

# COUNTY OF SCOTT, IOWA

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**As of and for the Year Ended June 30, 2021**

---

Prepared by

Wesley Rostenbach  
Accounting and Tax Manager  
Office of County Auditor

Megan Petersen, CPA  
Finance Manager  
Office of County Treasurer

David Farmer, CPA, MPA  
Director of Budget and  
Administrative Services  
Office of County Administrator

This page intentionally left blank

# **INTRODUCTORY**

# County of Scott, Iowa

## Table of Contents

---

<b>Introductory Section</b>	
Table of contents	i - ii
County officials	iii
Organizational chart	iv
Certificate of Achievement for Excellence in Financial Reporting	v
Transmittal letter	vi - x

---

<b>Financial Section</b>	
Independent auditors' report	1 – 3
Management's discussion and analysis (required supplementary information)	4 – 17
Basic financial statements:	
Government-wide financial statements:	
Statement of net position	18 – 19
Statement of activities	20 – 21
Fund financial statements:	
Balance sheet – governmental funds	22 – 23
Reconciliation of total governmental fund balances to net position of governmental activities	24
Statement of revenues, expenditures and changes in fund balances – governmental funds	25 – 26
Reconciliation of the statement of revenues, expenditures and changes in fund balances of governmental funds to the statement of activities	27
Statement of net position – proprietary funds	28
Statement of revenues, expenses and changes in net position – proprietary funds	29
Statement of cash flows – proprietary funds	30
Statement of net position – custodial funds	31
Statement of additions, deductions and changes in net position – custodial funds	32
Statement of net position – discretely presented component units	33
Statement of activities – discretely presented component units	34
Notes to basic financial statements	35 – 78
Required supplementary information:	
Budgetary comparison schedule – All Governmental Funds – Primary Government	79
Budgetary comparison schedule – Scott Emergency Communication Center	80 – 81
Budgetary comparison schedule – All Governmental Funds to Primary Government Budgeted Funds	82
Schedule of County's Proportionate Share of Net Pension Liability	83
Schedule of County Contributions	84 – 85
Schedule of the County's Total OPEB Liability, Related Ratios and Notes	86
Notes to required supplementary information	87 – 88

# County of Scott, Iowa

## Table of Contents

---

<b>Financial Section (continued)</b>	
Supplementary information:	
Nonmajor governmental funds:	
Combining balance sheet	89
Combining statement of revenues, expenditures and changes in fund balances	90
Combining statement of net position – internal service funds	91
Combining statement of revenues, expenses, and changes in net position – internal service funds	92
Combining statement of cash flows – internal service funds	93
Combining statement of fiduciary net position – all custodial funds	94 – 99
Combining statement of changes in fiduciary net positions – all custodial funds	100 – 105
Combining balance sheet and reconciliation to statement of net position – discretely presented component units	106
Combining statement of revenues, expenditures and changes in fund balances and reconciliation to statement of activities – discretely presented component units	107 – 108

---

<b>Statistical Section</b>	
Statistical section contents	
Net position by component	109 – 110
Changes in net position	111 – 114
Fund balances, governmental funds	115 – 116
Changes in fund balances, governmental funds	117 – 118
Program revenues by function/program	119 – 120
Revenues by source, governmental funds	121 – 122
Assessed value and actual value of taxable property	123 – 124
Principal property taxpayers	125
Property tax levies and collections	126
Direct and overlapping property tax rates	127 – 128
Ratios of outstanding debt by type	129 – 130
Ratios of general bonded debt outstanding	131
Direct and overlapping governmental activities debt	132
Legal debt margin information	133 – 134
Demographic and economic statistics	135
Principals employers	136
Full-time equivalent county government employees by function/program	137 – 138
Operating indicators by function/program	139 – 142
Capital asset statistics by function/program	143 – 144

---

<b>Compliance Section</b>	
Schedule of expenditures of federal awards (supplementary information)	145 – 147
Notes to schedule of expenditures of federal awards	148
Summary schedule of prior audit findings	149
Report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with <i>Government Auditing Standards</i>	150 – 151
Report on compliance for each major program; and report on internal control over compliance required by the Uniform Guidance	152 – 153
Schedule of findings and questioned costs	154 – 156

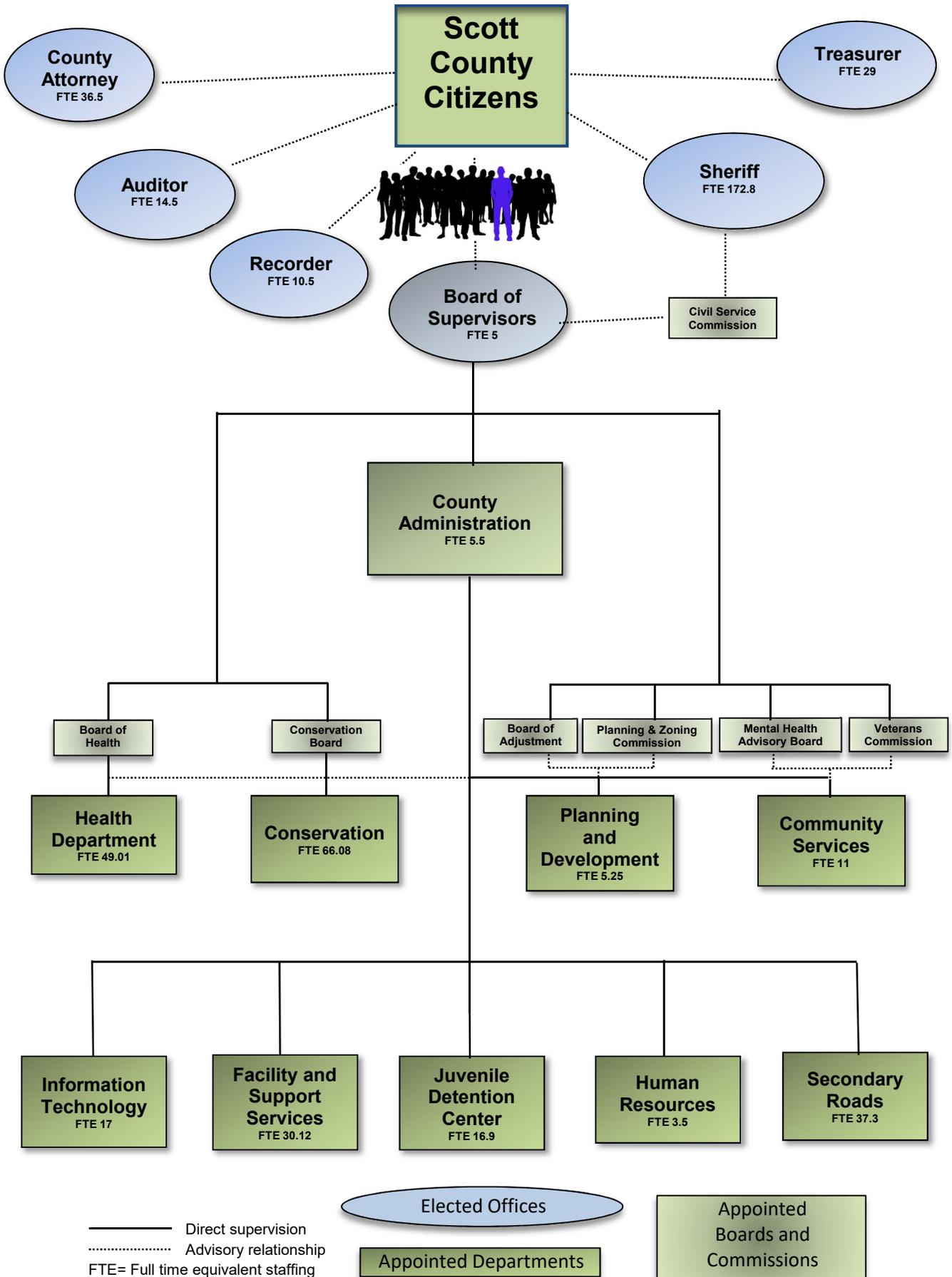
**County of Scott, Iowa**

**County Officials**

---

Official Title	Official	Term Expiration Date of Elected Officials
<b>Elected Officials</b>		
Supervisor, Chairperson	Ken Beck	2025
Supervisor, Vice-Chair	John Maxwell	2023
Supervisor	Ken Croken	2023
Supervisor	Brinson Kinzer	2023
Supervisor	Tony Knobbe	2025
Attorney	Mike Walton	2023
Auditor	Kerri Tompkins	2023 Partial Term
Recorder	Rita Vargas	2023
Sheriff	Tim Lane	2025
Treasurer	Mike Fennelly	2023
<b>Administration</b>		
County Administrator	Mahesh Sharma	
<b>Department Heads</b>		
Budget and Administrative Services	David Farmer	
Community Services	Lori Elam	
Conservation	Roger Kean	
Facility and Support Services	Tammy Speidel	
Health	Amy Thoreson	
Human Resources	Mary Thee	
Information Technology	Matt Hirst	
Juvenile Detention Center	Jeremy Kaiser	
Planning and Development	Chris Mathias	
Secondary Roads	Angie Kersten	

# Scott County Government Organizational Chart





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Scott  
Iowa**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

*Christopher P. Morill*

Executive Director/CEO

## OFFICE OF THE COUNTY ADMINISTRATOR

600 West Fourth Street  
Davenport, Iowa 52801-1003

Ph: (563) 326-8702 Fax: (563) 328-3285

[www.scottcountyiowa.com](http://www.scottcountyiowa.com)

E-Mail: [admin@scottcountyiowa.com](mailto:admin@scottcountyiowa.com)

---



December 7, 2021

To the Members of the Scott County Board of Supervisors, and Citizens of Scott County:

State law requires that every general-purpose local government publish within nine months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the 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.

Baker Tilly US, LLP, Certified Public Accountants, have issued an unmodified (“clean”) opinion of Scott County’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 Scott County Government***

Scott County, Iowa was incorporated on December 31, 1838. Antoine LeClaire, an early settler of the County, donated the square of land the Scott County Courthouse stands on today. If the County ever abandons the site, the property would revert to the heirs of Antoine LeClaire. The first courthouse was erected on this land during 1841. The following years to 1874 saw changes and additions to the structure of Scott County government. One of the major changes was in the structure of the governing board. From 1838 until 1850 county commissioners were elected on an annual basis. By 1861 the name Board of Supervisors had been mandated, with 14 supervisors from throughout the county representing the citizens. In 1870 the structure changed again, and only three board supervisors were elected countywide. In 1874, the membership of the board of supervisors increased to its present five officials, all elected at-large.

In 1979 an administrator form of government was adopted, and the Board of Supervisors hired a county administrator. Subsequently, staff and departments have grown in efficiency and capacity to serve citizens. In 1978 the County Home Rule Bill was enacted, granting all powers to counties consistent with state laws and not specifically prohibited by the Iowa General Assembly.

The County provides a full range of services. These services include law enforcement and legal services, physical health and social services, mental health and developmental disabilities services, county environment and education, planning and zoning, construction and maintenance of secondary roads, and general administrative services.

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.

There are two blended presented component units: Scott Emergency Communication Center (SECC), which provides county-wide consolidated emergency 911 dispatch services; and the Scott County Public Safety Authority, which is the owner of the voter approved jail expansion project.

Also, there are two discretely presented component units: Emergency Management Agency, which provides direction for the delivery of the emergency management services and planning, administration, coordination, training and support for local governments and their departments, and the County Library, which provides library services to all cities within Scott County with the exception of the City of Bettendorf, the City of Davenport, and the City of LeClaire.

These component units are discretely presented 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. The County Board is a voting member of each of the governing bodies of all component units except for the Scott County Library for which the County Board appoints all the Library Trustees and the Public Safety Authority for which the County Board appoints two commissioners, one jointly appointed with the City of Davenport. The component units are discussed further in Note 1.

The Board is required to adopt a final budget by no later than March 31<sup>st</sup> prior to the beginning of the fiscal year. This annual budget serves as the foundation for Scott County's financial planning and control. The State of Iowa requires the passage of an annual budget of total County operating expenditures by major program service areas (i.e., public safety and legal services, physical health and social services, etc.). Activities of the general fund, special revenue funds, capital projects fund and debt service fund 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 or the functional area. The County also maintains administrative budgetary control beyond the State required program service area level at the major object of expenditure basis within each County department.

The Scott Emergency Communication Center adopts an operating budget on an entity wide basis, and the level of budgetary control is at the entity basis, excluding capital improvements and certain expense reimbursements. The Public Safety Authority does not adopt a budget.

### ***Local Economy***

Scott County is part of a four county, bi-state, metropolitan area referred to as the Quad-Cities. The counties of Scott (Iowa), Rock Island, Henry and Mercer (Illinois), contain the Davenport-Rock Island-Moline Metropolitan Statistical Area (MSA), with a 2020 U.S. Census Bureau count of 384,324, an increase of 1.22% over the 2010 U.S. Census Bureau count of 379,690 which is a 1.0% increase over the 2000 census count of 376,019. The U. S. Census Bureau's 2020 population of Scott County was 174,669, which was 5.7% increase over the 2010 census count of 165,224. The 2010 census count was a 4.1% increase over the 2000 census count of 158,689. The US Census has not released 2021 data estimates yet.

The Quad-Cities has been historically known as an industrial, retail/service and transportation center. In the last forty years the economy has 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. In 1990 that had changed to 17% manufacturing, 41% service sector; with 20% classified as trade and 4% mining and construction. In 2000 the split was 16% manufacturing and 46.5% classified as service sector; with 18% classified as trade and 5% mining and construction. In 2010 the split changed only slightly to 12% manufacturing and 50% classified as service sector; with 17% classified as trade and 5% mining and construction. The portion of government sector jobs has remained even at 16% in 1980 and 1990, 14.5% in 2000 and back to 16% in 2010. There are five target industries in the Quad Cities region: Advanced Metals & Materials; Agricultural Innovation; Corporate Operations; Defense; and Logistics.

The annual average labor force in the Quad Cities MSA (four counties) was 204,440 in 2010. The region now looks at the Quad Cities CSA (combined statistical area) of Clinton, Muscatine, Scott Counties in Iowa and Henry Mercer and Rock Island Counties in Illinois. The Quad Cities CSA is a population of 470,973 and a laborshed of 743,000. The annual average labor force for Scott County was 87,105 in June 2021 which is a decline over the 2010 labor force of 89,950. In 2010 the unemployment rate for Scott County was 6.9% and for the MSA it was 8.4%. In August of 2021 the Scott County rate was 4.9% and the state rate was 3.8% for the month of September 2021. The August 2020 unemployment rate in the MSA was 8.1%, but decreasing from April 2020 at 15.3% and the onset of the COVID-19 pandemic.

In 2010 the median household income for the MSA was \$48,091 and for Scott County it was \$52,218. The median household income in Scott County rose between 1980 and 2000, from \$20,767 in 1980 to \$29,979 in 1990 and \$42,701 in 2000. That is an increase of 106% over the twenty-year period. The median household income in 2008 in Scott County increased another 22% over the 2000 figure to \$52,013, just a shade under the 2008 U.S. median household income of \$52,029. The current estimate is \$65,724.

New residential construction slowed in the Quad Cities MSA and Scott County after very strong years from 2000-2007 in 2009-2011. New starts since 2007 have averaged 286 new starts a year between 2006 and 2020. New housing starts were 352 in 2021 through September.

The Quad Cities housing market remains one of the most affordable housing markets in the country. The average sales price for homes in the Iowa Quad Cities was \$240,000 in September of 2021 which is up from \$225,700 in September of 2020. On the Illinois side of the river the average sales price was \$151,000 in September of 2021, up from \$134,500 in September of 2020. The average home value in north Scott County (Eldridge and unincorporated Scott County) for 2021 was \$330,500. In the last five years home prices have risen 18.76% in the Quad Cities area.

Economic development efforts for the Quad Cities as a whole continues on the path to diversify the economy, while taking advantage of its unique location on major transportation corridors and the tremendous asset of the Mississippi River. The global, national and regional economic development marketing for the Quad Cities have been led by Quad Cities First, the regional marketing public-private partnership managed by the Chamber of Commerce. The consolidation of the two Chambers of Commerce into one Quad Cities wide organization has helped with these regional marketing efforts. Scott County, as always, is part of those efforts.

## ***Long-Term Financial Planning***

Unassigned fund balance in the general fund (20.0% of total 2021 general fund expenditures including transferred expenditures to blended component units) falls within the policy guidelines set by the Board for budgetary and planning purposes (i.e., minimum of 15 percent of total general fund expenditures). Fiscal year 2021 ended with an increase in the unassigned general fund balance of approximately \$609,000. Additionally, the County assigned fund balance to establish a long term building improvement capital. During these challenging economic times, as the county faces cutbacks at the state level, the COVID-19 pandemic, and increased reliance on property tax funding, retaining the current level of fund balance is important. The County is continuing to find ways to reduce its costs for providing services through collaborating with other jurisdictions in delivering services. This consolidation or service sharing is very important as the County weathers the changes in property tax enacted by the State in 2013 and the COVID-19 pandemic. The state enacted changes to reduce the state funded commercial and industrial backfill of lost property taxes. We are committed to remain a county with a superior level of service at one of the lowest tax rates in the State of Iowa.

## ***Relevant Financial Policies***

It is Scott County's policy to use its share of riverboat gaming proceeds for capital projects. The County currently uses these funds toward pay as you go remodeling and renovation projects.

## ***Major Initiatives***

In fiscal year 2017, the County began a new strategic plan to develop a mission and vision for the County in 2032, while setting goals of where the County should be by 2022. The County continued those efforts in fiscal year 2021, by developing an updated plan for fiscal years 2021-2022. The county repeated the process to affirm the strategic plan in October, 2021 and include the desired outcomes in the development of the 2023 budget. The strategic plan will focus the county to be financially responsible, local and regional economic growth, a high-performing organization and a great place to live. The County is committed to providing the resources to achieving the goals of the organization. More information is available on the County website.

The County continues to implement initiatives of the capital master plan. The capital master plan is major projects including information technology infrastructure needs, adult and juvenile capacity planning and long term conservation capital projects. The County is midst of a lake restoration at West Lake Park with the help of state funding, capital maintenance information technology infrastructure and Scott Emergency Communication Center radio tower and infrastructure project. New projects may develop after the completion of a continuity of government and continuing operations study to be completed in fiscal year 2022. A new Youth Justice and Rehabilitation Center is being developed with reliance a pay as you go philosophy.

## ***Awards and Acknowledgements***

Scott County and Rock Island County, Illinois joint submitted the Quad-City P25 Radio Project to the Government Finance Officers Association and was awarded a 2020 winner for Creative Solution to a Common Challenge Award for Excellence in Government Finance. The joint project between the two counties is creating a new digital emergency radio system that shares lines and frequencies and allows for communication through the Quad City area. The project also allocates ownership and funding between the two counties located in neighboring states. The Counties are one of eight 2020 winners by the GFOA.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Scott County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2020. This was the thirty-fourth consecutive year that Scott County has received this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both general 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 CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Government Finance Officers Association of the United States and Canada (GFOA) has given an Award for Outstanding Achievement in Popular Annual Financial Reporting to Scott County for its Popular Annual Financial Report for the fiscal year ended June 30, 2020. The Award for Outstanding Achievement in Popular Annual Financial Reporting is a prestigious national award recognizing conformance with the highest standards for preparation of a state and local government popular reports. This is the fifth year for receiving the award.

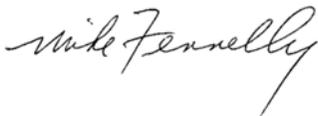
In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, a government unit must publish a Popular Annual Financial Report, whose contents conform to a program standards of creativity, presentation, understandability and reader appeal.

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

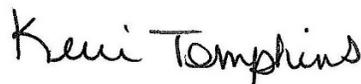
In addition, Scott County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated July 1, 2021. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staffs of the Auditor's Office, Treasurer's Office and the Administration Office. We wish to express our appreciation to all members of our offices who assisted and contributed to the preparation of this report. We appreciate the assistance and guidance of our independent auditors. Credit also must be given to the Board of Supervisors for their unfailing support for maintaining the highest standards of professionalism in the management of Scott County's finances.

Respectfully submitted,



Mike Fennelly  
County Treasurer



Kerri Tompkins  
County Auditor



Mahesh Sharma  
County Administrator

**FINANCIAL**

## **Independent Auditors' Report**

To the Board of Supervisors of  
County of Scott, Iowa

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County of Scott, Iowa, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County of Scott'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.

### ***Auditors' Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 over financial reporting relevant to the County of Scott'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 County of Scott'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, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County of Scott, Iowa, 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.

### ***Emphasis of Matter***

As discussed in Note #1, the County of Scott adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*, effective July 1, 2020. Our opinions are not modified with respect to this matter.

### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents 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.

#### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Scott's basic financial statements. The supplementary information which includes the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information which includes the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) is fairly stated in all material respects, in relation to the basic financial statements as a whole.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Scott's basic financial statements. The the introductory and statistical sections, as listed in the accompanying 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.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2021 on our consideration of the County of Scott's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County of Scott's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County of Scott's internal control over financial reporting and compliance.

*Baker Tilly US, LLP*

Milwaukee, Wisconsin  
December 7, 2021

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

It is an honor to present to you the financial picture of the County of Scott, Iowa (the "County"). We offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County of Scott, Iowa 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.

#### Financial Highlights

The assets and deferred outflows of resources of the County of Scott exceeded its liabilities and deferred inflows of resources as of June 30, 2021 and 2020 by \$131,421,357 and \$118,374,435 (net position), respectively. Of this amount, \$16,660,143 and \$13,096,894, respectively, may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net position increased by \$13,046,922 during the year ended June 30, 2021 and increased by \$5,883,973 during the year ended June 30, 2020.

As of June 30, 2021, the County of Scott's governmental funds reported combined ending fund balances of \$49,423,323, an increase of \$1,997,391 in comparison with 2020. Approximately 25 percent of this total amount, \$12,525,469 is available for spending at the government's discretion (unassigned). The increase between 2021 and 2020 is due to intergovernmental funding from CARES Act funding received by the county, increases from interest and penalties on taxes, increases in charges for services, and controlled spending with the onset of the pandemic. As of June 30, 2020, the County of Scott's governmental funds reported combined ending fund balances of \$47,425,932, an increase of \$4,600,308 in comparison with 2019. Approximately 25 percent of this total amount, \$11,916,336 is available for spending at the government's discretion (unassigned). The increase between 2020 and 2019 is due to the issuance of general obligation debt to support the SECC radio tower and communication project, and FEMA reimbursements from the 2018 flood, and controlled spending with the onset of the pandemic.

As of June 30, 2021, unassigned fund balance for the General Fund was \$12,525,469 or 20.0 percent of total General Fund expenditures including transfers to blended component units and \$11,916,336 or 20.0 percent of total General Fund expenditures including transfers to blended component units for 2020.

The County's total long-term debt, excluding compensated absences, net pension liability, other postemployment benefits and claims payable, decreased by \$4,460,000 during fiscal year June 30, 2021 and increased by \$2,935,000 during fiscal year June 30, 2020. The decrease in balance from 2020 to 2021 was attributable to payment of scheduled debt service. The increase in balance from 2019 to 2020 was attributable to the issuance of \$12,680,000 in new general obligation bonds of the County offset by the current refunding of the 2009 bonds.

#### Overview of the Financial Statements

This Discussion and Analysis is intended to serve as an introduction to the County of Scott's basic financial statements. The County'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.

In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. This statement establishes criteria for identifying fiduciary activities of all state and local governments for accounting and financial reporting purposes and how those activities should be reported. This standard was implemented July 1, 2020.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

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

The statement of net position presents information on all of the County of Scott, Iowa's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between the four 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 County is improving or deteriorating.

The statement of activities presents information showing how the County'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).

Both of the government-wide financial statements distinguished functions of the County of Scott that are principally supported by taxes (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 County include public safety and legal services, physical health and social services, mental health, County environment and education, roads and transportation, government services to residents and administration. The business-type activities include an 18-hole golf course.

The government-wide financial statements include the following blended component units: Public Safety Authority and Scott Emergency Communication Center; and the following discretely presented component units: Emergency Management Agency and County Library. There are no other organizations or agencies whose financial statements should be combined and presented with the financial statements of the County.

The government-wide financial statements can be found on pages 18 through 21 of this report.

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 County of Scott, Iowa, 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 County 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.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

The County of Scott, Iowa maintains nine 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, Mental Health/Development Disabilities Fund, Secondary Roads Fund, Debt Service Fund, Scott Emergency Communication Center and Capital Projects which are considered to be major funds. Data from the other three 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.

