | 15,200,670 | 21,348,818 |
| Deferred Outflows of Resources | | | |
| Pension related deferred outflows | 137,026 | 6,423 | 78,370 |
| Related to other postemployment benefits | 9,678 | - | 33,683 |
| Deferred amounts on refunding | 41,359 | - | 25,338 |
| Total deferred outflows of resources | 188,063 | 6,423 | 137,391 |

(Continued)

| Nonmajor Enterprise Funds | Total Enterprise Funds | Governmental Activities Internal Service Funds |
|---------------------------------|---------------------------|---|
| \$ 3,127,545 | \$ 8,353,681 | \$ 4,030,974 |
| - | 1,016,812 | - |
| 1,203,582 | 3,657,323 | 50,916 |
| 1,247 | 3,859 | 2,008 |
| 74,968 | 210,662 | - |
| 123,392 | 720,201 | - |
| - | - | 3,375 |
| - | - | 6,305 |
| <u>4,530,734</u> | <u>13,962,538</u> | <u>4,093,578</u> |
| 1,567,440 | 3,079,733 | 43,609 |
| 1,043,622 | 10,170,378 | - |
| 14,719,238 | 35,633,450 | 423,461 |
| 11,598,277 | 22,091,462 | 560,904 |
| 3,096,425 | 77,848,679 | - |
| (18,625,254) | (71,666,091) | (925,279) |
| <u>13,399,748</u> | <u>77,157,611</u> | <u>102,695</u> |
| <u>17,930,482</u> | <u>91,120,149</u> | <u>4,196,273</u> |
| 730,576 | 952,395 | 217,905 |
| 71,763 | 115,124 | 32,575 |
| - | 66,697 | - |
| <u>802,339</u> | <u>1,134,216</u> | <u>250,480</u> |

City of Bettendorf, Iowa

Statement of Net Position (Continued)
Proprietary Funds
June 30, 2021

| | Sewer Utility | QC Waterfront Convention Center | Stormwater Utility |
|--|----------------------|------------------------------------|----------------------|
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 22,218 | \$ 242,002 | \$ 30,795 |
| Claims payable | - | - | - |
| Compensated absences | 16,463 | 424 | 9,497 |
| Accrued liabilities | 36,419 | 1,405 | 21,921 |
| Due to other governments | 415,222 | 4,158 | 3,003 |
| Interest payable | 32,341 | - | 25,543 |
| Contracts payable | 3,703 | - | 3,617 |
| Unearned revenue | - | - | - |
| Current maturities, revenue bonds | 335,000 | - | 280,000 |
| Current maturities, general obligation bonds | 600,000 | - | 500,000 |
| Total current liabilities | 1,461,366 | 247,989 | 874,376 |
| Noncurrent liabilities: | | | |
| Compensated absences | 35,204 | 907 | 20,306 |
| Other post employment benefits liability | 30,342 | - | 34,910 |
| Revenue bonds | 6,290,000 | - | 4,675,000 |
| General obligation bonds, net bond premiums | 3,111,710 | - | 2,741,627 |
| Due to other governments | 1,923,692 | - | - |
| Net pension liability | 527,121 | 24,579 | 373,021 |
| Total noncurrent liabilities | 11,918,069 | 25,486 | 7,844,864 |
| Total liabilities | 13,379,435 | 273,475 | 8,719,240 |
| Deferred Inflows of Resources | | | |
| Pension related deferred inflows | 25,132 | 1,407 | 15,133 |
| Related to other postemployment benefits | 39,989 | - | 62,557 |
| Total deferred inflows of resources | 65,121 | 1,407 | 77,690 |
| Net Position | | | |
| Net investment in capital assets | 22,746,237 | 13,828,634 | 11,125,296 |
| Unrestricted | 637,449 | 1,103,577 | 1,563,983 |
| Total net position | \$ 23,383,686 | \$ 14,932,211 | \$ 12,689,279 |

Amounts reported for enterprise activities in the statement of net position are different because:
Internal service funds are used by management to charge the cost of certain services to individual funds. The assets, deferred inflows/outflows of resources and liabilities of the internal service funds are included in governmental activities in the statement of net position. The cumulative net effect of the internal service funds allocated to enterprise funds.

Net position of business-type activities

See notes to basic financial statements.

| Nonmajor Enterprise Funds | Total Enterprise Funds | Governmental Activities Internal Service Funds |
|---------------------------------|---------------------------|---|
| \$ 603,119 | \$ 898,134 | \$ 180,823 |
| - | - | 454,960 |
| 79,684 | 106,068 | 72,325 |
| 314,147 | 373,892 | 48,352 |
| 24,826 | 447,209 | - |
| - | 57,884 | - |
| 43,210 | 50,530 | - |
| 63,299 | 63,299 | - |
| - | 615,000 | - |
| - | 1,100,000 | - |
| 1,128,285 | 3,712,016 | 756,460 |
| 170,393 | 226,810 | - |
| 157,465 | 222,717 | 133,760 |
| - | 10,965,000 | - |
| - | 5,853,337 | - |
| 392,106 | 2,315,798 | - |
| 2,688,539 | 3,613,260 | 806,453 |
| 3,408,503 | 23,196,922 | 940,213 |
| 4,536,788 | 26,908,938 | 1,696,673 |
| 123,583 | 165,255 | 70,719 |
| 180,458 | 283,004 | 72,218 |
| 304,041 | 448,259 | 142,937 |
| 13,399,748 | 61,099,915 | 102,695 |
| 492,244 | 3,797,253 | 2,504,448 |
| \$ 13,891,992 | 64,897,168 | \$ 2,607,143 |

(702,361)

\$ 64,194,807

City of Bettendorf, Iowa

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year Ended June 30, 2021**

| | Business-Type Activities—Enterprise Funds | | |
|--|---|------------------------------------|----------------------|
| | Sewer Utility | QC Waterfront Convention Center | Stormwater Utility |
| Operating revenues: | | | |
| Charges for services | \$ 4,789,353 | \$ 610,905 | \$ 2,371,564 |
| Licenses and permits | 132,928 | - | 50,650 |
| Other | 11,775 | 264,211 | 84,886 |
| Total operating revenues | 4,934,056 | 875,116 | 2,507,100 |
| Operating expenses: | | | |
| Salaries and benefits | 917,877 | 439,598 | 424,883 |
| Supplies and services | 1,713,268 | 435,817 | 225,967 |
| Depreciation | 1,310,516 | 540,624 | 930,673 |
| Total operating expenses | 3,941,661 | 1,416,039 | 1,581,523 |
| Operating income (loss) | 992,395 | (540,923) | 925,577 |
| Nonoperating revenues (expenses): | | | |
| Intergovernmental | - | - | - |
| Investment earnings | 18,088 | 2,851 | 1,896 |
| Interest and bond issuance expense | (463,168) | - | (332,849) |
| Amortization | 60,140 | - | 56,323 |
| Total nonoperating revenues (expenses) | (384,940) | 2,851 | (274,630) |
| Income (loss) before capital grants and contributions and transfers | 607,455 | (538,072) | 650,947 |
| Capital grants and contributions | 1,269,569 | 133,332 | 573,193 |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| | 1,269,569 | 133,332 | 573,193 |
| Changes in net position | 1,877,024 | (404,740) | 1,224,140 |
| Net position, beginning of year | 21,506,662 | 15,336,951 | 11,465,139 |
| Net position, end of year | \$ 23,383,686 | \$ 14,932,211 | \$ 12,689,279 |

See notes to basic financial statements.

| Business-Type Activities—Enterprise Funds | | Governmental Activities |
|---|---------------------------|----------------------------|
| Nonmajor Enterprise Funds | Total Enterprise Funds | Internal Service Funds |
| \$ 5,959,175 | \$ 13,730,997 | \$ 7,558,777 |
| - | 183,578 | - |
| 547,213 | 908,085 | 250,633 |
| 6,506,388 | 14,822,660 | 7,809,410 |
| 5,037,909 | 6,820,267 | 3,451,640 |
| 3,431,281 | 5,806,333 | 4,165,183 |
| 1,506,011 | 4,287,824 | 19,732 |
| 9,975,201 | 16,914,424 | 7,636,555 |
| (3,468,813) | (2,091,764) | 172,855 |
| 966,949 | 966,949 | - |
| 1,940 | 24,775 | 5,741 |
| (3,988) | (800,005) | - |
| 2,208 | 118,671 | - |
| 967,109 | 310,390 | 5,741 |
| (2,501,704) | (1,781,374) | 178,596 |
| 12,800 | 1,988,894 | - |
| 1,986,920 | 1,986,920 | 25,000 |
| - | - | (106,564) |
| 1,999,720 | 3,975,814 | (81,564) |
| (501,984) | 2,194,440 | 97,032 |
| 14,393,976 | 62,702,728 | 2,510,111 |
| \$ 13,891,992 | \$ 64,897,168 | \$ 2,607,143 |

City of Bettendorf, Iowa

**Reconciliation of the Changes in Net Position of Enterprise Funds to the Statement of Activities
Year Ended June 30, 2021**

| | |
|--|---------------------|
| Net changes in net position in enterprise funds | \$ 2,194,440 |
| Amounts reported for proprietary activities in the statement of activities are different because: | |
| Internal service funds are used by management to charge the costs of various activities internally to individual funds. The net expense of certain activities of internal service funds is reported with business-type activities. | (40,148) |
| Changes in net position of business-type activities | <u>\$ 2,154,292</u> |

See notes to basic financial statements.

City of Bettendorf, Iowa

**Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2021**

| | Business-Type Activities—Enterprise Funds | | |
|---|---|---------------------|---------------------|
| | QC Waterfront | | |
| | Sewer Utility | Convention Center | Stormwater Utility |
| Cash flows from operating activities: | | | |
| Receipts from customers and users | \$ 4,803,443 | \$ 594,347 | \$ 2,369,173 |
| Receipts from other operating revenue | 11,775 | 264,211 | 84,886 |
| Payments to suppliers | (1,688,693) | (268,972) | (370,698) |
| Payments to claimants | - | - | - |
| Payments to employees | (887,730) | (438,974) | (398,021) |
| Net cash provided by (used in) operating activities | 2,238,795 | 150,612 | 1,685,340 |
| Cash flows from noncapital financing activities: | | | |
| Intergovernmental | (72,936) | - | - |
| (Payments of) interfund accounts | - | - | - |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Net cash provided by (used in) noncapital financing activities | (72,936) | - | - |
| Cash flows from capital and related financing activities: | | | |
| Purchase of capital assets | (1,345,022) | (156,786) | (1,215,749) |
| Capital grants | - | 133,332 | - |
| Payment on debt | (935,000) | - | (715,000) |
| Interest and bond issuance costs paid on debt | (466,423) | - | (335,243) |
| Net cash (used in) capital and related financing activities | (2,746,445) | (23,454) | (2,265,992) |
| Cash flows from investing activities, interest received | 19,602 | 2,851 | 2,668 |
| Increase (decrease) in cash and cash equivalents | (560,984) | 130,009 | (577,984) |
| Cash and cash equivalents, beginning of year | 4,395,704 | 1,048,233 | 1,807,970 |
| Cash and cash equivalents, end of year | <u>\$ 3,834,720</u> | <u>\$ 1,178,242</u> | <u>\$ 1,229,986</u> |

(Continued)

| Business-Type Activities—Enterprise Funds | | Governmental Activities |
|---|---------------------------|----------------------------|
| Nonmajor Enterprise Funds | Total Enterprise Funds | Internal Service Funds |
| \$ 5,794,854 | \$ 13,561,817 | \$ 7,537,673 |
| 547,213 | 908,085 | 250,633 |
| (3,310,903) | (5,639,266) | (4,101,663) |
| - | - | (2,232,397) |
| (4,753,529) | (6,478,254) | (1,185,280) |
| (1,722,365) | 2,352,382 | 268,966 |
| 1,180,804 | 1,107,868 | - |
| (137,509) | (137,509) | (3,375) |
| 1,986,920 | 1,986,920 | 25,000 |
| - | - | (106,564) |
| 3,030,215 | 2,957,279 | (84,939) |
| (814,653) | (3,532,210) | - |
| - | 133,332 | - |
| (145,000) | (1,795,000) | - |
| (4,351) | (806,017) | - |
| (964,004) | (5,999,895) | - |
| 3,821 | 28,942 | 6,672 |
| 347,667 | (661,292) | 190,699 |
| 2,779,878 | 10,031,785 | 3,840,275 |
| \$ 3,127,545 | \$ 9,370,493 | \$ 4,030,974 |

City of Bettendorf, Iowa

Statement of Cash Flows (Continued)
Proprietary Funds
Year Ended June 30, 2021

| | Business-Type Activities—Enterprise Funds | | |
|--|---|-------------------|---------------------|
| | QC Waterfront | | |
| | Sewer Utility | Convention Center | Stormwater Utility |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | | |
| Operating income (loss) | \$ 992,395 | \$ (540,923) | \$ 925,577 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | | |
| Depreciation | 1,310,516 | 540,624 | 930,673 |
| Change in assets and liabilities: | | | |
| Receivables and special assessments | (118,838) | (16,558) | (53,041) |
| Accounts and contracts payable | (24,892) | 162,808 | 11,567 |
| Claims payable | - | - | - |
| Compensated absences and accrued liabilities | 1,215 | (174) | 6,295 |
| Other post employment benefits liability | 10,026 | - | (34,174) |
| Net pension liability | 97,797 | 2,363 | 46,392 |
| Due to other governments | 49,467 | 4,037 | (156,298) |
| Deferred outflows of resources | (13,625) | (155) | (422) |
| Deferred inflows of resources | (65,266) | (1,410) | 8,771 |
| Unearned revenue | - | - | - |
| Net cash provided by (used in) operating activities | \$ 2,238,795 | \$ 150,612 | \$ 1,685,340 |
| Schedule of noncash items: | | | |
| Capital and related financing activities: | | | |
| Acquisition of capital assets through contracts payable or due to other government | \$ 562,187 | \$ - | \$ 70,283 |
| Capital contributions | 1,269,569 | 133,332 | 573,193 |

See notes to basic financial statements.

| Business-Type Activities—Enterprise Funds | | Governmental Activities |
|---|---------------------------|----------------------------|
| Nonmajor Enterprise Funds | Total Enterprise Funds | Internal Service Funds |
| \$ (3,468,813) | \$ (2,091,764) | \$ 172,855 |
| 1,506,011 | 4,287,824 | 19,732 |
| (168,595) | (357,032) | (21,104) |
| 195,807 | 345,290 | 63,520 |
| - | - | (17,487) |
| 96,564 | 103,900 | 71 |
| (72,323) | (96,471) | (426) |
| 517,422 | 663,974 | 131,594 |
| (75,429) | (178,223) | - |
| (36,002) | (50,204) | (15,416) |
| (221,281) | (279,186) | (64,373) |
| 4,274 | 4,274 | - |
| <u>\$ (1,722,365)</u> | <u>\$ 2,352,382</u> | <u>\$ 268,966</u> |

| | | |
|------------|------------|------|
| \$ 194,036 | \$ 826,506 | \$ - |
| 12,800 | 1,988,894 | - |

City of Bettendorf, Iowa

**Statement of Fiduciary Net Position
Custodial Funds
June 30, 2021**

| | |
|---------------------------|------------------|
| Assets | |
| Cash | <u>\$ 90,599</u> |
| Net Position | |
| Restricted for: | |
| Other organizations | <u>90,599</u> |
| Total net position | <u>\$ 90,599</u> |

See notes to basic financial statements.

City of Bettendorf, Iowa

**Statement of Changes in Fiduciary Net Position
Custodial Funds
Year Ended June 30, 2021**

| | |
|--|-------------------------|
| Additions | |
| Contributions | <u>\$ 38,078</u> |
| Changes in net position | 38,078 |
| Net position, beginning of year, as restated | <u>52,521</u> |
| Net position, end of year | <u><u>\$ 90,599</u></u> |

See notes to basic financial statements.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

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 Bettendorf, Iowa (City) was incorporated in 1903. The form of City government is Mayor-Council, utilizing a professional City Administrator. The City of Bettendorf provides a wide variety of public services through ten professionally staffed departments and the office of the City Administrator, including police, fire, public works, parks, museum, library, community development, finance, legal and personnel.

Reporting entity: The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

For financial reporting purposes, the City has considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the City to impose its will on that organization; or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on, the City. The City has no component units that meet the GASB criteria, and is not a component unit of another entity.

Basis of presentation:

Government-wide and fund financial statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary 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 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. There are no indirect expenses. 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 and proprietary funds. The focus of fund financial statements is on major funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor government funds and nonmajor enterprise funds are aggregated and presented in a single column.

Notes to Basic Financial Statements

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

Fund accounting: The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/net position, revenues and expenditures or expenses, as appropriate. 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, deferred outflows of resources, liabilities and deferred inflows of resources, 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 Fund: The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

Employee Benefits Fund: To account for the restricted property tax revenues collected to be used for the City's employees' health insurance and pension costs.

Debt Service Fund: To account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Capital Projects Reserve Fund: To account for the acquisition and construction of major capital facilities that are not related to proprietary activities of the City.

Proprietary Fund Types: Proprietary fund types are used to account for a government's ongoing organizations and activities which are similar to those often found in the private sector (business-type activities). The measurement focus is upon income determination, financial position and cash flows.

Enterprise Funds: To account for those operations that are financed and operated in a manner similar to private business or where the City has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. The following are the City's major enterprise funds:

Sewer Utility Fund: To account for the operations of the City's sewer utility, including the revenue from usage fees, the operating costs associated with it, any capital costs and all bond issues.

QC Waterfront Convention Center Fund: To account for the operations of the QC Waterfront Convention Center.

Stormwater Utility Fund: To account for the operations of the City's Stormwater Utility, including the revenue from fees and the operating costs associated with it.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

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

Internal Service Funds: To finance and account for services and commodities provided by designated departments or agencies to other departments and agencies of the City.

Fiduciary Fund Type: Fiduciary funds are used to account for assets held by a governmental in a trustee capacity or as an agent for individuals, private organizations, and other governmental units. The City reports custodial funds for balances and transactions pertaining to legally separate entities for which the City controls the assets.

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, as are the proprietary fund and fiduciary fund financial statements. 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 and budgeted for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, voluntary separation, other postemployment benefits, pension benefits and claims and judgments, are recorded only when payment is due.

Property taxes, other taxes, intergovernmental revenue, utility charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessment receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

Licenses and permits, charges for sales (other than utility) and services 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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for sales and services, including interfund charges related to the activities of the internal service funds. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

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

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, except for the Iowa Public Agency Investment Trust (IPAIT). Fair value is the price that would be received in an orderly transaction between market participants at the measurement date. Securities traded on the national or international exchange are valued at the last reported sales price at current exchange rates. IPAIT is valued at amortized cost in accordance with GASB No. 79.

Statement of cash flows: For purposes of the statement of cash flows for proprietary fund type funds, the City considers the pooled cash and investments to be cash equivalents as these pooled amounts have the same characteristics of demand deposits.

Accounts receivable: Result primarily from services provided to citizens and are presented net of an allowance for uncollectibles of \$41,027 in the Sewer Utility Fund, \$6,541 in the Stormwater Utility Fund and \$31,743 in the Recycling/Solid Waste Management Fund.

Property taxes receivable: Property taxes, including tax increment financing, in governmental funds are accounted for using the modified accrual basis of accounting.

Property taxes receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the City Council to the County Board of Supervisors. Current year delinquent property taxes receivable represents unpaid taxes from the current year. The succeeding year property tax receivable represents taxes certified by the City Council to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the City Council is required to certify its budget to the County Auditor by April 15 of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is reported as a deferred inflow of resources and will not be recognized as revenue until the year for which it is levied and budgeted for.

Property tax revenue recognized in these funds becomes due and collectible in September and March of the fiscal year with a 2% per month penalty for delinquent payments; is based on January 1, 2019 assessed property valuations; is for the tax accrual period July 1, 2020 through June 30, 2021; and reflects the tax asking contained in the budget certified to the County Board of Supervisors in March 2020.

Due from other governments: Due from other governments represents amounts due from the state of Iowa, grants and reimbursements from other governments.

Inventory: Consists of consumable supplies and are valued at cost using the first-in first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

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

Bond discounts, premiums and issuance costs: In the government-wide financial statements and proprietary funds financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary funds statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Issuance costs are reported as an expense in the year the costs are incurred.

In the governmental fund financial statements, bond premiums and discounts are recognized 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 in the year the costs are incurred.

Capital assets: Including land, construction-in-progress, buildings and structures, improvements, equipment and vehicles and improvements other than buildings, which includes infrastructure are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and proprietary fund 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.

Assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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.

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

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

| | Years |
|-----------------------------------|-------|
| Buildings and structures | 10–40 |
| Improvements other than buildings | 10–40 |
| Vehicles and equipment | 2–25 |

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

Notes to Basic Financial Statements

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

In governmental funds, capital assets (capital outlay) are reported as an expenditure and no depreciation is recognized.

Deferred outflows of resources: In addition to assets, the statement of net position and balance sheet will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension and other postemployment benefit expense and contributions from the City to the pension plans after the measurement date but before the end of the City's reporting period. The City's government-wide statements and proprietary funds financial statements also include a deferred amount on refunding which results from the difference in the carrying value of refunded debt and its reacquisition price.

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

The City's government-wide statements also include pension and OPEB related deferred inflows, which are the unamortized portion of the difference between expected and actual experience, changes in assumptions and the change in proportion and differences between the City's contributions and proportionate share of contributions all related to the liability.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources, pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and the Municipal Fire and Police Retirement System of Iowa (MFPRSI) and additions to/deductions from IPERS' and MFPRSI's fiduciary net position have been determined on the same basis as they are reported by IPERS and MFPRSI. Investments are reported at fair value.

Total OPEB liability: For purposes of measuring the total OPEB liability, deferred outflows of resources related to OPEB, deferred inflow of resources related to OPEB and OPEB expense, information has been determined based on the City's actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The total OPEB liability attributable to the governmental activities will be paid primarily by the General Fund.

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.

Notes to Basic Financial Statements

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

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 fund's 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" in the fund financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Compensated absences: City employees accumulate vacation and sick leave hours for subsequent use or payment upon termination, death or retirement. All earned vacation hours vest and 20% of the sick leave hours accumulated over a 12-month period vest and are paid annually. An employee who quits, resigns or is discharged from their service with the City is not compensated for the nonvested portion of sick leave. For governmental and business-type activities columns in the government-wide financial statements and the proprietary funds financial statements, these accumulations are recorded as expenses and liabilities of the appropriate activity or fund in the fiscal year earned. For governmental fund types, the amount of accumulated unpaid vacation which is payable from available resources is recorded as a liability of the respective fund only if they have matured, for example, as a result of employee retirements and resignations.

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

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

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

Committed: Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the City Council through 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. As of June 30, 2021, the City did not have any committed fund balances.

Assigned: Amounts constrained by the City's intent to use them for a specific purpose. The City's policy for the authority to assign fund balance has been delegated by the City Council to the Finance Director through the budget resolutions.

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. Residual deficit amounts of other governmental funds would also be reported as unassigned.

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

City of Bettendorf, Iowa

Notes to Basic Financial Statements

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

Net position: Represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Categories of net position are as follows:

Net Investment in Capital Assets – This consists of capital assets, net of accumulated depreciation/amortization, less the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. Unspent bond proceeds for the Capital Projects Fund were \$7,263,628, for the Debt Service Fund were \$14,755,000 and \$2,408,944 in the Sewer Fund.

Restricted – This consists of net position that is legally restricted by outside parties or by law through constitutional provisions or enabling legislation. The Department's restricted net position is restricted by outside parties or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the Department's policy to use restricted resources first, then unrestricted resources when they are needed.

Unrestricted – This consists of net position (deficit) that does not meet the definition of "restricted" or "net investment in capital assets".

Net position restricted through enabling legislation consists of \$3,920 for economic development.

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

Joint venture: The City is a participant in a joint venture for the solid waste management services for the disposal of solid wastes generated by the citizens of the participants in the agreement. The Scott Area Solid Waste Management Commission (Commission) was created in 1975 for that purpose. The Commission is governed by a five-member board of which the City is one member. The City is billed monthly for its share of the operating costs. If at any time the City chooses to withdraw membership, the City shall be responsible for its share of any debt or liabilities attributed to its membership in the Commission. The City does not have an equity interest in the Commission.

Complete financial statements for the Commission can be obtained from the Commission's administrative office at 11550 110th Avenue, Davenport, Iowa 52804.

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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 2. Cash and Investments

Interest rate risk: In accordance with the City's investment policy, portfolio maturities shall be staggered in a way that avoids undue concentration of assets in a specific maturity sector. Maturities shall be selected which provide stability of income and reasonable liquidity. Risks of market price volatility shall be controlled through maturity diversification so that aggregate price losses on instruments with maturities approaching one year shall not be greater than coupon interest and investment income received from the balance of the portfolio. Operating funds may only be invested in instruments that mature within 397 days. Operating funds for the City are defined as those funds which are reasonably expected to be expended during a current budget year or within 15 months of receipt.

As of June 30, 2021, the City had the following investments:

| Investment name | Maturity | Book value | Standard & Poor's | Moody's |
|----------------------------|------------|----------------------|-------------------|-----------|
| FNMA | 11/17/2028 | \$ 491,034 | AA+ | Aaa |
| FFCB | 10/27/2027 | 486,731 | AA+ | Aaa |
| FFCB | 3/10/2028 | 250,112 | AA+ | Aaa |
| FFCB | 3/23/2028 | 500,519 | AA+ | Aaa |
| FHLB | 2/23/2028 | 492,320 | AA+ | Aaa |
| FHLMC | 10/8/2027 | 974,140 | AA+ | Aaa |
| FHLMC | 10/15/2027 | 487,251 | AA+ | Aaa |
| IPAIT | 7/1/2021 | 7,137,895 | AAAm | N/A |
| Certificate of deposits CD | Various | 3,066,190 | not rated | not rated |
| SLGS | 6/1/2022 | 14,905,988 | not rated | not rated |
| | | <u>\$ 28,792,180</u> | | |

At June 30, 2021, the City held \$3,066,190 in negotiable CD's. Of this amount, \$1,524,754 will mature in under one year, and \$1,541,436 will mature in one to five years.

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 is authorized by statute to invest in U.S. government, its agencies and instrumentalities, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, bankers' acceptances and repurchase agreements. The City's investment policy does restrict them from investing in reverse repurchase agreements, futures and options contracts and zero-coupon bonds. See chart above for credit ratings of investments held by the City as of June 30, 2021.