The basic governmental fund financial statements can be found on pages 22 through 27 of this report.

Proprietary funds: The County of Scott maintains two types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County of Scott maintains one enterprise fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County of Scott's various functions. The County of Scott maintains two internal service 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 Golf Course Fund. This fund is considered to be a nonmajor fund of the County of Scott.

The basic proprietary fund financial statements can be found on pages 28 through 30 of this report.

Custodial 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 statement because the resources of those funds are not available to support the County of Scott, Iowa's own programs. The fiduciary funds of the County are considered custodial funds. Total assets of the fiduciary funds were \$312,558,942 and \$298,970,507 for the years ended June 30, 2021 and 2020, respectively.

The basic custodial fund financial statements can be found on pages 31 through 32 of this report.

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

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County of Scott, Iowa's budgetary comparison, schedule of the County's proportionate share of the net pension liability, schedule of the County's contributions, and schedule of the County's total OPEB liability, related ratios and notes. This information can be found on pages 79 through 88 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to basic financial statements and the required supplementary information.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

#### Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The County's total net position has increased from a year ago from \$118,374,435 to \$131,421,357. This is due to the net effect of the increase in net position for the 2021 activity.

Of the County of Scott's net position, 81 percent reflects its investment in capital assets (e.g., land, buildings and improvements, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The County of Scott uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The County's net investment in capital assets, was \$106,946,862 for 2021 and \$98,551,765 for 2020. Although the County'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.

	Governmental Activities		Business-Type Activities		Total County	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 117,760,068	\$ 115,085,318	\$ 537,141	\$ 454,088	\$ 118,297,209	\$ 115,539,406
Capital assets, net	125,345,573	116,607,178	2,207,005	2,211,681	127,552,578	118,818,859
Other noncurrent assets	6,460,000	6,830,000	-	-	6,460,000	6,830,000
<b>Total assets</b>	<b>249,565,641</b>	<b>238,522,496</b>	<b>2,744,146</b>	<b>2,665,769</b>	<b>252,309,787</b>	<b>241,188,265</b>
Deferred outflows of resources	<b>7,628,717</b>	<b>5,896,504</b>	<b>64,038</b>	<b>217,549</b>	<b>7,692,755</b>	<b>6,114,053</b>
Current liabilities	14,187,358	11,867,008	119,111	90,533	14,306,469	11,957,541
Noncurrent liabilities outstanding	51,045,026	50,557,518	237,402	190,246	51,282,428	50,747,764
<b>Total liabilities</b>	<b>65,232,384</b>	<b>62,424,526</b>	<b>356,513</b>	<b>280,779</b>	<b>65,588,897</b>	<b>62,705,305</b>
Deferred inflows of resources	<b>62,985,656</b>	<b>66,216,377</b>	<b>6,632</b>	<b>6,201</b>	<b>62,992,288</b>	<b>66,222,578</b>
Net position:						
Net investment in capital assets	104,739,857	96,340,084	2,207,005	2,211,681	106,946,862	98,551,765
Restricted	7,814,352	6,725,776	-	-	7,814,352	6,725,776
Unrestricted	16,422,109	12,712,237	238,034	384,657	16,660,143	13,096,894
<b>Total net position</b>	<b>\$ 128,976,318</b>	<b>\$ 115,778,097</b>	<b>\$ 2,445,039</b>	<b>\$ 2,596,338</b>	<b>\$ 131,421,357</b>	<b>\$ 118,374,435</b>

Net position is reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted through enabling legislation for 2021 and 2020 consist of \$352,314 and \$226,578 for debt service, \$672,340 and \$770,555 for mental health, \$6,139,682 and \$4,968,351 for secondary roads, \$518,556 and \$633,589 for other statutory programs, and \$131,460 and \$126,703 for rural services, respectively. The remaining balance of unrestricted net position, \$16,660,143 for 2021 and \$13,096,874 for 2020, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County of Scott, Iowa is able to report positive balances in all three categories of net position for governmental activities. The same situation held true for the prior fiscal year.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

The County's total net position increased by \$13,046,922 during the current fiscal year as compared to an increase of \$5,883,973 in 2020. The governmental-type activities' net position increased by \$13,198,221 in 2021 and increased by \$5,876,531 in 2020. Charges for services increased by \$1.8 million due revenue collections and timing corrections from the COVID-19 pandemic. Many variable revenues delayed but were unknown in 2020 were collected in 2021. CARES act grant funding was unavailable to the general fund until 2021, but was incurred in 2020. Capital contributions increased by \$1.8 million related to state contributions for road improvements and the West Lake Park lake restoration. Additionally operating grants and contributions remained high compared to prior years due to intergovernmental funding to address COVID-19. General revenues increased \$6.6 million due to property taxes of \$3.6 million, local option sales taxes of \$1.4 million, state shared revenues for road use tax of \$400,000, gaming taxes of \$320,000, miscellaneous revenues of \$900,000 and decreases in investment earnings. Expenses increased \$3.4 million from the prior year due to salary and wage adjustments of \$0.9 million, benefit adjustments of \$0.7 million, an increase in COVID related grants of \$1.3 million. In fiscal year 2020, the County implemented its first salary study in a number of years which changed scale and steps to market rates. The total business-type activities' net position decreased by \$151,299 in 2021 and increased by \$7,422 in 2020. The decrease in 2021 was related to recognition of pension expenses while normal operation activities occurred. The increase 2020 was due to normal operating activities. The number of golf rounds played increased 10.7 percent in 2021 due to weather related events and increased rounds played due to social distancing activities including golf.

Table 2 highlights the County's revenues and expenses for the fiscal year ended June 30, 2021 and 2020. These two main components are subtracted to yield the change in net position. This table utilizes the accrual method of accounting.

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

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

Table 2 - County of Scott's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total County	
	2021	2020	2021	2020	2021	2020
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 9,323,713	\$ 7,451,128	\$ 1,079,370	\$ 933,761	\$ 10,403,083	\$ 8,384,889
Operating grants and contributions	6,512,383	6,521,082	1,892	-	6,514,275	6,521,082
Capital grants and contributions	3,076,209	1,204,224	-	-	3,076,209	1,204,224
General revenues:						
Taxes:						
Property taxes	57,145,720	53,516,264	-	-	57,145,720	53,516,264
Local option sales tax	6,346,568	4,939,394	-	-	6,346,568	4,939,394
Gaming	900,192	577,668	-	-	900,192	577,668
Other taxes	72,895	93,200	-	-	72,895	93,200
Utility tax replacements	1,886,385	1,857,243	-	-	1,886,385	1,857,243
Penalties, interest and costs on taxes	1,123,229	314,158	-	-	1,123,229	314,158
State tax replacement credits	4,270,750	4,137,625	-	-	4,270,750	4,137,625
State shared revenues	4,885,043	4,497,873	-	-	4,885,043	4,497,873
Payments in lieu of taxes	8,136	8,040	-	-	8,136	8,040
Investment earnings	213,280	1,153,507	1,238	5,382	214,518	1,158,889
Miscellaneous	2,981,229	2,069,597	-	-	2,981,229	2,069,597
<b>Total revenues</b>	<b>98,745,732</b>	<b>88,341,003</b>	<b>1,082,500</b>	<b>939,143</b>	<b>99,828,232</b>	<b>89,280,146</b>
<b>Expenses:</b>						
Public safety and legal services	28,095,842	28,562,069	-	-	28,095,842	28,562,069
Public safety and legal services - SECC	9,540,718	8,015,430	-	-	9,540,718	8,015,430
Physical health and social services	8,342,322	6,543,433	-	-	8,342,322	6,543,433
Mental health	5,892,022	5,630,174	-	-	5,892,022	5,630,174
County environment and education	5,837,630	6,089,395	-	-	5,837,630	6,089,395
Roads and transportation	9,559,824	10,742,814	-	-	9,559,824	10,742,814
Government services to residents	3,510,908	2,913,233	-	-	3,510,908	2,913,233
Administration	14,097,254	13,109,065	-	-	14,097,254	13,109,065
Interest on long-term debt	670,991	858,859	-	-	670,991	858,859
Golf course	-	-	1,233,799	931,701	1,233,799	931,701
<b>Total expenses</b>	<b>85,547,511</b>	<b>82,464,472</b>	<b>1,233,799</b>	<b>931,701</b>	<b>86,781,310</b>	<b>83,396,173</b>
<b>Increase (decrease) in net position</b>	<b>13,198,221</b>	<b>5,876,531</b>	<b>(151,299)</b>	<b>7,442</b>	<b>13,046,922</b>	<b>5,883,973</b>
Net position, beginning	115,778,097	109,901,566	2,596,338	2,588,896	118,374,435	112,490,462
Net position, ending	<b>\$ 128,976,318</b>	<b>\$ 115,778,097</b>	<b>\$ 2,445,039</b>	<b>\$ 2,596,338</b>	<b>\$ 131,421,357</b>	<b>\$ 118,374,435</b>

**County of Scott, Iowa**

**Management's Discussion and Analysis (Unaudited)  
As of and For the Year Ended June 30, 2021**

Table 3 below discloses cost of services for governmental activities. The total cost of services column contains all costs related to the programs and the net cost column shows how much of the total amount is not covered by program revenues. Succinctly put, net costs are costs that must be covered by local taxes or other general revenue or transfers.

Table 3 - County of Scott's Governmental Activities

Programs	Total Cost of 2021	Total Cost of 2020	Net (Expense) of Services 2021	Net (Expense) of Services 2020
Public safety and legal services	\$ 28,095,842	\$ 28,562,069	\$ (24,150,521)	\$ (24,096,021)
Public safety and legal services - SECC	9,540,718	8,015,430	(9,503,165)	(8,009,430)
Physical health and social services	8,342,322	6,543,433	(5,000,696)	(4,091,427)
Mental health	5,892,022	5,630,174	(5,741,625)	(5,293,404)
County environment and education	5,837,630	6,089,395	(2,823,321)	(3,948,159)
Roads and transportation	9,559,824	10,742,814	(7,647,838)	(10,048,415)
Government services to residents	3,510,908	2,913,233	584,328	487,382
Administration	14,097,254	13,109,065	(13,086,636)	(12,848,932)
Debt service, interest	670,991	858,859	734,268	560,368
<b>Total</b>	<b>\$ 85,547,511</b>	<b>\$ 82,464,472</b>	<b>\$ (66,635,206)</b>	<b>\$ (67,288,038)</b>

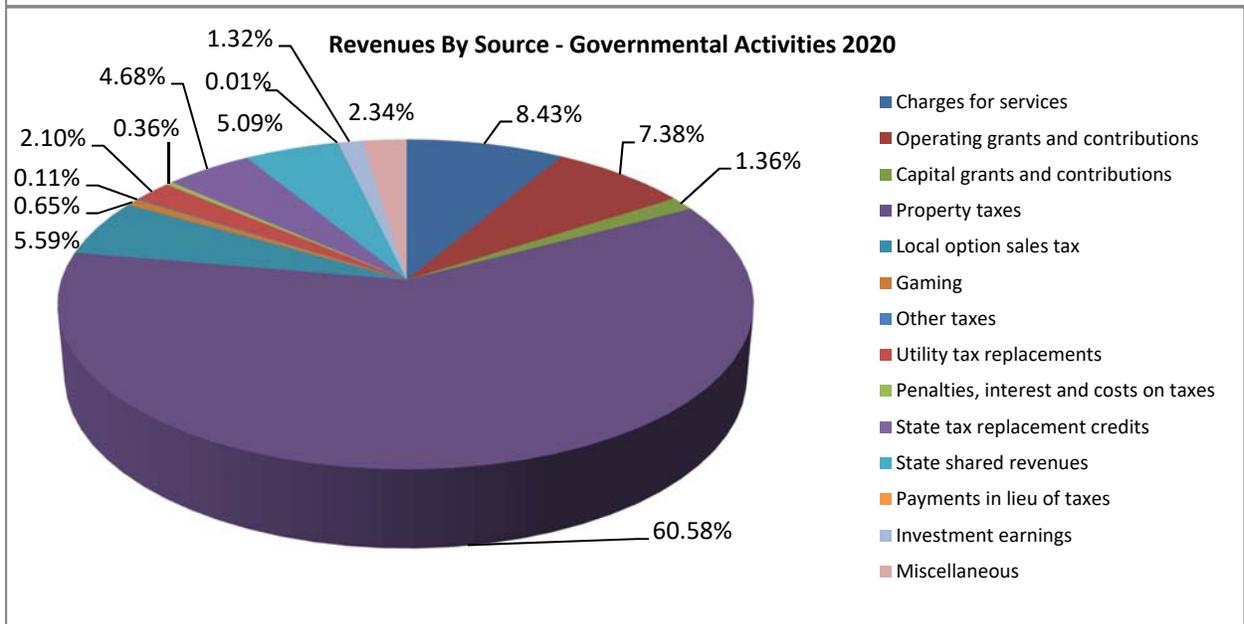
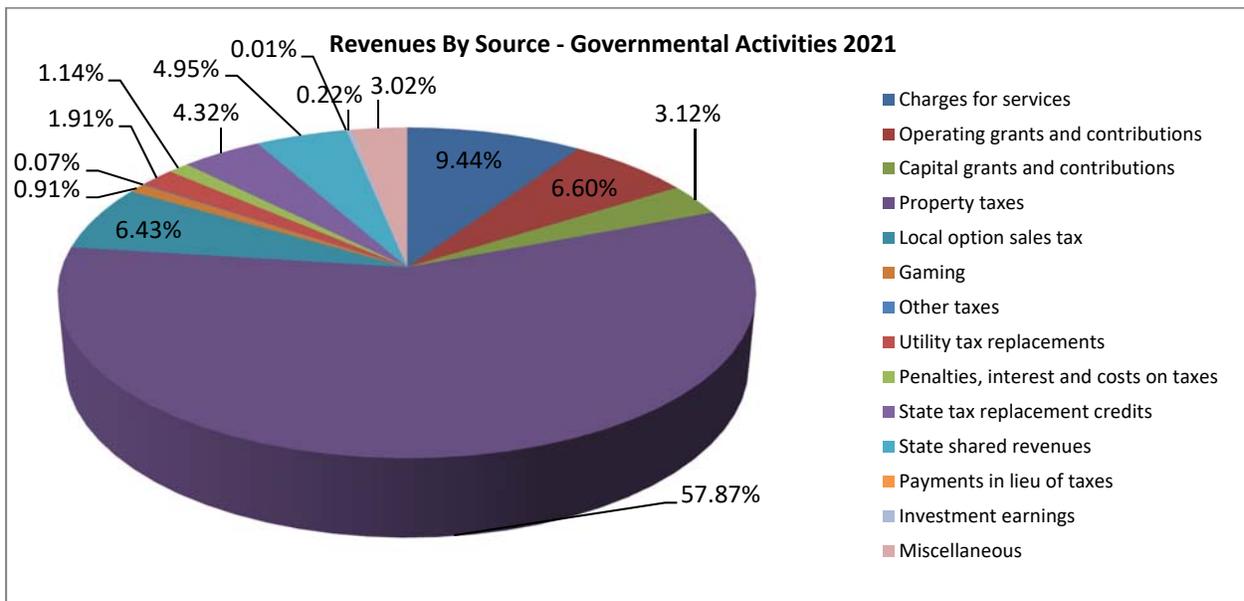
Net cost of services is 78 percent of total cost of services in 2021 and 82 percent in 2020. The change in net cost was impacted by the County receiving operating related grants and donations related to public safety and legal services and physical health and social services. County environment and education decreased due to the reductions of parks and recreation opportunities related to COVID-19 cancellations and the West Lake Park restoration. Road and transportation costs decreased by \$1.2 million due to road rock maintenance, while contributed capital increased \$1.2 million.

**County of Scott, Iowa**

**Management’s Discussion and Analysis (Unaudited)  
As of and For the Year Ended June 30, 2021**

Governmental Activities

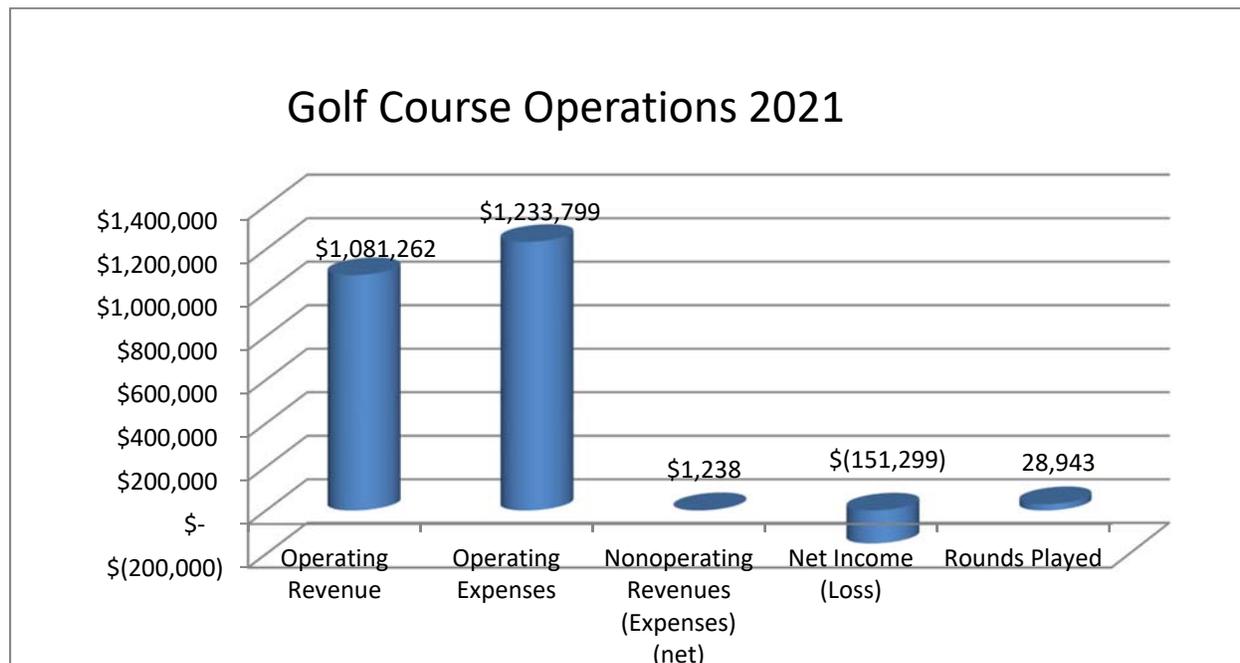
The graphs below show the percentage of the total governmental activities revenues allocated by each revenue type for 2021 and 2020.



**County of Scott, Iowa**

**Management’s Discussion and Analysis (Unaudited)  
As of and For the Year Ended June 30, 2021**

Total business-type activities’ operating revenue for the fiscal years ended June 30, 2021 and 2020 was \$1,081,262 and \$933,761, respectively. All of this revenue was generated for specific business-type activity expenses. The graphs below show a comparison between the business-type activity expenditures and program revenues and operations for Glynn’s Creek Golf Course in 2021 and 2020. The golf course experienced a 10.7 percent increase in rounds played, while operating revenue increased to \$1,081,262 or a 15.8 percent increase. The increase in revenue is attributable to general green fees realized due to golf being considered a socially distant safe activity in light of COVID-19. The fund expended more on personnel expenses related to pension benefit expenses and less on other expenses such as maintenance and unemployment costs despite the increase in rounds.



**Business-type activities:** Business-type activities decreased net position by \$151,299 in the government’s net position in fiscal year ended June 30, 2021 compared to an increase of \$7,442 in fiscal year ended June 30, 2020.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

#### Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the County of Scott, Iowa's governmental funds reported combined ending fund balances of \$49,423,323, an increase of \$1,997,391 in comparison with the prior year fund balance of \$47,425,932. Approximately 25 percent of the 2021 total amount or \$12,525,469 constitutes unassigned fund balance. Approximately \$11,916,336, or 25 percent, for 2020 constitutes unassigned fund balance. Unassigned fund balance is available for spending at the government's discretion. The remainder of the fund balance is either nonspendable, restricted or assigned to indicate that it is not available for new spending. Restricted fund balance decreased between years primarily due to the use of debt issue proceeds for the Scott Emergency Communication Center fund the radio and infrastructure project. Additionally, the assigned fund balances increased between years due to additional general fund balance set aside for future capital acquisitions.

The General Fund is the chief operating fund of the County. At the end of the fiscal year, the unassigned fund balance of the General Fund was \$12,525,469 for 2021. The amount unassigned was \$11,916,336 for 2020 while total fund balance was \$21,199,045 for 2021 and \$14,938,375 for 2020. Fund balance increased due to revenues increasing 16 percent to \$75,042,372, expenditures increasing 6.0 percent to \$54,427,340 and a \$2.4 million more fund balance transferred to the other funds. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance and total fund balance to fund expenditures including transfers to blended component units. Unassigned fund balance represents 18.0 percent of General Fund expenditures including transfers to blended component units for 2021, while the unassigned fund balance represented 20.0 percent of total General Fund expenditures including transfers to blended component units for 2020. Total fund balance also represents approximately 25 and 25 percent of expenditures including transfers to blended component units for 2021 and 2020, respectively.

The fund balance of the County's General Fund increased by \$6,260,670 during the year ended June 30, 2021. Property tax revenues increased approximately \$3.3 million due to property tax reassessments and new property tax dollars when the County increased the general fund property tax rate by \$0.12 per \$1,000 of valuation and gained 4.3 percent assessment growth. Local option sales taxes increased by \$450,000 due to a net change in collections mostly from the taxes on online transactions. Intergovernmental grants increased \$3.9 million, mostly through the \$3.8 FEMA and CARES act funding grants. Net charges for services increased by \$1.8 million, mostly due to sheriff service fees, vehicle registration fees, and conservation usage fees increasing from the prior year. Many fees were collected after delays in fiscal year 2020 due to state mandates. The County's General Fund expenditures were \$54,427,340 in fiscal year 2021, compared to \$51,331,700 in fiscal year 2020 or an increase of approximately \$3.1 million. Salary and benefit expenditures across all departments increased \$1.5 million or 3.9 percent from the prior fiscal period. This is in line with annual step adjustments and approved costs of living adjustments for all staff less open positions within the county. Other expenditures increased in physical health and safety services for non-congregate sheltering to be supported by FEMA public assistance.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

The fund balance of the County's Mental Health / Development Disabilities fund decreased by \$98,215 in 2021 compared to an increase of \$337,430 in 2020. The key factor in the decrease, is a change in utilization of mental health services within the County due to COVID-19 service delays and the transfer of County contribution the Eastern Iowa Mental Health and Disabilities Region.

The Secondary Roads fund increase of \$1,171,331 in 2021 compared to a decrease of \$2,094,032 in 2020. The increase in fund balance relates to higher than anticipated revenues during the year of the road use tax, while the use of the funds or capital projects is being delayed until 2022 and 2023. The County chose not to plan projects until monies were realized for future work. Now that money from the 2015 Road Use Tax is being realized, long term bridge and road projects are planned for FY 2022 through FY 2027.

The Scott Emergency Communication Center increased fund balance by \$160,994 in 2021 compared to \$1,410,579 increase in 2020. The Center expended the first payment to the vendor for the radio and tower infrastructure system in 2019 and was reimbursed through a transfer in 2020 and 2021. The system will be a combined radio system between Scott County and Rock Island County, Illinois. Funding for the project will be reimbursed from the Scott County capital fund in fiscal year 2021 and 2022. Transferred contributions from the County tax levy increased by \$4.3 million, while expenditures increased by \$5.5 million.

The Capital Projects fund decreased fund balance by \$5,233,277 compared to \$7,733,264 increase in the prior year. The County issued \$10,260,000 in general obligation bonds for the Scott Emergency Communication Center project in 2020 and is transferring the proceeds to the Scott Emergency Communication Center fund as expenditures are incurred. The transfers in from the County's general fund increased by \$2,457,797 to \$5,491,947. The increase is attributed to the County transferring assigned fund balance in the general fund rather than holding the funds due to the COVID-19 pandemic. This funding is a mix of budgeted yearly funding transfers and prior year general fund savings assigned to the capital fund based on prior year results. The County is in the midst of a multi-year building improvement plan including Conservation facility improvements and West Lake Park lake restoration, and information technology projects. Many of these projects are ongoing.

The Debt Service fund decreased \$263,707 in 2021 compared to a decrease of \$4,117,969 in 2020. The decrease in 2021 is related to planned debt service and the increase in 2020 is related to the issuance of debt and current refunding of the 2009A General Obligation Emergency Communication Equipment bonds.

**Proprietary funds:** The County of Scott's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail. Other factors concerning the finances of these funds have already been addressed in the discussion of the County's business-type activities.

### Budgetary Highlights

Formal and legal budgetary control is based on nonmajor classes of disbursements known as functions, not by fund or fund type. Differences between the original budget and the final amended budget can be summarized as follows:

- The total original revenue budget of \$87,104,826 was increased to \$93,648,321 (an increase of \$6,543,495) mainly due to expected increased for intergovernmental funding related to the COVID-19 pandemic, and operating grants, increases in Local Option Sales Tax, and charges for services, while investment earnings are decreasing. Actual revenues received were \$95,153,866.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

- The total original expenditure budget of \$95,676,797 was increased to \$109,131,611 (an increase of \$13,454,814). Significant increases include capital outlay expenditures of \$9,377,999 for the use of debt for the SECC radio project; an increase of debt service of \$6,892,968 for the current refunding ; an increase in public safety and legal services of \$1,494,725 for contracted services, positional changes in full time equivalency and salary and benefit estimates; \$2,060,365 for physical health and social service, for non-congregate care and other COVID-19 services; and \$1,232,900 for additional secondary road maintenance services. Actual expenditures were \$93,504,681.
- The total original budget for transfers to governmental funds in and out of \$14,563,763 was increased to \$18,004,033 (an increase of \$3,440,270).

During the year, however, actual expenditures were less than budgeted expenditures. Iowa law requires budget amendments to specific expenditure service areas, i.e., public safety and legal service, to be enacted by the Board of Supervisors no later than May 31 of each fiscal year. Since the County's fiscal year ends on June 30 and since the County's budget is based on the current financial resources measurement focus and the modified accrual basis of accounting, the Board takes a conservative approach when enacting year-end budget amendments. This means the comparison of actual to budgeted amounts will usually show expenditures to be well below budgeted amounts. This is especially true for capital outlay function when projects may roll over to a subsequent fiscal year. The budgeted transfers out are for transfers to capital projects and special revenue funds.

### Capital Asset and Debt Administration

**Capital assets:** The County's investment in capital assets for its governmental and business-type activities as of June 30, 2021 and 2020, amounts to \$127,552,578 and \$118,818,859 (net of accumulated depreciation), respectively. This investment in capital assets includes land, buildings and improvements, equipment, infrastructure and construction-in-progress. The total increased in capital assets for 2021 was 7.4 percent (a 7.5 percent increase for governmental activities and a 0.2 percent decrease for business-type activities). The total decrease in capital assets for 2020 was 2.6 percent (0.2 percent increase for governmental activities and a 0.8 percent decrease for business-type activities).

Major capital asset events during the current fiscal year ended June 30, 2021 included placing in service the West Lake Park water treatment plant, administration center EFIS and window replacement project, information technology projects and large and small vehicles. Additionally the County is in the midst of two long term construction projects related to the radio tower infrastructure project and West Lake Park lake restoration project.

### Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 4,827,377	\$ 4,820,598	\$ 1,556,336	\$ 1,556,336	\$ 6,383,713	\$ 6,376,934
Construction-in-progress	19,365,569	7,205,800	-	-	19,365,569	7,205,800
Buildings	97,543,101	97,217,514	577,483	577,483	98,120,584	97,794,997
Improvements other than buildings	9,692,575	9,661,943	307,632	307,632	10,000,207	9,969,575
Infrastructure	110,270,279	108,458,778	-	-	110,270,279	108,458,778
Intangible-software	4,730,315	4,700,050	-	-	4,730,315	4,700,050
Machinery and equipment	40,074,616	38,665,886	1,540,139	1,468,567	41,614,755	40,134,453
Accumulated depreciation	(161,158,259)	(154,123,391)	(1,774,585)	(1,698,337)	(162,932,844)	(155,821,728)
<b>Total</b>	<b>\$ 125,345,573</b>	<b>\$ 116,607,178</b>	<b>\$ 2,207,005</b>	<b>\$ 2,211,681</b>	<b>\$ 127,552,578</b>	<b>\$ 118,818,859</b>

Additional information on the County of Scott's capital assets can be found in Note 5 of this report.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

Debt: As of June 30, 2021, the County of Scott, Iowa had general obligation bonds outstanding totaling \$16,500,000, revenue bonds for the jail facility for \$7,475,000, and notes payable of \$5,300,000. In the fiscal year 2021, all planned debt service payments were funded and paid. The County was rated Aa1 by Moody's investment services for the issuance of the 2019 bonds.

As of June 30, 2020, the County of Scott, Iowa had general obligation bonds outstanding totaling \$18,610,000, revenue bonds for the jail facility for \$9,275,000, and notes payable of \$5,850,000. In the fiscal year 2020, all planned debt service payments were funded and paid. The County issued \$12,680,000 in new general obligation bonds to fund the SECC radio tower infrastructure and equipment project, and current refund the 2009 bonds. The County was rated Aa1 by Moody's investment services for the issuance of the 2019 bonds.

Table 5 - County of Scott's Outstanding Debt, June 30

	2021	2020	Maturity
Governmental activities:			
General obligation bonds	\$ 16,500,000	\$ 18,610,000	2035
Revenue bonds	7,475,000	9,275,000	2025
Notes payable	5,300,000	5,850,000	2029
Total governmental activities	<u>\$ 29,275,000</u>	<u>\$ 33,735,000</u>	

Additional information about the County's long-term debt can be found in Note 6 of the financial statements.

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

- Scott County's urban levy rate moved to \$6.04 for FY22 in property taxes rates. The decrease was reflective of a state mandate to reduce the Mental Health and Disability Services levy to \$21.14 per capita for FY 2021, to finance additional adult and juvenile care costs, additional position changes within the organization, particularly for public safety, and debt service on the 2019 bonds. The rural county levy rate decreased to \$8.94 for the budget year ending June 30, 2022 due to underlying changes within the urban levy rate. The tax base for the County of Scott increased 2.8 percent over the previous year and 2.1 percent in total assessment.

The County's Mental Health and Disability Services levy will be reduced to \$0 in fiscal year 2023 as the state will contribute up to \$38.00 per capita directly to the mental health region, thereby bypassing the County as a funding model.

- Health care costs and personnel costs, which make up a significant portion of the County's operating costs, continue to be reasonably controlled and negotiated. The County's move to self-funded health insurance had resulted in 42 months of zero increase in County insurance premiums between 2010 and 2014. A premium rate increase for family insurance of 6.9 percent was approved by the board in October 2021 for the calendar year 2022. The County dental plan premium will remain the same.
- The County's ratified new contracts with two union groups and the blended component unit ratified a contract with one union group as of September 2021. The ratified contracts set cost of living adjustments for these groups at 3.0 percent as of July 1, 2022, which provided security to both parties due to the rising costs and inflation occurring in the fall of 2021.

## County of Scott, Iowa

### Management's Discussion and Analysis (Unaudited) As of and For the Year Ended June 30, 2021

---

- The County's revenues are stable but are dependent on property tax revenue growth. There is an unknown on how COVID-19 will impact local revenue drivers including property tax valuation, local option sales tax or charges for services. Scott County developed and approved the 2022 budget while the impacts of COVID-19 were being understood. The County will continue to seek local, state and federal funding opportunities to address changing program services under COVID-19. Additionally the savings from the previous year's General Fund continue to be transferred to the Capital Projects Fund to fund the space utilization master plan.
- In December 2019, a novel strain of coronavirus was reported in Wuhan, Hubei province, China. In the first several months of 2020, the virus, SARS-CoV-2, and resulting disease, COVID-19, spread to the United States, including to areas impacting the County. The County's evaluation of the effects of these events is ongoing; however we anticipate this situation could impact: investment valuations and decreased investment income; undefined changes in demand for services such as conservation group activities such as day camps and pool usage; increase in delinquencies or uncollectible account receivable for property taxes; or increase for community services aid. Additionally the County is seeking intergovernmental aid and programming to address COVID-19 locally.

The extent of the impact of COVID-19 on the County's operational and financial performance will depend on future developments, including the duration and spread of the outbreak and related governmental or other regulatory actions.

- The County is the recipient of \$33,592,150 of American Rescue Plan act funds (ARPA). The first installment of ARPA funds were received in July 2021. The County is developing an expenditure plan for the use of the funds; however, it expects to develop contracts and a spending plan for the incorporation of the use of the funds into March 2022 budget amendment. At this time the final rule has not been released by the US Treasury which may impact the spending plan of the County.

All of these factors were considered in preparing the County of Scott, Iowa's budget for the June 30, 2022 fiscal year or future amendments.

### Requests for Information

These financial statements and discussions are designed to provide our citizens, taxpayers, investors and creditors with a complete disclosure of the County's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have questions about this report or need additional information, please write David Farmer, Director of Budget and Administrative Services, Scott County Administrative Center, 600 West 4<sup>th</sup> Street, Davenport, Iowa 52801-1003.

County of Scott, Iowa

Statement of Net Position  
As of June 30, 2021

Assets	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b>Current assets:</b>				
Cash and investments	\$ 46,324,899	\$ 528,606	\$ 46,853,505	\$ 699,963
Restricted cash and investments	4,392,304	-	4,392,304	-
Receivables:				
Property taxes, net of allowance for collection losses	61,990,594	-	61,990,594	-
Accounts	516,467	-	516,467	3,126
Interest	35,929	299	36,228	435
Due from other governmental agencies	3,740,149	-	3,740,149	90,748
Prepays	759,726	-	759,726	9,536
Inventories	-	8,236	8,236	-
<b>Total current assets</b>	<b>117,760,068</b>	<b>537,141</b>	<b>118,297,209</b>	<b>803,808</b>
<b>Noncurrent assets:</b>				
Receivables:				
Loans	6,460,000	-	6,460,000	-
Capital assets:				
Not depreciated or amortized:				
Land	4,827,377	1,556,336	6,383,713	16,600
Construction-in-progress	19,365,569	-	19,365,569	28,658
Depreciated or amortized:				
Buildings	97,543,101	577,483	98,120,584	1,131,866
Improvements other than buildings	9,692,575	307,632	10,000,207	-
Infrastructure	110,270,279	-	110,270,279	-
Intangible - software	4,730,315	-	4,730,315	-
Machinery and equipment	40,074,616	1,540,139	41,614,755	896,503
Less accumulated depreciation and amortization	(161,158,259)	(1,774,585)	(162,932,844)	(1,304,807)
<b>Total capital assets</b>	<b>125,345,573</b>	<b>2,207,005</b>	<b>127,552,578</b>	<b>768,820</b>
<b>Total noncurrent assets</b>	<b>131,805,573</b>	<b>2,207,005</b>	<b>134,012,578</b>	<b>768,820</b>
<b>Total assets</b>	<b>249,565,641</b>	<b>2,744,146</b>	<b>252,309,787</b>	<b>1,572,628</b>
<b>Deferred Outflows of Resources</b>				
OPEB related deferred outflows	454,876	5,666	460,542	5,742
Pension related deferred outflows	7,173,841	58,372	7,232,213	137,596
<b>Total deferred outflows of resources</b>	<b>7,628,717</b>	<b>64,038</b>	<b>7,692,755</b>	<b>143,338</b>
<b>Total assets and deferred outflows of resources</b>	<b>\$ 257,194,358</b>	<b>\$ 2,808,184</b>	<b>\$ 260,002,542</b>	<b>\$ 1,715,966</b>

See notes to basic financial statements

Liabilities, Deferred Inflows of Resources, and Net Position	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b>Liabilities:</b>				
Accounts payable	\$ 5,010,025	\$ 45,775	\$ 5,055,800	\$ 124,129
Current portion of claims payable	899,074	-	899,074	-
Accrued liabilities	1,669,672	44,972	1,714,644	50,876
Interest payable	80,087	-	80,087	-
Unearned revenue	9,902	9,089	18,991	-
Compensated absences	1,923,598	19,275	1,942,873	40,055
Current portion of general obligation bonds	2,215,000	-	2,215,000	-
Current portion of notes payable	570,000	-	570,000	-
Current portion of revenue bonds	1,810,000	-	1,810,000	-
<b>Total current liabilities</b>	<b>14,187,358</b>	<b>119,111</b>	<b>14,306,469</b>	<b>215,060</b>
<b>Noncurrent liabilities:</b>				
Claims payable	36,564	-	36,564	-
Compensated absences	1,694,808	51,499	1,746,307	20,697
Total OPEB liability	1,918,993	23,903	1,942,896	24,225
Net pension liability	21,514,262	162,000	21,676,262	603,395
General obligation bonds payable, net bond premium	15,453,209	-	15,453,209	-
Note payable	4,730,000	-	4,730,000	-
Revenue bonds payable, net bond premium	5,697,190	-	5,697,190	-
<b>Total noncurrent liabilities</b>	<b>51,045,026</b>	<b>237,402</b>	<b>51,282,428</b>	<b>648,317</b>
<b>Total liabilities</b>	<b>65,232,384</b>	<b>356,513</b>	<b>65,588,897</b>	<b>863,377</b>
<b>Deferred inflows of resources:</b>				
OPEB related deferred inflows	64,627	805	65,432	816
Pension related deferred inflows	1,076,712	5,827	1,082,539	13,848
Deferred property tax revenue	61,844,317	-	61,844,317	-
<b>Total deferred inflows of resources</b>	<b>62,985,656</b>	<b>6,632</b>	<b>62,992,288</b>	<b>14,664</b>
<b>Net position:</b>				
Net investment in capital assets	104,739,857	2,207,005	106,946,862	768,820
Restricted for:				
Debt service	352,314	-	352,314	-
Other statutory programs	518,556	-	518,556	-
Mental health	672,340	-	672,340	-
Secondary roads	6,139,682	-	6,139,682	-
Rural services	131,460	-	131,460	-
Unrestricted	16,422,109	238,034	16,660,143	69,105
<b>Total net position</b>	<b>128,976,318</b>	<b>2,445,039</b>	<b>131,421,357</b>	<b>837,925</b>
<b>Total liabilities, deferred inflows of resources, and net position</b>	<b>\$ 257,194,358</b>	<b>\$ 2,808,184</b>	<b>\$ 260,002,542</b>	<b>\$ 1,715,966</b>

See notes to basic financial statements

County of Scott, Iowa

Statement of Activities  
For the Year Ended June 30, 2021

Functions / Programs	Program Revenues			
	Expenses	Charges for Sales and Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government</b>				
Governmental activities:				
Public safety and legal services	\$ 28,095,842	\$ 2,499,478	\$ 1,445,843	\$ -
Public safety and legal services - SECC	9,540,718	-	37,553	-
Physical health and social services	8,342,322	632,740	2,708,886	-
Mental health	5,892,022	150,397	-	-
County environment and education	5,837,630	1,637,622	55,660	1,321,027
Roads and transportation	9,559,824	132,970	29,268	1,749,748
Government services to residents	3,510,908	3,485,474	609,762	-
Administration	14,097,254	785,032	220,152	5,434
Interest on long-term debt	670,991	-	1,405,259	-
<b>Total governmental activities</b>	<b>85,547,511</b>	<b>9,323,713</b>	<b>6,512,383</b>	<b>3,076,209</b>
Business-Type activities, golf	1,233,799	1,079,370	1,892	-
<b>Total primary government</b>	<b>\$ 86,781,310</b>	<b>\$ 10,403,083</b>	<b>\$ 6,514,275</b>	<b>\$ 3,076,209</b>
<b>Component Units</b>				
Emergency Management Agency	\$ 703,467	\$ 118,989	\$ 524,441	\$ -
County Library	1,491,433	8,888	1,236,190	-
<b>Total component units</b>	<b>\$ 2,194,900</b>	<b>\$ 127,877</b>	<b>\$ 1,760,631</b>	<b>\$ -</b>

**General Revenues**

Taxes:

- Property taxes
- Local option sales tax
- Gaming
- Other taxes
- Utility tax replacements
- Penalties, interest and costs on taxes
- State tax replacement credits, unrestricted
- State shared revenues, unrestricted
- Payments in lieu of taxes
- Investment earnings
- Miscellaneous

**Total general revenues**

- Changes in net position
- Net position, beginning of year
- Net position, end of year

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Units
\$ (24,150,521)	\$ -	\$ (24,150,521)	\$ -
(9,503,165)	-	(9,503,165)	-
(5,000,696)	-	(5,000,696)	-
(5,741,625)	-	(5,741,625)	-
(2,823,321)	-	(2,823,321)	-
(7,647,838)	-	(7,647,838)	-
584,328	-	584,328	-
(13,086,636)	-	(13,086,636)	-
734,268	-	734,268	-
(66,635,206)	-	(66,635,206)	-
-	(152,537)	(152,537)	-
(66,635,206)	(152,537)	(66,787,743)	-
			(60,037)
			(246,355)
			(306,392)
57,145,720	-	57,145,720	-
6,346,568	-	6,346,568	-
900,192	-	900,192	-
72,895	-	72,895	-
1,886,385	-	1,886,385	-
1,123,229	-	1,123,229	-
4,270,750	-	4,270,750	-
4,885,043	-	4,885,043	-
8,136	-	8,136	-
213,280	1,238	214,518	1,757
2,981,229	-	2,981,229	14,961
79,833,427	1,238	79,834,665	16,718
13,198,221	(151,299)	13,046,922	(289,674)
115,778,097	2,596,338	118,374,435	1,127,599
\$ 128,976,318	\$ 2,445,039	\$ 131,421,357	\$ 837,925

See notes to basic financial statements

County of Scott, Iowa

Balance Sheet  
 Governmental Funds  
 As of June 30, 2021

	General	Mental Health/ Development Disabilities
<b>Assets</b>		
Cash and investments	\$ 22,272,992	\$ 852,376
Restricted cash and investments	-	-
Receivables		
Property taxes, net of allowance for collection losses	51,835,184	3,669,011
Accounts	140,228	389
Interest	19,128	528
Loans	-	-
Due from other funds	-	-
Due from other governmental agencies	2,869,321	150,397
Prepays	167,299	-
<b>Total assets</b>	<b>\$ 77,304,152</b>	<b>\$ 4,672,701</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ 1,474,830	\$ 294,222
Compensated Absences	7,061	-
Claims payable	58,777	-
Accrued liabilities	1,347,743	37,464
Due to other funds	-	-
Unearned revenue	9,902	-
<b>Total liabilities</b>	<b>2,898,313</b>	<b>331,686</b>
Deferred Inflows of Resources:		
Unavailable revenue	1,493,457	12,660
Unavailable property tax revenue	51,713,337	3,656,015
<b>Total deferred resources of inflows</b>	<b>53,206,794</b>	<b>3,668,675</b>
Fund balances:		
Nonspendable	167,299	-
Restricted	445,493	672,340
Assigned	8,060,784	-
Unassigned	12,525,469	-
<b>Total fund balances</b>	<b>21,199,045</b>	<b>672,340</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 77,304,152</b>	<b>\$ 4,672,701</b>

Secondary Roads	Scott Emergency Communication Center	Capital Projects	Debt Service	Nonmajor Governmental Funds	Total
\$ 5,958,807	\$ 2,336,933	\$ 10,196,788	\$ 242,749	\$ 204,059	\$ 42,064,704
-	-	4,392,302	-	2	4,392,304
-	-	-	3,063,535	3,422,864	61,990,594
14,290	29,053	-	246,321	-	430,281
3,644	1,258	8,463	132	127	33,280
-	-	-	6,460,000	-	6,460,000
-	2,148,875	-	-	-	2,148,875
720,260	-	171	-	-	3,740,149
-	461,762	-	-	-	629,061
<u>\$ 6,697,001</u>	<u>\$ 4,977,881</u>	<u>\$ 14,597,724</u>	<u>\$ 10,012,737</u>	<u>\$ 3,627,052</u>	<u>\$ 121,889,248</u>
\$ 222,847	\$ 2,305,415	\$ 703,297	\$ 2,550	\$ -	\$ 5,003,161
-	-	-	-	-	7,061
-	-	-	-	-	58,777
127,259	157,206	-	-	-	1,669,672
-	-	2,148,875	-	-	2,148,875
-	-	-	-	-	9,902
<u>350,106</u>	<u>2,462,621</u>	<u>2,852,172</u>	<u>2,550</u>	<u>-</u>	<u>8,897,448</u>
207,213	-	-	6,900	3,930	1,724,160
-	-	-	3,056,368	3,418,597	61,844,317
<u>207,213</u>	<u>-</u>	<u>-</u>	<u>3,063,268</u>	<u>3,422,527</u>	<u>63,568,477</u>
-	461,762	-	-	-	629,061
6,139,682	2,053,498	4,392,302	6,946,919	204,525	20,854,759
-	-	7,353,250	-	-	15,414,034
-	-	-	-	-	12,525,469
<u>6,139,682</u>	<u>2,515,260</u>	<u>11,745,552</u>	<u>6,946,919</u>	<u>204,525</u>	<u>49,423,323</u>
<u>\$ 6,697,001</u>	<u>\$ 4,977,881</u>	<u>\$ 14,597,724</u>	<u>\$ 10,012,737</u>	<u>\$ 3,627,052</u>	<u>\$ 121,889,248</u>

See notes to basic financial statements

This page intentionally left blank

County of Scott, Iowa

**Reconciliation of Total Governmental Fund Balances  
to Net Position of Governmental Activities  
As of June 30, 2021**

Total governmental fund balances		\$ 49,423,323
Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the funds:		
Land	\$ 4,827,377	
Construction-in-progress	19,365,569	
Buildings	97,543,101	
Improvements other than buildings	9,692,575	
Infrastructure	110,270,279	
Intangibles - software	4,730,315	
Machinery and equipment	40,074,616	
Accumulated depreciation and amortization	<u>(161,158,259)</u>	125,345,573
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the funds:		
Delinquent tax		140,580
Local option sales tax		1,116,808
Intergovernmental reimbursement		302,488
Operating grants		164,284
Internal service funds are used by management to charge costs associated with self-insured health insurance. 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. Internal service fund net position is:		
		3,902,831
OPEB related deferred outflows and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the funds:		
Deferred outflows of resources		454,876
Deferred inflows of resources		(64,627)
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 funds:		
Deferred outflows of resources		7,173,841
Deferred inflows of resources		(1,076,712)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
Claims payable	(306,861)	
Compensated absences	(3,611,345)	
Total OPEB liability	(1,918,993)	
Accrued interest payable	(80,087)	
Notes payable	(5,300,000)	
Bond premium	(1,200,399)	
Net pension liability - cost sharing plan	(21,514,262)	
Revenue bonds payable	(7,475,000)	
General obligation bonds payable	<u>(16,500,000)</u>	(57,906,947)
<b>Net position of governmental activities</b>		<u><u>\$ 128,976,318</u></u>

See notes to basic financial statements

County of Scott, Iowa

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

	General	Mental Health/ Development Disabilities
Revenues:		
Property taxes	\$ 46,639,129	\$ 4,975,237
Local option sales tax	5,462,760	-
Other taxes	1,613,607	170,245
Interest and penalties on taxes	1,123,229	-
Intergovernmental	10,242,599	376,118
Charges for services	7,200,305	-
Investment earnings	133,424	4,623
Licenses and permits	1,034,580	-
Rentals and fees	118,143	-
Other	1,474,596	229,350
<b>Total revenues</b>	<b>75,042,372</b>	<b>5,755,573</b>
Expenditures:		
Current:		
Public safety and legal services	26,269,679	-
Physical health and social services	7,918,656	-
Mental health	-	5,853,788
County environment and education	4,411,146	-
Roads and transportation	-	-
Government services to residents	3,108,837	-
Administration	12,572,610	-
Capital outlay	146,412	-
Debt service		
Principal	-	-
Interest and fees	-	-
<b>Total Expenditures</b>	<b>54,427,340</b>	<b>5,853,788</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>20,615,032</b>	<b>(98,215)</b>
Other financing sources (uses):		
Transfers in	20,000	-
Transfers out	(14,374,362)	-
Proceeds from sale of capital assets	-	-
<b>Total other financing sources (uses)</b>	<b>(14,354,362)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>6,260,670</b>	<b>(98,215)</b>
Fund balances, beginning of year	14,938,375	770,555
Fund balances, end of year	<b>\$ 21,199,045</b>	<b>\$ 672,340</b>