Concentration of credit risk: The City's investment policy is to diversify its investment portfolio to reduce the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of securities. The City's policy limits them from investing in prime bankers' acceptances or commercial paper of more than 10% of the investment portfolio and more than 5% of the investment portfolio with a single issuer. In addition, no more than 5% of all amounts invested in commercial paper and other short-term corporate debt shall be invested in paper and debt rated in the second highest classification. The City's investments are as follows: FHLMC securities 5% and SLGS securities 52%.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

Custodial credit risk: For deposits, this is the risk that in the event of bank failure, the City's deposits may not be returned to it. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. It is the City's policy that all purchased investments shall be held pursuant to a written third-party custodial agreement. The City's deposits as of June 30, 2021 were entirely insured by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This Chapter provides for additional assessments against the depositories to ensure that there will be no loss of public funds. In addition, the City's investments were not insured but were held by a custodian in the name of the City and not exposed to custodial credit risk.

Fair value: The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include: a) quoted prices for similar assets or liabilities in active markets; b) quoted prices for identical or similar assets or liabilities in markets that are not active; and c) inputs other than quoted prices that are observable for the asset or liability, such as: (1) interest rates and yield curves observable at commonly quoted intervals; (2) implied volatilities and (3) credit spreads. Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of June 30, 2021:

- U.S. Agency securities of \$3,682,107 are valued by the broker based on quoted market prices of similar assets (Level 2 inputs).
- SLGS and negotiable CDs are based on quoted prices for similar assets in markets that are not active (level 2 inputs).

A reconciliation of cash and investments as shown on the Statement of Net Position of the City follows:

| | |
|--|----------------------|
| Depository accounts | \$ 27,112,272 |
| Investments | 21,654,285 |
| Investments at amortized cost | 7,137,895 |
| | <u>\$ 55,904,452</u> |
| Cash and investments | \$ 54,887,640 |
| Restricted cash and investments, current | 1,016,812 |
| | <u>\$ 55,904,452</u> |

Additionally, the Custodial Funds report cash of \$90,599 as of June 30, 2021.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 3. Capital Assets

The following is a summary of changes in capital assets for the year ended June 30, 2021:

| | June 30, 2020 | Additions | Deletions/ Transfers | June 30, 2021 |
|--|----------------|---------------|-------------------------|----------------|
| Governmental Activities | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 14,107,909 | \$ - | \$ - | \$ 14,107,909 |
| Construction-in-progress | 11,807,102 | 11,945,572 | 12,894,415 | 10,858,259 |
| Total capital assets, not being depreciated | 25,915,011 | 11,945,572 | 12,894,415 | 24,966,168 |
| Capital assets, being depreciated: | | | | |
| Buildings and structures | 27,375,600 | 658,004 | - | 28,033,604 |
| Equipment and vehicles | 26,049,845 | 1,030,109 | 515,270 | 26,564,684 |
| Improvements other than buildings | 232,877,578 | 13,964,793 | - | 246,842,371 |
| Total capital assets, being depreciated | 286,303,023 | 15,652,906 | 515,270 | 301,440,659 |
| Less accumulated depreciation for: | | | | |
| Buildings and structures | 14,341,393 | 729,249 | - | 15,070,642 |
| Equipment and vehicles | 20,005,224 | 1,292,715 | 351,667 | 20,946,272 |
| Improvements other than buildings | 87,453,836 | 6,288,417 | - | 93,742,253 |
| Total accumulated depreciation | 121,800,453 | 8,310,381 | 351,667 | 129,759,167 |
| Total capital assets, being depreciated, net | 164,502,570 | 7,342,525 | 163,603 | 171,681,492 |
| Governmental activities capital assets, net | \$ 190,417,581 | \$ 19,288,097 | \$ 13,058,018 | \$ 196,647,660 |
| Business-Type Activities | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 2,692,465 | \$ 387,268 | \$ - | \$ 3,079,733 |
| Construction-in-progress | 8,938,645 | 3,670,719 | 2,438,986 | 10,170,378 |
| Total capital assets, not being depreciated | 11,631,110 | 4,057,987 | 2,438,986 | 13,250,111 |
| Capital assets, being depreciated: | | | | |
| Buildings and structures | 35,597,570 | 35,880 | - | 35,633,450 |
| Equipment and vehicles | 21,671,971 | 419,491 | - | 22,091,462 |
| Improvements other than buildings | 74,250,210 | 3,598,469 | - | 77,848,679 |
| Total capital assets, being depreciated | 131,519,751 | 4,053,840 | - | 135,573,591 |
| Less accumulated depreciation for: | | | | |
| Buildings and structures | 15,834,647 | 924,172 | - | 16,758,819 |
| Equipment and vehicles | 14,288,819 | 1,465,932 | - | 15,754,751 |
| Improvements other than buildings | 37,254,801 | 1,897,720 | - | 39,152,521 |
| Total accumulated depreciation | 67,378,267 | 4,287,824 | - | 71,666,091 |
| Total capital assets, being depreciated, net | 64,141,484 | (233,984) | - | 63,907,500 |
| Business-type activities capital assets, net | \$ 75,772,594 | \$ 3,824,003 | \$ 2,438,986 | \$ 77,157,611 |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 3. Capital Assets (Continued)

Depreciation expense was charged to the functions of the government as follows:

Governmental Activities:

| | |
|--|---------------------|
| Public safety | \$ 621,762 |
| Public works | 5,799,262 |
| Culture and recreation | 1,388,394 |
| Community and economic development | 328,121 |
| General government | 153,110 |
| Capital assets held by government's internal service funds are charged to the various functions based on their usage of the assets | 19,732 |
| | <u>\$ 8,310,381</u> |

Business-Type Activities:

| | |
|----------------------------------|---------------------|
| Sewer utility | \$ 1,310,516 |
| Family Museum of Arts & Science | 375,544 |
| Stormwater utility | 930,673 |
| Aquatic Center | 169,195 |
| Recycling/solid waste management | 472,514 |
| Palmer Hills Golf Course | 291,335 |
| Life Fitness Center | 85,582 |
| Transit | 111,841 |
| QC Waterfront Convention Center | 540,624 |
| | <u>\$ 4,287,824</u> |

Note 4. Bonded and Other Debt

The following is a summary of changes in bonded and other long-term debt for the year ended June 30, 2021:

| | June 30, 2020 | Increases and Issues | Decreases and Retirements | June 30, 2021 | Due Within One Year |
|---|-----------------------|-------------------------|------------------------------|-----------------------|------------------------|
| Governmental activities: | | | | | |
| General obligation bonds, public | \$ 113,630,000 | \$ 23,355,000 | \$ 8,563,000 | \$ 128,422,000 | \$ 23,845,000 |
| Revenue bonds, private placement | 4,900,000 | - | 187,513 | 4,712,487 | 197,139 |
| General obligation capital loan note, private placement | - | 120,525 | - | 120,525 | 19,000 |
| Compensated absences | 1,193,268 | 1,104,384 | 1,063,767 | 1,233,885 | 365,798 |
| | <u>119,723,268</u> | <u>24,579,909</u> | <u>9,814,280</u> | <u>134,488,897</u> | <u>24,426,937</u> |
| Add premiums | 7,264,970 | 1,052,287 | 1,616,420 | 6,700,837 | - |
| | <u>126,988,238</u> | <u>25,632,196</u> | <u>11,430,700</u> | <u>141,189,734</u> | <u>24,426,937</u> |
| Business-type activities: | | | | | |
| General obligation bonds, public | 7,765,000 | - | 1,200,000 | 6,565,000 | 1,100,000 |
| Revenue bonds, private placement | 12,175,000 | - | 595,000 | 11,580,000 | 615,000 |
| Compensated absences | 359,227 | 566,704 | 593,053 | 332,878 | 106,068 |
| | <u>20,299,227</u> | <u>566,704</u> | <u>2,388,053</u> | <u>18,477,878</u> | <u>1,821,068</u> |
| Add premiums | 515,347 | - | 127,010 | 388,337 | - |
| | <u>20,814,574</u> | <u>566,704</u> | <u>2,515,063</u> | <u>18,866,215</u> | <u>1,821,068</u> |
| Total long-term debt | <u>\$ 147,802,812</u> | <u>\$ 26,198,900</u> | <u>\$ 13,945,763</u> | <u>\$ 160,055,949</u> | <u>\$ 26,248,005</u> |

Compensated absences attributable to governmental activities are generally liquidated by the General Fund.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 4. Bonded and Other Debt (Continued)

Summary of bond issues: General obligation and revenue bonds outstanding as of June 30, 2021, consist of the following individual issues:

| | Date of Issue | Amount Issued | Interest Rates | Outstanding June 30, 2021 |
|--|----------------|---------------|----------------|------------------------------|
| General obligation bonds: | | | | |
| Refunding | June 2010 | \$ 7,180,000 | 2.00-3.50% | \$ 330,000 |
| Various public improvements and refunding | June 2012 | 13,485,000 | 2.00-4.00 | 6,685,000 |
| Refunding | June 2012 | 6,835,000 | 2.00-3.00 | 870,000 |
| Various public improvements | May 2013 | 14,385,000 | 2.00-4.00 | 8,720,000 |
| Various downtown & public improvements | May 2014 | 20,170,000 | 2.00-4.00 | 15,730,000 |
| Refunding | May 2014 | 4,000,000 | 2.00-5.00 | 1,525,000 |
| Various public improvements | December 2015 | 9,585,000 | 2.00-5.00 | 7,410,000 |
| Refunding | December 2015 | 9,580,000 | 5.00 | 6,305,000 |
| Various public improvements | December 2016 | 11,045,000 | 3.00-5.00 | 7,955,000 |
| Various public improvements | December 2016 | 1,400,000 | 3.00-5.00 | 1,080,000 |
| Various public improvements | June 2017 | 3,180,000 | 2.00-3.00 | 2,605,000 |
| Various public improvements | June 2017 | 2,195,000 | 2.50-3.75 | 1,985,000 |
| Various public improvements | December 2017 | 10,350,000 | 3.00-5.00 | 8,660,000 |
| Various public improvements and refunding | December 2017 | 25,115,000 | 4.00-5.00 | 22,375,000 |
| Various public improvements | January 2019 | 10,935,000 | 4.00-5.00 | 10,030,000 |
| Various public improvements (A) | December 2019 | 10,280,000 | 2.13-5.00 | 9,815,000 |
| Various public improvements | September 2020 | 15,065,000 | 1.00-1.50 | 15,065,000 |
| Various public improvements | October 2020 | 445,000 | 2.13-5.00 | 102,525 |
| Various public improvements | December 2020 | 8,290,000 | 2.00-5.00 | 7,860,000 |
| Total general obligation bonds | | | | <u>\$ 135,107,525</u> |
| Revenue bonds: | | | | |
| Stormwater | March 2016 | \$ 2,030,000 | 3.60% | \$ 1,455,000 |
| Sewer | March 2016 | 2,030,000 | 3.60 | 1,455,000 |
| Urban renewal (TIF) | July 2017 | 4,900,000 | (B) | 4,712,487 |
| Stormwater | December 2017 | 2,030,000 | 3.70 | 1,675,000 |
| Sewer | December 2017 | 4,045,000 | 3.70 | 3,340,000 |
| Stormwater (C) | March 2020 | 2,030,000 | 3.45 | 1,825,000 |
| Sewer (C) | March 2020 | 2,030,000 | 3.85 | 1,830,000 |
| Total revenue bonds | | | | <u>\$ 16,292,487</u> |
| General obligation capital loan note: | | | | |
| Iowa Water Pollution Control Works Program | October 2020 | 445,000.00 | 1.75 | <u>\$ 120,525</u> |

Certain debt obligations contain provisions that if violated, would cause the debt to become immediately due and payable.

- (A) In December 2019, the City issued \$10,280,000, in General Obligation Bonds, Series 2020A with interest rates ranging from 2.125% to 5.00% to finance (i) various public improvement projects pursuant to the City's 2020 Capital Improvement Plan; (ii) various downtown improvement projects as part of the Downtown Improvement Plan-Phase VI; and (iii) improvements related to the Palmer Hills Golf Course Improvement Phase II. Total principal and interest remaining on the bonds is \$14,142,500, payable through 2038. For the current year, principal and interest paid was \$885,750.
- (B) In July 2017, the City issued \$4,900,000 Taxable Urban Renewal Tax Increment Revenue Annual Appropriate Capital Loan Notes with an initial interest rate of 5% with 5-year adjustments to the 5-year T-bill rate plus 3.5%.
- (C) The City has pledged a portion of future Stormwater and Sewer revenues to repay \$4,060,000 revenue bonds issued in March 2020. The Bonds were issued to finance improvements to the City's Stormwater and Sewer Utilities. Total principal and interest remaining on the bonds is \$4,970,748 payable through 2038. For the current year, principal and interest paid and the total Stormwater and Sewer charges for services were \$294,065 and \$7,160,917, respectively.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 4. Bonded and Other Debt (Continued)

In December 2020, the City issued \$8,290,000, in General Obligation Bonds, Series 2020C with interest rates ranging from 2.00 percent to 5.00 percent to finance (i) various public improvement projects pursuant to the City's 2021 Capital Improvement Plan. Total principal and interest remaining on the bonds is \$10,086,300, payable through 2039.

In September 2020, the City issued \$15,065,000, in General Obligation Refunding Bonds, Series 2020B with interest rates ranging from 1.00 percent to 1.50 percent. Proceeds of the bonds will be used to crossover refund in advance of their maturity, the June 1, 2023 through 2033 maturities of the City's General Obligation Bonds, Series 2014A. The refunding transaction will save the City nearly \$1.9 million in future interest costs. Until the cross-over date, the bonds are not considered to be defeased and are recorded as a liability in the financial statements. The bond proceeds have been invested in State and Local Series (SLGS) and are held in escrow. These amounts are recorded as investments in the debt service fund and governmental activities.

In October 2020, the City authorized the issuance of up to \$445,000, in general obligation capital loan note, series 2020 with the Iowa Finance Authority. The note shall bear interest of 1.75 percent. Proceeds of the loan will be used to finance a portion of the Iowa Water Pollution Control Works program construction. The City has drawn and has outstanding as of year-end \$120,525.

Summary of principal and interest maturities: Annual debt service requirements to service all outstanding indebtedness as of June 30, 2021, are as follows:

| | Governmental Activities | | Governmental Activities, Private Placement | | | |
|-----------------------|----------------------------------|----------------------|--|---------------------|-------------------|------------------|
| | General Obligation Bonds, Public | | Revenue Bonds | | Capital Loan Note | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| Years ending June 30: | | | | | | |
| 2022 | \$ 23,845,000 | \$ 4,534,085 | \$ 197,139 | \$ 236,445 | \$ 19,000 | \$ 5,117 |
| 2023 | 8,870,000 | 3,608,698 | 207,260 | 223,324 | 19,000 | 7,140 |
| 2024 | 9,300,000 | 3,272,768 | 217,316 | 216,267 | 19,000 | 6,808 |
| 2025 | 9,140,000 | 2,929,138 | 229,056 | 204,528 | 20,000 | 6,474 |
| 2026 | 9,480,000 | 2,548,358 | 240,815 | 192,769 | 20,000 | 6,126 |
| 2027—2031 | 41,108,475 | 7,719,207 | 1,402,185 | 765,733 | 23,525 | 25,184 |
| 2032—2036 | 22,964,000 | 2,356,078 | 1,801,093 | 366,826 | - | 15,437 |
| 2037—2040 | 3,714,525 | 165,323 | 417,623 | 15,959 | | 4,602 |
| | <u>\$ 128,422,000</u> | <u>\$ 27,133,655</u> | <u>\$ 4,712,487</u> | <u>\$ 2,221,851</u> | <u>\$ 120,525</u> | <u>\$ 76,888</u> |

| | Business-Type Activities | | Business-Type Activities | |
|-----------------------|----------------------------------|---------------------|----------------------------------|---------------------|
| | General Obligation Bonds, Public | | Revenue Bonds, Private Placement | |
| | Principal | Interest | Principal | Interest |
| Years ending June 30: | | | | |
| 2022 | \$ 1,100,000 | \$ 270,785 | \$ 615,000 | \$ 423,733 |
| 2023 | 870,000 | 224,425 | 640,000 | 401,257 |
| 2024 | 915,000 | 187,050 | 655,000 | 377,880 |
| 2025 | 765,000 | 148,200 | 680,000 | 353,940 |
| 2026 | 795,000 | 113,150 | 710,000 | 329,098 |
| 2027—2031 | 1,920,000 | 212,500 | 3,945,000 | 1,236,945 |
| 2032—2036 | 200,000 | 6,250 | 3,775,000 | 494,968 |
| 2037—2038 | - | - | 560,000 | 30,873 |
| | <u>\$ 6,565,000</u> | <u>\$ 1,162,360</u> | <u>\$ 11,580,000</u> | <u>\$ 3,648,694</u> |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 4. Bonded and Other Debt (Continued)

Legal debt margin: As of June 30, 2021, the outstanding general obligation debt of the City did not exceed its legal debt margin computed as follows:

| | | | |
|--|----|------------------|----------------------|
| January 2020 100% assessed valuation | | \$ | 3,946,694,847 |
| Plus: Public gas and electric utilities | | | 127,680,385 |
| Plus: Captured tax increment value | | | 102,289,753 |
| Less: Military exemption | | | (3,344,712) |
| Total assessed valuation of the property of the City of Bettendorf | | \$ | <u>4,173,320,273</u> |
| Debt limit, 5% of total actual valuation | | \$ | 208,666,014 |
| Debt applicable to debt limit: | | | |
| Governmental activities general obligation bonds | \$ | 128,422,000 | |
| Less GO annual appropriation bonds | | (1,985,000) | |
| Business-type activities general obligation bonds | | <u>6,565,000</u> | <u>133,002,000</u> |
| Legal debt margin | | | <u>\$ 75,664,014</u> |

Note 5. Interfund Receivables and Payables

Individual interfund receivables and payables balances as of June 30, 2021, were:

| | Interfund Receivables | Interfund Payables |
|--|--------------------------|-----------------------|
| Major governmental funds, General | \$ 136,163 | \$ 3,375 |
| Major governmental funds, Employee benefits | - | 18,602 |
| Nonmajor governmental fund, Tax increment financing | - | 395 |
| Nonmajor governmental fund, Flood emergency management | - | 117,166 |
| Internal service funds, Risk management | 3,375 | - |
| | <u>\$ 139,538</u> | <u>\$ 139,538</u> |

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made. The interfund receivable and payables are scheduled to be collected in the subsequent year.

Note 6. Interfund Transfers

The following is a schedule of transfers as included in the basic financial statements of the City:

| | Transfers In | Transfers Out |
|---|---------------------|---------------------|
| Major governmental funds: | | |
| General | \$ 3,841,597 | \$ 1,956,522 |
| Employee benefits | - | 3,766,597 |
| Debt service fund, debt service | 200,000 | - |
| Capital projects fund, capital projects reserve | 593,945 | - |
| Nonmajor governmental funds | 817,440 | 1,635,219 |
| Internal service funds | 25,000 | 106,564 |
| Other nonmajor enterprise funds | 1,986,920 | - |
| | <u>\$ 7,464,902</u> | <u>\$ 7,464,902</u> |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 6. Interfund Transfers (Continued)

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 governmental and proprietary funds in accordance with budgetary authorizations.

Note 7. Pension and Retirement Systems

Employees of the City are eligible to participate in one of two pension plans. Below is a summary of amounts reported by the City as of and for the year ended June 30, 2021:

| | Iowa Public Employees' Retirement System | Municipal Fire and Police Retirement System of Iowa | Total |
|--------------------------------|---|--|---------------|
| Net pension liability | \$ 11,694,688 | \$ 14,944,413 | \$ 26,639,101 |
| Deferred outflows of resources | 2,894,333 | 4,713,094 | 7,607,427 |
| Deferred inflows of resources | 524,029 | 382,674 | 906,703 |
| Pension expense | 1,819,407 | 2,774,105 | 4,593,512 |

Iowa Public Employees' Retirement System:

Plan description: IPERS membership is mandatory for employees of the City, except for those covered by another retirement system. Employees of the City are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by the Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at PO Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code Chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension benefits: A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier based on years of service.
- The member's highest five-year average salary, except members with service before June 30, 2012 will use the highest three-year average salary as of that date if it is greater than the highest five-year average salary.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month the member receives benefits before the member's earliest normal retirement age. For service earned on or after July 1, 2012, the reduction is 0.50% for each month the member receives benefits before age 65.

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and death benefits: A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions: Contribution rates are established by IPERS following the annual actuarial valuation which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2021, pursuant to the required rate, Regular members contributed 6.29% of covered payroll and the City contributed 9.44% of covered payroll, for a total rate of 15.73%.

The City's contributions to IPERS for the year ended June 30, 2021 totaled \$1,260,649.

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions: At June 30, 2021, the City reported a liability of \$11,694,688 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating governments, actuarially determined. At June 30, 2020, the City's proportion was 0.167648% an increase of 0.000002% from the City's proportion at June 30, 2019.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

For the year ended June 30, 2021, the City recognized pension expense of \$1,819,407. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 12,919 | \$ 277,194 |
| Changes of assumptions | 600,285 | - |
| Net difference between projected and actual earnings on pension plan investments | 657,427 | - |
| Changes in proportion and differences between City contributions and proportionate share of contributions | 363,053 | 246,835 |
| Total deferred amounts to be recognized in pension expense in future periods | 1,633,684 | 524,029 |
| City contributions subsequent to the measurement date | 1,260,649 | - |
| Total deferred amounts related to pensions | \$ 2,894,333 | \$ 524,029 |

The \$1,260,649 reported as deferred outflows of resources related to City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The deferred outflows and deferred inflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized as a reduction of pension expense over five years. The other deferred inflows and outflows will be recognized in pension expense using the average expected remaining service lives of all IPERS members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees.

Deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Years ended June 30:

| | |
|------|---------------------|
| 2022 | \$ 362,748 |
| 2023 | 247,308 |
| 2024 | 339,372 |
| 2025 | 160,227 |
| | <u>\$ 1,109,655</u> |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|---|
| Inflation | 2.60% |
| Salary increases | 3.25% to 16.25%, average, including inflation. |
| Investment rate of return | 7.00%, net of pension plan investment expense, including inflation. |
| Wage growth | 3.25%, based on 2.60% inflation and 0.65% real wage inflation. |

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an economic assumption study dated March 24, 2017 and a demographic assumption study dated June 28, 2018.

Mortality rates used in the 2020 valuation were based on the RP-2014 Employee and Healthy Annuitant Tables with MP-2017 generational adjustments.

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

| Asset Class | Asset Allocation | Long-Term Expected Real Rate of Return |
|--------------------------|------------------|--|
| Domestic Equity | 22.0% | 4.43% |
| International equity | 17.5 | 5.15 |
| Global smart beta equity | 6.0 | 4.87 |
| Core-plus fixed income | 28.0 | (0.29) |
| Public credit | 4.0 | 2.29 |
| Cash | 1.0 | (0.78) |
| Private equity | 11.0 | 6.54 |
| Private real assets | 7.5 | 4.48 |
| Private credit | 3.0 | 3.11 |
| | <u>100.0%</u> | |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

Discount rate: The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate: The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

| | 1% Decrease (6.00%) | Discount Rate (7.00%) | 1% Increase (8.00%) |
|---|------------------------|--------------------------|------------------------|
| City's proportionate share of the net pension liability | \$ 19,499,906 | \$ 11,694,688 | \$ 5,150,133 |

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued IPERS financial report, which can be located at www.ipers.org.

Payables to the pension plan: At June 30, 2021, the City reported a payable to the plan of \$62,345 for legally required employer contributions.

Municipal Fire and Police Retirement System of Iowa:

Plan description: MFPRSI membership is mandatory for fire fighters and police officers covered by the provisions of Chapter 411 of the Code of Iowa. Employees of the City are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by MFPRSI. MFPRSI issues a stand-alone financial report which is available to the public by mail at 7155 Lake Drive, Suite #201, West Des Moines, Iowa 50266 or at www.mfprsi.org.

MFPRSI benefits are established under Chapter 411 of the Code of Iowa and the administrative rules thereunder. Chapter 411 of the Code of Iowa and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension benefits: Members with 4 or more years of service are entitled to pension benefits beginning at age 55. Full-service retirement benefits are granted to members with 22 years of service, while partial benefits are available to those members with 4 to 22 years of service based on the ratio of years completed to years required (i.e., 22 years). Members with less than 4 years of service are entitled to a refund of their contribution only, with interest, for the period of employment.

Benefits are calculated based upon the member's highest 3 years of compensation. The average of these 3 years becomes the member's average final compensation. The base benefit is 66% of the member's average final compensation. Additional benefits are available to members who perform more than 22 years of service (2% for each additional year of service, up to a maximum of 8 years). Survivor benefits are available to the beneficiary of a retired member according to the provisions of the benefit option chosen plus an additional benefit for each child. Survivor benefits are subject to a minimum benefit for those members who chose the basic benefit with a 50% surviving spouse benefit.

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

Active members, at least 55 years of age, with 22 or more years of service have the option to participate in the Deferred Retirement Option Program (DROP). The DROP is an arrangement whereby a member who is otherwise eligible to retire and commence benefits opts to continue to work. A member can elect a 3, 4 or 5-year DROP period. By electing to participate in DROP the member is signing a contract indicating the member will retire at the end of the selected DROP period. During the DROP period the member's retirement benefit is frozen and a DROP benefit is credited to a DROP account established for the member. Assuming the member completes the DROP period, the DROP benefit is equal to 52% of the member's retirement benefit at the member's earliest date eligible and 100% if the member delays enrollment for 24 months. At the member's actual date of retirement, the member's DROP account will be distributed to the member in the form of a lump sum or rollover to an eligible plan.

Disability and death benefits: Disability coverage is broken down into two types, accidental and ordinary. Accidental disability is defined as permanent disability incurred in the line of duty, with benefits equivalent to the greater of 60% of the member's average final compensation or the member's service retirement benefit calculation amount. Ordinary disability occurs outside the call of duty and pays benefits equivalent to the greater of 50% of the member's average final compensation, for those with 5 or more years of service, or the member's service retirement benefit calculation amount, and 25% of average final compensation for those with less than 5 years of service.

Death benefits are similar to disability benefits. Benefits for accidental death are 50% of the average final compensation of the member plus an additional amount for each child, or the provisions for ordinary death. Ordinary death benefits consist of a pension equal to 40% of the average final compensation of the member plus an additional amount for each child, or a lump-sum distribution to the designated beneficiary equal to 50% of the previous year's earnable compensation of the member or equal to the amount of the member's total contributions plus interest.

Benefits are increased (escalated) annually in accordance with Chapter 411.6 of the Code of Iowa which states a standard formula for the increases.

The surviving spouse or dependents of an active member who dies due to a traumatic personal injury incurred in the line of duty receives a \$100,000 lump-sum payment.

Contributions: Member contribution rates are set by state statute. In accordance with Chapter 411 of the Code of Iowa as modified by act of the 1994 General Assembly, to establish compliance with the Federal Older Workers Benefit Protections Act, the contribution rate was 9.40% of earnable compensation for the year ended June 30, 2021.