Secondary Roads	Scott Emergency Communication Center	Capital Projects	Debt Service	Nonmajor Governmental Funds	Total
\$ -	\$ -	\$ -	\$ 2,887,538	\$ 3,117,047	\$ 57,618,951
-	-	-	-	-	5,462,760
-	-	900,192	93,847	81,581	2,859,472
-	-	-	-	-	1,123,229
4,914,311	37,553	11,722	1,618,830	155,353	17,356,486
98,845	-	-	-	39,578	7,338,728
12,456	4,806	38,801	7,524	1,249	202,883
34,125	-	-	-	-	1,068,705
-	21,000	-	-	-	139,143
48,982	231	31,355	-	-	1,784,514
5,108,719	63,590	982,070	4,607,739	3,394,808	94,954,871
-	7,199,954	-	-	-	33,469,633
-	-	-	-	-	7,918,656
-	-	-	-	-	5,853,788
-	-	-	-	595,213	5,006,359
6,217,038	-	-	-	-	6,217,038
-	-	-	-	-	3,108,837
-	-	-	-	-	12,572,610
1,468,939	6,972,176	4,830,398	-	-	13,417,925
-	550,000	-	2,110,000	1,800,000	4,460,000
-	158,400	-	793,831	167,615	1,119,846
7,685,977	14,880,530	4,830,398	2,903,831	2,562,828	93,144,692
(2,577,258)	(14,816,940)	(3,848,328)	1,703,908	831,980	1,810,179
3,725,000	14,977,934	5,491,947	-	1,967,615	26,182,496
-	-	(7,040,519)	(1,967,615)	(2,800,000)	(26,182,496)
23,589	-	163,623	-	-	187,212
3,748,589	14,977,934	(1,384,949)	(1,967,615)	(832,385)	187,212
1,171,331	160,994	(5,233,277)	(263,707)	(405)	1,997,391
4,968,351	2,354,266	16,978,829	7,210,626	204,930	47,425,932
\$ 6,139,682	\$ 2,515,260	\$ 11,745,552	\$ 6,946,919	\$ 204,525	\$ 49,423,323

See notes to basic financial statements

This page intentionally left blank

County of Scott, Iowa

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

Net change in fund balances - governmental funds	\$	1,997,391
<p>Amounts reported for governmental activities in the statement of activities are different because:</p> <p>Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The following is the detail of the amount by which capital outlays exceeded depreciation in the current year:</p>		
Capital outlay capitalized		13,417,925
Items capitalized but not recorded in capital outlay		91,898
Contributed capital		3,163,078
Depreciation		
Public safety and legal services	\$ (1,771,806)	
Public safety and legal services - SECC	(1,315,183)	
Physical health and social services	(24,128)	
Mental health	(2,279)	
County environment and education	(686,666)	
Roads and transportation	(2,942,392)	
Governmental services to residents	(132,242)	
Administration	<u>(750,612)</u>	(7,625,308)
Book value of capital assets retired		(309,198)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(1,628,528)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities		(238,655)
<p>The issuance of long-term debt (e.g. bonds, notes) 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. 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 a detail of the net effect of these differences in the treatment of long-term debt and related items:</p>		
Repayment of principal		4,460,000
Interest expense		12,092
Amortization of bond premium		436,763
<p>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:</p>		
Change in claims payable		41,175
Change in compensated absences		54,586
Change in net pension liability		(5,391,940)
Change in net pension related deferred inflows		3,345,748
Change in net pension related deferred outflows		1,505,146
Change in total OPEB liability		(363,837)
Change in OPEB related deferred inflows		2,818
Change in OPEB related deferred outflows		227,067
<b>Change in net position of governmental activities</b>	<b>\$</b>	<b><u>13,198,221</u></b>

County of Scott, Iowa

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

	Nonmajor Business-Type Activities Enterprise Fund - Golf Course	Governmental Activities Internal Service Funds
<b>Assets</b>		
Current assets:		
Cash and investments	\$ 528,606	\$ 4,260,195
Receivables:		
Accounts	-	86,186
Interest	299	2,649
Prepays	-	130,665
Inventories	8,236	-
<b>Total current assets</b>	<u>537,141</u>	<u>4,479,695</u>
Noncurrent assets:		
Capital assets:		
Land	1,556,336	-
Buildings	577,483	-
Improvements other than buildings	307,632	-
Machinery and equipment	1,540,139	-
Less accumulated depreciation	(1,774,585)	-
<b>Total capital assets</b>	<u>2,207,005</u>	<u>-</u>
<b>Total assets</b>	<u>2,744,146</u>	<u>4,479,695</u>
<b>Deferred Outflows of Resources</b>		
OPEB related deferred outflows	5,666	-
Pension related deferred outflows	58,372	-
<b>Total deferred outflows of resources</b>	<u>64,038</u>	<u>-</u>
<b>Total assets and deferred outflows of resources</b>	<u>\$ 2,808,184</u>	<u>\$ 4,479,695</u>
<b>Liabilities and Net Position</b>		
Current liabilities:		
Accounts payable	\$ 45,775	\$ 6,864
Claims payable	-	570,000
Accrued liabilities	44,972	-
Unearned revenue	9,089	-
Compensated absences	19,275	-
<b>Total current liabilities</b>	<u>119,111</u>	<u>576,864</u>
Noncurrent liabilities		
Compensated absences	51,499	-
Total OPEB liability	23,903	-
Net pension liability	162,000	-
<b>Total noncurrent liabilities</b>	<u>237,402</u>	<u>-</u>
<b>Total liabilities</b>	<u>356,513</u>	<u>576,864</u>
<b>Deferred Inflows of Resources</b>		
OPEB related deferred inflows	805	-
Pension related deferred inflows	5,827	-
<b>Total deferred inflows</b>	<u>6,632</u>	<u>-</u>
<b>Net Position:</b>		
Investment in capital assets	2,207,005	-
Unrestricted	238,034	3,902,831
<b>Total net position</b>	<u>2,445,039</u>	<u>3,902,831</u>
<b>Total liabilities, deferred inflows of resources and net position</b>	<u>\$ 2,808,184</u>	<u>\$ 4,479,695</u>

See notes to basic financial statements

County of Scott, Iowa

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

	Nonmajor Business-Type Activities Enterprise Fund - Golf Course	Governmental Activities Internal Service Funds
Operating revenues:		
Charges for services	\$ 953,212	\$ 9,399,204
Sales, net of cost of goods sold of \$83,017	125,138	-
Other	2,912	480,790
<b>Total operating revenues</b>	<b>1,081,262</b>	<b>9,879,994</b>
Operating expenses:		
Personnel	874,935	-
Depreciation	98,330	-
Administrative Charges	-	694,691
Claims	-	9,434,356
Other	240,866	-
<b>Total operating expenses</b>	<b>1,214,131</b>	<b>10,129,047</b>
<b>Operating income (loss)</b>	<b>(132,869)</b>	<b>(249,053)</b>
Nonoperating revenues (expenses):		
Loss on assets disposed	(19,668)	-
Investment earnings	1,238	10,398
<b>Total nonoperating revenues (expenses)</b>	<b>(18,430)</b>	<b>10,398</b>
<b>Change in net position</b>	<b>(151,299)</b>	<b>(238,655)</b>
Total net position, beginning of year	2,596,338	4,141,486
Total net position, end of year	<b>\$ 2,445,039</b>	<b>\$ 3,902,831</b>

This page intentionally left blank

County of Scott, Iowa

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

	Business-Type Activities Enterprise Fund - Golf Course	Governmental Activities Internal Service Funds
Cash flows from operating activities:		
Cash received from customers	\$ 1,079,374	\$ 9,399,236
Customer deposits (released)	3,461	-
Refunds from outside sources	1,891	344,267
Cash payments to suppliers for goods and services	(222,739)	(10,024,635)
Cash payments to employees for services	(665,552)	-
<b>Net cash from operating activities</b>	<b>196,435</b>	<b>(281,132)</b>
Cash flows from capital and related financing activities:		
Purchase of capital assets	(113,322)	-
<b>Net cash from capital and related financing activities</b>	<b>(113,322)</b>	<b>-</b>
Cash flows from investing activities, interest received		
	2,039	20,084
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>85,152</b>	<b>(261,048)</b>
Cash and cash equivalents:		
Beginning	443,454	4,521,243
Ending	<u>\$ 528,606</u>	<u>\$ 4,260,195</u>
Reconciliation of operating income (loss) to net cash from operating activities:		
Operating income (loss)	\$ (132,869)	\$ (249,053)
Adjustments to reconcile operating income (loss) to net cash from operating activities:		
Depreciation	98,330	-
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
Receivables	-	(78,229)
Prepays	-	(48,035)
Inventories	1,297	-
Accounts payable	16,830	(2,815)
Claims payable	-	97,000
Accrued compensation	5,968	-
Compensated absences	9,371	-
Total OPEB liability and deferrals	1,330	-
Net pension liability and deferrals	192,717	-
Customer deposits	3,461	-
<b>Net cash from operating activities</b>	<b>\$ 196,435</b>	<b>\$ (281,132)</b>

County of Scott, Iowa

Statement of Fiduciary Net Position

Custodial Funds

As of June 30, 2021

---

**Assets**

Cash and investments	\$ 16,243,220
Receivables:	
Property taxes, net of allowance for collection losses	295,866,107
Accounts	449,615
<b>Total assets</b>	<u>\$ 312,558,942</u>

**Liabilities and net position**

Liabilities:	
Accounts payable	\$ 771,405
Due to other governmental agencies	306,695,021
<b>Total liabilities</b>	<u>307,466,426</u>

Net Position:

Restricted for other individuals, organizations, and governments	<u>5,092,516</u>
<b>Total net position</b>	<u>5,092,516</u>

<b>Total liabilities and net position</b>	<u>\$ 312,558,942</u>
---	-----------------------

County of Scott, Iowa

Statement of Additions, Deductions and Changes in Net Position  
Custodial Funds  
For the Year Ended June 30, 2021

	<u>Total</u>
Additions:	
Property taxes and intergovernmental credits	\$ 306,740,854
Other taxes	76,579,541
Intergovernmental	7,816,316
Investment earnings	13,119
Benefit program client income - Social Security and SSI	5,836,798
Custodial individual income or contributions	2,480,206
Miscellaneous	6,513
<b>Total additions</b>	<u>399,473,347</u>
Deductions:	
Current:	
Public safety and legal services	1,496,893
Library & education services	112,391
Mental health	6,021,820
Release to individuals	7,761,044
Release to State for state mandated functions	75,267,988
Release to other governments for property taxes and intergovernmental credits	304,804,143
Assessment expense	2,488,970
<b>Total deductions:</b>	<u>397,953,249</u>
<b>Change in Net Position</b>	<u>1,520,098</u>
Net position, beginning of year (as restated)	3,572,418
Net position, end of year	<u>\$ 5,092,516</u>

County of Scott, Iowa

Statement of Net Position  
Discretely Presented Component Units  
As of June 30, 2021

	Emergency Management Agency	County Library	Total
<b>Assets</b>			
Current assets:			
Cash and investments	\$ 255,167	\$ 444,796	\$ 699,963
Receivables:			
Accrued Interest	159	276	435
Accounts	3,126	-	3,126
Due from other governmental agencies	90,748	-	90,748
Prepaid Items	2,876	6,660	9,536
<b>Total current assets</b>	<b>352,076</b>	<b>451,732</b>	<b>803,808</b>
Noncurrent assets:			
Capital assets:			
Land	-	16,600	16,600
Construction in progress	28,658	-	28,658
Buildings	-	1,131,866	1,131,866
Machinery and equipment	655,569	240,934	896,503
Accumulated depreciation	(616,732)	(688,075)	(1,304,807)
<b>Total capital assets, net</b>	<b>67,495</b>	<b>701,325</b>	<b>768,820</b>
<b>Total noncurrent assets</b>	<b>67,495</b>	<b>701,325</b>	<b>768,820</b>
<b>Total assets</b>	<b>419,571</b>	<b>1,153,057</b>	<b>1,572,628</b>
<b>Deferred Outflows of Resources</b>			
OPEB related deferred outflows	474	5,268	5,742
Pension related deferred outflows	24,850	112,746	137,596
<b>Total deferred outflows of resources</b>	<b>25,324</b>	<b>118,014</b>	<b>143,338</b>
<b>Total assets and deferred outflows of assets</b>	<b>\$ 444,895</b>	<b>\$ 1,271,071</b>	<b>\$ 1,715,966</b>
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>			
Current liabilities:			
Accounts payable	\$ 98,189	\$ 25,940	\$ 124,129
Accrued liabilities	19,854	31,022	50,876
Compensated absences	6,402	33,653	40,055
<b>Total current liabilities</b>	<b>124,445</b>	<b>90,615</b>	<b>215,060</b>
Noncurrent liabilities:			
Compensated absences	5,660	15,037	20,697
Net pension liability	78,294	525,101	603,395
Total OPEB liability	2,001	22,224	24,225
<b>Total noncurrent liabilities</b>	<b>85,955</b>	<b>562,362</b>	<b>648,317</b>
<b>Total liabilities</b>	<b>210,400</b>	<b>652,977</b>	<b>863,377</b>
<b>Deferred Inflows of Resources</b>			
OPEB related deferred inflows	67	749	816
Pension related deferred inflows	2,381	11,467	13,848
<b>Total deferred inflows of resources</b>	<b>2,448</b>	<b>12,216</b>	<b>14,664</b>
<b>Net Position:</b>			
Investment in capital assets	67,495	701,325	768,820
Unrestricted (deficit)	164,552	(95,447)	69,105
<b>Total net position</b>	<b>232,047</b>	<b>605,878</b>	<b>837,925</b>
<b>Total liabilities, deferred inflows of resources, and net position</b>	<b>\$ 444,895</b>	<b>\$ 1,271,071</b>	<b>\$ 1,715,966</b>

See notes to basic financial statements

County of Scott, Iowa

Combining Statement of Activities  
Discretely Presented Component Units  
For the Year Ended June 30, 2021

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Sales and Services	Operating Grants and Contributions	Emergency Management Agency	County Library	Total
Emergency Management Agency						
Public safety and legal services	\$ 703,467	\$ 118,989	\$ 524,441	\$ (60,037)	\$ -	\$ (60,037)
County Library						
County environment and education	1,491,433	8,888	1,236,190	-	(246,355)	(246,355)
<b>Total component units</b>	<b>\$ 2,194,900</b>	<b>\$ 127,877</b>	<b>\$ 1,760,631</b>	<b>(60,037)</b>	<b>(246,355)</b>	<b>(306,392)</b>
<b>General Revenues</b>						
				785	972	1,757
Investment earnings				-	14,961	14,961
Miscellaneous				785	15,933	16,718
<b>Total general revenues</b>				<b>785</b>	<b>15,933</b>	<b>16,718</b>
Changes in net position				(59,252)	(230,422)	(289,674)
Net Position, beginning of year				291,299	836,300	1,127,599
Net Position, end of year				<b>\$ 232,047</b>	<b>\$ 605,878</b>	<b>\$ 837,925</b>

See notes to basic financial statements

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

**Nature of operations:**

The County of Scott, Iowa (the "County") is incorporated and operates under the provisions of the Code of Iowa. The County is governed by a County Board and managed by the County Administrator. The powers and duties of the County Administrator are to coordinate and direct all administrative and management functions of the County government not otherwise vested by law in boards or commissions or in other elected officials. The County provides many functions and services to citizens, including law enforcement, health and social services, parks and cultural activities, planning and zoning, education and general administrative services. Other activities include the operation of a road department and contracts with a third party to provide mental health services.

**Financial reporting entity:**

In accordance with the Codification of Governmental Accounting and Financial Reporting Standards, the basic financial statements include all funds, organizations, agencies, boards, commissions and authorities for which the County is financially accountable. The County has also considered all other potential organizations for which the nature and significance of their relationships with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by the individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of two methods, discrete presentation or blending. Generally component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantially the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from the resources of the primary government. All of the component units have a June 30 year-end. Blended component units are the Public Safety Authority and Scott Emergency Communication Center. Discretely presented component units are the Emergency Management Agency and County Library.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

Blended Component Units:

Public Safety Authority: The Public Safety Authority (PSA) is responsible for the jail expansion project through the issuance of revenue bonds. The jail expansion will provide holding cells and a centralized booking area to the County and the City of Davenport. The Authority entered into a lease with the County to provide the funding necessary for the bond repayment schedule. Although the PSA has a jointly appointed Board by the County and the City of Davenport, it is considered a component unit of the County because it would be misleading to exclude due to the PSA being fiscally dependent on the lease payments from the County, making the County financially accountable for the PSA. Additionally, the Authority is fiscally dependent on the County for any debt obligations, which are payable almost entirely with the resources of Scott County. The authority does not issue separate financial statements.

Scott Emergency Communication Center: The Scott Emergency Communication Center (SECC) provides public safety dispatch and communication services for all participating public safety answering points to improve services to the citizens of the County. Although the SECC has a jointly appointed Board by the members, it is considered a component unit of the County due to the Code of Iowa providing for circumstances whereby the SECC can create a potential financial burden or benefit on the County. A material amount of operating contributions to fund SECC operations and debt service is provided by the County's general tax levy which are payable almost entirely with the resources of Scott County. The SECC does not issue separate financial statements.

Discretely Presented Component Units:

Emergency Management Agency: The Scott County Emergency Management Commission provides direction for the delivery of the emergency management services of planning, administration, coordination, training and support for all local governments within the County and their departments. The Commission coordinates its services in the event of a disaster. The County appoints one board member to the agency. The Commission receives its funding from the federal government, public utility companies and voluntary allocations from the participating governments, including significant fiscal dependence from Scott County through a county-wide tax levy administered through the County levy. The Code of Iowa provides for circumstances whereby the Commission can create a potential financial burden or benefit on the County. The Commission does not issue separate financial statements.

County Library: The Scott County Library Board of Trustees provides library services to all the cities within Scott County with the exception of the City of Bettendorf, the City of LeClaire and the City of Davenport. In addition, the Library provides services to the unincorporated residents of Scott County and also to the citizens of the City of Durant through a contractual arrangement. The Trustees annually direct the Board of Supervisors to levy property taxes to the unincorporated area, in addition to providing tax levying amounts to each of the participating cities. The Board of Trustees is appointed by the Board of Supervisors and the Code of Iowa provides for circumstances whereby the Library can create a potential financial burden or benefit on the County. The Library does not issue separate financial statements.

**Basis of presentation:**

In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. This statement establishes criteria for identifying fiduciary activities of all state and local governments for accounting and financial reporting purposes and how those activities should be reported. This standard was implemented July 1, 2020.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

The County's basic financial statements consist of government-wide statements including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

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 County. For the most part, the effect of interfund activity has been removed 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. The County does not allocate indirect expenses to functions in the statement of activities. 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 or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. 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 funds are aggregated and presented in a single column.

Fund accounting: The accounts of the County 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, reserves, fund balance/net position, revenues and expenditures or expenses, as appropriate.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- a. Total assets / deferred outflows of resources, liabilities / deferred inflows of resources, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all funds of that category or type, and
- c. In addition, any other governmental or enterprise fund that the County believes is particularly important to financial statement users may be reported as a major fund.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

The County has the following fund types:

**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, and liabilities/deferred inflows of resources, the fund equity, is referred to as "fund balance." The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the County's major governmental funds:

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

*Mental Health/Developmental Disabilities Fund:* To account for property taxes, state revenue and other revenue that are restricted or committed to be used to provide mental health and disability services. The Mental Health/Developmental Disabilities Fund is a special revenue fund.

*Secondary Roads Fund:* To account for state revenue and other revenue that are restricted or committed to be used to maintain and improve the County's roads. The Secondary Roads Fund is a special revenue fund.

*Scott Emergency Communication Center Fund:* To account for Scott Emergency Communication Center Fund revenue and other revenue that are restricted or committed to be used for public safety dispatch and communication services for all participating public safety answering points. The Scott Emergency Communication Center Fund is a blended component unit special revenue fund.

*Capital Projects Fund:* To account for and report financial resources that are restricted, committed or assigned for the acquisition of property and equipment or construction of major capital projects not being financed by proprietary funds

*Debt Service Fund:* To account for and report financial resources that are restricted, committed or assigned to the servicing of the general long-term debt not financed by a specific source.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

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

**Special Revenue Funds:** are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes (other than debt service or capital projects).

*Rural Services Fund:* To account for taxes levied to benefit the rural residents of the County.

*Recorders Management Fees Fund:* To account for one dollar fee collected for each recorded transaction to be used for the purpose of preserving and maintaining public records.

**Debt Service Fund:** used to account for the proceeds dedicated to debt service principal, interest and fees.

*Public Safety Authority Fund:* To account for and report financial resources that are restricted, committed or assigned to the servicing of the Public Safety Authority debt not financed by a specific source. The Public Safety Authority Fund is a blended component unit debt service fund.

**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. The measurement focus is upon income determination, financial position and cash flows.

*Enterprise Funds:* are used to account for those operations that are financed and operated in a manner similar to private business or where the County has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

The following is the County's non-major Enterprise Fund:

*Glynns Creek Golf Course Fund:* is used to account for the operation and maintenance for the County's 18-hole golf course.

*Internal Service fund types:* are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the County, or to other governmental entities, on a cost-reimbursement basis. The County's internal service fund consists of the following:

*Health Insurance Fund:* To account for health insurance provided to the County departments and component units.

*Dental Insurance Fund:* To account for dental insurance provided to the County departments and component units.

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

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

**Custodial fund types:** Custodial fund types are used to account for net position and changes in net position. The County's agency funds consist of the following:

Agricultural Extension Service Fund, Bangs Eradication Fund, City Taxing Districts Fund, Community College Taxing District Fund, Fire Taxing District Fund, School Taxing District Fund, and Township Taxing District Fund: To account for the property taxes collected by the County for the Districts.

Other Holding Accounts Fund: To account for motor vehicle and other taxes collected for the state and other taxing districts.

City Special Assessments Fund: To account for the special assessment taxes collected by the County on behalf of the cities within the county.

County Sheriff Custodial Fund: To account for the funds received for court services performed by the Sheriff's department.

Community Services Fund: To account for funds for those individuals who are incapable of managing their own affairs.

County Recorder Custodial Fund: To account for fees and taxes collected by the County for the state.

Eastern Iowa Mental Health and Disabilities Region: To account for assets and liabilities for the regional joint 28E agreement.

E 911 Fee Fund: To account for assets and liabilities for the E 911 Board.

Tax Sale Redemption Fund: To account for the tax sale proceeds collected by the County.

Jail Inmate Fund: To account for receipts from the sale of commissary items to inmates and for funds confiscated upon arrest.

County Assessor Fund: To account for funds held on behalf of the County Conference Board.

City Assessor Fund: To account for funds held on behalf of the City Conference Board.

Rivershare Fund: To account for funds held on behalf of the County Library 28E agreement.

**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 financial statements, the agency fund financial statements and the discretely presented component unit 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 revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds do not have a measurement focus.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

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 County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Licenses and permits, fines and forfeitures, charges for sales 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.

Property taxes are recognized as a receivable at the time an enforceable legal claim is established. This is determined to occur when the budget is certified and approved by the state of Iowa. The current tax levy recognized in revenue was certified in May 2020, based on the 2019 assessed valuations. These taxes are due in two installments, on September 30 and March 31, with a 1.5 percent per month penalty for delinquent payment. Due to the COVID-19 Pandemic, the State of Iowa decreed the 1.5 percent interest could not be applied from March 31, 2020 to August 24, 2020. The interest returned to the normal schedule as of September 30, 2020.

In addition to property taxes for the County, property taxes are collected for and remitted to other taxing bodies within the county. Property taxes are levied in the current year for the succeeding year are reflected as receivables and due to other governments on the accompanying statement of assets and liabilities – agency funds.

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 County's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise 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.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

**Significant accounting policies:**

The significant accounting policies of the County, its blended component units, and its discretely presented component units are as follows:

Pooled cash and investment account: Separate bank accounts and investments are not maintained for all County funds, as certain funds maintain their cash and investment balances in a pooled account. Accounting records are maintained to show the portion of the pooled account attributable to each participating fund. The investments of the Public Safety Authority are not maintained in the pooled cash and investment fund, but in separately held escrow accounts. This investment is restricted cash and investments.

Earnings on the pooled account are allocated to the General Fund unless statutes require otherwise or the Board of Supervisors has authorized otherwise. These respective allocations are made based on the average balances by fund.

Investments: Investments are reported at fair value. Short-term investments are reported at cost which approximates fair value. Securities traded on the national or international exchange are valued at the last reported sales price at current exchange rates.

Statement of cash flows: For purposes of cash flows, the County considers its pooled cash and investment accounts as cash equivalents since these accounts have the general characteristics of demand deposits. Also, all highly liquid investments, with a maturity of three months or less when purchased, are considered to be cash equivalents.

Inventories: Governmental fund inventory items are charged to expenditure accounts when purchased. Year-end inventory was not significant. Proprietary fund inventories are carried at cost, as determined using the first-in, first-out method.

Prepaid items: Prepaid items, i.e. secondary insurance, and contracted service agreements, are charged to expenditure accounts when consumed.

Capital assets: Capital assets, including land, construction-in-progress, buildings, improvements other than buildings, machinery and equipment, intangible software and infrastructure are reported in the applicable governmental or business type activities columns in the government-wide financial statements. Infrastructure also includes assets acquired prior to June 30, 1980. Capital assets are defined by the County as assets with an initial, individual cost of more than \$10,000 and an initial useful life of one year or greater. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at 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. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in the current fiscal year.

All reported capital assets except land and construction-in-progress are depreciated.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

Depreciation and amortization has been provided using the straight-line method over the estimated useful lives of the respective:

Building	50 years
Improvements other than buildings	20 years
Infrastructure	10 - 100 years
Machinery and equipment	5 - 20 years
Intangible - software	5 - 20 years

The County'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 County policy that requires proceeds from the sale of these items, if any, to be used to acquire other collection items.

Unearned / unavailable revenue: Unearned / unavailable revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received before the County has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized. Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Deferred outflows or inflows of resources: A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time. A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

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

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

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

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

Noncurrent portions of long-term inter-fund loan receivables are reported as advances. Within the governmental funds, advances are offset equally by a fund balance nonspendable account which indicates they do not constitute expendable available financial resources and, therefore, are not available for appropriation.

For the statement of net position and statement of activities, interfund balances, advances and transfers within the governmental activities or business-type activities are netted and eliminated.

Compensated absences: Under terms of the County's personnel policy, County employees are granted vacation and sick leave in varying amounts based upon length of employment by the County. Vacation days accumulate up to two times the employee's yearly vacation rate, and total accumulated vacation will be paid upon termination of employment. Sick leave accumulates without limit. Employees hired before July 1, 2000 have an option of being paid 50 percent of all hours above 720 up to a maximum of 1,680 hours or to be paid 25 percent of all hours available up to a maximum of 1,680 hours. Payment should not exceed 480 hours. The option is not selected until retirement. Employees hired after July 1, 2,000 are paid 25 percent of all hours available up to a maximum of 1,680. Payment should not exceed 420 hours.

For proprietary fund types, these accumulations are recorded as expenses and liabilities of the appropriate fund in the fiscal year earned. The governmental fund types report the amount of accumulated unpaid vacation and sick leave, which is considered due, as a result of employee retirements and resignations. The amount of the liability not considered due is not reported in the fund financial statements. However, the entire compensated absence liability is reported in the government-wide financial statements.

Fund equity: In accordance with Governmental Accounting Standards Board Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions, the County classifies governmental fund balance as follows:

- Nonspendable – Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- Restricted – Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- Committed – Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (ordinance, resolution) of the County. The Board of Supervisors may commit funds through a resolution or ordinance as each is considered equally binding. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the County that originally created the commitment.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

- Assigned – Includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following; 1) the County has adopted a financial policy authorizing the County Administrator to assign amounts for a specific purpose. 2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments were prepared by the County Administrator in preparation of the financial statements.
- Unassigned – Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

The County has adopted a fund balance policy for all governmental funds as follows: General Fund unassigned fund balance is to exceed 15% of annual operating expenses; Secondary Roads Fund restricted fund balances is to be, at minimum, between 5% and 10% of annual operating expenses; Mental Health / Developmental Disabilities Fund is restricted with no minimum balance; Debt Service Fund is to exceed a \$25,000 minimum balance and Rural Services Fund is to exceed \$25,000 minimum balance. As of June 30, 2021, the Secondary Roads Fund had fund balance at 80% of annual operating expenses. The Secondary Roads Fund exceeded the policy due to unanticipated intergovernmental revenue through the motor fuel tax accumulating for future capital projects and operating expenditures running smaller than expected. The General Fund, Mental Health / Developmental Disabilities Fund, Debt Service Fund, and Rural Services Fund are in compliance with the fund balance policy.

The Public Safety Authority and Scott Emergency Communication Center do not have a governmental fund balance policy.

Net position: Net position represents the difference between assets, liabilities, deferred outflows of resources, and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. Net position is reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Unrestricted net position is all other net position that does not meet the definitions of “restricted” or “net investment in capital assets”.

The County first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the County would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

Bond discounts, premiums and issue costs: In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond discounts and premiums are amortized over the life of the bonds using the effective interest method. The balance at year end of premiums and discounts is shown as an increase or decrease in the liability section of the statement of net position.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

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

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

Budgetary information: Scott County budgets are prepared using the same accounting basis and practices as are used to account for and prepare financial reports for the funds; thus, budgets presented in this report for comparison to actual amounts are presented in accordance with accounting principles generally accepted in the United States of America. The blending of component units require reclassifications of expenditures to the County to the blended component units. These expenditures are reclassified between transfers and service provided.

The County uses the following procedures when establishing their operational budget, excluding blended component units:

Prior to January 15, each County Officer and department submits budget estimates for the coming fiscal year to the Director of Budget and Administrative Services. The Director of Budget and Administrative Services compiles the budget estimates received from the officers and departments. The County Administrator presents them to the County Board prior to the end of January.

- Public hearings are conducted to obtain taxpayer comments.
- Prior to March 31, the budget is legally adopted by resolution of the County Board.
- The budget may be amended by majority approval of the County Board prior to May 31 after public notice has been published.
- Encumbrances are not recognized in the budget and appropriations lapse at year-end.

The legal level of control is at the program expenditure level. These seven classes are: public safety and legal services, physical health and social services, mental health, County environment and education, roads and transportation, governmental services to residents and administration.

In addition, the County Board must appropriate, by resolution, the budgets for each of the different County offices and departments. Emphasis is placed on monitoring budgets at the departmental level by major class of expenditures, rather than by line item expenditure. County management can approve budget shifts within the major classes but not between major classes. During the year, there were two budget amendments adopted in March, 2021 and May, 2021.

Scott Emergency Communications Center did not amend its budget in fiscal year 2021. The legal level of control is at the organization level. The Public Safety Authority did not adopt a budget in fiscal year 2021.

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

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

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

**Note 2. Deposits and Investments**

As of June 30, 2021, the County's cash and investments were as follows:

Cash on hand, deposits and investments with financial institutions	\$ 46,853,505
Restricted Cash and Investments with financial institutions	4,392,304
Cash on hand and deposits with financial institutions, discretely presented component units	699,963
Cash on hand, deposits and investments with financial institutions, custodial funds	<u>16,243,220</u>
	<u>\$ 68,188,992</u>

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

As of June 30, 2021, the County had the following investments subject to interest rate risk:

Type	0 - 6 Months	7 - 12 Months	Total
Federal Farm Credit Bank Notes	\$ 1,000,120	\$ -	\$ 1,000,120
Commercial paper	999,880	-	999,880
Total	<u>\$ 2,000,000</u>	<u>\$ -</u>	<u>\$ 2,000,000</u>

## County of Scott, Iowa

### Notes To Basic Financial Statements As of and for the Year Ended June 30, 2021

---

#### Note 2. Deposits and Investments

**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 County is authorized by statute to invest in U.S. government and agency obligations, perfected repurchase agreements and commercial paper rated within the two highest prime classifications by at least one of the standard rating services. The County's investment policy does limit them from investing in reverse repurchase agreements, futures and options contracts, inverse floaters, and stripped securities, including principal only and interest only strips.

As of June 30, 2021, the investment in the Federal Farm Credit Bank Notes are rated Aaa by Moody's and AA+ by Standard & Poor's. The County's investment in Commercial Paper is rated A-1 by Standard & Poor's and P-1 by Moody's.

**Custodial credit risk:** For deposits, this is the risk that in the event of bank failure, the County'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 County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's bank account deposits at June 30, 2021 were entirely covered by Federal depository insurance, or by a collateral pool in accordance with Chapter 12C of the Code of Iowa. The County's credit union deposits were entirely covered by Federal depository insurance and a letter of credit held by the County's agent in the County's name. As of June 30, 2021, the County did not have any deposits or investments exposed to custodial credit risk.

**Concentration of credit risk:** Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer. The County's policy, as set by state law, limits them from investing in corporate debt of more than 10% of the investment portfolio and more than 5% of the investment portfolio in a single issuer.

At June 30, 2021, the County did not have more than 5% invested in a single issuer.

**Fair Value Measurement:** The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The County's level 2 observable inputs included stated market pricing from treasury management vendors using a bullet (non-call) spread cycle created for each issuer for maturities going out to forty years.

The valuation method as of June 30, 2021 for recurring fair value measurements follows the market approach using quoted market prices.

Type	Level 1	Level 2	Level 3	Total
Federal Farm Credit Bank Notes	\$ -	\$ 1,000,120	\$ -	\$ 1,000,120
Commercial paper	-	999,880	-	999,880
Total	<u>\$ -</u>	<u>\$ 2,000,000</u>	<u>\$ -</u>	<u>\$ 2,000,000</u>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

**Note 3. Interfund Transfers**

The following is a schedule of interfund transfers:

	<u>Transfers In</u>	<u>Transfer Out</u>
Governmental activities:		
Major governmental funds:		
General	\$ 20,000	\$ 14,374,362
Scott emergency communication center	14,977,934	-
Capital projects	5,491,947	7,040,519
Secondary roads	3,725,000	-
Debt service	-	1,967,615
Nonmajor governmental funds:		
Rural services	-	2,755,000
Recorders management fees	-	45,000
Public safety authority	1,967,615	-
<b>Total governmental activities</b>	<u>26,182,496</u>	<u>26,182,496</u>
 Total Transfers	 <u>\$ 26,182,496</u>	 <u>\$ 26,182,496</u>

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

**Note 4. Interfund Due To and Due From**

The following is a schedule of interfund balances:

	<u>Due From</u>	<u>Due To</u>
Scott emergency communication center	\$ 2,148,875	\$ -
Capital projects	-	2,148,875
<b>Total governmental activities</b>	<u>\$ 2,148,875</u>	<u>\$ 2,148,875</u>

Due to and due from are used to recognize the amount of bond funding due to the blended component unit for capital investments incurred but not transferred as of yearend.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

**Note 5. Capital Assets**

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

<b>Governmental Activities</b>	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets not being depreciated				
Land	\$ 4,820,598	\$ 167,907	\$ (161,128)	\$ 4,827,377
Construction in progress	7,205,800	14,262,589	(2,102,820)	19,365,569
<b>Total Capital Assets Not Being         Depreciated and Amortized</b>	12,026,398	14,430,496	(2,263,948)	24,192,946
Capital assets being depreciated and amortized				
Buildings	97,217,514	325,587	-	97,543,101
Improvements other than buildings	9,661,943	30,632	-	9,692,575
Infrastructure	108,458,778	1,811,501	-	110,270,279
Intangible - software	4,700,050	30,265	-	4,730,315
Machinery and equipment	38,665,886	2,147,240	(738,510)	40,074,616
<b>Total Capital Assets Being         Depreciated and Amortized</b>	258,704,171	4,345,225	(738,510)	262,310,886
Less: accumulated depreciation and amortization for				
Buildings	40,265,710	1,891,908	-	42,157,618
Improvements other than buildings	5,577,365	396,218	-	5,973,583
Infrastructure	77,173,047	2,055,673	-	79,228,720
Intangible - software	3,830,729	148,808	-	3,979,537
Machinery and equipment	27,276,540	3,132,701	(590,440)	29,818,801
<b>Total Accumulated Depreciation and         Amortization</b>	154,123,391	7,625,308	(590,440)	161,158,259
<b>Total Capital Assets Being Depreciated and         Amortized</b>	104,580,780	(3,280,083)	(148,070)	101,152,627
<b>Governmental Activities             Capital Assets, Net of Depreciation             and Amortization</b>	\$ 116,607,178	\$ 11,150,413	\$ (2,412,018)	\$ 125,345,573

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

**Note 5. Capital Assets (Continued)**

<b>Business-Type Activities</b>	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets not being depreciated				
Land	\$ 1,556,336	\$ -	\$ -	\$ 1,556,336
<b>Total Capital Assets Not Being Depreciated</b>	<b>1,556,336</b>	<b>-</b>	<b>-</b>	<b>1,556,336</b>
Capital assets being depreciated				
Buildings	577,483	-	-	577,483
Improvements other than buildings	307,632	-	-	307,632
Machinery and equipment	1,468,567	109,372	(37,800)	1,540,139
<b>Total Capital Assets Being Depreciated</b>	<b>2,353,682</b>	<b>109,372</b>	<b>(37,800)</b>	<b>2,425,254</b>
Less: accumulated depreciation for				
Buildings	342,436	10,302	-	352,738
Improvements other than buildings	294,311	4,441	-	298,752
Machinery and equipment	1,061,590	83,587	(22,082)	1,123,095
<b>Total Accumulated Depreciation</b>	<b>1,698,337</b>	<b>98,330</b>	<b>(22,082)</b>	<b>1,774,585</b>
<b>Total Capital Assets Being Depreciated</b>	<b>655,345</b>	<b>11,042</b>	<b>(15,718)</b>	<b>650,669</b>
<b>Business-Type Activities</b>				
<b>Capital Assets, Net of Depreciation</b>	<b>\$ 2,211,681</b>	<b>\$ 11,042</b>	<b>\$ (15,718)</b>	<b>\$ 2,207,005</b>

A summary of the changes in capital assets of the discretely presented component units is as follows:

<b>Discretely Presented Component Units</b>	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets not being depreciated				
Land	\$ 16,600	\$ -	\$ -	\$ 16,600
Construction in Progress	-	28,658	-	28,658
<b>Total Capital Assets Not Being Depreciated</b>	<b>16,600</b>	<b>28,658</b>	<b>-</b>	<b>45,258</b>
Capital assets being depreciated				
Buildings	1,131,866	-	-	1,131,866
Machinery and equipment	879,903	16,600	-	896,503
<b>Total Capital Assets Being Depreciated</b>	<b>2,011,769</b>	<b>16,600</b>	<b>-</b>	<b>2,028,369</b>
Less: accumulated depreciation for				
Buildings	447,318	20,744	-	468,062
Machinery and equipment	829,094	7,651	-	836,745
<b>Total Accumulated Depreciation</b>	<b>1,276,412</b>	<b>28,395</b>	<b>-</b>	<b>1,304,807</b>
<b>Total Capital Assets Being Depreciated</b>	<b>735,357</b>	<b>(11,795)</b>	<b>-</b>	<b>723,562</b>
<b>Total Governmental Activities</b>				
<b>Capital Assets, Net of Depreciation</b>	<b>\$ 751,957</b>	<b>\$ 16,863</b>	<b>\$ -</b>	<b>\$ 768,820</b>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

**Note 5. Capital Assets (Continued)**

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

Governmental Activities:	
Public safety and legal services	\$ 1,771,806
Public safety and legal services - SECC	1,315,183
Physical health and social services	24,128
Mental health	2,279
County environment and education	686,666
Roads and transportation	2,942,392
Governmental services to residents	132,242
Administration	750,612
<b>Total Governmental Activities Depreciation and Amortization Expense</b>	<b>\$ 7,625,308</b>
Business-Type activities, golf course	<u>\$ 98,330</u>
Discretely Presented Component Units:	
Emergency Management Agency	\$ 3,452
County Library	24,943
<b>Total Discretely Presented Component Units Depreciation Expense</b>	<b>\$ 28,395</b>

**Note 6. Long-Term Liabilities**

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

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021	Due Within One Year
<b>Governmental Activities:</b>					
General obligation bonds	\$ 18,610,000	\$ -	\$ 2,110,000	\$ 16,500,000	\$ 2,215,000
Revenue bonds	9,275,000	-	1,800,000	7,475,000	1,810,000
Deferred amount for:					
Premium	1,637,162	-	436,763	1,200,399	-
Subtotal for bonds	<u>29,522,162</u>	<u>-</u>	<u>4,346,763</u>	<u>25,175,399</u>	<u>4,025,000</u>
Other Liabilities:					
Compensated absences	3,665,931	2,536,718	2,584,243	3,618,406	1,923,598
Note payable	5,850,000	-	550,000	5,300,000	570,000
Net pension liability	16,122,322	5,391,940	-	21,514,262	-
Total OPEB liability	1,555,156	363,837	-	1,918,993	-
Claims payable	843,381	9,964,571	9,872,314	935,638	899,074
<b>Total Governmental Activities Long-Term Liabilities</b>	<b>\$ 57,558,952</b>	<b>\$ 18,257,066</b>	<b>\$ 17,353,320</b>	<b>\$ 58,462,698</b>	<b>\$ 7,417,672</b>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

**Note 6. Long-Term Liabilities (Continued)**

	Balance June 30, 2020	Additions	Retirements	Balance June 30, 2021	Due Within One Year
<b>Business-Type Activities:</b>					
Other Liabilities:					
Compensated absences	\$ 61,402	\$ 35,153	\$ 25,781	\$ 70,774	\$ 19,275
Net pension liability	126,051	35,949	-	162,000	-
Total OPEB liability	19,749	4,154	-	23,903	-
<b>Total Business Type Activities</b>	<b><u>\$ 207,202</u></b>	<b><u>\$ 75,256</u></b>	<b><u>\$ 25,781</u></b>	<b><u>\$ 256,677</u></b>	<b><u>\$ 19,275</u></b>
	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021	Due Within One Year
<b>Discretely Presented Component Units Activities:</b>					
Other Liabilities:					
Compensated absences	\$ 71,347	\$ 66,708	\$ 77,303	\$ 60,752	\$ 40,055
Net pension liability	518,739	84,656	-	603,395	-
Total OPEB liability	27,698	824	4,297	24,225	-
<b>Total Discretely Presented Component Units Long-Term Liabilities</b>	<b><u>\$ 617,784</u></b>	<b><u>\$ 152,188</u></b>	<b><u>\$ 81,600</u></b>	<b><u>\$ 688,372</u></b>	<b><u>\$ 40,055</u></b>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

**Note 6. Long-Term Liabilities (Continued)**

**General Obligation Bonds**

General obligation bonds outstanding as of June 30, 2021 consist of \$10,040,000 of general obligation communications and refunding bonds with interest at rates at 5.0 percent, and \$6,460,000 general obligation solid waste disposal bonds with interest rates ranging from to 2.0 percent to 4.0 percent.

On August 12, 2019, the County issued \$12,680,000 in General Obligation Communications and Refunding Bonds, Series 2019. The bonds were issued to finance the acquisition of communications equipment, related costs and to current refund \$6,190,000 of the taxable General Obligation Emergency Services Communication Bonds, Series 2009A. The bonds are due in annual installments of \$55,000 to \$2,180,000 through 2028 at interest rates of 5.0 percent.

On December 17, 2015, the County issued \$8,215,000 in General Obligation Solid Waste Disposal Bonds, Series 2015A. The bonds were issued to finance the solid waste recycling equipment and building improvements of the Scott County Waste Commission. The bonds are due in annual installments of \$370,000 to \$545,000 through 2035 at interest rates from 2.0 percent to 4.0 percent.

The debt service requirements on the general obligation bonds outstanding as of June 30, 2021 are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 2,215,000	\$ 682,031	\$ 2,897,031
2023	2,315,000	578,882	2,893,882
2024	2,430,000	467,081	2,897,081
2025	2,605,000	349,681	2,954,681
2026	1,620,000	232,181	1,852,181
2027-2031	3,225,000	540,245	3,765,245
2032-2035	2,090,000	159,000	2,249,000
<b>Total</b>	<u>\$ 16,500,000</u>	<u>\$ 3,009,101</u>	<u>\$ 19,509,101</u>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

**Note 6. Long-Term Liabilities (Continued)**

**Revenue Bonds**

Revenue bonds outstanding as of June 30, 2021 consist of \$7,475,000 of Jail Lease Refunding bonds ranging from 1.60 percent to 2.00 percent.

On December 27, 2012, the Public Safety Authority, a blended component unit, issued \$9,750,000 Jail Facilities Revenue Refunding Bonds, Series 2012. As of June 30, 2021 there was \$7,475,000 outstanding. The bonds were issued for the purpose of crossover refunding the Public Safety Authority Jail Facilities Revenue Bonds, Series 2006. The bonds were issued with interest rates ranging from 1.60 percent to 2.00 percent.

In the event of default by the County, in cases of default of performance or observance of covenants, agreements or conditions on the part of the issues, failure to pay after notification of non-receipt, or voluntary petition of bankruptcy or similar, not less than 25% of principal bondholders may declare all bonds then outstanding and the interest accrued thereon immediately due and payable. The trustee may also declare all the principal of all bonds then outstanding and interest immediately due and payable if there is an event of default due to punctual payment of the principal of or interest on any bond.

The debt service requirements on the revenue bonds outstanding as of June 30, 2021 are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,810,000	\$ 131,618	\$ 1,941,618
2023	1,850,000	95,418	1,945,418
2024	1,890,000	65,817	1,955,817
2025	1,925,000	33,687	1,958,687
<b>Total</b>	<u>\$ 7,475,000</u>	<u>\$ 326,540</u>	<u>\$ 7,801,540</u>

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

**Note 6. Long-Term Liabilities (Continued)**

**Revenue Bonds (Continued)**

The County has pledged as security for bonds issued by the Public Safety Authority, a blended component unit, a portion of the County's property taxes. The bonds issued by the Public Safety Authority in February 2006 in the amount of \$29,700,000 for the purpose of renovation and construction additions to existing jail facilities are payable through 2025. The bonds issued by the Public Safety Authority in December 2012 and January 2013 in the amount of \$9,750,000 and \$7,925,000, respectively, for the purposes of crossover refunding the 2006 bond issue. The County has committed to appropriate each year, from the property taxes, amount sufficient to cover the principal and interest requirements on the Public Safety Authority's debt. The Public Safety Authority has pledged as sole security for the bonds the appropriation from the County. Annual principal and interest payment on the bonds are expected to require 100% of lease payments received. Total principal and interest remaining on the debt is \$7,801,540 with annual requirements ranging from \$1,941,618 to \$1,958,688. Property taxes, from which the appropriations will be made, have been equal to the principal and interest amount owed per year before consideration of restricted assets for the cross over refunding. For the current year, principal and interest paid by the Public Safety Authority totaled \$1,967,617 and property taxes recognized by the County were \$1,967,618 each.

**Legal Debt Margin**

The computation of the County's legal margin as of June 30, 2021 is as follows:

2019 assessed valuation	\$ 15,685,932,970
Less military exemption	<u>(14,471,528)</u>
<b>Total assessed value</b>	<b><u>\$ 15,671,461,442</u></b>
Debt limit, 5% of assessed valuation (Iowa statutory limitation)	\$ 783,573,072
Total amount of debt applicable to debt margin	<u>(23,975,000)</u>
<b>Legal debt margin</b>	<b><u>\$ 759,598,072</u></b>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

**Note 6. Long-Term Liabilities (Continued)**

**Notes Payable**

On November 2, 2009, the City of Davenport issued \$10,125,000 General Obligation Communication Building Bonds, Series 2009C on behalf of the SECC. The bonds were issued for the purpose of building a new communications and emergency operations center. The SECC has issued a note payable to the City of Davenport with terms for repayment identical to the bonds. In 2017, the City refinanced the bond issuance and subsequently the note payable to the City of Davenport was adjusted. The City's General Obligation Refunding Bonds, Series 2017B was issued March 21, 2017 in the amount of \$7,345,000. As of June 30, 2021, the amount outstanding is \$5,300,000. The bonds were issued with interest rates ranging from 2.0% to 3.0%.

The debt service requirements on the notes payable outstanding as of June 30, 2021 are as follows:

Year Ending June 30	City of Davenport GO Note		
	Principal	Interest	Total
2022	\$ 570,000	\$ 147,400	\$ 717,400
2023	590,000	136,000	726,000
2024	615,000	124,200	739,200
2025	645,000	105,750	750,750
2026	675,000	86,400	761,400
2027-2029	2,205,000	133,800	2,338,800
<b>Total</b>	<b>\$ 5,300,000</b>	<b>\$ 733,550</b>	<b>\$ 6,033,550</b>

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

**Note 6. Long-Term Liabilities (Continued)**

**Other Long-Term Liabilities**

Compensated absences attributable to governmental activities are generally liquidated by the General Fund and Scott Emergency Communication Center Fund. \$7,061 was a current liability of the General fund as of June 30, 2021. Claims payable are generally liquidated by the General Fund and the Self – Insurance Fund of the County. Net other postemployment benefit obligations are liquidated by the Internal Service Health and Dental Funds.

**Retirement System**

**Plan Description** - IPERS membership is mandatory for employees of the County, except for those covered by another retirement system. Employees of the County are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive P.O. Box 9117, Des Moines, Iowa 50306-9117 or at [www.ipers.org](http://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.