Employer contribution rates are based upon an actuarially determined normal contribution rate and set by state statute. The required actuarially determined contributions are calculated on the basis of the entry age normal method as adopted by the Board of Trustees as permitted under Chapter 411 of the Code of Iowa. The normal contribution rate is provided by state statute to be the actuarial liabilities of the plan less current plan assets, with such total divided by 1% of the actuarially determined present value of prospective future compensation of all members, further reduced by member contributions and state appropriations. Under the Code of Iowa, the employer's contribution rate cannot be less than 17% of earnable compensation. The City's contribution rate was 25.31% for the year ended June 30, 2021.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

The City's contributions to MFPRSI for the year ended June 30, 2021 were \$1,557,000.

If approved by the state legislature, state appropriation may further reduce the employer's contribution rate, but not below the minimum statutory contribution rate of 17% of earnable compensation. The State of Iowa therefore is considered to be a nonemployer contributing entity in accordance with the provisions of the Governmental Accounting Standards Board Statement No. 67—*Financial Reporting for Pension Plans*, (GASB 67).

There were no state appropriations to MFPRSI during the fiscal year ended June 30, 2021.

Net pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions: At June 30, 2021, the City reported a liability of \$14,944,413 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all MFPRSI participating employers. At June 30, 2020, the City's proportion was 1.873672%, a decrease of 0.001639% from the City's proportion at June 30, 2019.

For the year ended June 30, 2021, the City recognized pension expense of \$2,774,105. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 410,890 | \$ 81,179 |
| Changes of assumptions | 370,190 | 17,830 |
| Net difference between projected and actual earnings on pension plan investments | 2,198,500 | - |
| Changes in proportion and differences between City contributions and proportionate share of contributions | 176,514 | 283,665 |
| Total deferred amounts to be recognized in pension expense in future periods | 3,156,094 | 382,674 |
| City contributions subsequent to the measurement date | 1,557,000 | - |
| Total deferred amounts related to pensions | \$ 4,713,094 | \$ 382,674 |

The \$1,557,000 reported as deferred outflows of resources related to City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The deferred outflows and deferred inflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized as a reduction of pension expense over five years. The other deferred inflows and outflows will be recognized in pension expense using the average expected remaining service lives of all MFPRSI members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

Deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Years ended June 30:

| | |
|------|---------------------|
| 2022 | \$ 635,365 |
| 2023 | 868,755 |
| 2024 | 737,731 |
| 2025 | 521,880 |
| 2026 | 9,689 |
| | <u>\$ 2,773,420</u> |

Actuarial assumptions: The total pension liability in the June 30, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|---|
| Inflation | 3.00% |
| Salary increases | 3.75% to 15.11%, average, including inflation. |
| Investment rate of return | 7.50%, net of pension plan investment expense, including inflation. |

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period from July 1, 2007 to June 30, 2017.

Postretirement mortality rates were based on the RP 2014 Blue Collar Healthy Annuitant Table with males set-forward zero years, females set-forward two years and disabled individuals set-forward three years (male only rates), with generational projection of future mortality improvement with 50% of Scale BB beginning in 2017.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (i.e., expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

| Asset Class | Long-Term Expected Real Rate of Return |
|-----------------------------|--|
| Large cap | 7.4% |
| Small cap | 8.1 |
| International large cap | 7.2 |
| Core plus fixed income | 7.9 |
| Emerging markets | 7.5 |
| Emerging market debt | 11.5 |
| Master limited partnerships | 6.4 |
| Private equity/debt | 10.8 |
| Private core real estate | 4.0 |
| Private noncore real estate | 7.2 |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 7. Pension and Retirement Systems (Continued)

The following is the target allocation of the Plan's investments:

| Asset Class | Target Allocation |
|-----------------------|-------------------|
| Core investments | 43% |
| Strategic investments | 35 |
| Private markets | 22 |
| | <u>100%</u> |

Discount rate: The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that contributions will be made at 9.40% of covered payroll and the City contributions will be made at rates equal to the difference between actuarially determined rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of City's proportionate share of the net pension liability to changes in the discount rate: The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the city's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

| | 1% Decrease (6.50%) | Discount Rate (7.50%) | 1% Increase (8.50%) |
|---|------------------------|--------------------------|------------------------|
| City's proportionate share of the net pension liability | \$ 20,027,636 | \$ 14,944,413 | \$ 5,901,222 |

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued MFPRSI financial report which is available on MFPRSI's website at www.mfprsi.org.

Payables to the pension plan: At June 30, 2021, the City reported a payable to the plan of \$75,026 for legally required employer contributions.

Note 8. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The plan was amended to comply with IRC Section 457(g) which allowed for the plan to hold its assets in trust. Under these new requirements, the assets of the plan are no longer subject to the general creditors of the City, the City no longer owns the amount deferred by employees and, therefore, the liability and corresponding investment are not reflected in the financial statements. The City contributes 1% of salary and matches additional percentages that varies per bargaining unit.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 9. Risk Management and Insurance

The City has established two internal service funds for its risk management program. The Employee Health Insurance Fund is to fund medical and dental claims. The Risk Management Fund is to report premiums and deductibles for general liability and property claims and out-of-pocket expenses for other types of claims.

The City purchases commercial insurance for general liability and property claims. Law enforcement liability and public official liability include a deductible up to \$10,000. The primary limits for each line of coverage are protected by an excess liability policy. Claims for these lines of coverage are adjusted by the carrier's representative.

The City is a member of the Iowa Municipalities Workers' Compensation Association (IMWCA), a self-funded risk sharing pool that provides workers' compensation coverage to local governments including cities, counties, other political subdivisions and entities formed by intergovernmental agreements. IMWCA is organized under Chapter 28E of the *Code of Iowa* and currently covers more than 49,000 employees of nearly 500 members. IMWCA is governed by a nine-member board of trustees comprised of elected and appointed officials chosen from and elected by the membership.

IMWCA is funded by its member cities. Member assessments are collected in advance and are calculated based on members' payroll data multiplied by a pool assessment factor. The assessment factor is based on the loss experience of the entire pool adjusted up or down for each City depending on the City's own loss experience. Cities with a consistent record of costly claims will pay more than cities with a consistent record of lesser claims activity. The City has a \$50,000 deductible under the plan. Per occurrence coverage limits provided by the Association are: bodily injury by accident, \$5,000,000 each accident; bodily injury by disease, \$5,000,000 memorandum limit; and bodily injury by disease, \$5,000,000 each employee. Losses from individual claims in excess of these limits remain the responsibility of the respective cities. Any money not used to pay claims and expenses remains with IMWCA as surplus to fund future catastrophic claims. At such time that surplus substantially exceeds an actuarially sound figure, a distribution may be made to current members according to a formula that contemplates members' premium and claims experience of past years. Management of the City is not aware of any deficit situations in IMWCA that would require an accrual of a liability as of June 30, 2021. The City's contribution to the pool for the year ended June 30, 2021 was \$582,267, which is recorded in the risk financing internal service fund.

In the unlikely event that all or any of the insurance companies cancel, fail to renew or are unable to meet their obligations under excess insurance contracts, IMWCA and its member cities would be responsible for such defaulted amounts.

For medical and dental claims, self-insurance is in effect up to an aggregate stop loss of approximately \$4,000,000 with a \$70,000 per claim stop loss amount. Coverage from a private insurance company is maintained for losses in excess of the aggregate stop loss amount. All claim handling procedures are performed by an independent claims administrator.

There has been no significant reduction in insurance coverage from coverage in the prior year. Settled claims have not exceeded the insurance coverage purchased for each of the past three fiscal years.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Claims payable include all known claims and an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are estimated by considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors. All outstanding claims are expected to be paid within fiscal year 2020.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 9. Risk Management and Insurance (Continued)

The changes in the aggregate liabilities for claims for the years ended June 30, 2021 and 2020 are as follows:

| | Employee Health Insurance | |
|-----------------------------------|---------------------------|-------------------|
| | 2021 | 2020 |
| Claims payable, beginning of year | \$ 472,447 | \$ 316,476 |
| Claims recognized | 2,214,910 | 1,869,642 |
| Claim payments | (2,232,397) | (1,713,671) |
| Claims payable, end of year | <u>\$ 454,960</u> | <u>\$ 472,447</u> |

Note 10. Other Postemployment Benefits

Plan description and benefits: The City sponsors a single-employer health care plan that provides medical and prescription drug benefits to all active and retired employees and their eligible dependents. There are no assets accumulated in a Trust for the plan. For general employees (excluding police and fire), retiree coverage begins at IPERS retirement age of at least 55 and for police and fire employees, retiree coverage begins at age 55 with 22 years of service. Retirees are allowed to remain on the plan until they are Medicare eligible at age 65 and their surviving spouses are allowed to remain on the plan through COBRA coverage only. Retirees are responsible for the full cost of coverage. The plan is administered by the City and the City has the authority to establish or amend the plan provisions or contribution requirements within sections of the code. The plan does not issue a stand-alone financial report.

Contributions: The health insurance plan contributions on behalf of employees are negotiated by management and the union and governed by the City's union contracts. The current funding policy of the City is to pay health claims as they occur through internal allocated funds. The City does not explicitly subsidize retiree health care coverage. Retirees are responsible for the portion of premium rates not covered by the City. This arrangement does not qualify as a trust with OPEB plan assets under GASB for current GASB reporting.

The required contribution is based on projected pay-as-you-go financing. For fiscal year 2021, the City contributed \$103,663. Retiree and active members receiving benefits have required contributions of \$981 per month for single health coverage and \$2,118 per month for family coverage.

Other postemployment liabilities attributable to governmental activities are generally liquidated by the Employee Health Insurance Internal Service Fund.

Employees covered by benefit terms: At June 30, 2021, the following employees were covered by the benefit terms:

| | |
|----------------------|------------|
| Active participants | 230 |
| Retired participants | 13 |
| | <u>243</u> |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 10. Other Postemployment Benefits (Continued)

Total OPEB liability: At June 30, 2021, the City reported \$3,076,758 for the total OPEB liability. The total OPEB liability was measured as of June 30, 2021, and was determined by an actuarial valuation as of that date.

Changes in the Total OPEB Liability:

| | |
|--|---------------------|
| Balance as of June 30, 2020 | \$ 3,026,589 |
| Changes for the year: | |
| Service cost | 224,054 |
| Interest | 85,097 |
| Changes in assumptions or other inputs | 256,162 |
| Differences between expected and actual experience | (411,481) |
| Contributions and payments made | (103,663) |
| Net changes | 50,169 |
| Balance as of June 30, 2021 | <u>\$ 3,076,758</u> |

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

| | 1% Decrease (1.19%) | Discount Rate (2.19%) | 1% Increase (3.19%) |
|----------------------|------------------------|--------------------------|------------------------|
| Total OPEB Liability | \$ 3,729,101 | \$ 3,076,758 | \$ 2,880,199 |

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates: The following presents the approximate total OPEB liability of the City, as well as what the City's approximate total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

| | Healthcare Cost Trend Rates (7.00% decreasing to 3.50%) | (8.00% decreasing to 4.50%) | (9.00% decreasing to 5.50%) |
|----------------------|--|--------------------------------|--------------------------------|
| Total OPEB Liability | \$ 2,732,510 | \$ 3,076,758 | \$ 3,482,375 |

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB: For the year ended June 30, 2021, the City recognized OPEB expense of \$158,907. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|----------------------------------|
| Difference between expected and actual experience | \$ 225,005 | \$ 446,918 |
| Changes in assumptions | 489,035 | 1,089,651 |
| | <u>\$ 714,040</u> | <u>\$ 1,536,569</u> |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 10. Other Postemployment Benefits (Continued)

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

| | |
|-----------------------|---------------------|
| Years ending June 30: | |
| 2022 | \$ (150,244) |
| 2023 | (150,244) |
| 2024 | (150,244) |
| 2025 | (150,247) |
| 2026 | (132,770) |
| Thereafter | (88,780) |
| | <u>\$ (822,529)</u> |

Actuarial methods and assumptions: Projections and 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.

The total OPEB liability was determined based on an actuarial valuation dated June 30, 2021 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|------------------------------|---|
| Inflation | 2.60% |
| Salary increases | 3.25% to 15.11% |
| Discount rate | 2.19% |
| Health care cost trend rates | 8.0% for 2022 and then decreasing 0.50% per year to an ultimate rate of 4.50% for 2029 and later years |
| Mortality rates | SOA Pub-2010 General/Public Safety/Continuing Survivor Headcount Weighted Mortality Tables fully generational using Scale MP-2020 |

The discount rate of 2.19% was based on the range of the highest and lowest rates of the Bond Buyer GO 20-Bond Municipal Index, the S&P Municipal Bond 20-year High Grade Rate Index and the Fidelity 20-year GO Municipal Bond index. This is a decrease of 0.47% from the previous year's discount rate of 2.66%.

Changes in Assumptions: In addition to the change in the discount rate, the mortality rates changed from the rates used in the previous actuarial valuation which were based on the RPH-2018 total dataset mortality table fully generational using scale MP-2018.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 11. Commitments and Contingencies

Regular City employees accumulate sick leave hours for subsequent use. The City's approximate maximum contingent liability for nonvested sick leave benefits as of June 30, 2021 is \$3,930,556.

The City has financial commitments relating to various construction projects that are estimated to be approximately \$3,673,303.

The City had encumbrances in the General Fund, Capital Projects fund, nonmajor governmental funds, Sewer fund, Stormwater fund, and QC Waterfront Convention Center fund of \$249,406, \$6,810,226, \$5,087,852, \$670,848, \$68,362 and \$154,714, respectively.

The City is a member of the Scott Area Solid Waste Management Commission (the Commission) for the acquisition, construction and equipping of a material recovery system, recovery facility and a new landfill. The Commission is obligated to provide rates, charges and fees sufficient to pay the cost of operations and maintenance of the Commission and to leave net revenues sufficient to pay the semiannual debt service requirements. The City made payments to the Commission of \$528,923 for the year ended June 30, 2021. In the event future net revenues or other Commission funds are insufficient to pay debt service requirements, each of the members of the Commission has obligated itself to repay the County of Scott, Iowa, its pro rata share of the deficiency from rates imposed on each property within its jurisdiction.

Note 12. Tax Abatements

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

City tax abatements: The City provides tax abatements for urban renewal and economic development projects with tax increment financing as provided for in Chapters 15A and 403 of the Code of Iowa. For these types of projects, the City enters into agreements with developers which require the City, after developers meet the terms of the agreements, to rebate a portion of the property tax paid by the developers, to pay the developers an economic development grant or to pay the developers a predetermined dollar amount. No other commitments were made by the City as part of these agreements.

For the year ended June 30, 2021, the City abated \$2,449,895 of property tax under the urban renewal and economic development projects.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 13. Fund Balances

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

| | General | Employee Benefits | Debt Service | Capital Projects Reserve | Nonmajor Governmental | Total |
|---------------------------------------|---------------|----------------------|-----------------|-----------------------------|--------------------------|---------------|
| Fund Balances: | | | | | | |
| Nonspendable: | | | | | | |
| Inventories | \$ 7,914 | \$ - | \$ - | \$ - | \$ - | \$ 7,914 |
| Loans | 2,588 | - | - | - | - | 2,588 |
| Total nonspendable | 10,502 | - | - | - | - | 10,502 |
| Restricted: | | | | | | |
| State restricted | - | - | - | - | 181,582 | 181,582 |
| Debt service | - | - | 15,543,227 | - | - | 15,543,227 |
| Federally restricted | - | - | - | - | 115,353 | 115,353 |
| Employee benefits | - | 51,969 | - | - | - | 51,969 |
| Economic development | 5,715 | - | - | - | 3,921 | 9,636 |
| Police department operations | 5,600 | - | - | - | 27,921 | 33,521 |
| Fire department operations | 37,366 | - | - | - | 49,578 | 86,944 |
| Parks department operations | 73,726 | - | - | - | 224,537 | 298,263 |
| Library department operations | - | - | - | - | 141,419 | 141,419 |
| Public works department operations | - | - | - | - | 966,409 | 966,409 |
| Public works, supplies | 34,035 | - | - | - | - | 34,035 |
| Community development, supplies | 9,300 | - | - | - | - | 9,300 |
| Capital improvements and equipment | 83,664 | - | - | 6,121,843 | 3,211,344 | 9,416,851 |
| Total restricted | 249,406 | 51,969 | 15,543,227 | 6,121,843 | 4,922,064 | 26,888,509 |
| Assigned: | | | | | | |
| Capital improvements and equipment | - | - | - | - | 673,896 | 673,896 |
| Public works department operations | - | - | - | - | 1,394,092 | 1,394,092 |
| Library department | - | - | - | - | 91,943 | 91,943 |
| Parks department | - | - | - | - | 24,605 | 24,605 |
| Police department | - | - | - | - | 21,132 | 21,132 |
| Total assigned | - | - | - | - | 2,205,668 | 2,205,668 |
| Unassigned (deficit) | 12,578,299 | - | - | - | (53,331) | 12,524,968 |
| Total fund balances | \$ 12,838,207 | \$ 51,969 | \$ 15,543,227 | \$ 6,121,843 | \$ 7,074,401 | \$ 41,629,647 |

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 14. Adopted and Pending Governmental Accounting Standards Board (GASB) Statements

As of June 30, 2021, the City adopted the following Governmental Accounting Standards Board (GASB) Statement:

- GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The adoption of this statement brought certain funds previously known as agency funds into the governmental funds and reclassified others as custodial funds. Custodial funds opening net position was restated by \$52,521.

The GASB has issued several statements not yet implemented by the City. The statements which might impact the City are as follows:

- GASB Statement No. 87, *Leases*, issued June 2017, will be effective for the City beginning with its fiscal year ending June 30, 2022. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. Under this statement, a government entity that is a lessee must recognize (1) a lease liability and (2) an intangible asset representing the lessee's right to use the leased asset. In addition, the City must report the (1) amortization expense for using the lease asset over the shorter of the term of the lease or the useful life of the underlying asset, (2) interest expense on the lease liability and (3) note disclosures about the lease. The Statement provides exceptions from the single-approach for short-term leases, financial purchases, leases of assets that are investments and certain regulated leases. This statement also addresses accounting for lessors, and lease terminations and modifications, sale-leaseback transactions, non-lease components embedded in lease contracts (such as service agreements), and leases with related parties.
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Available Payment Arrangements*, will be effective for the City beginning with its fiscal year ending June 30, 2023. Statement No 94 is intended to improve financial reporting by addressing issues related to public-private and public-public partnerships (PPPs). This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs).
- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This statement (1) defines an SBITA; (2) establishes that an SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of an SBITA; and (4) requires note disclosure regarding an SBITA. This statement will be effective for the City with its year ending June 30, 2023.
- GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans* will enhance the relevance, consistency and comparability of Section 457 plans. Another objective of this statement is to increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform. This statement will be effective for the City with its year ending June 30, 2022.

City of Bettendorf, Iowa

Notes to Basic Financial Statements

Note 14. Adopted and Pending Governmental Accounting Standards Board (GASB) Statements (Continued)

The City's management has not yet determined the effect these Statements will have on the City's financial statements however the Statement on Leases is expected to be material to the financial statements.

Note 15. Deficit Fund Balance

At June 30, 2021, the following fund had a deficit balance: flood emergency management fund for \$53,331. Management believes that this is a temporary deficit and will be rectified within future fiscal years.

City of Bettendorf, Iowa

**Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Iowa Public Employees' Retirement System**

| | June 30, 2021 | June 30, 2020 |
|--|--------------------------|------------------|
| Measurement date | June 30, 2020 | June 30, 2019 |
| City's proportion of the net pension liability | 0.167648% | 0.166477% |
| City's proportionate share of the net pension liability | \$ 11,694,688 | \$ 9,640,125 |
| City's covered payroll | 13,333,824 | 12,689,403 |
| City's proportionate share of the net pension liability as a percentage of its covered payroll | 87.71% | 75.97% |
| Plan fiduciary net position as a percentage of the total pension liability | 85.45% | 85.45% |

Note: GASB Statement No. 68 requires 10 years of information to be presented in this table. However, until a full 10-year trend is compiled, the City will present information for those years for which information is available.

See notes to required supplementary information.

| June 30, 2019 | June 30, 2018 | June 30, 2017 | June 30, 2016 | June 30, 2015 |
|------------------|------------------|------------------|------------------|------------------|
| June 30, 2018 | June 30, 2017 | June 30, 2016 | June 30, 2015 | June 30, 2014 |
| 0.172110% | 0.167919% | 0.154352% | 0.153863% | 0.155993% |
| \$ 10,891,540 | \$ 11,185,510 | \$ 9,713,839 | \$ 7,601,568 | \$ 6,186,554 |
| 12,934,597 | 12,603,315 | 11,127,592 | 10,541,284 | 10,258,331 |
| 84.20% | 88.75% | 87.30% | 72.11% | 60.31% |
| 83.62% | 82.21% | 81.82% | 85.19% | 87.61% |

City of Bettendorf, Iowa

**Required Supplementary Information
Schedule of City Contributions
Iowa Public Employees' Retirement System**

| Fiscal Year Ended June 30, | Statutorily Required Contribution | Contributions in Relation to the Statutorily Required Contribution | Contributions Deficiency (Excess) | City's Covered- Payroll | Contributions as a Percentage of Covered Payroll |
|----------------------------|---|--|---|-------------------------------|---|
| 2021 | \$ 1,260,649 | \$ 1,260,649 | \$ - | \$ 13,354,332 | 9.44% |
| 2020 | 1,258,713 | 1,258,713 | - | 13,333,824 | 9.44 |
| 2019 | 1,197,880 | 1,197,880 | - | 12,689,403 | 9.44 |
| 2018 | 1,156,770 | 1,156,770 | - | 12,934,597 | 8.94 |
| 2017 | 1,125,476 | 1,125,476 | - | 12,603,315 | 8.93 |
| 2016 | 993,694 | 993,694 | - | 11,127,592 | 8.93 |
| 2015 | 941,311 | 941,311 | - | 10,541,284 | 8.93 |
| 2014 | 916,069 | 916,069 | - | 10,258,331 | 8.93 |
| 2013 | 852,278 | 852,278 | - | N/A | N/A |
| 2012 | 771,588 | 771,588 | - | N/A | N/A |

N/A - information was not available

See notes to required supplementary information.

City of Bettendorf, Iowa

Notes to Required Supplementary Information—IPERS Pension Liability Year Ended June 30, 2021

Note 1. Changes of Benefit Terms

There are no significant changes in benefit terms.

Note 2. Changes of Assumptions

The 2018 valuation implemented the following refinements as a result of a demographic assumption study dated June 28, 2018:

- Changed mortality assumptions to the RP-2014 mortality tables with mortality improvements modeled using Scale MP-2017.
- Adjusted retirement rates.
- Lowered disability rates.
- Adjusted the probability of a vested Regular member electing to receive a deferred benefit.
- Adjusted the merit component of the salary increase assumption.

The 2017 valuation implemented the following refinements as a result of an experience study dated March 24, 2017:

- Decreased the inflation assumption from 3.00% to 2.60%.
- Decreased the assumed rate of interest on member accounts from 3.75% to 3.50% per year.
- Decreased the discount rate from 7.50% to 7.00%.
- Decreased the wage growth assumption from 4.00% to 3.25%.
- Decreased the payroll growth assumption from 4.00% to 3.25%.

The 2014 valuation implemented the following refinements as a result of a quadrennial experience study:

- Decreased the inflation assumption from 3.25% to 3.00%.
- Decreased the assumed rate of interest on member accounts from 4.00% to 3.75% per year.
- Adjusted male mortality rates for retirees in the Regular membership group.
- Reduced retirement rates for sheriffs and deputies between the ages of 55 and 64.
- Moved from an open 30-year amortization period to a closed 30-year amortization period for the UAL (unfunded actuarial liability) beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20-year period.

The 2010 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted retiree mortality assumptions.
- Modified retirement rates to reflect fewer retirements.
- Lowered disability rates at most ages.
- Lowered employment termination rates.
- Generally increased the probability of terminating members receiving a deferred retirement benefit.
- Modified salary increase assumptions based on various service duration.

City of Bettendorf, Iowa

**Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Municipal Fire and Police Retirement System of Iowa**

| | June 30, 2021 | June 30, 2020 |
|--|----------------------|------------------|
| Measurement date | June 30, 2020 | June 30, 2019 |
| City's proportion of the net pension liability | 1.873672% | 1.875311% |
| City's proportionate share of the net pension liability | \$ 14,944,413 | \$ 12,300,663 |
| City's covered payroll | 5,952,724 | 5,684,858 |
| City's proportionate share of the net pension liability as a percentage of its covered payroll | 251.05% | 216.38% |
| Plan fiduciary net position as a percentage of the total pension liability | 79.94% | 79.94% |

Note: GASB Statement No. 68 requires 10 years of information to be presented in this table. However, until a full 10-year trend is compiled, the City will present information for those years for which information is available.

See notes to required supplementary information.

| June 30, 2019 | June 30, 2018 | June 30, 2017 | June 30, 2016 | June 30, 2015 |
|------------------|------------------|------------------|------------------|------------------|
| June 30, 2018 | June 30, 2017 | June 30, 2016 | June 30, 2015 | June 30, 2014 |
| 1.961854% | 1.896859% | 1.870615% | 1.870229% | 1.874664% |
| \$ 11,680,947 | \$ 11,124,605 | \$ 11,696,225 | \$ 11,375,473 | \$ 9,248,010 |
| 5,626,248 | 5,425,253 | 5,080,796 | 4,917,395 | 4,806,029 |
| 207.62% | 205.05% | 230.20% | 231.33% | 192.43% |
| 81.07% | 80.60% | 78.20% | 83.04% | 86.27% |

City of Bettendorf, Iowa

**Required Supplementary Information
Schedule of City Contributions
Municipal Fire and Police Retirement System of Iowa**

| Fiscal Year Ended June 30, | Statutorily Required Contribution | Contributions in Relation to the Statutorily Required Contribution | Contributions Deficiency (Excess) | City's Covered- Payroll | Contributions as a Percentage of Covered Payroll |
|----------------------------|---|--|---|-------------------------------|---|
| 2021 | \$ 1,557,000 | \$ 1,557,000 | \$ - | \$ 6,517,371 | 23.89% |
| 2020 | 1,453,000 | 1,453,000 | - | 5,952,724 | 24.41 |
| 2019 | 1,479,200 | 1,479,200 | - | 5,684,858 | 26.02 |
| 2018 | 1,466,599 | 1,466,599 | - | 5,626,248 | 26.07 |
| 2017 | 1,406,592 | 1,406,592 | - | 5,425,253 | 25.92 |
| 2016 | 1,410,937 | 1,410,937 | - | 5,080,796 | 27.77 |
| 2015 | 1,495,380 | 1,495,380 | - | 4,917,395 | 30.41 |
| 2014 | 1,447,576 | 1,447,576 | - | 4,806,029 | 30.12 |
| 2013 | 1,241,755 | 1,241,755 | - | N/A | N/A |
| 2012 | 1,108,398 | 1,108,398 | - | N/A | N/A |

N/A - information was not available

See notes to required supplementary information.

City of Bettendorf, Iowa

**Notes to Required Supplementary Information—MFPRSI Pension Liability
Year Ended June 30, 2021**

Note 1. Changes of Benefit Terms

There were no significant changes of benefit terms.

Note 2. Changes of Assumptions

The 2018 valuation changed postretirement mortality rates were based on the RP-2014 Blue Collar Healthy Annuitant Table with males set-forward zero years, females set-forward two years and disabled individuals set-forward three years (male only rates), with generational projection of future mortality improvement with 50% of Scale BB beginning in 2017.

The 2017 valuation added five years projection of future mortality improvement with Scale BB.

The 2016 valuation changed postretirement mortality rates to the RP-2000 Blue Collar Combined Healthy Mortality Table with males set-back two years, females set-forward one year and disabled individuals set-forward one year (male only rates), with no projection of future mortality improvement.

The 2015 valuation phased in the 1994 Group Annuity Mortality Table for postretirement mortality. This resulted in a weighting of 1/12 of the 1971 Group Annuity Mortality Table and 11/12 of the 1994 Group Annuity Mortality Table.

The 2014 valuation phased in the 1994 Group Annuity Mortality Table for postretirement mortality. This resulted in a weighting of 2/12 of the 1971 Group Annuity Mortality Table and 10/12 of the 1994 Group Annuity Mortality Table.

City of Bettendorf, Iowa

Required Supplementary Information

Schedule of Changes in the City's Total OPEB Liability and Related Ratios

| | June 30, 2021 | June 30, 2020 |
|---|---------------------------------|---------------------------------|
| Total OPEB Liability: | | |
| Service cost | \$ 224,054 | \$ 180,830 |
| Interest | 85,097 | 92,832 |
| Changes in assumptions or other inputs | 256,162 | 171,068 |
| Differences between expected and actual experience | (411,481) | 164,309 |
| Contributions and payments made | (103,663) | (92,037) |
| Net change in total OPEB liability | 50,169 | 517,002 |
| Total OPEB Liability, beginning | 3,026,589 | 2,509,587 |
| Total OPEB Liability, ending | <u><u>\$ 3,076,758</u></u> | <u><u>\$ 3,026,589</u></u> |
| Covered employee payroll | <u><u>\$ 17,224,307</u></u> | <u><u>\$ 16,925,888</u></u> |
| Total OPEB liability as a percentage of covered-employee payroll | <u><u>17.86%</u></u> | <u><u>17.88%</u></u> |

GASB Statement No. 75 requires 10 years of information to be presented in this table. However, until a full 10-year trend is compiled, the City will present information for those years in which information is available.

Notes to schedule:

Changes to benefit terms: No significant changes of benefit terms.

Changes of assumptions: Changes of assumptions and other inputs reflect the changes in the discount rate each period. The following are discount rates used in each period.

Notes to schedule:

Changes of assumptions: Changes of assumptions and other inputs reflect the changes in the discount rate each period. The following are discount rates used in each period.

| | |
|------|-------|
| 2016 | 2.92% |
| 2017 | 3.56% |
| 2018 | 3.87% |
| 2019 | 3.51% |
| 2020 | 2.66% |
| 2021 | 2.19% |

In addition to the change in the discount rate, the mortality rates used in the June 30, 2021 actuarial valuation changed from the rates used in the previous actuarial valuation which were based on the RPH-2018 total dataset mortality table fully generational using scale MP-2018.

| June 30, 2019 | June 30, 2018 | June 30, 2017 |
|----------------------|----------------------|----------------------|
| \$ 250,111 | \$ 259,551 | \$ 280,700 |
| 138,163 | 124,459 | 90,133 |
| (1,285,737) | (73,736) | (151,436) |
| 140,337 | (137,853) | - |
| (105,531) | (72,716) | (66,712) |
| (862,657) | 99,705 | 152,685 |
| 3,372,244 | 3,272,539 | 3,119,854 |
| <u>\$ 2,509,587</u> | <u>\$ 3,372,244</u> | <u>\$ 3,272,539</u> |
| | | |
| <u>\$ 15,808,540</u> | <u>\$ 16,215,593</u> | <u>\$ 15,743,294</u> |
| | | |
| <u>15.87%</u> | <u>20.80%</u> | <u>20.79%</u> |

City of Bettendorf, Iowa

**Budgetary Comparison Schedule
Budget and Actual—All Governmental Funds and Proprietary Funds
Required Supplementary Information
Year Ended June 30, 2021**

| | Governmental Fund Types Actual | Proprietary Fund Types Actual | Total Actual |
|--|--------------------------------------|-------------------------------------|--------------------|
| Revenues: | | | |
| Property tax | \$ 31,081,583 | \$ - | \$ 31,081,583 |
| Tax increment financing | 2,539,017 | - | 2,539,017 |
| Other City taxes | 9,634,819 | - | 9,634,819 |
| Special assessments | 22,372 | - | 22,372 |
| Licenses and permits | 1,656,206 | 183,578 | 1,839,784 |
| Intergovernmental | 8,029,244 | 966,949 | 8,996,193 |
| Charges for services | 287,651 | 21,289,774 | 21,577,425 |
| Use of money and property | 234,402 | 30,516 | 264,918 |
| Miscellaneous | 684,663 | 1,158,718 | 1,843,381 |
| Total revenues | 54,169,957 | 23,629,535 | 77,799,492 |
| Expenditures/Expenses: | | | |
| Public safety | 13,426,238 | - | 13,426,238 |
| Public works | 3,382,016 | - | 3,382,016 |
| Culture and recreation | 4,619,886 | - | 4,619,886 |
| Community and economic development | 2,833,239 | - | 2,833,239 |
| General government | 4,255,633 | - | 4,255,633 |
| Debt service | 13,928,244 | - | 13,928,244 |
| Capital outlay | 14,247,105 | - | 14,247,105 |
| Business-type | - | 25,232,313 | 25,232,313 |
| Total expenditures/expenses | 56,692,361 | 25,232,313 | 81,924,674 |
| Excess (deficiency) of revenues over expenditures/expenses | (2,522,404) | (1,602,778) | (4,125,182) |
| Other financing sources, net | 22,648,167 | 3,894,250 | 26,542,417 |
| Excess (deficiency) of revenues and other financing sources over expenditures/expenses and other financing uses | 20,125,763 | 2,291,472 | 22,417,235 |
| Balances, beginning of year | 21,503,884 | 65,212,839 | 86,716,723 |
| Balances, end of year | \$ 41,629,647 | \$ 67,504,311 | \$ 109,133,958 |

See note to required supplementary information.

| Budgeted Amounts | | Final to Actual | |
|------------------|---------------|-----------------|-------------|
| Original | Final | Variance | |
| \$ 30,924,546 | \$ 31,136,546 | \$ | (54,963) |
| 2,282,008 | 2,518,620 | | 20,397 |
| 8,769,155 | 9,324,998 | | 309,821 |
| 10,300 | 22,110 | | 262 |
| 1,160,010 | 1,450,360 | | 389,424 |
| 10,062,038 | 12,661,355 | | (3,665,162) |
| 23,988,975 | 21,327,513 | | 249,912 |
| 772,700 | 312,104 | | (47,186) |
| 1,319,171 | 1,510,481 | | 332,900 |
| 79,288,903 | 80,264,087 | | (2,464,595) |
| 13,835,559 | 13,904,576 | | 478,338 |
| 3,421,833 | 3,525,986 | | 143,970 |
| 5,521,619 | 4,687,694 | | 67,808 |
| 3,313,954 | 3,292,339 | | 459,100 |
| 4,529,504 | 4,380,163 | | 124,530 |
| 13,673,077 | 13,931,035 | | 2,791 |
| 17,871,220 | 19,760,059 | | 5,512,954 |
| 27,282,654 | 25,847,281 | | 614,968 |
| 89,449,420 | 89,329,133 | | 7,404,459 |
| (10,160,517) | (9,065,046) | | 4,939,864 |
| 10,560,366 | 25,910,878 | | 631,539 |
| \$ 399,849 | \$ 16,845,832 | \$ | 5,571,403 |

City of Bettendorf, Iowa

**Note to Required Supplementary Information—Budgetary Reporting
Year Ended June 30, 2021**

As allowed by GASB Statement No. 41, *Budgetary Comparison Schedules—Perspective Differences*, the City presents budgetary comparison schedules as required supplementary information based on the program structure of nine functional areas as required by state statute for its legally adopted budget.

In accordance with the Code of Iowa, the City Council annually adopts a budget following required public notice and hearing which includes all funds, except custodial funds. The budget basis of accounting is in accordance with accounting principles generally accepted in the United States of America. The annual budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control is based upon nine major classes of disbursements known as functions, not by fund or fund type. These nine functions are: public safety, public works, culture and recreation, community and economic development, general government, debt service, capital outlay and business-type. The legal level of control is at the aggregated function level, not at the fund or fund type level. During the year, a budget amendment increased budgeted expenditures by \$120,287. The budget amendment was primarily due to increased expenditures and decreased revenues as a result of the pandemic.

City of Bettendorf, Iowa

**Balance Sheet—General Fund—By Account
June 30, 2021**

| | General Account | Riverboat Gaming Account | Downtown Improvements | Total |
|---|----------------------|-----------------------------|--------------------------|----------------------|
| Assets | | | | |
| Cash and investments | \$ 11,335,014 | \$ 1,167,561 | \$ 459,680 | \$ 12,962,255 |
| Property taxes | 15,158,766 | - | - | 15,158,766 |
| Accounts | 328,424 | 7,382 | - | 335,806 |
| Special assessments | 28,583 | - | - | 28,583 |
| Loans | 2,588 | - | 750,000 | 752,588 |
| Accrued interest | 5,558 | 502 | 182 | 6,242 |
| Due from other funds | 136,163 | - | - | 136,163 |
| Due from other governments | 1,366,027 | - | - | 1,366,027 |
| Inventories | 7,914 | - | - | 7,914 |
| Deposits | 5,738 | - | - | 5,738 |
| Total assets | \$ 28,374,775 | \$ 1,175,445 | \$ 1,209,862 | \$ 30,760,082 |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 498,768 | \$ - | \$ 7,279 | \$ 506,047 |
| Accrued liabilities | 768,120 | - | - | 768,120 |
| Refundable deposits | 41,706 | - | - | 41,706 |
| Due to other governments | 9,745 | - | - | 9,745 |
| Due to other funds | 3,375 | - | - | 3,375 |
| Unearned revenue | - | - | - | - |
| Total liabilities | 1,321,714 | - | 7,279 | 1,328,993 |
| Deferred Inflows of Resources | | | | |
| Unavailable revenue—property taxes | 15,084,562 | - | - | 15,084,562 |
| Unavailable revenue—local option sales tax | 758,320 | - | - | 758,320 |
| Unavailable revenue—loans | - | - | 750,000 | 750,000 |
| Total deferred inflows of resources | 15,842,882 | - | 750,000 | 16,592,882 |
| Fund Balances | | | | |
| Nonspendable | 10,502 | - | - | 10,502 |
| Restricted | 165,742 | - | 83,664 | 249,406 |
| Unassigned | 11,033,935 | 1,175,445 | 368,919 | 12,578,299 |
| Total fund balances | 11,210,179 | 1,175,445 | 452,583 | 12,838,207 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 28,374,775 | \$ 1,175,445 | \$ 1,209,862 | \$ 30,760,082 |

City of Bettendorf, Iowa

**Schedule of Revenues, Expenditures and Changes in Fund Balances—
General Fund—By Account
Year Ended June 30, 2021**

| | General Account | Riverboat Gaming Account | Downtown Improvements | Total |
|---|--------------------|--------------------------------|--------------------------|-------------------|
| Revenues: | | | | |
| Property taxes | \$ 14,882,605 | \$ - | \$ - | \$ 14,882,605 |
| Other taxes | 5,194,483 | 1,573,500 | - | 6,767,983 |
| Special assessments | 20,705 | - | - | 20,705 |
| Licenses and permits | 1,656,206 | - | - | 1,656,206 |
| Intergovernmental | 1,648,255 | - | - | 1,648,255 |
| Charges for services | 287,651 | - | - | 287,651 |
| Use of money and property | 203,785 | 1,530 | 109 | 205,424 |
| Miscellaneous | 398,033 | - | 33,066 | 431,099 |
| Total revenues | 24,291,723 | 1,575,030 | 33,175 | 25,899,928 |
| Expenditures: | | | | |
| Current operating: | | | | |
| Public safety | 13,095,569 | - | - | 13,095,569 |
| Culture and recreation | 4,237,229 | - | - | 4,237,229 |
| Community and economic development | 970,999 | - | - | 970,999 |
| General government | 4,255,633 | - | - | 4,255,633 |
| Capital outlay | 453,276 | - | 934,767 | 1,388,043 |
| Debt service, bond issuance cost | 111,681 | - | - | 111,681 |
| Total expenditures | 23,124,387 | - | 934,767 | 24,059,154 |
| Excess (deficiency) of revenue over expenditures | 1,167,336 | 1,575,030 | (901,592) | 1,840,774 |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | 1,833 | - | 1,888 | 3,721 |
| Transfers in | 3,766,597 | - | 75,000 | 3,841,597 |
| Transfers out | (1,130,290) | (826,232) | - | (1,956,522) |
| Total other financing sources (uses) | 2,638,140 | (826,232) | 76,888 | 1,888,796 |
| Net changes in fund balances | 3,805,476 | 748,798 | (824,704) | 3,729,570 |
| Fund balances, beginning of year | 7,404,703 | 426,647 | 1,277,287 | 9,108,637 |
| Fund balances, end of year | \$ 11,210,179 | \$ 1,175,445 | \$ 452,583 | \$ 12,838,207 |

Nonmajor Governmental Funds

Special Revenue Funds: To account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Road Use Tax Fund: To account for the proceeds from road use tax monies, which are restricted by statute for road construction and repair.

Economic Development Fund: To account for the restricted proceeds to be used for general economic development and redevelopment purposes of the City, including low interest loans the City makes to private companies for economic development purposes, as well as the acquisition and sale of land.

Police Fund: To account for the Police Local Law Enforcement Block Grant by the U.S. Department of Justice, to financially assist the public who request it from the police department, to equip elementary students with the skills for recognizing and resisting social pressures to experiment with alcohol, tobacco and drugs and to account for revenue received from the sale or auction of items seized in law enforcement activities.

Library Fund: To account for reimbursements from the state of Iowa for library materials lent to noncity residents and other libraries in Iowa, and used for improvements to the Library. This fund also accounts for money received through donations and fundraising activities for the Library.

Park Fund: To account for the donations identified to specifically assist the park programs, annual tree planting and to account for the City's owner occupied residential painting program funded by the River Bend Regional Authority. This fund accounts for miscellaneous City beautification projects funded by gaming revenues.

Tax Increment Financing (TIF) Fund: To account for the accumulation of resources for the repayment of City funds or bonds issued to cash flow various capital projects. Property tax revenue generated on increased assessed valuations within TIF districts are the resources accounted for in this fund.

Flood Emergency Management Fund: To account for the expenditures made during the 2019 flooding that qualify for reimbursement from FEMA.

SSMID Downtown Area: To account for property tax revenue generated by the Downtown Bettendorf Self Supported Municipal Improvement District and be disbursed by the City to the Downtown Bettendorf Organization.

Capital Projects Funds: To account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets that are not related to proprietary activities of the City.

Vehicle Replacement Fund: To account for the replacement of vehicles currently owned by the City.

Electronic Equipment Replacement Fund: To account for the replacement of electronic equipment, such as copiers, computers and telephone systems currently owned by the City.

CIP/LOT & Interest Fund: To account for the 40% of local option tax revenues and interest earnings allocated to the capital projects funds and transfer these funds to specific projects, as needed.

GEO Thuenen Overpass Fund: To account for money received from the Isle of Capri for the repair and maintenance of the George Thuenen Overpass.

Future Projects Fund: To account for deposits received when a developer has an existing unpaved border road and the City requires the developer to pay the estimated cost of paving that road. Funds are used by the City when the border street is paved as part of a larger project to offset special assessments to property owners.

City of Bettendorf, Iowa

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021**

| | Special Revenue | | |
|---|---------------------|-------------------------|-------------------|
| | Road Use Tax | Economic Development | Police |
| Assets | | | |
| Cash and investments | \$ 2,168,600 | \$ 3,919 | \$ 213,916 |
| Receivables: | | | |
| Property taxes | - | - | - |
| Accounts | 143 | - | - |
| Accrued interest | 1,118 | 2 | 95 |
| Due from other governments | 559,879 | - | - |
| Total assets | \$ 2,729,740 | \$ 3,921 | \$ 214,011 |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | |
| Liabilities | | | |
| Accounts payable | \$ 77,232 | \$ - | \$ 25 |
| Accrued liabilities | 65,423 | - | - |
| Due to other governments | 8,484 | - | - |
| Contracts payable | 218,104 | - | - |
| Due to other funds | - | - | - |
| Total liabilities | 369,243 | - | 25 |
| Deferred Inflows of Resources | | | |
| Unavailable revenue—property taxes | - | - | - |
| Unavailable revenue—local option sales tax | - | - | - |
| Unavailable revenue—intergovernmental | - | - | - |
| Total deferred inflows of resources | - | - | - |
| Fund Balances | | | |
| Restricted | 966,409 | 3,921 | 192,852 |
| Assigned | 1,394,088 | - | 21,134 |
| Unassigned | - | - | - |
| Total fund balances | 2,360,497 | 3,921 | 213,986 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 2,729,740 | \$ 3,921 | \$ 214,011 |

(Continued)

| Special Revenue | | | | | Capital Projects | |
|-------------------|-------------------|-------------------------|----------------------------|---------------------|---------------------|----------------------------------|
| Library | Park | Tax Increment Financing | Flood Emergency Management | SSMID Downtown Area | Vehicle Replacement | Electronic Equipment Replacement |
| \$ 423,536 | \$ 249,020 | \$ 93,340 | \$ - | \$ 1,543 | \$ 441,965 | \$ 612,718 |
| - | - | 3,236,454 | - | 177,738 | - | - |
| 14 | - | - | - | - | - | - |
| 209 | 122 | - | - | - | 219 | 292 |
| - | - | - | 509,882 | - | - | - |
| <u>\$ 423,759</u> | <u>\$ 249,142</u> | <u>\$ 3,329,794</u> | <u>\$ 509,882</u> | <u>\$ 179,281</u> | <u>\$ 442,184</u> | <u>\$ 613,010</u> |
| | | | | | | |
| \$ 8,811 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,467 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | 395 | 117,166 | - | - | - |
| <u>8,811</u> | <u>-</u> | <u>395</u> | <u>117,166</u> | <u>-</u> | <u>-</u> | <u>3,467</u> |
| | | | | | | |
| - | - | 3,221,942 | - | 176,165 | - | - |
| - | - | - | - | - | - | - |
| - | - | - | 446,047 | - | - | - |
| <u>-</u> | <u>-</u> | <u>3,221,942</u> | <u>446,047</u> | <u>176,165</u> | <u>-</u> | <u>-</u> |
| | | | | | | |
| 323,002 | 224,537 | - | - | - | 266,498 | 344,223 |
| 91,946 | 24,605 | 107,457 | - | 3,116 | 175,686 | 265,320 |
| - | - | - | (53,331) | - | - | - |
| <u>414,948</u> | <u>249,142</u> | <u>107,457</u> | <u>(53,331)</u> | <u>3,116</u> | <u>442,184</u> | <u>609,543</u> |
| | | | | | | |
| <u>\$ 423,759</u> | <u>\$ 249,142</u> | <u>\$ 3,329,794</u> | <u>\$ 509,882</u> | <u>\$ 179,281</u> | <u>\$ 442,184</u> | <u>\$ 613,010</u> |

City of Bettendorf, Iowa

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2021

| | Capital Projects | | | |
|---|-------------------------|-------------------------|-------------------|----------------------|
| | CIP/LOT and Interest | GEO Thuenen Overpass | Future Projects | Total |
| Assets | | | | |
| Cash and investments | \$ 1,688,727 | \$ 693,091 | \$ 152,486 | \$ 6,742,861 |
| Receivables: | | | | |
| Property taxes | - | - | - | 3,414,192 |
| Accounts | - | - | - | 157 |
| Accrued interest | 651 | 339 | - | 3,047 |
| Due from other governments | 693,190 | - | - | 1,762,951 |
| Total assets | \$ 2,382,568 | \$ 693,430 | \$ 152,486 | \$ 11,923,208 |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | | |
| Liabilities | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 89,535 |
| Accrued liabilities | - | - | - | 65,423 |
| Due to other governments | - | - | - | 8,484 |
| Contracts payable | - | - | - | 218,104 |
| Due to other funds | - | - | - | 117,561 |
| Total liabilities | - | - | - | 499,107 |
| Deferred Inflows of Resources | | | | |
| Unavailable revenue—property taxes | - | - | - | 3,398,107 |
| Unavailable revenue—local option sales tax | 505,546 | - | - | 505,546 |
| Unavailable revenue—intergovernmental | - | - | - | 446,047 |
| Total deferred inflows of resources | 505,546 | - | - | 4,349,700 |
| Fund balances | | | | |
| Restricted | 1,811,631 | 636,505 | 152,486 | 4,922,064 |
| Assigned | 65,391 | 56,925 | - | 2,205,668 |
| Unassigned | - | - | - | (53,331) |
| Total fund balances | 1,877,022 | 693,430 | 152,486 | 7,074,401 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 2,382,568 | \$ 693,430 | \$ 152,486 | \$ 11,923,208 |

City of Bettendorf, Iowa

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2021**

| | Special Revenue | | |
|--|------------------|-------------------------|-----------------|
| | Road Use Tax | Economic Development | Police |
| Revenues: | | | |
| Property taxes | \$ - | \$ - | \$ - |
| Tax increment financing taxes | - | - | - |
| Other taxes | - | - | - |
| Intergovernmental | 5,101,743 | - | 18,995 |
| Use of money and property | 4,044 | 8 | 259 |
| Miscellaneous | 8,644 | 108 | - |
| Total revenues | 5,114,431 | 116 | 19,254 |
| Expenditures: | | | |
| Current operating: | | | |
| Public safety | - | - | 9,072 |
| Public works | 3,382,016 | - | - |
| Culture and recreation | 129 | - | 3,000 |
| Community and economic development | 16,509 | 209 | - |
| Debt service: | | | |
| Principal | - | - | - |
| Interest and other charges | - | - | - |
| Capital outlay | 1,188,244 | - | - |
| Total expenditures | 4,586,898 | 209 | 12,072 |
| Excess (deficiency) of revenues over expenditures | 527,533 | (93) | 7,182 |
| Other financing sources (uses): | | | |
| Proceeds from sale of capital assets | 16,201 | - | - |
| Transfers in | - | - | - |
| Transfers out | - | - | (40,000) |
| Total other financing sources (uses) | 16,201 | - | (40,000) |
| Net changes in fund balances | 543,734 | (93) | (32,818) |
| Fund balances (deficit), beginning of year | 1,816,763 | 4,014 | 246,804 |
| Fund balances (deficit), end of year | \$ 2,360,497 | \$ 3,921 | \$ 213,986 |

(Continued)

| Special Revenue | | | | | Capital Projects | |
|-----------------|------------|-------------------------|----------------------------|---------------------|---------------------|----------------------------------|
| Library | Park | Tax Increment Financing | Flood Emergency Management | SSMID Downtown Area | Vehicle Replacement | Electronic Equipment Replacement |
| \$ - | \$ - | \$ - | \$ - | \$ 163,463 | \$ - | \$ - |
| - | - | 2,539,017 | - | - | - | - |
| - | - | - | - | - | - | - |
| 1,322 | - | 8,998 | 324,746 | 13,972 | - | 9,000 |
| 567 | 333 | - | - | - | 1,063 | 770 |
| 37,936 | - | - | - | - | - | - |
| 39,825 | 333 | 2,548,015 | 324,746 | 177,435 | 1,063 | 9,770 |
| - | - | - | 321,597 | - | - | - |
| - | - | - | - | - | - | - |
| 38,249 | - | 194,400 | - | 146,879 | - | - |
| - | - | 1,845,522 | - | - | - | - |
| - | - | 187,513 | - | - | - | - |
| - | - | 246,071 | - | - | - | - |
| 10,756 | - | - | - | - | 509,725 | 98,673 |
| 49,005 | - | 2,473,506 | 321,597 | 146,879 | 509,725 | 98,673 |
| (9,180) | 333 | 74,509 | 3,149 | 30,556 | (508,662) | (88,903) |
| - | - | - | - | - | 5,762 | 27 |
| - | - | 27,440 | - | - | 540,000 | 250,000 |
| - | - | - | - | (27,440) | - | (25,000) |
| - | - | 27,440 | - | (27,440) | 545,762 | 225,027 |
| (9,180) | 333 | 101,949 | 3,149 | 3,116 | 37,100 | 136,124 |
| 424,128 | 248,809 | 5,508 | (56,480) | - | 405,084 | 473,419 |
| \$ 414,948 | \$ 249,142 | \$ 107,457 | \$ (53,331) | \$ 3,116 | \$ 442,184 | \$ 609,543 |

City of Bettendorf, Iowa

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
Year Ended June 30, 2021

| | Capital Projects | | | |
|--|-------------------------|-------------------------|-----------------|-------------------|
| | CIP/LOT and Interest | GEO Thuenen Overpass | Future Projects | Total |
| Revenues: | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ 163,463 |
| Tax increment financing taxes | - | - | - | 2,539,017 |
| Other taxes | 2,471,602 | - | - | 2,471,602 |
| Intergovernmental | - | - | - | 5,478,776 |
| Use of money and property | 2,158 | 924 | - | 10,126 |
| Miscellaneous | - | - | - | 46,688 |
| Total revenues | 2,473,760 | 924 | - | 10,709,672 |
| Expenditures: | | | | |
| Current operating: | | | | |
| Public safety | - | - | - | 330,669 |
| Public works | - | - | - | 3,382,016 |
| Culture and recreation | - | - | - | 382,657 |
| Community and economic development | - | - | - | 1,862,240 |
| Debt service: | | | | |
| Principal | - | - | - | 187,513 |
| Interest and other charges | - | - | - | 246,071 |
| Capital outlay | - | - | - | 1,807,398 |
| Total expenditures | - | - | - | 8,198,564 |
| Excess (deficiency) of revenues over expenditures | 2,473,760 | 924 | - | 2,511,108 |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | - | - | - | 21,990 |
| Transfers in | - | - | - | 817,440 |
| Transfers out | (1,542,779) | - | - | (1,635,219) |
| Total other financing sources (uses) | (1,542,779) | - | - | (795,789) |
| Net changes in fund balances | 930,981 | 924 | - | 1,715,319 |
| Fund balances, beginning of year | 946,041 | 692,506 | 152,486 | 5,359,082 |
| Fund balances (deficit), end of year | \$ 1,877,022 | \$ 693,430 | \$ 152,486 | \$ 7,074,401 |

Nonmajor Enterprise Funds

Recycling/Solid Waste Management Fund: To account for the operations of the City's curbside recycling program, the drop-off recycling center and the yard waste/chipper service and the revenue generated from trash sticker and yard waste fees.