As a multi-employer pension plan, IPERS recognizes County activity as the accumulation of transactions from Scott County, primary government; Scott Emergency Communication Center, blended component unit; Emergency Management Agency, discrete component unit; County Library, discrete component unit; and County Assessor, agency fund. The net pension liability is liquidated by each fund that includes payroll and benefit expense. The footnote information includes the actuarial data for all reporting units, while the government-wide financial statements does not include the County Assessor data, an agency fund.

**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, the highest three-year average salary as of that date will be used if it is greater than the highest five-year average salary.

Sheriff and deputy and protection occupation members may retire at normal retirement age which is generally at age 55. Sheriff and deputy and protection occupation members may retire any time after reaching age 50 with 22 or more years of covered employment.

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

**Note 7. Retirement System (Continued)**

The formula used to calculate a sheriff and deputy and protection occupation members' monthly IPERS benefit includes:

- 60% of average salary after completion of 22 years of service, plus an additional 1.5% of average salary for years of service greater than 22 but not more than 30 years of service.
- The member's highest three-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 percent for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50 percent for each month that the member receives benefits before age 65.

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 percent of covered payroll and the County contributed 9.44 percent for a total rate of 15.73 percent. Sheriff and deputy members and the County both contributed 9.26 percent of covered payroll for a total rate of 18.52 percent. Protection occupation members contributed 6.41 percent of covered payroll and the County contributed 9.61 percent for a total rate of 16.02 percent.

The County's, including all pension reporting units, contributions to IPERS for the year ended June 30, 2021 were \$3,324,431.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

**Note 7. Retirement System (Continued)**

**Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** - At June 30, 2021, the County, including all pension reporting units (primary government, component unit and fiduciary), reported a liability of \$22,681,671 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 County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2020, the County's collective proportion was 0.3228829%, which was an increase of .027401% from its collective proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized pension expense of \$4,830,230. At June 30, 2021 the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Regular Membership		Sheriff and Deputies	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 23,055	\$ 494,661	\$ 25,893	\$ 56,545
Changes in assumptions	1,071,224	-	209,792	370,209
Net difference between projected and actual earnings on pension plan investments	1,173,197	-	306,679	-
Changes in proportion and difference between County contributions and proportionate share of contributions	532,989	108,802	36,380	26,023
County contributions subsequent to the measurement dates	2,255,107	-	360,429	-
<b>Total</b>	<b>\$ 5,055,572</b>	<b>\$ 603,463</b>	<b>\$ 939,173</b>	<b>\$ 452,777</b>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

Note 7. Retirement System (Continued)

	Protection Occupation		Total - All Groups	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 70,120	\$ 8,470	\$ 119,068	\$ 559,676
Changes in assumptions	215,663	10,476	1,496,679	380,685
Net difference between projected and actual earnings on pension plan investments	361,682	-	1,841,558	-
Changes in proportion and difference between County contributions and proportionate share of contributions	5,680	7,353	575,049	142,178
County contributions subsequent to the measurement dates	<u>584,323</u>	<u>-</u>	<u>3,199,859</u>	<u>-</u>
Total	<u>\$ 1,237,468</u>	<u>\$ 26,299</u>	<u>\$ 7,232,213</u>	<u>\$ 1,082,539</u>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

**Note 7. Retirement System (Continued)**

The deferred outflows and deferred inflows related to the pensions for the discrete component unit are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 529	\$ 11,351
Changes in assumptions	24,581	-
Net difference between projected and actual earnings on pension plan investments	26,921	-
Changes in proportion and difference between County contributions and proportionate share of contributions	12,231	2,497
County contributions subsequent to the measurement dates	<u>73,334</u>	<u>-</u>
Total	<u>\$ 137,596</u>	<u>\$ 13,848</u>

County of Scott, Iowa

**Notes To Basic Financial Statements**  
**As of and for the Year Ended June 30, 2021**

---

**Note 7. Retirement System (Continued)**

\$3,199,859, primary government, and \$73,334, discrete component units, reported as deferred outflows of resources related to pensions resulting from the County contributions subsequent to the measurement date, but before the end of the County's fiscal year of June 30, 2021, will be recognized as a reduction of the net pension liability in the measurement year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Primary	
	Government Total	Discrete Component Units Total
2022	\$ 438,759	\$ 7,499
2023	607,551	10,383
2024	720,790	12,319
2025	1,154,681	19,734
2026	28,034	479
<b>Total</b>	<u>\$ 2,949,815</u>	<u>\$ 50,414</u>

There were no non-employer contributing entities at IPERS.

**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:

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

**Note 7. Retirement System (Continued)**

Rate of inflation (effective June 30, 2017)	2.6 percent per annum
Rates of salary increase (effective June 30, 2017)	3.25 to 16.25 percent average, including inflation. Rates vary by membership group.
Long-term investment rate of return (effective June 30, 2017)	7.00 percent compounded annually, net of investment expense, including inflation.
Wage growth (effective June 30, 2017)	3.25 percent per annum, based on 2.60 percent inflation and 0.65 percent real wage inflation

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of actuarial experience 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 Health 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 (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:

<u>Asset Class</u>	<u>Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
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
Total	<u>100.0%</u>	

**Discount Rate** - The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the County 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.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and for the Year Ended June 30, 2021

---

Note 7. Retirement System (Continued)

**Sensitivity of the County's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate** - The following presents the County's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.0 percent, as well as what the County's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate.

County primary government:

	1% Decrease 6.00%	Discount Rate 7.00%	1% Increase 8.00%
Regular Membership Group	\$ 34,454,931	\$ 20,663,673	\$ 9,099,914
Sheriffs and Deputies	3,515,663	512,194	(2,004,979)
Protection Occupation	4,087,071	500,395	(2,502,755)
Total	<u>\$ 42,057,665</u>	<u>\$ 21,676,262</u>	<u>\$ 4,592,180</u>

Discrete component units:

	1% Decrease 6.00%	Discount Rate 7.00%	1% Increase 8.00%
Regular Membership Group	\$ 1,006,110	\$ 603,395	\$ 265,724

**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 is available on IPERS' website at [www.ipers.org](http://www.ipers.org).

**Payables to the Pension Plan** - At June 30, 2021, the County reported payables to the defined benefit pension plan of \$255,855 for legally required employer contributions and \$177,732 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

**Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021**

---

**Note 8. Other Postemployment Benefits**

**Plan description:** The County sponsors a single-employer health care plan that provides medical, prescription drugs, dental and vision benefits to all active and retired employees and their eligible dependents. Group insurance benefits are established under Iowa Code Chapter 509A.13. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The benefits are offered to Scott County, primary government; Scott Emergency Communication Center, blended component unit; Emergency Management Agency, discrete component unit; and County Library, discrete component unit. The medical and dental benefits are liquidated by each the self-insurance fund of the County. The vision insurance is a premium insurance funded by each fund with payroll or benefit expense. The footnote information includes the actuarial data for all reporting units, while the government-wide financial statements does not include the County Assessor data, an agency fund.

**OPEB Benefits:** Individuals who are employed by Scott County or related reporting units, Sheriff's deputies must be a minimum of age 50 with 22 or more years of service to be eligible for retiree benefits. All other employees must be a minimum of age 55 with 20 or more years of service to be eligible for retiree benefits. Eligibility requirements under IPERS is summarized as follows: Normal Retirement - a) General Employees - age 65, any age when age plus years of service equal or exceed 88 with a minimum age of 55, or age 62 with 20 years of service, b) Sheriffs and Deputies - age 55 or age 50 with 22 years of service.

The health insurance plan contributions on behalf of employees are negotiated by management and the union and governed by the County's union contracts. Employees pay all or a portion of the premium in excess of the full single rate premium. The current funding policy of the County is to pay health claims as they occur. Retirees under age 65 pay the same premium as active employees, which results in an implicit rate subsidy and an OPEB liability. The plan does not issue a stand-alone financial report.

As of January 1, 2021, the following employees were covered by the benefit terms:

	Number of Members
Active	484
Inactive currently receiving benefits	10
Total	<u>494</u>

**Total OPEB Liability:** The County and reporting unit's total OPEB liability of \$1,967,121 was measured as of June 30, 2021, and was determined by an actuarial valuation as of January 1, 2021.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

---

**Note 8. Other Postemployment Benefits (Continued)**

**Actuarial Assumptions:** The total OPEB liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement.

Measure date	June 30, 2021
Actuarial valuation date	January 1, 2021
Rate of inflation (effective June 30, 2021)	3.0 percent per year
Rates of salary increase (effective June 30, 2021)	4.0 percent per year
Discount rate (effective June 30, 2021)	2.12 percent per year
Healthcare cost trend rate (effective June 30, 2021)	5.0 percent per year

**Discount Rate:** The discount rate used to measure the total OPEB liability was 2.12 percent which reflects the index rate for the 20-year tax-exempt general obligation municipal bonds with an average rate of AA/Aa or higher as of the January 1, 2021.

Mortality rates are from the RP2014 Annuitant distinct mortality table adjusted to 2006 with MP 2018 generational projection of future mortality improvement.

The actuarial assumption used in the June 30, 2021 valuation were based on the results of an actuarial experience study as of January 1, 2021.

**Changes in the Total OPEB Liability:**

Total OPEB Liability beginning of year	\$ 1,602,603
Service cost	106,439
Expected interest	41,488
Difference between expected and actual experience	(4,498)
Changes of assumptions	283,789
Benefit payments	(62,700)
Total OPEB liability - end of year	<u>\$ 1,967,121</u>

The benefit payments are funded through the County's Governmental Activities Internal Service Fund and are not allocated to the individual reporting units.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

**Note 8. Other Postemployment Benefits (Continued)**

**Sensitivity of the County's Total OPEB Liability to Changes in the Discount Rate** - The following presents the County's proportionate share of the total OPEB liability calculated, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percent lower (1.12 percent) or 1 percent higher (3.12 percent) than the current discount rate.

	1% Decrease 1.12%	Rate 2.12%	1% Increase 3.12%
Total OPEB Liability - County	\$ 2,120,532	\$ 1,942,896	\$ 1,779,233
Total OPEB Liability - Discrete Component Units	\$ 26,440	\$ 24,225	\$ 27,620

**Sensitivity of the County's Total OPEB Liability to Changes in the Healthcare Cost Trend Rate** - The following presents the County's proportionate share of the total OPEB liability calculated, as well as what the County's total OPEB liability would be if it were calculated using a health care costs trend rate that is 1 percent lower (4.00 percent) or 1 percent higher (6.00 percent) than the current discount rate.

	1% Decrease 4.00%	Rate 5.00%	1% Increase 6.00%
Total OPEB Liability - County	\$ 1,713,150	\$ 1,942,896	\$ 2,215,193
Total OPEB Liability - Discrete Component Units	\$ 21,360	\$ 24,225	\$ 27,620

**OPEB Expense, Deferred Inflows of Resources and Deferred Outflows of Resources Related to OPEB** - For the year ended June 30, 2021, the County recognized OPEB expense of \$192,438. At June 30, 2021, the County reported deferred inflows and deferred outflows of resources related to OPEB from the following resources:

	County		Discrete Component Units	
	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 4,011	\$ 116,684	\$ 50	\$ 1,455
Changes in assumptions	61,421	343,858	766	4,287
	\$ 65,432	\$ 460,542	\$ 816	\$ 5,742

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

---

**Note 8. Other Postemployment Benefits (Continued)**

The amount of deferred outflows and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Year Ending June 30</u>	<u>County</u>	<u>Discrete Component Units</u>
2022	\$ 43,963	\$ 548
2023	43,963	548
2024	43,963	548
2025	43,963	548
2026	43,963	548
Thereafter	<u>175,295</u>	<u>2,186</u>
<b>Total</b>	<u>\$ 395,110</u>	<u>\$ 4,926</u>

**Note 9. Risk Management and Insurance**

The County is self-insured for general and automobile liability, property and workers' compensation claims. This activity is accounted for within the County's General Fund. Charges were made to the operating funds based upon actual claims, historical claim experience and estimated claims incurred and not yet reported for general and automobile liability, property and worker's compensation. Unemployment claims were charged quarterly to the applicable funds based upon actual claims as assessed by the state. Claim settlement and loss expenses are accrued in the General Fund for the estimated settlement value of general, automobile liability, property and workers' compensation claims reported and unreported arising from incidents during the year except for the long-term portion of such estimated claim settlements which are recorded in the government-wide statements until amounts are due and spendable resources become available to liquidate such liabilities.

Self-insurance is in effect up to a stop loss amount of approximately \$300,000 per claim for general and automobile liability, \$100,000 per claim for property and \$500,000 per claim for workers' compensation. Coverage from a private insurance company is maintained for losses in excess of the aggregate stop loss amount with \$9,000,000 maximum coverage on general and automobile liability, \$133,326,850 maximum coverage on property and limited statutory \$2,000,000 maximum coverage on workers' compensation. Settled claims have not exceeded the commercial coverage in any of the past three years. All claims handling procedures are performed by the County.

As of June 30, 2021, the amount of liabilities recorded for estimated claim settlements for general, automobile, property and workers' compensation liability claims was \$365,638 of which \$58,777 was recorded in the General Fund. The County has assigned \$306,861 of General Fund balance for payment of future claims liability.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

---

**Note 9. Risk Management and Insurance (Continued)**

	2021	2020
Claims payable, beginning of year	\$ 370,381	\$ 302,349
Claims expense and change in reserve	433,215	576,088
Claims payments	<u>(437,958)</u>	<u>(508,056)</u>
Claims payable, end of year	<u>\$ 365,638</u>	<u>\$ 370,381</u>

The changes in the aggregate liabilities for health care and dental claims are as follows:

	2021	2020
Claims payable, beginning of year	\$ 473,000	\$ 541,043
Claims expense and change in reserve	9,531,356	7,090,937
Claims payments	<u>(9,434,356)</u>	<u>(7,158,980)</u>
Claims payable, end of year	<u>\$ 570,000</u>	<u>\$ 473,000</u>

The Emergency Management Agency, County Library, and Public Safety Authority and Scott Emergency Communication Center component units of the County have transferred risk by purchasing commercial insurance. Settled claims have not exceeded this coverage in any of the past three fiscal years.

**Note 10. Conduit Debt Obligations**

From time to time, the County has issued revenue bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the County, the state, nor any political subdivision, thereof, is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2021, there were three series of revenue bonds outstanding. The aggregate principal balance of the revenue bonds outstanding is \$13,324,000.

**Notes To Basic Financial Statements**  
**As of and For the Year Ended June 30, 2021**

---

**Note 11. Scott Area Solid Waste Management Commission Agreement**

In November 2015, the County issued \$8,215,000 in General Obligation County Solid Waste Disposal Bonds for which the County pledged its full faith and credit and power to levy direct general ad valorem taxes without limit as to rate or amount. The total amount of the bonds outstanding as of June 30, 2021 is \$6,460,000.

The County loaned the proceeds from the sale of the bonds to the Scott Area Solid Waste Management Commission ("the Commission") for the construction and equipping of a solid waste recycling facility ("the Project") pursuant to the Financing Agreement by and between the County and the Commission. To obligate itself under the Financing Agreement, the Commission issued an \$8,215,000 Solid Waste Disposal Revenue Bond to the County pursuant to a resolution dated December 1, 2015. The repayment of the Revenue Bond corresponds to the payment of the Bonds by the County.

Under the terms of the Financing Agreement, dated December 1, 2015, the Commission is obligated to establish rates, charges and fees sufficient to pay the cost of operations and maintenance of the Project and to leave net revenues sufficient to pay the semiannual debt service requirements of the bonds. In the event that net revenues are insufficient to pay 100 percent of the debt service on the bonds, the Commission is obligated to pay the County from other funds it has legally available, including the Reserve Fund, which is equal to the maximum annual debt service requirement on the bonds due in any remaining fiscal year. If the Commission does not have sufficient funds to pay 100 percent of the debt service on the bonds when due, the County is obligated to pay such deficiency from and of its funds legally available. Any amounts which are paid by the County for debt service payments on the bonds must be reimbursed by the Commission out of future net revenues of the Project or other Commission funds which become available. Therefore, the County recorded loans receivable in the amount of \$6,460,000 in the Debt Service Fund.

In the event future net revenues or other Commission funds are insufficient to repay the County, each of the Members of the Commission have obligated itself to repay the County its pro rata share of the deficiency from rates imposed on each property within its jurisdiction. The Financing Agreement may not be terminated so long as the bonds are outstanding.

Financial statements of the Commission may be obtained by contacting Scott Area Solid Waste Commission, 11555 110th Avenue, Davenport, Iowa 52804.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

**Note 12. Fund Balances**

Governmental fund balances reported on the fund financial statements at June 30, 2021 are:

	General	Mental Health/ Development Disability	Secondary Roads	Scott Emergency Communication Center
Fund Balances:				
Nonspendable				
Prepays	\$ 167,299	\$ -	\$ -	\$ 461,762
Restricted				
Debt service	-	-	-	-
Secondary roads	-	-	6,139,682	-
Mental health	-	672,340	-	-
Emergency services	-	-	-	2,053,498
Capital projects	-	-	-	-
Records management fee	-	-	-	-
Rural services	-	-	-	-
Other statutory programs	445,493	-	-	-
Subtotal Restricted	<u>445,493</u>	<u>672,340</u>	<u>6,139,682</u>	<u>2,053,498</u>
Assigned				
Capital projects	7,439,973	-	-	-
Claim liabilities	306,891	-	-	-
Strategic planning initiatives	313,920	-	-	-
Subtotal Assigned	<u>8,060,784</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unassigned	<u>12,525,469</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Fund Balances</b>	<u>\$ 21,199,045</u>	<u>\$ 672,340</u>	<u>\$ 6,139,682</u>	<u>\$ 2,515,260</u>

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

**Note 12. Fund Balances (Continued)**

	Capital Projects	Debt Service	Nonmajor Governmental	Total
Fund Balances:				
Nonspendable				
Prepays	\$ -	\$ -	\$ -	\$ 629,061
Restricted				
Debt Service	-	6,946,919	2	6,946,921
Secondary Roads	-	-	-	6,139,682
Mental health	-	-	-	672,340
Emergency Services	-	-	-	2,053,498
Records management fee	-	-	73,063	73,063
Capital projects	4,392,302	-	-	4,392,302
Rural services	-	-	131,460	131,460
Other statutory programs	-	-	-	445,493
Subtotal Restricted	4,392,302	6,946,919	204,525	20,854,759
Assigned				
Capital projects	7,353,250	-	-	14,793,223
Claim liabilities	-	-	-	306,891
Strategic planning initiatives	-	-	-	313,920
Subtotal Assigned	7,353,250	-	-	15,414,034
Unassigned				
	-	-	-	12,525,469
<b>Total Fund Balances</b>	<b>\$ 11,745,552</b>	<b>\$ 6,946,919</b>	<b>\$ 204,525</b>	<b>\$ 49,423,323</b>

**Note 13. Litigation**

The County is a defendant in several claims and lawsuits. In the opinion of the County Attorney and management, the resolution of these matters will not have a material adverse effect on the future financial statements of the County.

**County of Scott, Iowa**

**Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021**

---

**Note 14. Commitments and Contingency**

The County has financial commitments relating to future purchases of \$522,145, payable from the Capital Projects fund, \$2,500,188, payable from the Scott Emergency Communication Center Fund, \$190,779, payable from the Secondary Roads Fund, and \$45,005 payable from the Emergency Management Agency Fund.

The County has received federal and state grants for specific programs that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

---

**Note 15. Scott County Financial Information Included in the Eastern Iowa Mental Health and Disabilities Region**

Eastern Iowa Mental Health and Disabilities Region, a jointly governed organization formed pursuant to the provisions of Chapter 28E of the Code of Iowa which became effective July 1, 2014, includes the following member counties: Cedar County, Clinton County, Jackson County, Muscatine County, and Scott County. The financial activity of Scott County's Special Revenue, Mental Health / Disabilities Fund is included in the Eastern Iowa Mental Health and Disabilities Health Region for the year ended June 30, 2021 as follows:

Revenues:

Property tax		\$	4,975,237
Other tax			170,245
Intergovernmental revenues:			
State tax credits and replacements			376,118
Investment earnings			4,623
Reimbursements and miscellaneous - from fiscal agent			150,397
Reimbursements and miscellaneous			78,953
Total revenues			<u>5,755,573</u>

Expenditures

Services to persons with:

Mental illness	2,271,666		
Intellectual disability	105,469		
Other developmental disabilities	<u>83,578</u>		2,460,713
County provided services			2,697
General administration			
Reimbursed Administration - Fiscal Agent			150,397
Direct administration			96,913
Distribution to regional fiscal agent			<u>3,143,068</u>
Total expenditures			<u>5,853,788</u>

Excess of expenditures over revenues (98,215)

Fund balances beginning of the year 770,555

Fund balance end of the year \$ 672,340

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

---

**Note 16. 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.

For the year ended June 30, 2021, the County did not abate any property tax under the urban renewal and economic development projects.

**Tax Abatements of Other Entities**

Property tax revenues of the County were reduced by the following amounts for the year ended June 30, 2021 under agreements entered into by the following entities:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Bettendorf	Economic development and / or other benefits	\$ 586,278
City of Blue Grass	Economic development and / or other benefits	22,570
City of Davenport	Economic development and / or other benefits	728,135
City of Eldridge	Economic development and / or other benefits	233,522
City of LeClaire	Economic development and / or other benefits	257,721
City of Princeton	Economic development and / or other benefits	18,615
City of Walcott	Economic development and / or other benefits	2,298
Total		<u>\$ 1,849,139</u>

**Note 17. Governmental Accounting Standards Board (GASB) Statements**

The County adopted the following statements as of June, 2021:

- GASB Statement No 84, *Fiduciary Activities*, Issued January 2017, will be effective for the County beginning with the year June 30, 2021. This statement will enhance consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. Greater consistency and comparability enhances the value provided by information reported in financial statements for assessing government accountability and stewardship.
- GASB Statement No 90, *Majority Equity Interests – An Amendment of GASB Statements No. 14 and No. 61*, issued August 2018 will be effective for the County beginning with the year June 30, 2021. This statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units.

**Notes To Basic Financial Statements**  
**As of and For the Year Ended June 30, 2021**

---

**Note 17. Governmental Accounting Standards Board (GASB) Statements (Continued)**

The Governmental Accounting Standards Board (GASB) has issued the following statement not yet implemented by the County. The Statements which may impact the County are as follows:

- GASB Statement No 87, *Leases*, issued June 2017 will be effective for the County beginning with the year June 30, 2021. This statement will increase the usefulness of governments' financial statements by requiring reporting of certain lease liabilities that currently are not reported. It will enhance comparability of financial statements among governments by requiring lessees and lessors to report leases under a single model.
- GASB Statement No 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*, issued June 2018 will be effective for the County beginning with the year June 30, 2022. This statement is to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest costs incurred before the end of a construction period.
- GASB Statement No 91, *Conduit Debt Obligations*, issued May 2019 will be effective for the County beginning with the year end June 30, 2023. This statement is to improve financial reporting by eliminating the existing option for issuers to report conduit debt obligations as their own liabilities, thereby ending significant diversity in practice.
- GASB Statement No 92, *Omnibus 2020*, issued January 2020 will be effective for the County beginning with the year end June 30, 2022. This statement is to enhance comparability in accounting and financial reporting and to improve consistency in authoritative literature.
- GASB Statement No 93, *Replacement of Interbank Offered Rates*, issued March 2020 will be effective for the County beginning with the year June 30, 2022. This statement is to address the accounting and financial reporting implication that result from the replacement of interbank offered rate, most notably, the London Interbank Offered Rate (LIBOR).
- GASB Statement No 94, *Public – Private and Public-Public Partnerships and Availability Payment Arrangements*, will be effective for the County beginning with the year June 30, 2023. This statement provides guidance for accounting and financial reporting of public-private and public-public partnership arrangement and availability payment arrangements.
- GASB Statement No 96, *Subscription-Based Information Technology Arrangements*, will be effective for the County beginning with the year June 30, 2023. This statement provides guidance for subscription-based information technology arrangements for government end users.
- GASB Statement No 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No 14 and No 84, and a Supersession of GASB Statement No. 32*, will be effective for the County beginning with the year June 30, 2022. This statement will result in more consistent financial reporting of defined contributions pension plans, defined contribution OPEB plans and other employee benefit plans, while mitigating the costs associated with reporting those plans.

The County's management has not yet determined the effect these GASB statements will have on the County's future financial statements.

County of Scott, Iowa

Notes To Basic Financial Statements  
As of and For the Year Ended June 30, 2021

---

**Note 18. Restatement of Net Position**

Net position has been restated as a result of the implementation of GASB Statement No. 84 – *Fiduciary Activities*. This statement requires recording accruals and ending net position in custodial funds not previously recorded. Beginning net position has been restated to reflect this change.