Palmer Hills Golf Course Fund: To account for the operations of the Palmer Hills Golf Course, including all fees generated, all operational costs and any improvements made to the course.

Life Fitness Center Fund: To account for the operations of the Life Fitness Center, including all fees generated, all operational costs and any capital purchases or improvements.

Aquatic Center Fund: To account for the operations of Splash Landing, including all fees generated, all operational costs and any capital purchases or improvements.

Transit Fund: To account for the mass transit program in the City, including grants received from the U.S. Department of Transportation and the Iowa Department of Transportation.

Family Museum of Arts & Science Fund: To account for the operations of the museum at the Learning Center Campus, including fees and operational costs generated from classes, memberships and exhibits.

City of Bettendorf, Iowa

**Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2021**

| | Recycling/Solid Waste Management | Palmer Hills Golf Course |
|--|--|-----------------------------|
| Assets | | |
| Current assets: | | |
| Cash and investments | \$ 2,268,940 | \$ 310,029 |
| Receivables: | | |
| Accounts and unbilled usage | 1,135,956 | 23,856 |
| Accrued interest | 1,127 | - |
| Special assessments | 74,968 | - |
| Due from other governments | - | - |
| Total current assets | 3,480,991 | 333,885 |
| Noncurrent assets: | | |
| Capital assets: | | |
| Nondepreciable: | | |
| Land | - | 579,370 |
| Construction-in-progress | - | 1,043,622 |
| Depreciable: | | |
| Buildings and structures | - | 1,502,791 |
| Equipment and vehicles | 4,483,038 | 2,158,306 |
| Improvements other than buildings | - | 2,786,264 |
| Accumulated depreciation | (2,915,468) | (3,153,834) |
| Net capital assets | 1,567,570 | 4,916,519 |
| Total noncurrent assets | 1,567,570 | 4,916,519 |
| Total assets | 5,048,561 | 5,250,404 |
| Deferred Outflows of Resources | | |
| Pension related deferred outflows | 142,397 | 119,308 |
| Related to other postemployment benefits | 18,176 | 11,869 |
| | 160,573 | 131,177 |

(Continued)

| Life Fitness Center | Aquatic Center | Transit | Family Museum of Arts & Science | Total |
|---------------------|----------------|-------------|--|--------------|
| \$ 150,000 | \$ 125,000 | \$ 125,370 | \$ 148,206 | \$ 3,127,545 |
| 22,161 | 5,594 | 5,983 | 10,032 | 1,203,582 |
| - | - | 19 | 101 | 1,247 |
| - | - | - | - | 74,968 |
| - | - | 123,392 | - | 123,392 |
| 172,161 | 130,594 | 254,764 | 158,339 | 4,530,734 |
| 840,000 | - | - | 148,070 | 1,567,440 |
| - | - | - | - | 1,043,622 |
| 3,646,657 | 4,204,158 | - | 5,365,632 | 14,719,238 |
| 468,376 | 211,914 | 1,463,434 | 2,813,209 | 11,598,277 |
| 85,885 | 8,120 | - | 216,156 | 3,096,425 |
| (2,939,107) | (3,205,821) | (1,198,189) | (5,212,835) | (18,625,254) |
| 2,101,811 | 1,218,371 | 265,245 | 3,330,232 | 13,399,748 |
| 2,101,811 | 1,218,371 | 265,245 | 3,330,232 | 13,399,748 |
| 2,273,972 | 1,348,965 | 520,009 | 3,488,571 | 17,930,482 |
| 90,521 | 9,659 | 134,934 | 233,757 | 730,576 |
| 23,076 | - | - | 18,642 | 71,763 |
| 113,597 | 9,659 | 134,934 | 252,399 | 802,339 |

City of Bettendorf, Iowa

Combining Statement of Net Position (Continued)
Nonmajor Enterprise Funds
June 30, 2021

| | Recycling/Solid Waste Management | Palmer Hills Golf Course |
|--|--|-----------------------------|
| Liabilities | | |
| Current liabilities: | | |
| Accounts payable | \$ 164,459 | \$ 251,318 |
| Compensated absences | 18,834 | 8,769 |
| Accrued liabilities | 53,691 | 51,882 |
| Due to other governments | 7,845 | 6,704 |
| Contracts payable | - | 43,210 |
| Unearned revenue | - | - |
| Total current liabilities | 244,829 | 361,883 |
| Noncurrent liabilities: | | |
| Compensated absences | 40,275 | 18,750 |
| Other post employment benefits liability | 39,653 | 36,118 |
| Net pension liability | 575,201 | 343,165 |
| Due to other governments | 392,106 | - |
| Total noncurrent liabilities | 1,047,235 | 398,033 |
| Total liabilities | 1,292,064 | 759,916 |
| Deferred Inflows of Resources | | |
| Pension related deferred inflows | 30,176 | 12,379 |
| Related to other postemployment benefits | 67,639 | 32,280 |
| | 97,815 | 44,659 |
| Net Position | | |
| Net investment in capital assets | 1,567,570 | 4,916,519 |
| Unrestricted (deficit) | 2,251,685 | (339,513) |
| Total net position | \$ 3,819,255 | \$ 4,577,006 |

| Life Fitness Center | | Aquatic Center | | Transit | | Family Museum of Arts & Science | | Total | |
|---------------------|-----------|----------------|-----------|---------|-----------|---------------------------------|-----------|-------|------------|
| \$ | 61,384 | \$ | 72,314 | \$ | 43,046 | \$ | 10,598 | \$ | 603,119 |
| | 10,147 | | 1,372 | | 9,629 | | 30,933 | | 79,684 |
| | 77,862 | | 41,008 | | 22,159 | | 67,545 | | 314,147 |
| | 4,558 | | 6,218 | | - | | (499) | | 24,826 |
| | - | | - | | - | | - | | 43,210 |
| | 63,299 | | - | | - | | - | | 63,299 |
| | 217,250 | | 120,912 | | 74,834 | | 108,577 | | 1,128,285 |
| | | | | | | | | | |
| | 21,698 | | 2,933 | | 20,591 | | 66,146 | | 170,393 |
| | 22,852 | | - | | - | | 58,842 | | 157,465 |
| | 295,026 | | 38,901 | | 506,045 | | 930,201 | | 2,688,539 |
| | - | | - | | - | | - | | 392,106 |
| | 339,576 | | 41,834 | | 526,636 | | 1,055,189 | | 3,408,503 |
| | | | | | | | | | |
| | 556,826 | | 162,746 | | 601,470 | | 1,163,766 | | 4,536,788 |
| | | | | | | | | | |
| | 5,391 | | 1,673 | | 16,991 | | 56,973 | | 123,583 |
| | 28,749 | | - | | - | | 51,790 | | 180,458 |
| | 34,140 | | 1,673 | | 16,991 | | 108,763 | | 304,041 |
| | | | | | | | | | |
| | 2,101,811 | | 1,218,371 | | 265,245 | | 3,330,232 | | 13,399,748 |
| | (305,208) | | (24,166) | | (228,763) | | (861,791) | | 492,244 |
| | | | | | | | | | |
| \$ | 1,796,603 | \$ | 1,194,205 | \$ | 36,482 | \$ | 2,468,441 | \$ | 13,891,992 |

City of Bettendorf, Iowa

**Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
Year Ended June 30, 2021**

| | Recycling/Solid Waste Management | Palmer Hills Golf Course |
|--|--|-----------------------------|
| Operating revenues: | | |
| Charges for services | \$ 3,141,188 | \$ 1,086,937 |
| Other, primarily concessions | 304 | 491,706 |
| Total operating revenues | 3,141,492 | 1,578,643 |
| Operating expenses: | | |
| Salaries and benefits | 1,137,380 | 860,792 |
| Supplies and services | 1,112,868 | 695,454 |
| Depreciation | 472,514 | 291,335 |
| Total operating expenses | 2,722,762 | 1,847,581 |
| Operating income (loss) | 418,730 | (268,938) |
| Nonoperating revenues (expenses): | | |
| Intergovernmental | - | - |
| Investment earnings | 3,001 | (209) |
| Interest and bond issuance expense | (3,988) | - |
| Amortization | 2,208 | - |
| Total nonoperating revenues (expenses) | 1,221 | (209) |
| Income (loss) before capital grants and contributions and transfers | 419,951 | (269,147) |
| Capital grants | - | - |
| Transfers in | - | 143,372 |
| Changes in net position | 419,951 | (125,775) |
| Net position, beginning | 3,399,304 | 4,702,781 |
| Net position, ending | \$ 3,819,255 | \$ 4,577,006 |

| Life Fitness Center | Aquatic Center | Transit | Family Museum of Arts & Science | Total |
|---------------------|----------------|-------------|--|---------------|
| \$ 934,346 | \$ 143,692 | \$ 37,829 | \$ 615,183 | \$ 5,959,175 |
| 11,668 | 24,604 | 18,360 | 571 | 547,213 |
| 946,014 | 168,296 | 56,189 | 615,754 | 6,506,388 |
| 712,671 | 165,542 | 558,791 | 1,602,733 | 5,037,909 |
| 620,144 | 166,172 | 514,058 | 322,585 | 3,431,281 |
| 85,582 | 169,195 | 111,841 | 375,544 | 1,506,011 |
| 1,418,397 | 500,909 | 1,184,690 | 2,300,862 | 9,975,201 |
| (472,383) | (332,613) | (1,128,501) | (1,685,108) | (3,468,813) |
| - | - | 966,949 | - | 966,949 |
| - | - | (1,342) | 490 | 1,940 |
| - | - | - | - | (3,988) |
| - | - | - | - | 2,208 |
| - | - | 965,607 | 490 | 967,109 |
| (472,383) | (332,613) | (162,894) | (1,684,618) | (2,501,704) |
| - | - | 12,800 | - | 12,800 |
| 329,349 | 163,332 | 56,506 | 1,294,361 | 1,986,920 |
| (143,034) | (169,281) | (93,588) | (390,257) | (501,984) |
| 1,939,637 | 1,363,486 | 130,070 | 2,858,698 | 14,393,976 |
| \$ 1,796,603 | \$ 1,194,205 | \$ 36,482 | \$ 2,468,441 | \$ 13,891,992 |

City of Bettendorf, Iowa

**Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2021**

| | Recycling/Solid Waste Management | Palmer Hills Golf Course |
|---|--|-----------------------------|
| Cash flows from operating activities: | | |
| Receipts from customers and users | \$ 3,002,145 | \$ 1,083,447 |
| Receipts from other operating revenue | 304 | 491,706 |
| Payments to suppliers | (1,081,463) | (660,234) |
| Payments to employees | (1,095,902) | (818,324) |
| Net cash provided by (used in) operating activities | 825,084 | 96,595 |
| Cash flows from noncapital financing activities: | | |
| Intergovernmental | - | - |
| (Payments of) interfund accounts | - | - |
| Transfers in | - | 143,372 |
| Net cash provided by noncapital financing activities | - | 143,372 |
| Cash flows from capital and related financing activities: | | |
| Purchase of capital assets | (89,168) | (688,456) |
| Payment on debt | (145,000) | - |
| Interest (paid) on debt | (4,351) | - |
| Net cash (used in) capital and related financing activities | (238,519) | (688,456) |
| Cash flows from investing activities, interest received | 3,231 | 201 |
| Net increase (decrease) in cash and cash equivalents | 589,796 | (448,288) |
| Cash and cash equivalents: | | |
| Beginning | 1,679,144 | 758,317 |
| Ending | <u>\$ 2,268,940</u> | <u>\$ 310,029</u> |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | |
| Operating income (loss) | \$ 418,730 | \$ (268,938) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | |
| Depreciation | 472,514 | 291,335 |
| Change in assets and liabilities: | | |
| Receivables and special assessments | (139,043) | (3,490) |
| Accounts payable | 111,450 | 35,758 |
| Compensated absences and accrued liabilities | (4,090) | 9,921 |
| Other post employment benefits liability | (32,820) | (10,235) |
| Change in assets and liabilities: | | |
| In net pension liability | 118,919 | 90,401 |
| In due to other governments | (80,045) | (538) |
| In deferred outflows of resources | (9,045) | (7,048) |
| In deferred inflows of resources | (31,486) | (40,571) |
| Unearned revenue | - | - |
| Net cash provided by (used in) operating activities | \$ 825,084 | \$ 96,595 |
| Schedule of noncash items, capital and related financing activities, acquisition of capital assets through contracts payable or due to other government | \$ - | \$ 194,036 |

| Life Fitness Center | Aquatic Center | Transit | Family Museum of Arts & Science | Total |
|---------------------|----------------|----------------|--|----------------|
| \$ 929,292 | \$ 138,318 | \$ 32,629 | \$ 609,023 | \$ 5,794,854 |
| 11,668 | 24,604 | 18,360 | 571 | 547,213 |
| (617,146) | (133,372) | (487,864) | (330,824) | (3,310,903) |
| (627,695) | (123,758) | (537,556) | (1,550,294) | (4,753,529) |
| (303,881) | (94,208) | (974,431) | (1,271,524) | (1,722,365) |
| - | - | 1,180,804 | - | 1,180,804 |
| - | - | (137,509) | - | (137,509) |
| 329,349 | 163,332 | 56,506 | 1,294,361 | 1,986,920 |
| 329,349 | 163,332 | 1,099,801 | 1,294,361 | 3,030,215 |
| (13,304) | (23,725) | - | - | (814,653) |
| - | - | - | - | (145,000) |
| - | - | - | - | (4,351) |
| (13,304) | (23,725) | - | - | (964,004) |
| - | - | - | 389 | 3,821 |
| 12,164 | 45,399 | 125,370 | 23,226 | 347,667 |
| 137,836 | 79,601 | - | 124,980 | 2,779,878 |
| \$ 150,000 | \$ 125,000 | \$ 125,370 | \$ 148,206 | \$ 3,127,545 |
| \$ (472,383) | \$ (332,613) | \$ (1,128,501) | \$ (1,685,108) | \$ (3,468,813) |
| 85,582 | 169,195 | 111,841 | 375,544 | 1,506,011 |
| (9,328) | (5,374) | (5,200) | (6,160) | (168,595) |
| 1,311 | 27,101 | 27,773 | (7,586) | 195,807 |
| 58,646 | 37,907 | 2,695 | (8,515) | 96,564 |
| (13,081) | - | - | (16,187) | (72,323) |
| 68,499 | 11,485 | 54,918 | 173,200 | 517,422 |
| 1,687 | 5,699 | (1,579) | (653) | (75,429) |
| (3,090) | (753) | (3,600) | (12,466) | (36,002) |
| (25,998) | (6,855) | (32,778) | (83,593) | (221,281) |
| 4,274 | - | - | - | 4,274 |
| \$ (303,881) | \$ (94,208) | \$ (974,431) | \$ (1,271,524) | \$ (1,722,365) |
| \$ - | \$ - | \$ - | \$ - | \$ 194,036 |

Internal Service Funds

Employee Health Insurance Fund: To account for the health insurance premiums and claims for all City employees.

Risk Management Fund: To account for the general liability, worker's compensation and property insurance for the City.

Municipal Garage Fund: To account for the maintenance cost related to the vehicles and equipment of the City.

Information Services Fund: To account for the operating costs to provide information and technology services to City-wide users. Services include maintenance of computer hardware and software, user training and support, disaster planning and recovery, telecommunications and GIS (Geographic Information System) development.

City of Bettendorf, Iowa

**Combining Statement of Net Position
Internal Service Funds
June 30, 2021**

| | Employee Health Insurance | Risk Management | Municipal Garage | Information Services | Total |
|---|---------------------------------|--------------------|---------------------|-------------------------|---------------------|
| Assets | | | | | |
| Current assets: | | | | | |
| Cash and investments | \$ 1,802,175 | \$ 1,024,057 | \$ 647,466 | \$ 557,276 | \$ 4,030,974 |
| Receivables: | | | | | |
| Accounts | 49,019 | 1,595 | 302 | - | 50,916 |
| Accrued interest | 944 | 578 | 254 | 232 | 2,008 |
| Prepaid items | - | - | - | 6,305 | 6,305 |
| Due from other funds | - | 3,375 | - | - | 3,375 |
| Total current assets | 1,852,138 | 1,029,605 | 648,022 | 563,813 | 4,093,578 |
| Noncurrent assets: | | | | | |
| Capital assets: | | | | | |
| Nondepreciable, land | - | - | 43,609 | - | 43,609 |
| Depreciable: | | | | | |
| Buildings and structures | - | - | 423,461 | - | 423,461 |
| Equipment and vehicles | - | - | 560,904 | - | 560,904 |
| Accumulated depreciation | - | - | (925,279) | - | (925,279) |
| Total noncurrent assets | - | - | 102,695 | - | 102,695 |
| Total assets | 1,852,138 | 1,029,605 | 750,717 | 563,813 | 4,196,273 |
| Deferred Outflows of Resources | | | | | |
| Pension related deferred outflows | - | - | 115,074 | 102,831 | 217,905 |
| Related to other postemployment benefits | - | - | 8,864 | 23,711 | 32,575 |
| Total deferred outflows or resources | - | - | 123,938 | 126,542 | 250,480 |
| Liabilities | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | - | 80,740 | 93,645 | 6,438 | 180,823 |
| Claims payable | 454,960 | - | - | - | 454,960 |
| Compensated absences | - | - | 35,006 | 37,319 | 72,325 |
| Accrued liabilities | - | - | 21,648 | 26,704 | 48,352 |
| Total current liabilities | 454,960 | 80,740 | 150,299 | 70,461 | 756,460 |
| Noncurrent liabilities: | | | | | |
| Compensated absences | - | - | - | - | - |
| Other postemployment benefits liability | - | - | 46,437 | 87,323 | 133,760 |
| Net pension liability | - | - | 419,204 | 387,249 | 806,453 |
| Total noncurrent liabilities | - | - | 465,641 | 474,572 | 940,213 |
| Total liabilities | 454,960 | 80,740 | 615,940 | 545,033 | 1,696,673 |
| Deferred Inflows of Resources | | | | | |
| Pension related deferred inflows | - | - | 41,997 | 28,722 | 70,719 |
| Related to other postemployment benefits | - | - | 23,951 | 48,267 | 72,218 |
| Total deferred inflows of resources | - | - | 65,948 | 76,989 | 142,937 |
| Net Position | | | | | |
| Investment in capital assets | - | - | 102,695 | - | 102,695 |
| Unrestricted | 1,397,178 | 948,865 | 90,072 | 68,333 | 2,504,448 |
| Total net position | \$ 1,397,178 | \$ 948,865 | \$ 192,767 | \$ 68,333 | \$ 2,607,143 |

City of Bettendorf, Iowa

**Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
Year Ended June 30, 2021**

| | Employee Health Insurance | Risk Management | Municipal Garage | Information Services | Total |
|--|---------------------------------|--------------------|---------------------|-------------------------|---------------------|
| Operating revenues: | | | | | |
| Charges for services | \$ 4,123,023 | \$ 1,032,623 | \$ 1,470,341 | \$ 932,790 | \$ 7,558,777 |
| Other | 114,638 | 113,797 | 5,812 | 16,386 | 250,633 |
| Total operating revenues | 4,237,661 | 1,146,420 | 1,476,153 | 949,176 | 7,809,410 |
| Operating expenses: | | | | | |
| Salaries and benefits, primarily claims expense | 2,214,910 | - | 608,677 | 628,053 | 3,451,640 |
| Supplies and services | 1,960,594 | 1,041,522 | 850,255 | 312,812 | 4,165,183 |
| Depreciation | - | - | 19,732 | - | 19,732 |
| Total operating expenses | 4,175,504 | 1,041,522 | 1,478,664 | 940,865 | 7,636,555 |
| Operating income (loss) | 62,157 | 104,898 | (2,511) | 8,311 | 172,855 |
| Nonoperating revenue, investment earnings | 2,390 | 1,671 | 854 | 826 | 5,741 |
| Income (loss) before transfers | 64,547 | 106,569 | (1,657) | 9,137 | 178,596 |
| Other financing sources (uses): | | | | | |
| Transfers in | - | - | - | 25,000 | 25,000 |
| Transfer out | - | (106,564) | - | - | (106,564) |
| Total other financing sources (uses) | - | (106,564) | - | 25,000 | (81,564) |
| Changes in net position | 64,547 | 5 | (1,657) | 34,137 | 97,032 |
| Net position, beginning | 1,332,631 | 948,860 | 194,424 | 34,196 | 2,510,111 |
| Net position, ending | \$ 1,397,178 | \$ 948,865 | \$ 192,767 | \$ 68,333 | \$ 2,607,143 |

City of Bettendorf, Iowa

**Combining Statement of Cash Flows
Internal Service Funds
Year Ended June 30, 2021**

| | Employee Health Insurance | Risk Management | Municipal Garage | Information Services | Total |
|---|---------------------------------|---------------------|---------------------|-------------------------|---------------------|
| Cash flows from operating activities: | | | | | |
| Receipts from customers and users | \$ 4,091,532 | \$ 1,043,015 | \$ 1,470,336 | \$ 932,790 | \$ 7,537,673 |
| Receipts from other operating revenue | 114,638 | 113,797 | 5,812 | 16,386 | 250,633 |
| Payments to suppliers | (1,960,594) | (1,003,213) | (816,136) | (321,720) | (4,101,663) |
| Payments to claimants | (2,232,397) | - | - | - | (2,232,397) |
| Payments to employees | - | - | (586,398) | (598,882) | (1,185,280) |
| Net cash provided by operating activities | 13,179 | 153,599 | 73,614 | 28,574 | 268,966 |
| Cash flows from noncapital financing activities: | | | | | |
| Payments of interfund accounts | - | (3,375) | - | - | (3,375) |
| Transfers in | - | - | - | 25,000 | 25,000 |
| Transfers out | - | (106,564) | - | - | (106,564) |
| Net cash provided by (used in) noncapital financing activities | - | (109,939) | - | 25,000 | (84,939) |
| Cash flows from investing activities, interest received | 2,992 | 1,813 | 864 | 1,003 | 6,672 |
| Net increase in cash and cash equivalents | 16,171 | 45,473 | 74,478 | 54,577 | 190,699 |
| Cash and cash equivalents: | | | | | |
| Beginning | 1,786,004 | 978,584 | 572,988 | 502,699 | 3,840,275 |
| Ending | <u>\$ 1,802,175</u> | <u>\$ 1,024,057</u> | <u>\$ 647,466</u> | <u>\$ 557,276</u> | <u>\$ 4,030,974</u> |
| Reconciliation of operating income (loss) to net cash provided by operating activities: | | | | | |
| Operating income (loss) | \$ 62,157 | \$ 104,898 | \$ (2,511) | \$ 8,311 | \$ 172,855 |
| Adjustments to reconcile operating (loss) to net cash provided by operating activities: | | | | | |
| Depreciation | - | - | 19,732 | - | 19,732 |
| Change in assets and liabilities: | | | | | |
| Receivables and due from other governments | (31,491) | 10,392 | (5) | - | (21,104) |
| Accounts payable and due to other governments | - | 38,309 | 34,119 | (8,908) | 63,520 |
| Claims payable | (17,487) | - | - | - | (17,487) |
| Compensated absences and accrued liabilities | - | - | (3,608) | 3,679 | 71 |
| Other postemployment benefits liability | - | - | 3,097 | (3,523) | (426) |
| Change in assets and liabilities: | | | | | |
| In net pension liability | - | - | 63,650 | 67,944 | 131,594 |
| In deferred outflows of resources | - | - | (7,170) | (8,246) | (15,416) |
| In deferred inflows of resources | - | - | (33,690) | (30,683) | (64,373) |
| Net cash provided by operating activities | \$ 13,179 | \$ 153,599 | \$ 73,614 | \$ 28,574 | \$ 268,966 |

Fiduciary Fund Types

Custodial Funds: To account for assets that the City holds for others in a custodial capacity. The City has the following custodial funds:

Explorer Special Events: To account for money received through donations for the Boy Scout Explorers program related to special events.

Police Property Account Fund: To account for money in inmates' possession at time of arrest and money held as evidence for investigations.

City of Bettendorf, Iowa

**Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2021**

| | Police Property Account | Explorers Special Events | Total |
|-------------------------------------|----------------------------|-----------------------------|-----------|
| Assets | | | |
| Cash and investments | \$ 88,688 | \$ 1,911 | \$ 90,599 |
| Net Position | | | |
| Restricted for: other organizations | \$ 88,688 | \$ 1,911 | \$ 90,599 |

City of Bettendorf, Iowa

**Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
Year Ended June 30, 2021**

| | Police Property Account | Explorers Special Events | Total |
|--------------------------------------|----------------------------|-----------------------------|-----------|
| Additions | | | |
| Contributions | \$ 38,078 | \$ - | \$ 38,078 |
| Net change in fiduciary net position | 38,078 | - | 38,078 |
| Net position, beginning, as restated | 50,610 | 1,911 | 52,521 |
| Net position, ending | \$ 88,688 | \$ 1,911 | \$ 90,599 |

City of Bettendorf, Iowa

Statistical Section Contents

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.

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|--|-----------|
| Financial Trends | |
| These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time. | 109 - 130 |
| Revenue Capacity | |
| These schedules contain information to help the reader assess the City's most significant local revenue sources, the property tax (or sales tax). | 141 - 137 |
| Debt Capacity | |
| 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. | 138 - 144 |
| Demographic and Economic Information | |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. | 145 - 146 |
| Operating Information | |
| 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. | 147- 151 |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

City of Bettendorf, Iowa

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

| | Fiscal Year | | | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2012 | 2013 | 2014 | 2015 |
| Governmental activities: | | | | |
| Net investment in capital assets | \$ 58,511,165 | \$ 63,012,236 | \$ 65,182,580 | \$ 64,332,256 |
| Restricted | 9,140,403 | 4,734,224 | 6,463,660 | 2,861,379 |
| Unrestricted | 5,113,400 | 5,854,707 | 3,864,280 | (5,616,893) |
| Total governmental activities net position | \$ 72,764,968 | \$ 73,601,167 | \$ 75,510,520 | \$ 61,576,742 |
| Business-type activities: | | | | |
| Net investment in capital assets | \$ 36,793,296 | \$ 36,205,459 | \$ 38,104,581 | \$ 50,485,447 |
| Restricted | - | - | - | - |
| Unrestricted | 6,240,314 | 6,834,797 | 6,986,511 | 1,893,503 |
| Total business-type activities net position | \$ 43,033,610 | \$ 43,040,256 | \$ 45,091,092 | \$ 52,378,950 |
| Primary government: | | | | |
| Net investment in capital assets | \$ 95,304,461 | \$ 99,217,695 | \$ 103,287,161 | \$ 114,817,703 |
| Restricted | 9,140,403 | 4,734,224 | 6,463,660 | 2,861,379 |
| Unrestricted | 11,353,714 | 12,689,504 | 10,850,791 | (3,723,390) |
| Total primary government net position | \$ 115,798,578 | \$ 116,641,423 | \$ 120,601,612 | \$ 113,955,692 |

| Fiscal Year | | | | | | | | | | | |
|-------------|-------------|------|-------------|------|-------------|------|-------------|------|-------------|------|--------------------|
| 2016 | | 2017 | | 2018 | | 2019 | | 2020 | | 2021 | |
| \$ | 58,666,361 | \$ | 62,970,971 | \$ | 70,237,550 | \$ | 70,503,221 | \$ | 65,430,863 | \$ | 79,428,885 |
| | 6,278,668 | | 16,335,003 | | 1,199,443 | | 1,556,795 | | 1,986,456 | | 4,357,903 |
| | 4,023,191 | | (4,821,812) | | (4,614,303) | | (2,729,382) | | 4,637,216 | | 612,104 |
| <hr/> | | | | | | | | | | | |
| \$ | 68,968,220 | \$ | 74,484,162 | \$ | 66,822,690 | \$ | 69,330,634 | \$ | 72,054,535 | \$ | 84,398,892 |
| <hr/> | | | | | | | | | | | |
| \$ | 48,330,033 | \$ | 50,473,700 | \$ | 56,402,783 | \$ | 58,489,102 | \$ | 58,489,102 | \$ | 61,099,915 |
| | - | | - | | - | | - | | - | | |
| | 5,663,942 | | 3,675,023 | | 767,723 | | 414,156 | | 3,551,413 | | 3,094,892 |
| <hr/> | | | | | | | | | | | |
| \$ | 53,993,975 | \$ | 54,148,723 | \$ | 57,170,506 | \$ | 58,903,258 | \$ | 62,040,515 | \$ | 64,194,807 |
| <hr/> | | | | | | | | | | | |
| \$ | 106,996,394 | \$ | 113,444,671 | \$ | 126,640,333 | \$ | 128,992,323 | \$ | 123,919,965 | \$ | 140,528,800 |
| | 6,278,668 | | 16,335,003 | | 1,199,443 | | 1,556,795 | | 1,986,456 | | 4,357,903 |
| | 9,687,133 | | (1,146,789) | | (3,846,580) | | (2,315,226) | | 8,188,629 | | 3,706,996 |
| <hr/> | | | | | | | | | | | |
| \$ | 122,962,195 | \$ | 128,632,885 | \$ | 123,993,196 | \$ | 128,233,892 | \$ | 134,095,050 | \$ | 148,593,699 |
| <hr/> | | | | | | | | | | | |

City of Bettendorf, Iowa

**Changes In Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)**

| | Fiscal Year | | |
|--|-------------------|-------------------|-------------------|
| | 2012 | 2013 | 2014 |
| Expenses: | | | |
| Governmental activities: | | | |
| Public safety | \$ 10,097,643 | \$ 10,929,229 | \$ 11,439,650 |
| Public works | 8,118,410 | 8,623,929 | 9,819,611 |
| Culture and recreation | 5,050,752 | 4,919,241 | 5,447,349 |
| Community and economic development | 2,663,665 | 2,542,574 | 2,110,720 |
| General government | 4,004,959 | 3,958,233 | 4,030,857 |
| Interest and bond issuance costs on long-term debt | 3,018,316 | 3,294,252 | 3,487,741 |
| Total governmental activities expenses | 32,953,745 | 34,267,458 | 36,335,928 |
| Business-type activities: | | | |
| Sewer utility | 3,421,107 | 3,653,914 | 3,806,326 |
| Family Museum of Arts & Science | 1,910,145 | 2,123,336 | 2,195,838 |
| Aquatic Center | 573,613 | 521,347 | 524,573 |
| Recycling/solid waste management | 1,886,757 | 1,969,461 | 1,948,548 |
| Palmer Hills Golf Course | 1,151,787 | 1,243,073 | 1,287,941 |
| Life Fitness Center | 862,185 | 890,368 | 892,284 |
| Stormwater utility | 858,967 | 970,022 | 1,140,926 |
| Transit | 1,702,699 | 1,622,843 | 1,805,636 |
| QC Waterfront Convention Center | 3,789,859 | 3,486,068 | 2,560,146 |
| Riverfront Circulator | 442,905 | 457,026 | 255,387 |
| Total business-type activities expenses | 16,600,024 | 16,937,458 | 16,417,605 |
| Total primary government expenses | 49,553,769 | 51,204,916 | 52,753,533 |
| Program revenue: | | | |
| Governmental activities: | | | |
| Charges for services: | | | |
| Public safety | 14,620 | 31,800 | 46,449 |
| Public works | 18,041 | 31,423 | 253,091 |
| Culture and recreation | 307,544 | 319,376 | 343,897 |
| Community and economic development | 659,703 | 701,725 | 842,904 |
| General government | 138,567 | 125,982 | 160,156 |
| Operating grants and contributions: | | | |
| Public safety | 332,609 | 557,885 | 378,498 |
| Public works | 3,174,925 | 3,270,698 | 3,301,098 |
| Culture and recreation | 41,941 | 81,495 | 251,019 |
| Community and economic development | 297,095 | 410,450 | 4,878 |
| Capital grants and contributions: | | | |
| Public safety | 125,000 | 125,000 | - |
| Public works | 2,466,192 | 1,253,670 | 2,205,448 |
| Culture and recreation | - | 45,000 | - |
| Total governmental activities program revenue | 7,576,237 | 6,954,504 | 7,787,438 |

(Continued)

| Fiscal Year | | | | | | |
|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| \$ 13,462,312 | \$ 12,543,630 | \$ 10,308,670 | \$ 14,143,616 | \$ 13,701,678 | \$ 14,403,490 | \$ 15,317,961 |
| 10,158,135 | 8,788,179 | 9,560,858 | 14,240,888 | 10,531,613 | 11,990,291 | 10,286,994 |
| 6,364,557 | 6,242,020 | 6,945,367 | 6,948,202 | 6,062,521 | 6,355,554 | 6,046,989 |
| 1,988,197 | 3,125,424 | 3,561,133 | 8,692,284 | 3,583,853 | 3,366,053 | 3,322,386 |
| 3,906,448 | 4,517,072 | 4,669,001 | 5,473,611 | 5,639,756 | 5,517,223 | 5,170,014 |
| 3,608,953 | 2,898,744 | 4,032,882 | 3,789,231 | 3,876,604 | 3,672,153 | 3,774,003 |
| 39,488,602 | 38,115,069 | 39,077,911 | 53,287,832 | 43,396,025 | 45,304,764 | 43,918,347 |
| 4,076,996 | 4,175,810 | 3,892,486 | 4,296,648 | 4,088,770 | 4,188,323 | 4,352,277 |
| 2,237,293 | 2,233,464 | 2,593,342 | 2,471,023 | 2,522,173 | 2,574,175 | 2,310,937 |
| 511,346 | 521,922 | 567,973 | 612,807 | 568,819 | 468,970 | 503,046 |
| 2,022,601 | 2,131,434 | 2,573,966 | 2,566,832 | 2,490,956 | 2,718,815 | 2,732,133 |
| 1,319,759 | 1,398,975 | 1,452,546 | 1,522,317 | 1,505,908 | 1,605,589 | 1,850,756 |
| 847,188 | 920,097 | 974,295 | 1,014,959 | 965,687 | 904,204 | 1,421,925 |
| 1,380,716 | 1,575,013 | 1,522,994 | 1,634,266 | 1,568,852 | 1,821,608 | 1,860,642 |
| 1,873,737 | 2,243,615 | 2,124,129 | 1,247,257 | 1,182,385 | 1,216,936 | 1,188,134 |
| 3,173,119 | 2,839,143 | 2,865,496 | 2,789,817 | 2,824,550 | 1,986,489 | 1,416,056 |
| 201,813 | 170,941 | - | - | - | - | - |
| 17,644,568 | 18,210,414 | 18,567,227 | 18,155,926 | 17,718,100 | 17,485,109 | 17,635,906 |
| 57,133,170 | 56,325,483 | 57,645,138 | 71,443,758 | 61,114,125 | 62,789,873 | 61,554,253 |
| 69,455 | 71,864 | 59,673 | 37,948 | 31,107 | 28,919 | 20,121 |
| 42,019 | 54,333 | 40,199 | 39,378 | 9,145 | 20,612 | 22,859 |
| 404,318 | 468,872 | 467,134 | 469,380 | 481,433 | 369,364 | 156,159 |
| 757,368 | 1,049,635 | 748,213 | 1,104,113 | 1,118,988 | 1,562,412 | 1,760,349 |
| 120,173 | 268,556 | 463,519 | 209,771 | 402,917 | 362,448 | 542,167 |
| 476,446 | 369,136 | 603,969 | 246,558 | 317,477 | 530,052 | 1,821,930 |
| 3,579,255 | 4,072,520 | 4,244,895 | 4,124,593 | 4,317,269 | 4,485,241 | 4,962,801 |
| 125,040 | 102,361 | 111,699 | 222,836 | 104,579 | 95,377 | 85,977 |
| 2,796 | 105,016 | 1,309 | 130 | 482 | - | - |
| 362,822 | - | 118,978 | 281,789 | - | 3,148 | 30,695 |
| 1,707,394 | 4,734,764 | 4,924,829 | 4,298,592 | 1,001,009 | 1,897,608 | 3,322,549 |
| - | - | - | - | 150,000 | - | - |
| 7,647,086 | 11,297,057 | 11,784,417 | 11,035,088 | 7,934,406 | 9,355,181 | 12,725,607 |

City of Bettendorf, Iowa

Changes In Net Position (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

| | Fiscal Year | | |
|--|---------------------|---------------------|---------------------|
| | 2012 | 2013 | 2014 |
| Business-type activities: | | | |
| Charges for services: | | | |
| Sewer utility | \$ 2,826,626 | \$ 3,022,433 | \$ 3,270,356 |
| Family Museum of Arts & Science | 757,003 | 883,212 | 931,903 |
| Aquatic Center | 285,448 | 226,668 | 233,828 |
| Recycling/solid waste management | 1,851,851 | 1,929,796 | 2,025,807 |
| Palmer Hills Golf Course | 583,287 | 633,710 | 685,979 |
| Life Fitness Center | 624,097 | 631,471 | 626,722 |
| Stormwater utility | 841,178 | 986,391 | 1,146,951 |
| Transit | 109,321 | 116,326 | 130,736 |
| QC Waterfront Convention Center | 1,903,511 | 2,268,742 | 1,956,209 |
| Riverfront Circulator | 29,223 | 26,150 | 13,890 |
| Operating grants and contributions: | | | |
| Family Museum of Arts & Science | 85,335 | 25,745 | 97,005 |
| Stormwater utility | - | - | - |
| Transit | 754,807 | 587,559 | 700,155 |
| QC Waterfront Convention Center | 736,036 | 128,552 | 244,544 |
| Riverfront Circulator | 142,730 | 142,962 | 61,157 |
| Capital grants and contributions: | | | |
| Sewer utility | 627,175 | 704,148 | 1,199,603 |
| Family Museum of Arts & Science | 172,422 | 379,578 | 136,500 |
| Stormwater utility | 442,117 | 582,447 | 728,077 |
| Transit | - | - | 35,607 |
| QC Waterfront Convention Center | 200,908 | 214,068 | 200,320 |
| Total business-type activities program revenues | 12,973,075 | 13,489,958 | 14,425,349 |
| Total primary government program revenues | 20,549,312 | 20,444,462 | 22,212,787 |
| Net (expense) revenue: | | | |
| Governmental activities | (25,377,508) | (27,312,954) | (28,548,490) |
| Business-type activities | (3,626,949) | (3,447,500) | (1,992,256) |
| Total primary government net expense | (29,004,457) | (30,760,454) | (30,540,746) |
| General revenues and other changes in net position: | | | |
| Governmental activities: | | | |
| Taxes: | | | |
| Property taxes | 20,783,927 | 22,230,452 | 22,782,593 |
| Tax increment financing taxes | 2,318,400 | 2,069,141 | 2,027,720 |
| Local option sales taxes | 4,723,721 | 4,654,166 | 4,825,170 |
| Other taxes | 1,494,993 | 1,531,730 | 1,466,228 |
| Gaming tax | 1,608,845 | 1,582,204 | 1,490,407 |
| Franchise tax | 374,108 | 368,550 | 356,342 |
| State replacement tax credits | 22,471 | 27,692 | 27,458 |
| State shared revenues, unrestricted | 55,985 | 55,721 | 54,157 |
| Investment earnings | 487,267 | (67,319) | 451,913 |
| Gain (loss) on sale of capital assets | 35,581 | 9,887 | 31,248 |
| Miscellaneous | 539,840 | 381,276 | 486,672 |
| Transfers | (5,484,966) | (3,522,123) | (3,542,065) |
| Total governmental activities | 26,960,172 | 29,321,377 | 30,457,843 |

(Continued)

| Fiscal Year | | | | | | |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| \$ 3,210,889 | \$ 3,629,277 | \$ 3,848,469 | \$ 4,137,134 | \$ 4,216,491 | \$ 4,544,685 | \$ 4,922,281 |
| 978,252 | 1,007,137 | 1,088,621 | 1,114,515 | 1,107,986 | 807,362 | 615,183 |
| 226,983 | 258,556 | 241,181 | 249,667 | 236,994 | 119,080 | 143,692 |
| 2,242,778 | 2,336,092 | 2,540,393 | 2,680,330 | 2,841,727 | 2,949,792 | 3,141,188 |
| 711,286 | 705,407 | 733,942 | 689,553 | 735,622 | 836,577 | 1,086,937 |
| 614,472 | 596,331 | 601,544 | 568,611 | 599,579 | 491,904 | 934,346 |
| 1,401,982 | 1,559,089 | 1,802,929 | 1,985,799 | 2,199,211 | 2,387,180 | 2,422,214 |
| 133,728 | 123,631 | 80,821 | 61,409 | 56,230 | 49,461 | 37,829 |
| 2,215,470 | 1,765,372 | 2,137,287 | 2,128,088 | 2,212,956 | 1,383,993 | 610,905 |
| 10,355 | 6,756 | - | - | - | - | - |
| 31,915 | 75,875 | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 778,368 | 1,005,190 | 756,895 | 442,430 | 422,279 | 670,171 | 966,949 |
| 9,546,596 | 309,031 | 25,000 | - | - | - | - |
| 41,718 | - | - | - | - | - | - |
| 560,855 | 1,961,855 | 158,680 | 1,031,009 | 658,479 | 1,236,895 | 1,269,569 |
| - | - | - | - | - | 425,000 | - |
| 373,904 | 1,364,495 | 88,170 | 687,339 | 377,736 | 567,986 | 573,193 |
| - | - | 457,184 | 18,600 | 12,800 | 12,800 | 12,800 |
| 124,406 | 148,820 | 182,488 | 200,603 | 191,405 | 129,184 | 133,332 |
| 23,203,957 | 16,852,914 | 14,743,604 | 15,995,087 | 15,869,495 | 16,612,070 | 16,870,418 |
| 30,851,043 | 28,149,971 | 26,528,021 | 27,030,175 | 23,803,901 | 25,967,251 | 29,596,025 |
| (31,841,516) | (26,818,012) | (27,293,494) | (42,252,744) | (35,461,619) | (35,949,583) | (31,192,740) |
| 5,559,389 | (1,357,500) | (3,809,623) | (2,160,839) | (1,848,605) | (873,039) | (765,488) |
| (26,282,127) | (28,175,512) | (31,103,117) | (44,413,583) | (37,310,224) | (36,822,622) | (31,958,228) |
| 23,638,814 | 24,287,444 | 25,743,279 | 26,629,516 | 28,171,852 | 29,373,989 | 30,836,310 |
| 1,879,402 | 1,702,858 | 1,322,127 | 1,363,399 | 1,551,494 | 1,698,854 | 2,539,017 |
| 5,001,620 | 4,895,090 | 5,349,144 | 5,066,724 | 5,081,508 | 5,675,947 | 7,178,870 |
| 1,594,097 | 1,618,392 | 1,612,433 | 1,583,100 | 1,576,339 | 1,522,652 | 1,568,547 |
| 1,454,053 | 1,498,906 | 1,664,117 | 1,492,279 | 1,419,072 | 1,100,492 | 1,573,500 |
| 357,545 | 352,028 | 341,554 | 319,143 | 328,981 | 328,719 | 313,144 |
| 407,637 | 784,633 | 686,447 | 675,252 | 655,886 | 678,581 | 645,364 |
| 37,114 | 96,516 | 74,083 | 37,420 | 82,447 | 162,431 | 82,351 |
| 334,932 | 560,109 | 237,049 | 487,694 | 1,155,844 | 744,725 | 240,143 |
| 132,948 | 52,326 | 137,291 | - | 661,577 | - | (137,892) |
| 1,035,032 | 636,306 | 490,925 | 1,261,989 | 106,578 | 706,811 | 684,663 |
| (3,540,376) | (2,275,118) | (3,155,075) | (4,325,244) | (2,822,015) | (3,319,717) | (1,986,920) |
| 32,332,818 | 34,209,490 | 34,503,374 | 34,591,272 | 37,969,563 | 38,673,484 | 43,537,097 |

City of Bettendorf, Iowa

Changes In Net Position (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

| | Fiscal Year | | |
|---------------------------------------|----------------------|----------------------|----------------------|
| | 2012 | 2013 | 2014 |
| Business-type activities: | | | |
| Investment earnings | \$ 117,586 | \$ (92,719) | \$ 92,759 |
| Gain (loss) on sale of capital assets | - | - | - |
| Miscellaneous | 514,174 | 482,231 | 408,268 |
| Transfers | 5,484,966 | 3,522,123 | 3,542,065 |
| Total business-type activities | 6,116,726 | 3,911,635 | 4,043,092 |
| Total primary government | \$ 33,076,898 | \$ 33,233,012 | \$ 34,500,935 |
| Changes in net position: | | | |
| Governmental activities | \$ 1,582,664 | \$ 2,008,423 | \$ 1,909,353 |
| Business-type activities | 2,489,777 | 464,135 | 2,050,836 |
| Total primary government | \$ 4,072,441 | \$ 2,472,558 | \$ 3,960,189 |

| Fiscal Year | | | | | | |
|---------------|---------------|---------------|----------------|---------------|---------------|---------------|
| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| \$ 50,248 | \$ 121,842 | \$ 43,745 | \$ 91,242 | \$ 223,495 | \$ 170,857 | \$ 24,775 |
| 18,201 | 73,417 | 8,936 | 296,937 | 475,285 | 7,970 | - |
| 389,447 | 502,921 | 758,700 | 469,199 | 60,562 | 511,752 | 908,085 |
| 3,540,376 | 2,275,118 | 3,155,075 | 4,325,244 | 2,822,015 | 3,319,717 | 1,986,920 |
| 3,998,272 | 2,973,298 | 3,966,456 | 5,182,622 | 3,581,357 | 4,010,296 | 2,919,780 |
| \$ 36,331,090 | \$ 37,182,788 | \$ 38,469,830 | \$ 39,773,894 | \$ 41,550,920 | \$ 42,683,780 | \$ 46,456,877 |
| | | | | | | |
| \$ 491,302 | \$ 7,391,478 | \$ 7,209,880 | \$ (7,661,472) | \$ 2,507,944 | \$ 2,723,901 | \$ 12,344,357 |
| 9,557,661 | 1,615,798 | 156,833 | 3,021,783 | 1,732,752 | 3,137,257 | 2,154,292 |
| \$ 10,048,963 | \$ 9,007,276 | \$ 7,366,713 | \$ (4,639,689) | \$ 4,240,696 | \$ 5,861,158 | \$ 14,498,649 |

City of Bettendorf, Iowa

**Program Revenues By Function/Program
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)**

| Program/Functions | Program Revenues | | |
|---------------------------------------|----------------------|---------------------------------------|-------------------------------------|
| | Fiscal Year | | |
| | 2012 | | |
| | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental activities: | | | |
| Public safety | \$ 14,620 | \$ 332,609 | \$ 125,000 |
| Public works | 18,041 | 3,174,925 | 2,466,192 |
| Culture and recreation | 307,544 | 41,941 | - |
| Community and economic development | 659,703 | 297,095 | - |
| General government | 138,567 | - | - |
| Interest on long-term debt | - | - | - |
| Total governmental activities | 1,138,475 | 3,846,570 | 2,591,192 |
| Business-type activities: | | | |
| Sewer utility | 2,826,626 | - | 627,175 |
| Family Museum of Arts & Science | 757,003 | 85,335 | 172,422.00 |
| Aquatic Center | 285,448 | - | - |
| Recycling/solid waste management | 1,851,851 | - | - |
| Palmer Hills Golf Course | 583,287 | - | - |
| Life Fitness Center | 624,097 | - | - |
| Stormwater utility | 841,178 | - | 442,117 |
| Transit | 109,321 | 754,807 | - |
| Downtown Event Center | 1,903,511 | 736,036 | 200,908 |
| Riverfront Circulator | 29,223.00 | 142,730.00 | - |
| Total business-type activities | 9,811,545 | 1,718,908 | 1,442,622 |
| Total primary government | \$ 10,950,020 | \$ 5,565,478 | \$ 4,033,814 |

(Continued)

| Program Revenues | | | Program Revenues | | |
|----------------------|---------------------------------------|-------------------------------------|----------------------|---------------------------------------|-------------------------------------|
| Fiscal Year | | | Fiscal Year | | |
| 2013 | | | 2014 | | |
| Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| \$ 31,800 | \$ 557,885 | \$ 125,000 | \$ 46,449 | \$ 378,498 | \$ - |
| 31,423 | 3,270,698 | 1,253,670 | 253,091 | 3,301,098 | 2,205,448 |
| 319,376 | 81,495 | 45,000 | 343,897 | 251,019 | - |
| 701,725 | 410,450 | - | 842,904 | 4,878 | - |
| 125,982 | - | - | 160,156 | - | - |
| - | - | - | - | - | - |
| 1,210,306 | 4,320,528 | 1,423,670 | 1,646,497 | 3,935,493 | 2,205,448 |
| 3,022,433 | - | 704,148 | 3,270,356 | - | 1,199,603 |
| 883,212 | 25,745 | 379,578.00 | 931,903 | 97,005 | 136,500 |
| 226,668 | - | - | 233,828 | - | - |
| 1,929,796 | - | - | 2,025,807 | - | - |
| 633,710 | - | - | 685,979 | - | - |
| 631,471 | - | - | 626,722 | - | - |
| 986,391 | - | 582,447 | 1,146,951 | - | 728,077 |
| 116,326 | 587,559 | - | 130,736 | 700,155 | 35,607 |
| 2,268,742 | 128,552 | 214,068 | 1,956,209 | 244,544 | 200,320 |
| 26,150.00 | 142,962.00 | - | 13,890 | 61,157 | - |
| 10,724,899 | 884,818 | 1,880,241 | 11,022,381 | 1,102,861 | 2,300,107 |
| \$ 11,935,205 | \$ 5,205,346 | \$ 3,303,911 | \$ 12,668,878 | \$ 5,038,354 | \$ 4,505,555 |

City of Bettendorf, Iowa

Program Revenues by Function/Program (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

| Program/Functions | Program Revenues | | |
|---------------------------------------|----------------------|------------------------------------|----------------------------------|
| | Fiscal Year | | |
| | 2015 | | |
| | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental activities: | | | |
| Public safety | \$ 69,455 | \$ 476,446 | \$ 362,822 |
| Public works | 42,019 | 3,579,255 | 1,707,394 |
| Culture and recreation | 404,318 | 125,040 | - |
| Community and economic development | 757,368 | 2,796 | - |
| General government | 120,173 | - | - |
| Interest on long-term debt | - | - | - |
| Total governmental activities | 1,393,333 | 4,183,537 | 2,070,216 |
| Business-type activities: | | | |
| Sewer utility | 3,210,889 | - | 560,855 |
| Family Museum of Arts & Science | 978,252 | 31,915 | - |
| Aquatic Center | 226,983 | - | - |
| Recycling/solid waste management | 2,242,778 | - | - |
| Palmer Hills Golf Course | 711,286 | - | - |
| Life Fitness Center | 614,472 | - | - |
| Stormwater utility | 1,401,982 | - | 373,904 |
| Transit | 133,728 | 778,368 | - |
| Downtown Event Center | 2,215,470 | 9,546,596 | 124,406 |
| Riverfront Circulator | 10,355 | 41,718 | - |
| Total business-type activities | 11,746,195 | 10,398,597 | 1,059,165 |
| Total primary government | \$ 13,139,528 | \$ 14,582,134 | \$ 3,129,381 |

(Continued)

| Program Revenues | | | Program Revenues | | |
|----------------------|---------------------------------------|-------------------------------------|----------------------|---------------------------------------|-------------------------------------|
| Fiscal Year | | | Fiscal Year | | |
| 2016 | | | 2017 | | |
| Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| \$ 71,864 | \$ 369,136 | \$ - | \$ 59,673 | \$ 603,969 | \$ 118,978 |
| 54,333 | 4,072,520 | 4,734,764 | 40,199 | 4,244,895 | 4,924,829 |
| 468,872 | 102,361 | - | 467,134 | 111,699 | - |
| 1,049,635 | 105,016 | - | 748,213 | 1,309 | - |
| 268,556 | - | - | 463,519 | - | - |
| - | - | - | - | - | - |
| 1,913,260 | 4,649,033 | 4,734,764 | 1,778,738 | 4,961,872 | 5,043,807 |
| 3,629,277 | - | 1,961,855 | 3,848,469 | | 158,680 |
| 1,007,137 | 75,875 | - | 1,088,621 | | - |
| 258,556 | - | - | 241,181 | | - |
| 2,336,092 | - | - | 2,540,393 | 14,000 | - |
| 705,407 | - | - | 733,942 | | - |
| 596,331 | - | - | 601,544 | | - |
| 1,559,089 | - | 1,364,495 | 1,802,929 | | 88,170 |
| 123,631 | 1,005,190 | - | 80,821 | 756,895 | 457,184 |
| 1,765,372 | 309,031 | 148,820 | 2,137,287 | 25,000 | 182,488 |
| 6,756 | - | - | - | - | - |
| 11,987,648 | 1,390,096 | 3,475,170 | 13,075,187 | 795,895 | 886,522 |
| \$ 13,900,908 | \$ 6,039,129 | \$ 8,209,934 | \$ 14,853,925 | \$ 5,757,767 | \$ 5,930,329 |