	<u>Custodial Funds</u>
Net Position – June 30, 2020 (as reported)	\$ -
Change in accounting principles	<u>3,572,418</u>
Net Position – June 30, 2020 (as restated)	<u>\$ 3,572,418</u>
Net income of the prior year would have been decreased by	<u>\$ (860,521)</u>

This page intentionally left blank

County of Scott, Iowa

Required Supplementary Information  
 Budgetary Comparison Schedule (Non-GAAP)  
 All Governmental Funds - Primary Government  
 For the Year Ended June 30, 2021

	Budget		Actual - Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Revenues:</b>				
Property taxes	\$ 57,465,521	\$ 57,465,521	\$ 57,618,951	\$ 153,430
Local option sales tax	4,800,000	5,400,000	5,462,760	62,760
Other taxes	2,624,024	2,749,224	2,859,472	110,248
Interest and penalties on taxes	590,000	781,000	1,123,229	342,229
Intergovernmental	11,978,083	17,558,527	17,581,518	22,991
Charges for services	6,495,547	6,635,359	7,338,728	703,369
Investment earnings	1,092,200	335,500	198,077	(137,423)
Licenses and permits	796,295	1,106,295	1,068,705	(37,590)
Rentals and fees	91,099	76,005	118,143	42,138
Other	1,172,057	1,540,890	1,784,283	243,393
<b>Total revenues</b>	<b>87,104,826</b>	<b>93,648,321</b>	<b>95,153,866</b>	<b>1,505,545</b>
<b>Expenditures</b>				
Current:				
Public safety and legal services	35,590,157	37,084,882	34,469,679	2,615,203
Physical health and social services	6,976,608	9,036,973	7,918,656	1,118,317
Mental health	5,628,347	6,742,047	5,853,788	888,259
County environment and education	5,402,560	5,643,942	5,006,359	637,583
Roads and transportation	7,747,100	8,980,000	6,217,038	2,762,962
Government services to residents	3,017,786	3,530,808	3,108,837	421,971
Administration	13,463,914	13,897,342	12,572,610	1,324,732
Capital outlay	12,983,076	19,336,568	13,486,268	5,850,300
Debt service	4,867,249	4,879,049	4,871,446	7,603
<b>Total expenditures</b>	<b>95,676,797</b>	<b>109,131,611</b>	<b>93,504,681</b>	<b>15,626,930</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(8,571,971)</b>	<b>(15,483,290)</b>	<b>1,649,185</b>	<b>17,132,475</b>
<b>Other financing sources (uses):</b>				
Transfers in	14,563,763	18,004,033	16,529,694	(1,474,339)
Transfers out	(14,563,763)	(18,004,033)	(16,529,694)	1,474,339
Proceeds from sale of capital assets	220,000	475,800	187,212	(288,588)
<b>Total other financing sources (uses)</b>	<b>220,000</b>	<b>475,800</b>	<b>187,212</b>	<b>(288,588)</b>
<b>Net change in fund balances</b>	<b>\$ (8,351,971)</b>	<b>\$ (15,007,490)</b>	<b>\$ 1,836,397</b>	<b>\$ 16,843,887</b>

See page 82 for reconciliation to GAAP.

County of Scott, Iowa

Required Supplementary Information  
 Budgetary Comparison Schedule  
 Scott Emergency Communication Center  
 For the Year Ended June 30, 2021

	Budget		Actual - GAAP Basis
	Original	Final	
Revenues:			
Intergovernmental	\$ 13,431,906	\$ 15,915,000	\$ 37,553
Investment earnings	50,000	50,000	4,806
Rental & Fees	21,000	21,000	21,000
Other	300	300	231
<b>Total revenues</b>	<b>13,503,206</b>	<b>15,986,300</b>	<b>63,590</b>
Expenditures			
Current:			
Public safety and legal services	7,778,220	7,938,220	7,199,954
Capital outlay	5,216,906	7,700,000	6,972,176
Debt service	708,400	708,400	708,400
<b>Total expenditures</b>	<b>13,703,526</b>	<b>16,346,620</b>	<b>14,880,530</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(200,320)</b>	<b>(360,320)</b>	<b>(14,816,940)</b>
Other financing sources:			
Transfers in	-	-	14,977,934
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>14,977,934</b>
<b>Net change in fund balances</b>	<b>\$ (200,320)</b>	<b>\$ (360,320)</b>	<b>\$ 160,994</b>

Reclassifications	Actual - Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
\$ 15,240,519	\$ 15,278,072	\$ (636,928)
-	4,806	(45,194)
-	21,000	-
-	231	(69)
15,240,519	15,304,109	(682,191)
262,585	7,462,539	475,681
-	6,972,176	727,824
-	708,400	-
262,585	15,143,115	1,203,505
14,977,934	160,994	521,314
(14,977,934)	-	-
(14,977,934)	-	-
\$ -	\$ 160,994	\$ 521,314

See independent auditors' report and notes to required supplementary information

County of Scott, Iowa

Schedule of Comparison

Budgetary Comparison Schedule

All Governmental Funds to Primary Government Budgeted Funds

For the Year Ended June 30, 2021

	Governmental Fund Types Actual	Scott Emergency Communications Center Component Unit	Public Safety Authority Component Unit	Reclassifications	Actual - Budgetary Basis
Revenues:					
Property taxes	\$ 57,618,951	\$ -	\$ -	\$ -	\$ 57,618,951
Local option sales tax	5,462,760	-	-	-	5,462,760
Other taxes	2,859,472	-	-	-	2,859,472
Interest and penalties on taxes	1,123,229	-	-	-	1,123,229
Intergovernmental	17,356,486	(37,553)	-	262,585	17,581,518
Charges for services	7,338,728	-	-	-	7,338,728
Investment earnings	202,883	(4,806)	-	-	198,077
Licenses and permits	1,068,705	-	-	-	1,068,705
Rentals and fees	139,143	(21,000)	-	-	118,143
Other	1,784,514	(231)	-	-	1,784,283
<b>Total revenues</b>	<b>94,954,871</b>	<b>(63,590)</b>	<b>-</b>	<b>262,585</b>	<b>95,153,866</b>
Expenditures					
Current:					
Public safety and legal services	33,469,633	(7,199,954)	-	8,200,000	34,469,679
Physical health and social services	7,918,656	-	-	-	7,918,656
Mental health	5,853,788	-	-	-	5,853,788
County environment and education	5,006,359	-	-	-	5,006,359
Roads and transportation	6,217,038	-	-	-	6,217,038
Government services to residents	3,108,837	-	-	-	3,108,837
Administration	12,572,610	-	-	-	12,572,610
Capital outlay	13,417,925	(6,972,176)	-	7,040,519	13,486,268
Debt service	5,579,846	(708,400)	(1,967,615)	1,967,615	4,871,446
<b>Total expenditures</b>	<b>93,144,692</b>	<b>(14,880,530)</b>	<b>(1,967,615)</b>	<b>17,208,134</b>	<b>93,504,681</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>1,810,179</b>	<b>14,816,940</b>	<b>1,967,615</b>	<b>(16,945,549)</b>	<b>1,649,185</b>
Other financing sources (uses):					
Transfers in	26,182,496	(14,977,934)	(1,967,615)	7,292,747	16,529,694
Transfers out	(26,182,496)	-	-	9,652,802	(16,529,694)
Proceeds from sale of capital assets	187,212	-	-	-	187,212
<b>Total other financing sources (uses)</b>	<b>187,212</b>	<b>(14,977,934)</b>	<b>(1,967,615)</b>	<b>16,945,549</b>	<b>187,212</b>
<b>Net change in fund balances</b>	<b>\$ 1,997,391</b>	<b>\$ (160,994)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,836,397</b>

See independent auditors' report and notes to required supplementary information

County of Scott, Iowa

Schedule of the County's Proportionate Share of Net Pension Liability  
Iowa Public Employers' Retirement System  
Last Ten Fiscal Years\*

	2015	2016	2017	2018	2019	2020	2021
County's proportion of net pension liability	0.274511%	0.293765%	0.315698%	0.325938%	0.301965%	0.295482%	0.322883%
County's proportionate share of net pension liability	\$ 10,886,862	\$ 14,513,418	\$ 19,867,842	\$ 21,711,318	\$ 19,109,062	\$ 17,110,370	\$ 22,681,671
County's covered payroll	\$ 28,172,699	\$ 28,766,876	\$ 29,388,451	\$ 31,387,807	\$ 31,282,997	\$ 32,182,507	\$ 34,204,264
County's proportionate share of net pension liability as a percentage of its covered payroll	38.64%	50.45%	67.60%	69.17%	61.08%	53.17%	66.31%
Plan fiduciary net position as a percentage of the total pension liability	85.61%	85.19%	81.82%	82.21%	83.62%	85.45%	82.90%

\* The amounts presented for each fiscal year were determined as of June 30

Net Pension data is provided by the State for major employer. Specific allocation between the County, discretely presented component units and fiduciary fund employer is not possible. As such, the entire amount is reported as RSI.

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

County of Scott, Iowa

Schedule of County Contributions  
Iowa Public Employers' Retirement System  
Last Ten Fiscal Years

---

	2012	2013	2014	2015	2016
Statutorily required contribution	\$ 2,299,215	\$ 2,516,323	\$ 2,605,252	\$ 2,660,923	\$ 2,701,309
Contributions in relation to the statutorily required contribution	2,299,215	2,516,323	2,605,252	2,660,923	2,701,309
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	26,725,226	27,682,627	28,172,699	28,766,876	29,388,451
Contributions as a percentage of covered payroll	8.60%	9.09%	9.25%	9.25%	9.19%

Net Pension data is provided by the State for major employer. Specific allocation between the County and discretely presented component units is not possible. As such, the entire amount is reported as RSI.

Source is IPERS annual Report

---

	2017	2018	2019	2020	2021
\$	2,876,113	\$ 2,857,155	\$ 3,090,585	\$ 3,259,184	\$ 3,324,046
	2,876,113	2,857,155	3,090,585	3,259,184	3,324,046
\$	-	\$ -	\$ -	\$ -	\$ -
	31,387,807	31,282,997	32,182,507	34,204,264	35,177,431
	9.16%	9.13%	9.60%	9.53%	9.45%

See independent auditors' report and notes to required supplementary information

This page intentionally left blank

County of Scott, Iowa

Schedule of the County's Total OPEB Liability, Related Ratios and Notes  
For the Last Years

	2018	2019	2020	2021
Service cost	\$ 77,835	\$ 58,477	\$ 60,816	\$ 106,439
Interest costs	49,637	62,322	64,501	41,488
Difference between expected and actual experiences	47,262	116,355	-	(4,498)
Change in assumptions	135,160	(84,135)	-	283,789
Benefit payments	(103,958)	(69,760)	(70,208)	(62,700)
Net change in total OPEB liability	205,936	83,259	55,109	364,518
Total OPEB liability beginning of year, as restated	1,258,299	1,464,235	1,547,494	1,602,603
Total OPEB liability end of year	<u>\$ 1,464,235</u>	<u>\$ 1,547,494</u>	<u>\$ 1,602,603</u>	<u>\$ 1,967,121</u>
Covered-employee payroll	\$ 28,385,184	\$ 28,670,702	\$ 29,817,530	\$ 31,159,826
Total OPEB liability as a percentage of covered-employee payroll	5.16%	5.40%	5.37%	6.31%

Notes to Schedule of Changes in The County's Total OPEB Liability and Related Ratios

The County implemented GASB Statement No. 75 in fiscal year 2018. Information prior to 2018 is not available.

There are no significant changes in benefit terms.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

The above table represents all reporting units.

Changes in assumptions and other inputs reflect the effect of changes in the discount rate each period.

The following are the discount rates used in each period.

	2018	2019	2020	2021
Discount rate	3.44%	4.10%	4.10%	2.12%

**Notes to Required Supplementary Information  
As of and For the Year Ended June 30, 2021**

---

**Note 1. Budgetary Comparison Schedule**

In accordance with the Code of Iowa, the County Board of Supervisors annually adopts a budget following required public notice and hearing for all governmental 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 ten major classes of disbursements known as functions, not by fund or fund type. These ten functions are: public safety and legal services, physical health and social services, mental health, County environment and education, roads and transportation, government services to residents, nonprogram current, administration, capital outlay and debt service. Function expenditures required to be budgeted do not include expenses for the enterprise fund. The legal level of control is at the aggregated function level, not at the fund or fund type level. During the year, two budget amendments increased budgeted expenditures by \$13,454,814. The budget amendment was adjusted estimates of current year activity, capital outlay and project progress, and unplanned COVID-19 expenditures.

The Public Safety Authority did not adopt a budget in fiscal year 2021.

Reclassifications consist of revenues and expenditures that are transferred from the primary government to the blended component unit, as well as reclassification of budgetary object classifications such as nonprogram current and debt service expenditures.

**Note 2. Net Pension Liability**

*Changes of benefit terms:*

There are no significant changes in benefit terms.

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

**Notes to Required Supplementary Information  
As of and For the Year Ended June 30, 2021**

---

**Note 2. Net Pension Liability (Continued)**

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

- Decreased the inflation assumption from 3.25 percent to 3.00 percent
- Decreased the assumed rate of interest on member accounts from 4.00 percent to 3.75 percent 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 beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20 year period.

See Independent Auditors' Report.

County of Scott, Iowa

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 As of June 30, 2021

	Special Revenue		Debt Service	
	Rural Services Fund	Recorders Management Fees Fund	Public Safety Authority	Total
<b>Assets</b>				
Cash and investments	\$ 131,042	\$ 73,017	\$ -	\$ 204,059
Restricted Cash and Investments	-	-	2	2
Receivables:				
Property taxes, net of allowance for collection losses	3,422,864	-	-	3,422,864
Accrued interest	81	46	-	127
<b>Total assets</b>	<b>\$ 3,553,987</b>	<b>\$ 73,063</b>	<b>\$ 2</b>	<b>\$ 3,627,052</b>
<b>Deferred Inflows of Resources and Fund Balance</b>				
Deferred Inflows of Resources				
Unavailable revenue	\$ 3,930	\$ -	\$ -	\$ 3,930
Unavailable property tax revenue	3,418,597	-	-	3,418,597
<b>Total deferred inflows of resources</b>	<b>3,422,527</b>	<b>-</b>	<b>-</b>	<b>3,422,527</b>
Fund balances				
Restricted	131,460	73,063	2	204,525
<b>Total fund balance</b>	<b>131,460</b>	<b>73,063</b>	<b>2</b>	<b>204,525</b>
<b>Total deferred inflows of resources and fund balances</b>	<b>\$ 3,553,987</b>	<b>\$ 73,063</b>	<b>\$ 2</b>	<b>\$ 3,627,052</b>

County of Scott, Iowa

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

	Special Revenue		Debt Service	
	Rural Services Fund	Recorders Management Fees Fund	Public Safety Authority	Total
<b>Revenues:</b>				
Property taxes	\$ 3,117,047	\$ -	\$ -	\$ 3,117,047
Other taxes	81,581	-	-	81,581
Intergovernmental	155,353	-	-	155,353
Charges for services	-	39,578	-	39,578
Investment earnings	989	260	-	1,249
<b>Total revenues</b>	<b>3,354,970</b>	<b>39,838</b>	<b>-</b>	<b>3,394,808</b>
<b>Expenditures:</b>				
Current:				
County environment and education	595,213	-	-	595,213
Debt Service				
Principal	-	-	1,800,000	1,800,000
Interest and fees	-	-	167,615	167,615
<b>Total Expenditures</b>	<b>595,213</b>	<b>-</b>	<b>1,967,615</b>	<b>2,562,828</b>
<b>Excess (deficiency) of revenue over expenditures</b>	<b>2,759,757</b>	<b>39,838</b>	<b>(1,967,615)</b>	<b>831,980</b>
<b>Other financing sources (uses):</b>				
Transfers In	-	-	1,967,615	1,967,615
Transfers Out	(2,755,000)	(45,000)	-	(2,800,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(2,755,000)</b>	<b>(45,000)</b>	<b>1,967,615</b>	<b>(832,385)</b>
<b>Net change in fund balances</b>	<b>4,757</b>	<b>(5,162)</b>	<b>-</b>	<b>(405)</b>
Fund balances, beginning of year	126,703	78,225	2	204,930
Fund balances, end of year	\$ 131,460	\$ 73,063	\$ 2	\$ 204,525

County of Scott, Iowa

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

	Internal Service Funds		
	Dental Insurance Fund	Health Insurance Fund	Total
<b>Assets</b>			
Current assets:			
Cash and investments	\$ 418,275	\$ 3,841,920	\$ 4,260,195
Accounts receivable	-	86,186	86,186
Interest receivable	262	2,387	2,649
Prepays	-	130,665	130,665
<b>Total current assets</b>	<b>418,537</b>	<b>4,061,158</b>	<b>4,479,695</b>
<b>Total assets</b>	<b>\$ 418,537</b>	<b>\$ 4,061,158</b>	<b>\$ 4,479,695</b>
<b>Liabilities and Net Position</b>			
Current liabilities:			
Accounts payable	\$ 2,759	\$ 4,105	\$ 6,864
Claims payable	19,000	551,000	570,000
<b>Total liabilities</b>	<b>21,759</b>	<b>555,105</b>	<b>576,864</b>
Net Position:			
Unrestricted	396,778	3,506,053	3,902,831
<b>Total net position</b>	<b>396,778</b>	<b>3,506,053</b>	<b>3,902,831</b>
<b>Total liabilities and net position</b>	<b>\$ 418,537</b>	<b>\$ 4,061,158</b>	<b>\$ 4,479,695</b>

County of Scott, Iowa

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

	Internal Service Funds		
	Dental Insurance Fund	Health Insurance Fund	Total
Operating revenues:			
Charges for services	\$ 487,500	\$ 8,911,704	\$ 9,399,204
Other	-	480,790	480,790
<b>Total operating revenues</b>	<b>487,500</b>	<b>9,392,494</b>	<b>9,879,994</b>
Operating expenses:			
Administrative charges	32,473	662,218	694,691
Claims	380,263	9,054,093	9,434,356
<b>Total operating expenses</b>	<b>412,736</b>	<b>9,716,311</b>	<b>10,129,047</b>
<b>Operating income (loss)</b>	<b>74,764</b>	<b>(323,817)</b>	<b>(249,053)</b>
Nonoperating revenues:			
Investment earnings	1,076	9,322	10,398
<b>Total nonoperating revenues</b>	<b>1,076</b>	<b>9,322</b>	<b>10,398</b>
<b>Change in Net Position</b>	<b>75,840</b>	<b>(314,495)</b>	<b>(238,655)</b>
Total Net Position, beginning of year	320,938	3,820,548	4,141,486
Total Net Position, end of year	\$ 396,778	\$ 3,506,053	\$ 3,902,831

This page intentionally left blank

County of Scott, Iowa

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

	Internal Service Funds		
	Dental Insurance Fund	Health Insurance Fund	Total
Cash flows from operating activities:			
Cash received from customers	\$ 487,532	\$ 8,911,704	\$ 9,399,236
Refunds from outside sources	-	344,267	344,267
Cash payments to suppliers for goods and services	(413,623)	(9,611,012)	(10,024,635)
<b>Net cash from operating activities</b>	<b>73,909</b>	<b>(355,041)</b>	<b>(281,132)</b>
Cash flows from investing activities, interest received	1,748	18,336	20,084
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>75,657</b>	<b>(336,705)</b>	<b>(261,048)</b>
Cash and cash equivalents:			
Beginning	342,618	4,178,625	4,521,243
Ending	\$ 418,275	\$ 3,841,920	\$ 4,260,195
Reconciliation of operating income to net cash from operating activities:			
Operating income	\$ 74,764	\$ (323,817)	\$ (249,053)
Adjustments to reconcile operating income (loss) to net cash from operating activities:			
Changes in assets and liabilities:			
Prepays	-	(48,035)	(48,035)
Accounts receivable	32	(78,261)	(78,229)
Accounts payable	113	(2,928)	(2,815)
Claims payable	(1,000)	98,000	97,000
<b>Net cash from operating activities</b>	<b>\$ 73,909</b>	<b>\$ (355,041)</b>	<b>\$ (281,132)</b>

County of Scott, Iowa

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

	Community Services	
	Fund	Jail General Fund
<b>Assets</b>		
Cash and investments	\$ 838,286	\$ 212,954
Receivables		
Property taxes, net of allowance for collection losses	-	-
Accounts	-	-
<b>Total assets</b>	<b>\$ 838,286</b>	<b>\$ 212,954</b>
<b>Liabilities and Net Position</b>		
Liabilities:		
Accounts payable	-	-
Due to other governmental agencies	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>
Net Position:		
Restricted for other individuals, organizations, and governments	838,286	212,954
<b>Total net position</b>	<b>838,286</b>	<b>212,954</b>
<b>Total liabilities and net position</b>	<b>\$ 838,286</b>	<b>\$ 212,954</b>

Agricultural Ext Service Fund	Bangs Eradication Fund	City Taxing District Fund	Com College Taxing District Fund	Fire Taxing District Fund	Subtotal
\$ 5,843	\$ 705	\$ 1,949,650	\$ 78,323	\$ 4,202	\$ 3,089,963
616,440	25,146	145,757,922	9,025,621	476,317	155,901,446
-	-	-	-	-	-
\$ 622,283	\$ 25,851	\$ 147,707,572	\$ 9,103,944	\$ 480,519	\$ 158,991,409
-	-	-	-	-	-
622,283	25,851	147,707,572	9,103,944	480,519	157,940,169
622,283	25,851	147,707,572	9,103,944	480,519	157,940,169
-	-	-	-	-	1,051,240
-	-	-	-	-	1,051,240
\$ 622,283	\$ 25,851	\$ 147,707,572	\$ 9,103,944	\$ 480,519	\$ 158,991,409

County of Scott, Iowa

Combining Statement of Fiduciary Net Position

Custodial Funds

As of June 30, 2021

	School Taxing District Fund	Township Taxing District Fund
<b>Assets</b>		
Cash and investments	\$ 1,373,631	\$ 2,839
Receivables		
Property taxes, net of allowance for collection losses	137,518,574	279,368
Accounts	-	-
<b>Total assets</b>	<b>\$ 138,892,205</b>	<b>\$ 282,207</b>
<b>Liabilities and Net Position</b>		
Liabilities:		
Accounts payable	\$ -	\$ -
Due to other governmental agencies	138,892,205	282,207
<b>Total liabilities</b>	<b>138,892,205</b>	<b>282,207</b>
Net Position:		
Restricted for other individuals, organizations, and governments	-	-
<b>Total net position</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and net position</b>	<b>\$ 138,892,205</b>	<b>\$ 282,207</b>

Other Taxing Districts Fund	Other Holding Accounts Fund	City Special Assessments Fund	Rivershare Custodial Fund	Subtotal
\$ 164	\$ 6,203,838	\$ 515,684	\$ 30,300	\$ 8,126,456
55,100	-	-	-	137,853,042
-	180,677	-	-	180,677
<u>\$ 55,264</u>	<u>\$ 6,384,515</u>	<u>\$ 515,684</u>	<u>\$ 30,300</u>	<u>\$ 146,160,175</u>
\$ -	\$ 11,177	\$ -	\$ 248	\$ 11,425
55,264	6,373,338	515,684	-	146,118,698
<u>55,264</u>	<u>6,384,515</u>	<u>515,684</u>	<u>248</u>	<u>146,130,123</u>
-	-	-	30,052	30,052
-	-	-	30,052	30,052
<u>\$ 55,264</u>	<u>\$ 6,384,515</u>	<u>\$ 515,684</u>	<u>\$ 30,300</u>	<u>\$ 146,160,175</u>

County of Scott, Iowa

Combining Statement of Fiduciary Net Position

Custodial Funds

As of June 30, 2021

	County Recorder Custodial Fund	County Sheriff Custodial Fund
<b>Assets</b>		
Cash and investments	\$ 279,688	\$ 306,545
Receivables		
Property taxes, net of allowance for collection losses	-	-
Accounts	-	21,104
<b>Total assets</b>	<u>\$ 279,688</u>	<u>\$ 327,649</u>
<b>Liabilities and net position</b>		
Liabilities:		
Accounts payable	\$ -	\$ 107,035
Due to other governmental agencies	279,688	-
<b>Total liabilities</b>	<u>279,688</u>	<u>107,035</u>
Net Position:		
Restricted for other individuals, organizations, and governments	-	220,614
<b>Total net position</b>	<u>-</u>	<u>220,614</u>
<b>Total liabilities and net position</b>	<u>\$ 279,688</u>	<u>\$ 327,649</u>