City of Bettendorf, Iowa

Program Revenues by Function/Program (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

| Program/Functions | Program Revenues | | |
|---------------------------------------|----------------------|---------------------------------------|-------------------------------------|
| | Fiscal Year | | |
| | 2018 | | |
| | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental activities: | | | |
| Public safety | \$ 37,948 | \$ 246,558 | \$ 281,789 |
| Public works | 39,378 | 4,124,593 | 4,298,592 |
| Culture and recreation | 469,380 | 222,836 | - |
| Community and economic development | 1,104,113 | 130 | - |
| General government | 209,771 | - | - |
| Interest on long-term debt | - | - | - |
| Total governmental activities | 1,860,590 | 4,594,117 | 4,580,381 |
| Business-type activities: | | | |
| Sewer utility | 4,137,134 | - | 1,031,009 |
| Family Museum of Arts & Science | 1,114,515 | - | - |
| Aquatic Center | 249,667 | - | - |
| Recycling/solid waste management | 2,680,330 | - | - |
| Palmer Hills Golf Course | 689,553 | - | - |
| Life Fitness Center | 568,611 | - | - |
| Stormwater utility | 1,985,799 | - | 687,339 |
| Transit | 61,409 | 442,430 | 18,600 |
| Downtown Event Center | 2,128,088 | - | 200,603 |
| Riverfront Circulator | 13,615,106 | 442,430 | 1,937,551 |
| Total business-type activities | 15,475,696 | 5,036,547 | 6,517,932 |
| Total primary government | \$ 14,853,925 | \$ 5,757,767 | \$ 5,930,329 |

(Continued)

| Program Revenues | | | Program Revenues | | |
|----------------------|---------------------------------------|-------------------------------------|----------------------|---------------------------------------|-------------------------------------|
| Fiscal Year | | | Fiscal Year | | |
| 2019 | | | 2020 | | |
| Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| \$ 31,107 | \$ 317,477 | \$ - | \$ 28,919 | \$ 530,052 | \$ 3,148 |
| 9,145 | 4,317,269 | 1,001,009 | 20,612 | 4,485,241 | 1,897,608 |
| 481,433 | 104,579 | 150,000.00 | 369,364 | 95,377 | - |
| 1,118,988 | 482 | - | 1,562,412 | - | - |
| 402,917 | - | - | 362,448 | - | - |
| - | - | - | - | - | - |
| 2,043,590 | 4,739,807 | 1,151,009 | 2,343,755 | 5,110,670 | 1,900,756 |
| 4,216,491 | - | 658,479 | 4,544,685 | - | 1,236,895 |
| 1,107,986 | - | - | 807,362 | - | 425,000 |
| 236,994 | - | - | 119,080 | - | - |
| 2,841,727 | - | - | 2,949,792 | - | - |
| 735,622 | - | - | 836,577 | - | - |
| 599,579 | - | - | 491,904 | - | - |
| 2,199,211 | - | 377,736 | 2,387,180 | - | 567,986 |
| 56,230 | 422,279 | 12,800 | 49,461 | 670,171 | 12,800 |
| 2,212,956 | - | 191,405 | 1,383,993 | - | 129,184 |
| - | - | - | - | - | - |
| 14,206,796 | 422,279 | 1,240,420 | 13,570,034 | 670,171 | 2,371,865 |
| \$ 16,250,386 | \$ 5,162,086 | \$ 2,391,429 | \$ 15,913,789 | \$ 5,780,841 | \$ 4,272,621 |

City of Bettendorf, Iowa

Program Revenues by Function/Program (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

| Program/Functions | Program Revenues | | |
|---------------------------------------|----------------------|------------------------------------|----------------------------------|
| | Fiscal Year | | |
| | 2021 | | |
| | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental activities: | | | |
| Public safety | \$ 20,121 | \$ 1,821,930 | \$ 30,695 |
| Public works | 22,859 | 4,962,801 | 3,322,549 |
| Culture and recreation | 156,159 | 85,977 | - |
| Community and economic development | 1,760,349 | - | - |
| General government | 542,167 | - | - |
| Interest on long-term debt | - | - | - |
| Total governmental activities | 2,501,655 | 6,870,708 | 3,353,244 |
| Business-type activities: | | | |
| Sewer utility | 4,922,281 | - | 1,269,569 |
| Family Museum of Arts & Science | 615,183 | - | - |
| Aquatic Center | 143,692 | - | - |
| Recycling/solid waste management | 3,141,188 | - | - |
| Palmer Hills Golf Course | 1,086,937 | - | - |
| Life Fitness Center | 934,346 | - | - |
| Stormwater utility | 2,422,214 | - | 573,193 |
| Transit | 37,829 | 966,949 | 12,800 |
| Downtown Event Center | 610,905 | - | 133,332 |
| Riverfront Circulator | | | |
| Total business-type activities | 13,914,575 | 966,949 | 1,988,894 |
| Total primary government | \$ 16,416,230 | \$ 7,837,657 | \$ 5,342,138 |

City of Bettendorf, Iowa

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

| | Fiscal Year | | | |
|---|----------------------|----------------------|----------------------|---------------------|
| | 2012 | 2013 | 2014 | 2015 |
| General Fund: | | | | |
| Nonspendable | \$ 195,598 | \$ 178,342 | \$ 175,790 | \$ 182,138 |
| Restricted | 254,286 | 15,933 | 1,050,234 | 954,593 |
| Committed | - | - | - | - |
| Assigned | 98,214 | - | - | - |
| Unassigned | 5,064,398 | 5,503,804 | 5,744,687 | 6,670,490 |
| Total General Fund | \$ 5,612,496 | \$ 5,698,079 | \$ 6,970,711 | \$ 7,807,221 |
| All other governmental funds: | | | | |
| Nonspendable | \$ 4,233 | \$ 4,233 | \$ - | \$ - |
| Restricted | 16,189,550 | 13,089,850 | 19,518,076 | 6,295,961 |
| Committed | - | - | - | - |
| Assigned | 1,571,182 | 1,575,658 | 1,417,045 | 1,753,593 |
| Unassigned | (141,624) | (162,782) | (109,435) | (127,060) |
| Reserved | - | - | - | - |
| Unreserved, reported in: | | | | |
| Special revenue funds | - | - | - | - |
| Debt service funds | - | - | - | - |
| Capital projects funds | - | - | - | - |
| Total all other government funds | \$ 17,623,341 | \$ 14,506,959 | \$ 20,825,686 | \$ 7,922,494 |

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

| Fiscal Year | | | | | |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| \$ 177,104 | \$ 180,627 | \$ 1,557,078 | \$ 1,528,196 | \$ 760,229 | \$ 10,502 |
| 1,309,790 | 5,591,380 | 87,163 | 88,380 | 328,355 | 249,406 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 7,646,335 | 5,984,413 | 5,929,651 | 6,776,095 | 8,020,053 | 12,578,299 |
| \$ 9,133,229 | \$ 11,756,420 | \$ 7,573,892 | \$ 8,392,671 | \$ 9,108,637 | \$ 12,838,207 |
| \$ - | \$ - | \$ - | \$ - | \$ - | |
| 18,507,320 | 16,583,397 | 9,240,021 | 11,367,653 | 10,658,623 | 26,639,103 |
| - | - | - | - | - | - |
| 1,918,555 | 1,636,958 | 1,060,115 | 1,874,243 | 1,793,104 | 2,205,668 |
| (143,836) | - | (4,406) | (128,808) | (56,480) | (53,331) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| \$ 20,282,039 | \$ 18,220,355 | \$ 10,295,730 | \$ 13,113,088 | \$ 12,395,247 | \$ 28,791,440 |

City of Bettendorf, Iowa

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

| | Fiscal Year | | | |
|---|---------------------|-----------------------|---------------------|------------------------|
| | 2012 | 2013 | 2014 | 2015 |
| Revenues: | | | | |
| Property taxes | \$ 20,786,732 | \$ 22,061,524 | \$ 22,970,438 | \$ 23,668,128 |
| Tax increment financing taxes | 2,318,400 | 2,069,141 | 2,027,720 | 1,879,402 |
| Other taxes | 8,062,631 | 8,118,650 | 8,141,147 | 8,386,315 |
| Special assessments | 17,128 | 17,238 | 214,314 | 21,789 |
| Licenses and permits | 585,562 | 617,653 | 747,145 | 642,926 |
| Intergovernmental | 5,193,810 | 4,599,105 | 4,564,917 | 5,566,411 |
| Charges for services | 397,219 | 449,433 | 524,882 | 608,445 |
| Use of money and property | 436,294 | 13,349 | 409,658 | 318,359 |
| Miscellaneous | 674,736 | 609,534 | 697,384 | 1,074,979 |
| Total revenues | 38,472,512 | 38,555,627 | 40,297,605 | 42,166,754 |
| Expenditures: | | | | |
| Current operating: | | | | |
| Public safety | 9,555,788 | 10,324,281 | 10,718,700 | 11,194,067 |
| Public works | 3,136,111 | 3,052,325 | 3,665,793 | 3,359,370 |
| Culture and recreation | 4,035,446 | 3,992,251 | 4,092,733 | 4,436,834 |
| Community and economic development | 2,273,367 | 2,212,192 | 1,796,288 | 1,674,097 |
| General government | 3,503,278 | 3,599,612 | 3,700,010 | 3,867,262 |
| Debt service: | | | | |
| Principal | 5,975,900 | 10,370,000 | 8,950,000 | 8,735,000 |
| Interest | 3,006,807 | 3,294,692 | 3,394,455 | 3,954,140 |
| Bond issuance costs | 335,423 | 136,680 | 282,370 | - |
| Expenditures in capital outlay not capitalized | 2,033,986 | 2,028,320 | 2,506,739 | 3,356,146 |
| Capitalized capital outlay | 11,820,698 | 10,656,904 | 13,916,145 | 10,251,395 |
| Total expenditures | 45,676,804 | 49,667,257 | 53,023,233 | 50,828,311 |
| Excess of revenues (under) expenditures | (7,204,292) | (11,111,630) | (12,725,628) | (8,661,557) |
| Other financing sources (uses): | | | | |
| Issuance of long-term debt | 18,570,000 | 10,685,000 | 22,745,000 | - |
| Refunding bond issuance | - | - | - | - |
| Payment to bond escrow agent | - | - | - | - |
| Premiums | 1,527,246 | 846,913 | 1,109,198 | - |
| Discounts | - | - | - | - |
| Proceeds from sale of capital assets | 35,581 | 96,659 | 53,343 | 156,675 |
| Transfers in | 6,310,667 | 4,030,704 | 1,454,347 | 7,306,937 |
| Transfers out | (11,827,633) | (7,578,445) | (5,044,901) | (10,868,737) |
| Total other financing sources (uses) | 14,615,861 | 8,080,831 | 20,316,987 | (3,405,125) |
| Net changes in fund balance | \$ 7,411,569 | \$ (3,030,799) | \$ 7,591,359 | \$ (12,066,682) |
| Debt service as a percentage of noncapital expenditures | 26.5% | 35.0% | 31.6% | 31.3% |

| Fiscal Year | | | | | |
|---------------|---------------|-----------------|---------------|---------------|---------------|
| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| \$ 24,313,023 | \$ 25,771,553 | \$ 26,605,495 | \$ 28,193,646 | \$ 29,137,629 | \$ 31,081,583 |
| 1,702,858 | 1,322,127 | 1,363,399 | 1,551,494 | 1,698,854 | 2,539,017 |
| 8,435,604 | 9,032,060 | 8,376,723 | 8,364,569 | 8,614,665 | 9,634,819 |
| 29,474 | 19,837 | 10,205 | 7,623 | 19,371 | 22,372 |
| 867,240 | 684,375 | 971,079 | 1,015,622 | 1,383,757 | 1,656,206 |
| 6,438,593 | 9,061,791 | 8,820,844 | 6,155,080 | 6,202,225 | 8,029,244 |
| 747,990 | 611,007 | 669,528 | 617,428 | 578,179 | 287,651 |
| 578,118 | 235,282 | 467,793 | 1,031,400 | 675,705 | 234,402 |
| 770,817 | 532,592 | 564,556 | 730,237 | 706,812 | 684,663 |
| 43,883,717 | 47,270,624 | 47,849,622 | 47,667,099 | 49,017,197 | 54,169,957 |
| 11,583,817 | 11,722,530 | 12,530,994 | 12,345,477 | 12,526,896 | 13,426,238 |
| 3,186,339 | 2,918,496 | 3,435,912 | 3,040,674 | 3,379,739 | 3,382,016 |
| 4,630,785 | 4,748,027 | 5,177,233 | 4,676,330 | 4,954,498 | 4,619,886 |
| 2,518,512 | 2,308,586 | 7,197,470 | 2,464,434 | 2,561,802 | 2,833,239 |
| 4,009,819 | 4,206,101 | 4,620,566 | 4,219,045 | 4,383,112 | 4,255,633 |
| 6,665,000 | 10,225,000 | 13,175,000 | 8,055,000 | 8,160,000 | 8,599,525 |
| 4,070,088 | 4,247,442 | 4,705,656 | 4,600,609 | 4,757,828 | 5,067,728 |
| - | 418,753 | 170,090 | 106,772 | 92,091 | 260,991 |
| 2,697,350 | 3,965,152 | 7,960,339 | 3,973,801 | 3,739,903 | |
| 7,356,956 | 16,367,654 | 13,819,810 | 10,547,863 | 12,733,708 | 14,247,105 |
| 46,718,666 | 61,127,741 | 72,793,070 | 54,030,005 | 57,289,577 | 56,692,361 |
| (2,834,949) | (13,857,117) | (24,943,448) | (6,362,906) | (8,272,380) | (2,522,404) |
| 16,720,000 | 17,120,000 | 15,250,000 | 10,935,000 | 10,280,000 | 8,410,525 |
| - | - | 22,615,000 | - | - | 15,065,000 |
| - | - | (26,111,193) | - | - | - |
| 2,012,410 | 361,402 | 4,583,783 | 1,174,903 | 876,106 | 1,052,287 |
| - | - | - | - | - | |
| 76,216 | 137,291 | 851,449 | 741,155 | 464,116 | 25,711 |
| 6,073,572 | 6,723,091 | 9,144,465 | 7,040,465 | 1,970,350 | 5,452,982 |
| (8,361,690) | (9,923,166) | (13,497,209) | (9,892,480) | (5,320,067) | (7,358,338) |
| 16,520,508 | 14,418,618 | 12,836,295 | 9,999,043 | 8,270,505 | 22,648,167 |
| \$ 13,685,559 | \$ 561,501 | \$ (12,107,153) | \$ 3,636,137 | \$ (1,875) | \$ 20,125,763 |
| 27.3% | 32.3% | 30.3% | 29.1% | 29.0% | 32.2% |

City of Bettendorf, Iowa

Tax Revenues by Source, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

| Fiscal Year | Property | Hotel/Motel Tax | Local Option Sales Tax | Utility Franchise Tax | Tax Increment Financing |
|---------------------|-------------------|--------------------|---------------------------|-----------------------------|-------------------------------|
| 2012 | \$ 20,786,732 | \$ 738,376 | \$ 4,584,685 | \$ 748,281 | \$ 2,318,399 |
| 2013 | 22,061,524 | 782,972 | 4,636,166 | 740,971 | 2,069,141 |
| 2014 | 22,970,438 | 728,153 | 4,828,170 | 730,514 | 2,027,720 |
| 2015 | 23,668,128 | 671,524 | 4,980,620 | 916,310 | 1,879,402 |
| 2016 | 24,313,021 | 754,153 | 4,966,278 | 856,853 | 1,702,857 |
| 2017 | 25,771,553 | 772,240 | 5,413,956 | 833,804 | 1,322,127 |
| 2018 | 26,605,495 | 775,713 | 4,982,200 | 801,295 | 1,363,399 |
| 2019 | 28,193,646 | 781,729 | 5,040,177 | 781,612 | 1,551,494 |
| 2020 | 29,137,629 | 744,443 | 5,662,802 | 765,538 | 1,698,854 |
| 2021 | 31,081,583 | 796,649 | 6,262,907 | 759,844 | 2,539,017 |
| Change 2012-2021 | 49.53% | 7.89% | 36.60% | 1.55% | 9.52% |

Source: City records.

| Mobile Home Tax | Gaming Tax | Cable Franchise Tax | Total |
|--------------------|------------------|---------------------------|-------------------|
| \$ 8,337 | \$ 1,608,845 | \$ 374,108 | \$ 31,167,463 |
| 7,787 | 1,582,204 | 368,550 | 32,249,315 |
| 7,561 | 1,490,407 | 356,342 | 33,139,305 |
| 6,262 | 1,454,053 | 357,545 | 33,933,844 |
| 7,385 | 1,498,906 | 352,028 | 34,451,481 |
| 6,387 | 1,664,117 | 341,554 | 36,125,738 |
| 6,093 | 1,492,279 | 319,143 | 36,345,617 |
| 12,998 | 1,419,072 | 328,981 | 38,109,709 |
| 12,671 | 1,100,492 | 328,719 | 39,451,148 |
| 12,944 | 1,573,500 | 313,144 | 43,339,588 |
| 55.26% | -2.20% | -16.30% | 39.05% |

City of Bettendorf, Iowa

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)**

| Fiscal Year | Residential Property | Multi-Residential Property | Commercial Property | Industrial Property | Machinery & Equipment |
|----------------|-------------------------|-------------------------------|------------------------|------------------------|--------------------------|
| 2012 | \$ 2,295,440,702 | | \$ 466,519,335 | \$ 26,141,962 | \$ - |
| 2013 | 2,388,725,104 | | 474,596,546 | 32,025,838 | - |
| 2014 | 2,454,761,423 | | 459,073,798 | 34,047,133 | - |
| 2015 | 2,500,170,562 | | 499,941,413 | 33,890,912 | - |
| 2016 | 2,566,780,270 | | 492,634,538 | 33,661,087 | - |
| 2017 | 2,751,564,008 | \$ 91,420,659 | 433,873,600 | 38,098,466 | - |
| 2018 | 2,819,954,174 | 91,500,594 | 436,826,191 | 38,272,750 | - |
| 2019 | 3,092,614,363 | 91,585,204 | 451,118,107 | 39,378,773 | - |
| 2020 | 3,175,987,092 | 91,885,481 | 459,138,039 | 39,363,965 | - |
| 2021 | 3,303,244,692 | 127,978,176 | 467,406,080 | 39,410,033 | - |

Source: Scott County Auditor

(1) Excludes TIF increment, gas and electric utilities and military exemptions. Includes agricultural land of \$6,407,620

| Public Utility | Agricultural Property | Total Assessed Value (1) | Percent Growth | Total Direct Tax Rate | Actual Taxable Value | Taxable Value as a Percentage of Assessed Value |
|-------------------|--------------------------|--------------------------------|-------------------|--------------------------|----------------------------|---|
| \$ 14,671,227 | \$ 6,382,570 | \$ 2,809,155,796 | 2.47% | 12.55000 | \$ 1,620,307,396 | 57.68% |
| 15,976,961 | 7,248,670 | 2,918,573,119 | 3.90% | 12.55000 | 1,733,928,823 | 59.41% |
| 14,660,242 | 7,138,250 | 2,969,680,846 | 1.75% | 12.55000 | 1,803,564,703 | 60.73% |
| 7,270,077 | 9,661,340 | 3,050,934,304 | 2.74% | 12.55000 | 1,870,141,797 | 61.30% |
| 7,728,554 | 9,465,730 | 3,110,270,179 | 1.94% | 12.55000 | 1,912,322,182 | 61.48% |
| 8,188,718 | 9,027,790 | 3,332,173,241 | 7.13% | 12.55000 | 2,037,156,753 | 61.14% |
| 8,189,960 | 8,971,250 | 3,403,714,919 | 2.15% | 12.50000 | 2,111,651,180 | 65.66% |
| 6,477,978 | 9,046,090 | 3,690,220,515 | 10.75% | 12.50000 | 2,234,816,186 | 60.56% |
| 6,657,075 | 8,450,430 | 3,781,482,082 | 13.48% | 12.50000 | 2,325,501,216 | 61.50% |
| 8,655,866 | 6,212,860 | 3,952,907,707 | 18.63% | 12.80000 | 2,365,700,175 | 59.85% |

City of Bettendorf, Iowa

Direct and Overlapping Property Tax Rates Last Ten Fiscal Years

| Tax Year Levied | City Direct Rates | | | | |
|-----------------------|-------------------|----------------------|------------------------|-----------------|-----------------|
| | General Fund | Employee Benefits | Transit & Insurance | Debt Service | Total Direct |
| 2012 | 5.49661 | 1.78467 | 0.31872 | 5.00000 | 12.60000 |
| 2013 | 7.55000 | - | - | 5.00000 | 12.55000 |
| 2014 | 7.55000 | - | - | 5.00000 | 12.55000 |
| 2015 | 5.43326 | 1.85658 | 0.26016 | 5.00000 | 12.55000 |
| 2016 | 5.04127 | 1.86202 | 0.64667 | 5.00004 | 12.55000 |
| 2017 | 5.07449 | 1.81684 | 0.65867 | 5.00000 | 12.55000 |
| 2018 | 5.02449 | 1.86883 | 0.60668 | 5.00000 | 12.50000 |
| 2019 | 4.98826 | 1.89127 | 0.62047 | 5.00000 | 12.50000 |
| 2020 | 7.50000 | - | - | 5.00000 | 12.50000 |
| 2021 | 5.73822 | 1.54808 | 0.51370 | 5.00000 | 12.80000 |

Source: Tax levies for Scott County, Iowa compiled by Scott County Auditor

| Overlapping Rates | | | | | |
|----------------------------------|-----------------|--------------------|----------------|----------------|-----------------|
| Bettendorf School District | Scott County | County Assessor | Area IX | Other | Total Levy |
| 15.00244 | 6.37759 | 0.28110 | 1.01724 | 0.06891 | 35.34728 |
| 15.00292 | 6.30156 | 0.28081 | 0.91511 | 0.06865 | 35.11905 |
| 14.54629 | 6.23534 | 0.27996 | 0.92043 | 0.06890 | 34.60092 |
| 14.01633 | 6.13204 | 0.27068 | 0.92782 | 0.07009 | 33.96696 |
| 14.01633 | 6.00377 | 0.27052 | 0.96863 | 0.07135 | 33.88060 |
| 13.84477 | 5.82228 | 0.23792 | 1.00909 | 0.07089 | 33.53495 |
| 13.86592 | 5.82167 | 0.22975 | 1.03000 | 0.07057 | 33.51791 |
| 13.96592 | 5.82167 | 0.19523 | 1.03000 | 0.06842 | 33.58124 |
| 13.07309 | 5.99401 | 0.18832 | 0.99000 | 0.06740 | 32.81282 |
| 12.87278 | 6.21304 | 0.17432 | 0.82406 | 0.06667 | 32.95087 |

City of Bettendorf, Iowa

Principal Property Taxpayers Current Year and Nine Years Ago (Unaudited)

| Taxpayer | 2021 | | | 2012 | | |
|-----------------------------------|------------------------------|------|---|------------------------------|------|---|
| | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value |
| GLP Capital LP (The Isle) | 58,758,021 | 1 | 2.53 | \$ 85,002,230 | 1 | |
| MidAmerican Energy Company | 49,942,998 | 2 | 2.15 | | | |
| The BettPlex LLC | 21,095,082 | 3 | | | | |
| Continental 203 Fund LLC | 20,488,755 | 4 | 0.88 | | | |
| Iowa American Water Co. | 16,191,429 | 5 | 0.70 | | | |
| Haversian Canal Systems LLP | 14,360,139 | 6 | 0.62 | 13,173,640 | 4 | |
| Twin Bridges Associates LP | 13,579,516 | 7 | 0.59 | | | |
| CMS/Chateau Knoll | 13,500,002 | 8 | 0.58 | 13,327,650 | 3 | |
| Duck Creek LLC | 12,325,806 | 9 | 0.53 | 13,772,290 | 2 | |
| First Equity Mngmt LC | 10,516,293 | 10 | 0.45 | 11,434,230 | 5 | |
| Genesis Medical Center | 10,091,943 | 11 | 0.43 | | | |
| Ascentra Credit Union | 9,567,477 | 12 | 0.41 | | | |
| Kwik Trip, Inc. | 9,344,565 | 13 | 0.40 | | | |
| Green Bridge Co. | 9,008,550 | 14 | 0.39 | | | |
| Middle Road Hotel Associates, LLC | 8,991,729 | 15 | 0.39 | | | |
| Olympic Steel Iowa, Inc. | | | | 9,227,420 | 6 | |
| Bettendorf Regency Apartments LC | | | | 8,701,290 | 7 | |
| Art Mortgage Borrower Propco | | | | 7,927,580 | 8 | |
| HD Development of Maryland | | | | 6,765,910 | 9 | |
| TP Funding Company, LLC | | | | 6,337,540 | 10 | |
| | \$ 277,762,305 | | 11.74 | \$ 175,669,780 | | 10.84 |

Total

Total assessed value **\$2,365,700,175**

Source: Scott County Auditor

City of Bettendorf, Iowa

**Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)**

| Fiscal Year Ended June 30: | Tax Year | Net Taxes Levied for the Fiscal Year | Collected Within the Fiscal Year of the Levy | |
|----------------------------|-------------|--|---|-----------------------|
| | | | Amount | Percentage of Levy |
| 2012 | 2010 | \$ 20,787,360 | \$ 20,772,796 | 99.93% |
| 2013 | 2011 | 22,095,379 | 22,060,321 | 99.84% |
| 2014 | 2012 | 22,985,618 | 22,959,076 | 99.88% |
| 2015 | 2013 | 23,804,801 | 23,663,558 | 99.41% |
| 2016 | 2014 | 24,294,459 | 24,278,972 | 99.94% |
| 2017 | 2015 | 25,791,275 | 25,753,153 | 99.85% |
| 2018 | 2016 | 26,629,482 | 26,604,076 | 99.95% |
| 2019 | 2017 | 28,196,039 | 28,173,682 | 99.92% |
| 2020 | 2018 | 29,376,184 | 29,133,553 | 99.17% |
| 2021 | 2019 | 30,923,252 | 30,872,627 | 99.84% |

Source: City records

Note: Delinquent taxes collected may be from many previous years, so total collections may calculate above 100% of current year's tax levy.

Information not available by levy year.

| Delinquent Tax Collections | Total Collections to Date | |
|----------------------------------|---------------------------|-----------------------|
| | Amount | Percentage of Levy |
| 13,936 | \$ 20,786,732 | 100.00% |
| 1,203 | 22,061,524 | 99.85% |
| 11,363 | 22,970,439 | 99.93% |
| 4,570 | 23,668,128 | 99.43% |
| 34,049 | 24,313,021 | 100.08% |
| 18,399 | 25,771,552 | 99.92% |
| 1,419 | 26,605,495 | 99.96% |
| 19,964 | 28,193,646 | 99.99% |
| 4,076 | 29,137,629 | 99.19% |
| 208,956 | 31,081,583 | 100.51% |

City of Bettendorf, Iowa

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

| Fiscal Year | General Bonded Debt | | | | Percentage of Actual Taxable Value of Property |
|----------------|--|---|---|-------------------------------|--|
| | Governmental Activities General Obligation Bonds | Business Type Activities General Obligation Bonds | Less Amount Available in Debt Service | Net General Bonded Debt | |
| 2012 | \$ 93,826,249 | \$ 15,990,813 | \$ 7,055,371 | \$ 102,510,925 | 6.16 |
| 2013 | 94,820,315 | 16,464,164 | 2,668,366 | 108,334,436 | 6.25 |
| 2014 | 109,488,871 | 16,895,915 | 2,561,028 | 123,495,339 | 6.85 |
| 2015 | 100,439,474 | 14,217,417 | 65,412 | 114,591,479 | 6.13 |
| 2016 | 111,294,511 | 15,846,782 | - | 118,186,550 | 6.18 |
| 2017 | 117,904,513 | 15,261,699 | - | 127,212,553 | 6.24 |
| 2018 | 116,355,792 | 10,902,739 | - | 127,258,531 | 5.69 |
| 2019 | 119,171,567 | 9,585,189 | - | 128,756,756 | 5.76 |
| 2020 | 120,894,970 | 8,280,347 | - | 129,175,317 | 5.55 |
| 2021 | 135,243,362 | 6,953,338 | 15,543,227 | 126,653,473 | 5.35 |

Source: City records

* Information not available

| Debt Per Capita | Other Governmental Activities | | Business Type Activities | | Total Primary Government | Percentage of Personal Income | Per Capita |
|-----------------------|----------------------------------|------------------|-----------------------------|-------------------|--------------------------------|-------------------------------------|---------------|
| | Debt Revenue Bonds | | Debt Revenue Bonds | | | | |
| 3,005 | \$ | - | \$ | 11,925,000 | \$ 114,435,925 | 15.22 | \$ 3,658 |
| 3,261 | | - | | 11,300,000 | 119,634,436 | 15.48 | 3,682 |
| 3,718 | | - | | 10,140,000 | 133,635,339 | 16.68 | 4,100 |
| 3,450 | | - | | - | 114,591,479 | 13.61 | 3,452 |
| 3,558 | | - | | 3,800,000 | 121,986,550 | 14.43 | 3,672 |
| 3,830 | | - | | 3,630,000 | 130,842,553 | 14.93 | 3,939 |
| 3,831 | | 4,900,000 | | 9,195,000 | 141,353,531 | 15.05 | 4,255 |
| 3,876 | | 4,900,000 | | 8,785,000 | 142,441,756 | 14.91 | 4,288 |
| 3,889 | | 4,900,000 | | 12,175,000 | 146,250,317 | 14.44 | 4,403 |
| 3,813 | | 4,712,487 | | 11,580,000 | 142,945,960 | * | 4,771 |

City of Bettendorf, Iowa

Direct and Overlapping Governmental Activities Debt For the Year Ended June 30, 2021 (Unaudited)

| Name of Governmental Unit | Debt Outstanding | Percent Applicable to the City of Bettendorf | Amount Applicable to the City of Bettendorf |
|----------------------------------|-----------------------|--|---|
| School District, Bettendorf | \$ - | 0.00% | \$ - |
| School District, North Scott | - | 0.00% | - |
| School District, Pleasant Valley | 14,115,000 | 67.49% | 9,526,214 |
| Scott County | 30,475,398 | 26.94% | 8,210,072 |
| Eastern Iowa Community College | 28,325,000 | 16.25% | 4,602,813 |
| | <u>72,915,398</u> | | <u>22,339,098</u> |
| City of Bettendorf | <u>139,995,849</u> | 100.00% | <u>139,995,849</u> |
| | <u>\$ 212,911,247</u> | | <u>\$ 162,334,947</u> |

Source: Iowa Department of Management and Iowa State Treasurer's Report

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

City of Bettendorf, Iowa

Legal Debt Margin Information Last Ten Fiscal Years (dollars in thousands) (Unaudited)

| | Fiscal Year | | | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | 2012 | 2013 | 2014 | 2015 |
| 100% assessed valuation | \$ 2,802,773,226 | \$ 2,911,324,449 | \$ 2,962,542,596 | \$ 3,041,272,964 |
| Plus: Public gas and electric utilities | 85,204,466 | 87,269,980 | 90,426,037 | 88,753,851 |
| Plus: Captured tax increment value | 82,751,531 | 74,877,772 | 78,344,205 | 74,909,563 |
| Less: Military exemption | (4,148,478) | (4,063,286) | (3,959,644) | (3,926,308) |
| Total assessed valuation of the property of the City of Bettendorf | <u>\$ 2,966,580,745</u> | <u>\$ 3,069,408,915</u> | <u>\$ 3,127,353,194</u> | <u>\$ 3,201,010,070</u> |
| Debt limit, 5% of total actual valuation | \$ 148,329,037 | \$ 153,470,446 | \$ 156,367,660 | \$ 160,050,504 |
| Debt applicable to debt limit: | | | | |
| Governmental activities general obligation bonds | 91,440,000 | 91,755,000 | 105,550,000 | 98,375,635 |
| Business-type activities TIF revenue bonds | 11,925,000 | 11,300,000 | 10,140,000 | - |
| Business-type activities general obligation bonds | 15,680,000 | 16,165,000 | 16,480,000 | 13,835,000 |
| | <u>119,045,000</u> | <u>119,220,000</u> | <u>132,170,000</u> | <u>112,210,635</u> |
| Legal debt margin | <u>\$ 29,284,037</u> | <u>\$ 34,250,446</u> | <u>\$ 24,197,660</u> | <u>\$ 47,839,869</u> |

* Information not available

Source: City records

| Fiscal Year | | | | | |
|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| \$ 3,100,804,449 | \$ 3,332,173,241 | \$ 3,403,714,919 | \$ 3,690,220,515 | \$ 3,773,031,652 | \$ 3,953,253,418 |
| 106,898,469 | 114,528,603 | 118,027,037 | 119,455,982 | 121,993,552 | 127,680,385 |
| 75,370,275 | 52,938,641 | 54,861,850 | 61,521,743 | 70,492,813 | 101,944,042 |
| (3,829,936) | (3,748,448) | (3,653,996) | (3,539,172) | (3,429,904) | (3,344,712) |
| \$ 3,279,243,257 | \$ 3,495,892,037 | \$ 3,572,949,810 | \$ 3,867,659,068 | \$ 3,962,088,113 | \$ 4,179,533,133 |
| | | | | | |
| \$ 163,962,163 | \$ 174,794,602 | \$ 178,647,491 | \$ 193,382,953 | \$ 198,104,406 | \$ 208,976,657 |
| | | | | | |
| 108,430,635 | 111,570,000 | 106,435,000 | 107,590,000 | 111,540,000 | 128,422,000 |
| - | - | - | | | |
| 15,125,000 | 14,645,000 | 10,070,000 | 8,920,000 | 7,765,000 | 6,565,000 |
| 123,555,635 | 126,215,000 | 116,505,000 | 116,510,000 | 119,305,000 | 134,987,000 |
| | | | | | |
| \$ 40,406,528 | \$ 48,579,602 | \$ 62,142,491 | \$ 76,872,953 | \$ 78,799,406 | \$ 73,989,657 |

City of Bettendorf, Iowa

**Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)
(Unaudited)**

| Sewer Revenue Bonds | | | | | | |
|---------------------|----------------------------|----------------------------|--------------------------|----------------|----------------|----------------|
| Fiscal Year | Utility Service Charges | Less Operating Expenses | Net Available Revenue | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2012 | \$ 2,861,243 | \$ 2,027,202 | \$ 834,041 | \$ - | \$ - | \$ - |
| 2013 | 2,977,498 | 2,015,705 | 961,793 | - | - | - |
| 2014 | 3,308,437 | 2,130,936 | 1,177,501 | - | - | - |
| 2015 | 3,239,592 | 2,286,807 | 952,785 | - | - | - |
| 2016 | 3,675,207 | 2,374,791 | 1,300,416 | 130,000 | 18,270 | 148,270 |
| 2017 | 3,872,437 | 2,455,388 | 1,417,049 | 85,000 | 68,400 | 153,400 |
| 2018 | 4,207,111 | 2,739,330 | 1,467,781 | 310,000 | 134,768 | 444,768 |
| 2019 | 4,386,492 | 2,513,244 | 1,860,756 | 245,000 | 203,620 | 448,620 |
| 2020 | 4,641,601 | 2,542,403 | 2,099,198 | 375,000 | 216,789 | 591,789 |
| 2021 | 4,952,141 | 2,623,744 | 2,328,397 | 335,000 | 258,828 | 593,828 |

Source: City records

| Tax Increment Financing Bonds | | | | |
|---------------------------------------|----------------|----------------|----------------|--|
| Tax Increment Financing Revenue | Debt Service | | Coverage | |
| | Principal | Interest | | |
| \$ 2,329,649 | \$ 585,000 | \$ 866,259 | \$ 1,451,259 | |
| 2,080,391 | 625,000 | 823,467 | 1,448,467 | |
| 2,038,969 | 1,160,000 | 614,117 | 1,774,117 | |
| 1,890,652 | 10,140,000 | 471,606 | 10,611,606 | |
| 1,714,107 | 115,000 | 9,925 | 124,925 | |
| 1,332,127 | 120,000 | 7,050 | 127,050 | |
| 1,363,400 | 125,000 | 229,014 | 354,014 | |
| 1,551,494 | - | 248,403 | 248,403 | |
| 1,698,854 | - | 249,083 | 249,083 | |
| 2,539,017 | 187,513 | 246,071 | 433,584 | |

City of Bettendorf, Iowa

Demographic and Economic Statistics Last Ten Fiscal Years (Unaudited)

| Fiscal Year Ended June 30, | Population (3) | Personal Income (1) | Per Capita Personal Income (1) | Building Permits (4) | | School Enrollment (2) | Unemployment Rate (3) |
|-------------------------------------|----------------|------------------------|--------------------------------------|--------------------------|---------------------------------|--------------------------|--------------------------|
| | | | | Number of Permits (5) | Assessed Value of Permits | | |
| 2012 | 33,217 | \$ 7,980,343 | \$ 47,269 | 1,236 | \$ 67,240,197 | 5,152 | 5.3 |
| 2013 | 33,217 | 7,900,211 | 46,321 | 1,171 | 71,143,183 | 5,221 | 4.0 |
| 2014 | 33,217 | 8,164,378 | 47,637 | 1,293 | 94,395,514 | 5,150 | 5.0 |
| 2015 | 33,217 | 8,424,293 | 48,940 | 1,122 | 67,034,818 | 5,458 | 4.0 |
| 2016 | 33,217 | 8,455,137 | 49,831 | 1,406 | 103,149,289 | 5,363 | 3.7 |
| 2017 | 33,217 | 8,762,081 | 51,612 | 1,477 | 69,138,933 | 5,443 | 3.2 |
| 2018 | 33,217 | 9,394,783 | 54,323 | 3,763 | 203,827,653 | 5,331 | 2.3 |
| 2019 | 33,217 | 9,553,308 | 55,094 | 3,462 | 152,032,033 | 5,141 | 2.3 |
| 2020 | 39,102 | 10,127,058 | 58,465 | 4,152 | 126,711,797 | 4,979 | 8.2 |
| 2021 | 39,102 | * | * | 8,058 | 239,422,288 | 5,033 | 5.5 |

Sources:

- (1) Thousands of dollars. FRED Economic Data for Scott County, fred.stlouisfed.org
- (2) Bettendorf Community School District and Local Private Schools enrollment from Iowa Department of Education
- (3) Iowa Workforce Development
- (4) City records
- (5) Calendar year data beginning in 2020
- * Information not available

City of Bettendorf, Iowa

Principal Employers Current Year and Nine Years Ago (Unaudited)

| Employer | 2021 | | | 2012 | | |
|---|--------------|------|---|--------------|------|---|
| | Employees | Rank | Percentage of Total County Employment | Employees | Rank | Percentage of Total County Employment |
| Arconic, Inc. | 2,320 | 1 | 2.84% | 1,900 | 1 | 2.29% |
| The Isle Hotel & Casino | 430 | 2 | 0.53% | 598 | 2 | 0.72% |
| Bettendorf Community School District | 665 | 3 | 0.81% | 594 | 3 | 0.72% |
| Hy-Vee | 496 | 4 | 0.61% | 375 | 6 | 0.45% |
| City of Bettendorf | 332 | 5 | 0.41% | 313 | 8 | 0.38% |
| Mississippi Bend AEA | 313 | 6 | 0.38% | 222 | 10 | 0.27% |
| LeClaire Manufacturing | 210 | 7 | 0.26% | | | 0.00% |
| Sivyer Steel | 138 | 8 | 0.17% | 309 | 9 | 0.37% |
| TBK Bank | 90 | 9 | 0.11% | | | 0.00% |
| Olympic Steel | 90 | 10 | 0.11% | | | 0.00% |
| Genesis | | | | 315 | 7 | 0.38% |
| Eastern Iowa Community College District | | | | 402 | 5 | 0.49% |
| Pleasant Valley School District | | | | 435 | 4 | 0.53% |
| Total | 5,084 | | 6.22% | 5,463 | | 6.60% |

Total County Employment as of 6/30/2021: 81,800

Total County Employment in 6/30/11: 82,800

Sources: Quad City Development Group and the respective employer
and Iowa Workforce Development at www.iowaworkforce.org/lmi/laborforce/etables/historic/area82.txt

City of Bettendorf, Iowa

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

| <u>Fund Type/Function</u> | Full-Time Equivalent Employees for Fiscal Year Beginning July 1 | | | |
|--------------------------------------|---|---------------|---------------|---------------|
| | 2021 | 2020 | 2019 | 2018 |
| General Fund: | | | | |
| Administration | 1.84 | 1.84 | 1.84 | 1.94 |
| Community & Economic Development | 15.00 | 15.89 | 14.16 | 13.66 |
| Elected officials | 8.00 | 13.00 | 13.00 | 13.00 |
| Fire department | 32.50 | 32.50 | 27.50 | 27.50 |
| Finance | 5.76 | 6.11 | 6.45 | 7.35 |
| Human resources | 1.88 | 1.88 | 1.88 | 1.88 |
| Library | 31.84 | 32.07 | 32.45 | 33.61 |
| Legal | 2.46 | 2.46 | 2.46 | 2.46 |
| Police | 54.10 | 54.10 | 54.10 | 55.19 |
| Parks and recreation | 15.79 | 29.22 | 28.93 | 27.37 |
| Public works | 17.82 | 6.20 | 5.17 | 6.23 |
| Special revenue funds: | | | | |
| Administration | 0.05 | 0.05 | 0.05 | 0.05 |
| Community development | 1.00 | 1.00 | 1.00 | 1.50 |
| Economic development | - | - | - | - |
| Finance | 0.31 | 0.29 | 0.29 | 0.33 |
| Human resources | 0.10 | 0.10 | 0.10 | 0.10 |
| Legal | 0.01 | - | 0.01 | 0.01 |
| Parks and recreation | 0.05 | 1.45 | 1.45 | - |
| Public works | 31.37 | 28.82 | 27.82 | 25.76 |
| Enterprise funds: | | | | |
| Administration | 0.11 | 0.11 | 0.11 | 0.01 |
| Finance | 2.64 | 2.27 | 2.40 | 1.43 |
| Human resources | 0.02 | 0.02 | 0.02 | 0.02 |
| Legal | 0.03 | 0.03 | 0.03 | 0.03 |
| Museum | 21.41 | 23.44 | 22.21 | 23.25 |
| Parks and recreation | 48.20 | 45.77 | 45.52 | 41.39 |
| Public works | 36.78 | 33.87 | 36.41 | 40.46 |
| Internal service funds: | | | | |
| Finance | 4.01 | 4.01 | 4.01 | 4.02 |
| Legal | - | - | - | - |
| Public works | 6.45 | 6.95 | 6.95 | 7.01 |
| Total | 339.53 | 343.45 | 336.32 | 335.56 |
| Budget book personnel summary | | | | |
| Officials | 8.00 | 13.00 | 13.00 | 13.00 |
| Administration | 4.00 | 4.00 | 4.00 | 4.00 |
| Legal | 2.50 | 2.50 | 2.50 | 2.50 |
| Finance | 12.72 | 12.68 | 13.15 | 13.13 |
| Community & Economic Development | 16.00 | 16.89 | 15.16 | 15.16 |
| Public works | 92.47 | 75.84 | 76.10 | 79.46 |
| Police | 54.10 | 54.10 | 54.10 | 55.19 |
| Fire | 32.50 | 32.50 | 27.50 | 27.50 |
| Library | 31.84 | 32.07 | 32.45 | 33.61 |
| Museum | 21.41 | 23.44 | 22.21 | 23.25 |
| Parks | 63.99 | 76.43 | 76.15 | 68.76 |
| Total | 339.53 | 343.45 | 336.32 | 335.56 |

Source: City of Bettendorf Budget Books

*Beginning in FY 16/17 positions that were previously contracted through staffing agencies were brought onto City payroll and included in the FTE count.

Full-Time Equivalent Employees for Fiscal Year Beginning July 1

| 2017* | 2016 | 2015 | 2014 | 2013 | 2012 |
|--------|--------|--------|--------|--------|--------|
| 1.94 | 1.94 | 1.94 | 1.94 | 1.84 | 1.84 |
| 13.66 | 10.50 | 10.50 | 10.50 | 10.00 | 10.50 |
| 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 |
| 27.50 | 27.50 | 27.50 | 27.50 | 27.50 | 26.50 |
| 7.35 | 6.24 | 6.24 | 6.24 | 6.22 | 6.22 |
| 1.88 | 1.88 | 1.88 | 1.88 | 1.88 | 1.88 |
| 33.61 | 32.22 | 29.60 | 30.91 | 32.04 | 32.15 |
| 2.46 | 2.11 | 2.11 | 1.11 | 1.11 | 1.11 |
| 55.19 | 57.34 | 56.84 | 55.14 | 55.33 | 55.74 |
| 27.37 | 8.03 | 8.03 | 8.50 | 8.60 | 8.80 |
| 6.23 | 6.31 | 6.04 | 6.34 | 6.34 | 6.12 |
| 0.05 | 0.05 | 0.05 | 0.05 | 0.15 | 0.15 |
| 1.50 | 1.50 | 1.50 | 1.50 | 2.00 | 2.50 |
| - | - | - | - | - | - |
| 0.33 | 0.33 | 0.33 | 0.33 | 0.33 | 0.34 |
| 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 |
| 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 |
| - | - | - | - | - | - |
| 25.76 | 22.45 | 21.97 | 22.22 | 23.14 | 23.24 |
| 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 |
| 1.43 | 1.43 | 1.43 | 1.43 | 1.42 | 1.42 |
| 0.02 | 0.02 | 0.02 | 0.02 | 0.02 | 0.02 |
| 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 |
| 23.25 | 19.88 | 18.13 | 19.28 | 17.81 | 17.33 |
| 41.39 | 8.84 | 8.84 | 8.63 | 7.77 | 8.53 |
| 40.46 | 38.83 | 41.00 | 35.67 | 36.49 | 37.58 |
| 4.02 | 4.02 | 4.02 | 4.02 | 4.02 | 4.02 |
| - | - | - | - | - | - |
| 7.01 | 6.86 | 6.88 | 6.86 | 6.40 | 6.16 |
| 335.56 | 271.43 | 268.00 | 263.22 | 263.56 | 265.30 |
| 13.00 | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 |
| 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 |
| 2.50 | 2.15 | 2.15 | 1.15 | 1.15 | 1.15 |
| 13.13 | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 |
| 15.16 | 12.00 | 12.00 | 12.00 | 12.00 | 13.00 |
| 79.46 | 74.47 | 75.91 | 71.11 | 72.35 | 72.10 |
| 55.19 | 57.34 | 56.84 | 55.14 | 55.34 | 55.74 |
| 27.50 | 27.50 | 27.50 | 27.50 | 27.50 | 26.50 |
| 33.61 | 32.22 | 29.60 | 30.91 | 32.04 | 32.15 |
| 23.25 | 19.88 | 18.13 | 19.28 | 17.81 | 18.33 |
| 68.76 | 16.87 | 16.87 | 17.13 | 16.37 | 17.33 |
| 335.56 | 271.43 | 268.00 | 263.22 | 263.56 | 265.30 |

City of Bettendorf, Iowa

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

| Function/Program | Fiscal Year | | | |
|-------------------------------------|--------------|------------|------------|------------|
| | 2012 | 2013 | 2014 | 2015 |
| Police: | | | | |
| Calls for service | 25,643 | 24,616 | 23,798 | 25,249 |
| # of Group A offenses | 970 | 768 | 1,289 | 1,085 |
| # of Group B offenses | 173 | 148 | 751 | 354 |
| Traffic citations | 4,330 | 4,563 | 2,423 | 1,741 |
| Fire: | | | | |
| Fire call volume | 1,099 | 381 | 385 | 56 |
| EMS call volume | 1,973 | 2,846 | 3,034 | 2,650 |
| Property loss | \$ 1,896,705 | \$ 452,170 | \$ 991,001 | \$ 768,380 |
| Building safety: | | | | |
| Total building permits | 3,554 | 3,301 | 3,754 | 3,271 |
| Total revenue generated by permits | \$ 558,859 | \$ 576,135 | \$ 676,935 | \$ 588,756 |
| Library: | | | | |
| Number of materials circulated** | 620,206 | 624,484 | 622,951 | 569,498 |
| Number of registered borrowers** | 22,936 | 23,000 | 20,087 | 20,432 |
| Public Works: | | | | |
| Garbage collected (ton) | 7,950 | 8,196 | 9,592 | 9,824 |
| Recycle collected (ton) | 2,321 | 2,140 | 2,057 | 2,015 |
| Miles of streets maintained | 223 | 223 | 223 | 223 |
| Number of traffic signals | 345 | 345 | 345 | 345 |
| Miles of sanitary sewers maintained | 180 | 180 | 180 | 180 |
| Parks and Recreation: | | | | |
| Recreation program attendance | 76,626 | 112,040 | 123,050 | 143,198 |
| Aquatics program attendance | 58,879 | 48,852 | 50,226 | 44,406 |
| Golf rounds played | 27,384 | 25,417 | 25,691 | 26,220 |
| Fitness Center memberships sold | 1,874 | 1,862 | 1,733 | 1,628 |
| Acres maintained | 585 | 585 | 585 | 585 |

Source: City records. Fire stats reported from INFRS on calendar year basis.

In May, 2016 the Library was partially closed and services limited due to a catastrophic water leak. Circulation and visitation was impacted by the limited service.

*Corrected center line miles from Engineering.

| Fiscal Year | | | | | |
|-------------|------------|------------|--------------|--------------|---------------------|
| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| 25,262 | 28,954 | 29,293 | 35,004 | 34,997 | 34,180 |
| 1,545 | 1,119 | 1,092 | 1,608 | 1,111 | 1,200 |
| 574 | 272 | 203 | 751 | 689 | 700 |
| 2,309 | 1,815 | 1,932 | 2,893 | 2,657 | 2,658 |
| 53 | 79 | 85 | 68 | 60 | 66 |
| 2,799 | 2,900 | 3,023 | 2,621 | 2,718 | 2,340 |
| \$ 261,710 | \$ 519,902 | \$ 994,112 | \$ 851,225 | \$ 552,986 | \$ 357,225 |
| 4,077 | 3,680 | 3,668 | 3,462 | 6,151 | 8,058 |
| \$ 806,102 | \$ 620,360 | \$ 924,453 | \$ 1,088,731 | \$ 1,335,833 | \$ 1,619,319 |
| 555,435 | 542,394 | 549,565 | 749,045 | 648,536 | 650,000 |
| 20,088 | 19,973 | 22,329 | 21,433 | 21,003 | 22,000 |
| 8,692 | 8,663 | 8,120 | 9,143 | 9,150 | 9,519 |
| 2,256 | 2,667 | 2,766 | 2,770 | 2,775 | 2,881 |
| 223 | 223 | 223 | 206* | 206 | 206 |
| 346 | 346 | 348 | 348 | 348 | 348 |
| 180 | 208 | 208 | 209 | 209 | 209 |
| 152,755 | 163,586 | 157,737 | 150,727 | 102,203 | NA |
| 54,582 | 51,237 | 53,161 | 52,993 | 37,602 | 50,342 |
| 26,875 | 28,771 | 27,142 | 25,921 | 29,201 | 33,779 |
| 1,598 | 1,246 | 1,279 | 1,291 | 1,174 | 939 |
| 585 | 585 | 585 | 661 | 661 | 661 |

City of Bettendorf, Iowa

**Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
(Unaudited)**

| Function/Program | Fiscal Year | | | |
|---------------------------------|-------------|---------|---------|---------|
| | 2012 | 2013 | 2014 | 2015 |
| Police: | | | | |
| Stations | 1 | 1 | 1 | 1 |
| Squad cars | 18 | 19 | 19 | 19 |
| Fire, fire stations | 4 | 4 | 4 | 4 |
| Refuse collection: | | | | |
| Collection trucks | 13 | 13 | 14 | 14 |
| Streets (miles) | 223 | 223 | 223 | 223 |
| Traffic signals | 345 | 345 | 345 | 345 |
| Parks and recreation: | | | | |
| Acreage | 585 | 585 | 585 | 585 |
| Parks | 21 | 21 | 21 | 21 |
| Golf course | 1 | 1 | 1 | 1 |
| Baseball/softball diamonds | 32 | 32 | 32 | 32 |
| Soccer/football fields | 8 | 8 | 8 | 8 |
| Basketball courts | 9 | 9 | 9 | 9 |
| Tennis courts | 8 | 8 | 8 | 8 |
| Swimming pools | 1 | 1 | 1 | 1 |
| Parks with playground equipment | 16 | 16 | 16 | 16 |
| Picnic shelters | 6 | 6 | 6 | 6 |
| Community centers | 1 | 1 | 1 | 1 |
| Library: | | | | |
| Facilities | 1 | 1 | 1 | 1 |
| Volumes | 195,075 | 200,000 | 218,729 | 198,874 |
| Wastewater: | | | | |
| Sanitary sewers (miles) | 180 | 180 | 180 | 180 |
| Storm sewers (miles) | | | | |

Source: City records

| Fiscal Year | | | | | |
|-------------|---------|---------|---------|---------|---------|
| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 19 | 19 | 19 | 19 | 19 | 19 |
| 4 | 4 | 4 | 4 | 4 | 4 |
| 14 | 14 | 14 | 14 | 14 | 14 |
| 223 | 223 | 223 | 223 | 223 | 223 |
| 346 | 346 | 348 | 348 | 348 | 348 |
| 585 | 585 | 585 | 585 | 585 | 585 |
| 21 | 22 | 22 | 22 | 22 | 22 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 32 | 32 | 32 | 32 | 32 | 32 |
| 8 | 8 | 8 | 8 | 8 | 8 |
| 9 | 9 | 9 | 9 | 9 | 9 |
| 8 | 8 | 8 | 8 | 8 | 8 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 16 | 16 | 16 | 16 | 16 | 16 |
| 6 | 6 | 6 | 7 | 7 | 7 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 200,970 | 201,752 | 189,140 | 210,574 | 212,503 | 215,000 |
| 180 | 208 | 208 | 209 | 209 | 209 |
| | | 130 | 133 | 133 | 133 |