Eastern Iowa Mental Health Region	E911	County Assessor Fund	City Assessor Fund	Subtotal Previous Pages	Total Custodial Funds
\$ 2,404,798	\$ -	\$ 981,577	\$ 1,054,193	\$ 11,216,419	\$ 16,243,220
-	-	831,408	1,280,211	293,754,488	295,866,107
1,498	246,336	-	-	180,677	449,615
<u>\$ 2,406,296</u>	<u>\$ 246,336</u>	<u>\$ 1,812,985</u>	<u>\$ 2,334,404</u>	<u>\$ 305,151,584</u>	<u>\$ 312,558,942</u>
\$ 498,881	\$ -	\$ 34,364	\$ 119,700	\$ 11,425	\$ 771,405
-	246,336	830,778	1,279,352	304,058,867	306,695,021
498,881	246,336	865,142	1,399,052	304,070,292	307,466,426
1,907,415	-	947,843	935,352	1,081,292	5,092,516
1,907,415	-	947,843	935,352	1,081,292	5,092,516
<u>\$ 2,406,296</u>	<u>\$ 246,336</u>	<u>\$ 1,812,985</u>	<u>\$ 2,334,404</u>	<u>\$ 305,151,584</u>	<u>\$ 312,558,942</u>

County of Scott, Iowa

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

	Community Services Fund	Jail General Fund
Additions:		
Property taxes and intergovernmental credits	\$ -	\$ -
Other taxes	-	-
Intergovernmental	-	-
Investment earnings	-	-
Benefit program client income - Social Security and SSI	5,836,798	-
Custodial individual income or contributions	-	2,188,285
Miscellaneous	-	-
<b>Total additions</b>	<b>5,836,798</b>	<b>2,188,285</b>
Expenditures:		
Current:		
Public safety and legal services	-	-
Library & education services	-	-
Mental health	-	-
Release to individuals	5,615,954	2,145,090
Release to State for state mandated functions	-	-
Release to other governments for property taxes and intergovernmental credits	-	-
Assessment Expense	-	-
<b>Total deductions</b>	<b>5,615,954</b>	<b>2,145,090</b>
<b>Change in Net Position</b>	<b>220,844</b>	<b>43,195</b>
Net position, beginning of year (as restated)	617,442	169,759
Net Position, end of year	<b>\$ 838,286</b>	<b>\$ 212,954</b>

Agricultural Ext Service Fund	Bangs Eradication Fund	City Taxing District Fund	Com College Taxing District Fund	Fire Taxing District Fund	Subtotal
\$ 622,282	\$ 25,851	\$ 149,425,612	\$ 9,190,462	\$ 478,261	\$ 159,742,468
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	5,836,798
-	-	-	-	-	2,188,285
-	-	-	-	-	-
622,282	25,851	149,425,612	9,190,462	478,261	167,767,551
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	7,761,044
-	-	-	-	-	-
622,282	25,851	149,425,612	9,190,462	478,261	159,742,468
-	-	-	-	-	-
622,282	25,851	149,425,612	9,190,462	478,261	167,503,512
-	-	-	-	-	264,039
-	-	-	-	-	787,201
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,051,240

County of Scott, Iowa

Combining Statement of Changes in Fiduciary Net Position

Custodial Funds

For the Year Ended June 30, 2021

	School Taxing District Fund	Township Taxing District Fund
Additions:		
Property taxes and intergovernmental credits	\$ 140,779,591	\$ 280,591
Other taxes	-	-
Intergovernmental	-	-
Investment earnings	-	-
Benefit program client income - Social Security and SSI	-	-
Custodial individual Income	-	-
Miscellaneous	-	-
<b>Total additions</b>	<b>140,779,591</b>	<b>280,591</b>
Deductions:		
Current:		
Public safety and legal services	-	-
Library & education services	-	-
Mental health	-	-
Release to individuals	-	-
Release to State for state mandated functions	-	-
Release to other governments for property taxes and intergovernmental credits	140,779,591	280,591
Assessment expense	-	-
<b>Total deductions</b>	<b>140,779,591</b>	<b>280,591</b>
<b>Change in Net Position</b>	<b>-</b>	<b>-</b>
Net position, beginning of year (as restated)	-	-
Net Position, end of year	<b>\$ -</b>	<b>\$ -</b>

Other Taxing Districts Fund	Other Holding Accounts Fund	City Special Assessments Fund	Rivershare Custodial Fund	Subtotal
\$ 55,268	\$ -	\$ 3,946,225	\$ -	\$ 145,061,675
-	72,362,223	-	-	72,362,223
-	-	-	112,538	112,538
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
55,268	72,362,223	3,946,225	112,538	217,536,436
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	72,362,223	-	-	72,362,223
55,268	-	3,946,225	-	145,061,675
-	-	-	-	-
55,268	72,362,223	3,946,225	112,391	217,536,289
-	-	-	147	147
-	-	-	29,905	29,905
\$ -	\$ -	\$ -	\$ 30,052	\$ 30,052

County of Scott, Iowa

Combining Statement of Changes in Fiduciary Net Position

Custodial Funds

For the Year Ended June 30, 2021

	County Recorder Custodial Fund	County Sheriff Custodial Fund
Additions:		
Property taxes and intergovernmental credits	\$ -	\$ -
Other taxes	2,673,346	-
Intergovernmental	-	-
Investment earnings	-	-
Benefit program client income - Social Security and SSI	-	-
Custodial individual income or contributions	-	291,921
Miscellaneous	-	-
<b>Total additions</b>	<b>2,673,346</b>	<b>291,921</b>
Deductions:		
Current:		
Public safety and legal services	-	-
Library & education services	-	-
Mental health	-	-
Release to individuals	-	-
Release to State for state mandated functions	2,673,346	232,419
Release to other governments for property taxes and intergovernmental credits	-	-
Assessment expense	-	-
<b>Total deductions:</b>	<b>2,673,346</b>	<b>232,419</b>
<b>Change in Net Position</b>	<b>-</b>	<b>59,502</b>
Net position, beginning of year (as restated)	-	161,112
Net Position, end of year	\$ -	\$ 220,614

Eastern Iowa Mental Health Region	E911	County Assessor Fund	City Assessor Fund	Subtotal previous pages	Total
\$ -	\$ -	\$ 755,736	\$ 1,180,975	\$ 304,804,143	\$ 306,740,854
-	1,473,572	18,137	52,263	72,362,223	76,579,541
7,551,368	-	45,909	106,501	112,538	7,816,316
7,805	16	2,498	2,800	-	13,119
-	-	-	-	5,836,798	5,836,798
-	-	-	-	2,188,285	2,480,206
2,728	-	600	3,185	-	6,513
7,561,901	1,473,588	822,880	1,345,724	385,303,987	399,473,347
-	1,496,893	-	-	-	1,496,893
-	-	-	-	112,391	112,391
6,021,820	-	-	-	-	6,021,820
-	-	-	-	7,761,044	7,761,044
-	-	-	-	72,362,223	75,267,988
-	-	-	-	304,804,143	304,804,143
-	-	927,851	1,561,119	-	2,488,970
6,021,820	1,496,893	927,851	1,561,119	385,039,801	397,953,249
1,540,081	(23,305)	(104,971)	(215,395)	264,186	1,520,098
367,334	23,305	1,052,814	1,150,747	817,106	3,572,418
\$ 1,907,415	\$ -	\$ 947,843	\$ 935,352	\$ 1,081,292	\$ 5,092,516

County of Scott, Iowa

Combining Balance Sheet and Reconciliation to Statement of Net Position  
Discretely Presented Component Units  
As of June 30, 2021

	Emergency Management Agency	County Library	Total
<b>Assets</b>			
Cash and investments	\$ 255,167	\$ 444,796	\$ 699,963
Receivables:			
Accounts	3,126	-	3,126
Accrued interest	159	276	435
Due from other governmental agencies	90,748	-	90,748
Prepaid Items	2,876	6,660	9,536
<b>Total assets</b>	<b>\$ 352,076</b>	<b>\$ 451,732</b>	<b>\$ 803,808</b>
<b>Liabilities and Fund Balance</b>			
Liabilities:			
Accounts payable	\$ 98,189	\$ 25,940	\$ 124,129
Accrued liabilities	19,854	31,022	50,876
<b>Total liabilities</b>	<b>118,043</b>	<b>56,962</b>	<b>175,005</b>
<b>Deferred Inflows of Resources</b>			
Liabilities:			
Unavailable Revenue	90,748	-	90,748
<b>Total deferred inflows of resources</b>	<b>90,748</b>	<b>-</b>	<b>90,748</b>
<b>Fund balances:</b>			
Nonspendable	2,876	6,660	9,536
Assigned	-	18,000	18,000
Unassigned	140,409	370,110	510,519
<b>Total fund balances</b>	<b>143,285</b>	<b>394,770</b>	<b>538,055</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 352,076</b>	<b>\$ 451,732</b>	<b>\$ 803,808</b>
<b>Reconciliation to statement of net position</b>			
Total component unit fund balances	\$ 143,285	\$ 394,770	\$ 538,055
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:			
Capital assets:			
Land	-	16,600	16,600
Construction in progress	28,658	-	28,658
Buildings	-	1,131,866	1,131,866
Machinery and equipment	655,569	240,934	896,503
Accumulated depreciation	(616,732)	(688,075)	(1,304,807)
Pension related deferred outflow of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the funds:			
Pension Deferred outflows of resources	24,850	112,746	137,596
OPEB Deferred outflows of resources	474	5,268	5,742
Pension Deferred inflows of resources	(2,381)	(11,467)	(13,848)
OPEB Deferred inflows of resources	(67)	(749)	(816)
Liabilities not due and payable in the current period are not reported in the funds:			
Compensated absences	(12,062)	(48,690)	(60,752)
Net pension liability	(78,294)	(525,101)	(603,395)
Other post employment benefits obligation	(2,001)	(22,224)	(24,225)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	90,748	-	90,748
<b>Total net position</b>	<b>\$ 232,047</b>	<b>\$ 605,878</b>	<b>\$ 837,925</b>

County of Scott, Iowa

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances and Reconciliation  
to Statement of Activities - Discretely Presented Component Units  
For the Year Ended June 30, 2021**

	Emergency Management		
	Agency	County Library	Total
Revenues:			
Intergovernmental			
Operating	\$ 472,693	\$ 1,236,190	\$ 1,708,883
Charges for services	118,989	8,888	127,877
Investment earnings	785	972	1,757
Other	-	14,961	14,961
<b>Total revenues</b>	<b>592,467</b>	<b>1,261,011</b>	<b>1,853,478</b>
Expenditures:			
Current:			
Public safety and legal services	681,735	-	681,735
County environment and education	-	1,254,978	1,254,978
<b>Total expenditures</b>	<b>681,735</b>	<b>1,254,978</b>	<b>1,936,713</b>
<b>Net change in fund balances</b>	<b>(89,268)</b>	<b>6,033</b>	<b>(83,235)</b>
Fund balances, beginning of year	232,553	388,737	621,290
Fund balances, end of year	<u>\$ 143,285</u>	<u>\$ 394,770</u>	<u>\$ 538,055</u>

County of Scott, Iowa

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances and Reconciliation  
to Statement of Activities - Discretely Presented Component Units (Continued)  
For the Year Ended June 30, 2021**

	Emergency Management Agency	County Library	Total
<b>Reconciliation to statement of activities,</b>			
Net change in fund balances	\$ (89,268)	\$ 6,033	\$ (83,235)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	51,748	-	51,748
Amounts reported for governmental activities in the statement of activities are different because: Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The following is the detail of the amount by which capital outlays exceeded depreciation in the current year:			
Capital outlay capitalized	45,258	-	45,258
Depreciation	(3,452)	(24,942)	(28,394)
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 the component unit:			
Change in compensated absences	(3,525)	14,121	10,596
Change in other post employment benefits obligation	(538)	6,081	5,543
Change in pension expense	(59,475)	(231,715)	(291,190)
<b>Changes in Net Position of component units</b>	<b>\$ (59,252)</b>	<b>\$ (230,422)</b>	<b>\$ (289,674)</b>

**STATISTICAL**

This page intentionally left blank

# County of Scott, Iowa

## Statistical Section Contents

---

The statistical section of the County'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 County's overall financial health.

Contents	Page
<b>Financial Trends</b>	109
These schedules contain trend information to help the reader understand how the County's financial performance and well being have changed over time.	
<b>Revenue Capacity</b>	119
These schedules contain information to help the reader assess the County's most significant local revenue sources, the property tax (or sales tax).	
<b>Debt Capacity</b>	129
These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	135
These schedule offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	
<b>Operating Information</b>	139
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	

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

County of Scott, Iowa

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

	2012	2013	2014
Governmental activities:			
Net investment in capital assets	\$ 74,766,566	\$ 71,325,134	\$ 69,647,344
Restricted for:			
Debt service	2,160,323	1,491,035	1,802,355
County conservation sewage treatment	212,459	212,430	212,430
Mental health	343,637	-	1,966,913
Other statutory programs	786,943	968,492	979,625
Rural services	70,995	154,168	150,016
Scott Emergency Communication Center	2,762,297	2,689,733	3,049,339
Secondary roads	1,839,278	2,320,739	3,149,287
Unrestricted	14,045,782	15,050,677	20,624,047
<b>Total governmental activities net position</b>	<b>\$ 96,988,280</b>	<b>\$ 94,212,408</b>	<b>\$ 101,581,356</b>
Business-Type activities			
Net investment in capital assets	\$ 2,226,682	\$ 2,214,625	\$ 2,168,898
Restricted for lease purchase contract	-	-	-
Unrestricted	(4,447,949)	93,780	173,029
<b>Total business-type activities net position</b>	<b>\$ (2,221,267)</b>	<b>\$ 2,308,405</b>	<b>\$ 2,341,927</b>
Primary government:			
Net investment in capital assets	\$ 76,993,248	\$ 73,539,759	\$ 71,816,242
Restricted for:			
Debt service	2,160,323	1,491,035	1,802,355
County conservation sewage treatment	212,459	212,430	212,430
Lease purchase contract	-	-	-
Mental health	343,637	-	1,966,913
Other statutory programs	786,943	968,492	979,625
Rural services	70,995	154,168	150,016
Scott Emergency Communication Center	2,762,297	2,689,733	3,049,339
Secondary roads	1,839,278	2,320,739	3,149,287
Unrestricted	9,597,833	15,144,457	20,797,076
<b>Total primary government net position</b>	<b>\$ 94,767,013</b>	<b>\$ 96,520,813</b>	<b>\$ 103,923,283</b>

Note: A restatement to blend component units was applied in Fiscal Year 2013 to 2012 and 2013 comparative data.

Note: A restatement to expense issuance costs as incurred was applied in Fiscal Year 2014 to 2014 and 2013 comparative data.

Note: A restatement of pension liability incurred as of June 30, 2014 was recorded to Fiscal Year 2015, prior years were not restated.

Note: A restatement of OPEB liability incurred as of June 30, 2017 was recorded to Fiscal Year 2018, prior years were not restated.

Source: County records.

		Fiscal Year											
		2015	2016	2017	2018	2019	2020	2021					
\$	73,242,465	\$	76,525,390	\$	84,867,870	\$	83,682,338	\$	89,250,258	\$	96,340,084	\$	104,739,857
	1,936,389		2,217,903		2,754,062		3,390,905		3,993,594		226,578		352,314
	208,552		-		-		-		-		-		-
	5,116,780		359,933		977,859		660,764		433,125		770,555		672,340
	955,941		923,278		724,052		735,036		801,945		633,589		518,556
	148,630		154,804		138,403		140,803		142,948		126,703		131,460
	120,370		-		-		-		-		-		-
	3,830,301		3,475,520		4,972,038		6,646,225		7,062,383		4,968,351		6,139,682
	11,928,034		13,322,400		8,299,780		8,735,706		8,217,313		12,712,237		16,422,109
\$	97,487,462	\$	96,979,228	\$	102,734,064	\$	103,991,777	\$	109,901,566	\$	115,778,097	\$	128,976,318
\$	2,167,093	\$	2,088,255	\$	2,089,796	\$	2,242,699	\$	2,229,786	\$	2,211,681	\$	2,207,005
	-		-		-		-		-		-		-
	290,861		462,282		564,622		428,636		359,110		384,657		238,034
\$	2,457,954	\$	2,550,537	\$	2,654,418	\$	2,671,335	\$	2,588,896	\$	2,596,338	\$	2,445,039
\$	75,409,558	\$	78,613,645	\$	86,957,666	\$	85,925,037	\$	91,480,044	\$	98,551,765	\$	106,946,862
	1,936,389		2,217,903		2,754,062		3,390,905		3,993,594		226,578		352,314
	208,552		-		-		-		-		-		-
	-		-		-		-		-		-		-
	5,116,780		359,933		977,859		660,764		433,125		770,555		672,340
	955,941		923,278		724,052		735,036		801,945		633,589		518,556
	148,630		154,804		138,403		140,803		142,948		126,703		131,460
	120,370		-		-		-		-		-		-
	3,830,301		3,475,520		4,972,038		6,646,225		7,062,383		4,968,351		6,139,682
	12,218,895		13,784,682		8,864,402		9,164,342		8,576,423		13,096,894		16,660,143
\$	99,945,416	\$	99,529,765	\$	105,388,482	\$	106,663,112	\$	112,490,462	\$	118,374,435	\$	131,421,357

County of Scott, Iowa

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

	2012	2013	2014
Expenses:			
Governmental activities:			
Public safety and legal services	\$ 20,806,047	\$ 21,551,072	\$ 21,994,460
Public safety and legal services -SECC	6,785,573	7,650,488	7,755,245
Physical health and social services	5,439,626	5,293,759	5,387,800
Mental health	17,508,289	8,256,862	7,075,477
County environment and education	5,045,765	5,063,295	5,374,619
Roads and transportation	9,171,403	8,296,547	8,862,285
Governmental services to residents	2,262,947	2,236,126	2,204,779
Administration	10,131,539	10,869,732	10,071,070
Interest on long-term debt	2,090,153	2,281,028	2,074,927
<b>Total governmental activities expenses</b>	<b>79,241,342</b>	<b>71,498,909</b>	<b>70,800,662</b>
Business-Type activities, golf course	1,168,516	976,713	1,013,810
<b>Total government expenses</b>	<b>\$ 80,409,858</b>	<b>\$ 72,475,622</b>	<b>\$ 71,814,472</b>
Program revenues:			
Governmental activities			
Charges for services			
Public safety and legal services	\$ 1,622,292	\$ 1,413,724	\$ 1,633,110
Physical health and social services	399,182	392,116	398,670
Mental health	74,244	176,661	203,301
County environment and education	1,145,202	1,131,480	1,466,769
Roads and transportation	18,900	20,531	35,159
Governmental services to residents	2,588,909	2,893,332	2,576,380
Administration	267,800	289,722	178,279
Operating grants and contributions	12,358,943	7,988,482	10,336,825
Capital grants and contributions	1,111,863	459,141	1,124,208
<b>Total governmental activities program revenues</b>	<b>19,587,335</b>	<b>14,765,189</b>	<b>17,952,701</b>
Business-Type activities, golf course	1,002,459	890,259	901,872
<b>Total government program revenues</b>	<b>\$ 20,589,794</b>	<b>\$ 15,655,448</b>	<b>\$ 18,854,573</b>
Net (expense)/revenue:			
Governmental activities	\$ (59,654,007)	\$ (56,733,720)	\$ (52,847,961)
Business-Type activities	(166,057)	(86,454)	(111,938)
<b>Total government net expense</b>	<b>\$ (59,820,064)</b>	<b>\$ (56,820,174)</b>	<b>\$ (52,959,899)</b>

(Continued)

		Fiscal Year											
		2015	2016	2017	2018	2019	2020	2021					
\$	21,575,674	\$	22,496,478	\$	23,652,149	\$	25,159,172	\$	27,031,854	\$	28,562,069	\$	28,095,842
	8,263,625		8,990,086		8,253,613		8,457,924		7,748,036		8,015,430		9,540,718
	5,632,413		5,989,809		6,380,863		6,222,569		6,074,511		6,543,433		8,342,322
	6,009,778		8,609,386		3,943,078		4,245,808		4,485,813		5,630,174		5,892,022
	5,378,738		5,887,071		5,376,513		5,724,941		5,799,730		6,089,395		5,837,630
	8,252,046		8,545,470		8,361,816		9,634,295		9,900,614		10,742,814		9,559,824
	2,060,111		2,336,652		2,500,771		2,590,622		2,710,339		2,913,233		3,510,908
	10,483,274		10,702,812		11,154,664		11,828,111		12,298,729		13,109,065		14,097,254
	1,895,452		1,332,866		1,258,313		1,038,114		931,126		858,859		670,991
	69,551,111		74,890,630		70,881,780		74,901,556		76,980,752		82,464,472		85,547,511
	947,995		947,360		970,395		962,376		975,376		931,701		1,233,799
\$	70,499,106	\$	75,837,990	\$	71,852,175	\$	75,863,932	\$	77,956,128	\$	83,396,173	\$	86,781,310
\$	1,860,399	\$	1,462,328	\$	1,276,141	\$	1,504,387	\$	1,473,229	\$	2,052,234	\$	2,499,478
	404,322		420,561		417,911		419,873		476,818		480,139		632,740
	162,920		145,831		148,816		142,014		159,320		336,770		150,397
	1,537,819		1,598,171		1,374,814		1,579,497		1,430,501		1,308,718		1,637,622
	17,551		42,480		46,344		53,071		53,377		107,903		132,970
	2,616,710		2,750,040		2,867,386		2,915,865		2,840,479		3,031,920		3,485,474
	316,678		415,863		368,609		361,042		366,182		133,444		785,032
	9,490,079		4,687,936		5,877,692		4,681,612		3,898,150		6,521,082		6,512,383
	3,343,518		465,967		1,466,522		542,580		2,831,623		1,204,224		3,076,209
	19,749,996		11,989,177		13,844,235		12,199,941		13,529,679		15,176,434		18,912,305
	926,316		939,155		907,586		974,321		882,268		933,761		1,081,262
\$	20,676,312	\$	12,928,332	\$	14,751,821	\$	13,174,262	\$	14,411,947	\$	16,110,195	\$	19,993,567
\$	(49,801,115)	\$	(62,901,453)	\$	(57,037,545)	\$	(62,701,615)	\$	(63,451,073)	\$	(67,288,038)	\$	(66,635,206)
	(21,679)		(8,205)		(62,809)		11,945		(93,108)		2,060		(152,537)
\$	(49,822,794)	\$	(62,909,658)	\$	(57,100,354)	\$	(62,689,670)	\$	(63,544,181)	\$	(67,285,978)	\$	(66,787,743)

County of Scott, Iowa

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

	2012	2013	2014
General revenues and other changes in net position:			
Governmental activities:			
Taxes:			
Property taxes	\$ 44,980,224	\$ 46,156,117	\$ 46,924,802
Local option sales tax	4,052,754	4,049,552	4,285,414
Gaming	596,840	579,504	527,014
Other taxes	68,374	70,286	4,658,521
Utility tax replacements	1,625,295	1,598,817	1,558,330
Penalties, interest and costs on taxes	789,143	816,474	930,986
State tax replacement credits	4,898,515	1,205,628	1,450,873
Payments in lieu of taxes	6,682	6,521	7,306
State shared revenues	3,146,564	3,156,344	3,200,405
Investment earnings	162,822	125,127	147,401
Miscellaneous	1,380,103	1,274,786	1,263,537
Total General Revenues	61,707,316	59,039,156	64,954,589
Transfers (out)	(212,891)	(4,616,126)	(145,460)
<b>Total governmental activities</b>	<b>61,494,425</b>	<b>54,423,030</b>	<b>64,809,129</b>
Business-Type activities:			
Investment earnings	-	-	-
Transfers	212,891	4,616,126	145,460
Total Business-Type Activities	212,891	4,616,126	145,460
<b>Total primary government</b>	<b>\$ 61,707,316</b>	<b>\$ 59,039,156</b>	<b>\$ 64,954,589</b>
Change in net position:			
Governmental activities	\$ 1,840,418	\$ (2,310,690)	\$ 11,961,168
Business-Type activities	46,834	4,529,672	33,522
<b>Total primary government</b>	<b>\$ 1,887,252</b>	<b>\$ 2,218,982</b>	<b>\$ 11,994,690</b>

Note: A restatement to blend component units was applied in Fiscal Year 2013 to 2012 and 2013 comparative data.

Note: A restatement to expense issuance costs as incurred was applied in Fiscal Year 2014 to 2014 and 2013 comparative data.

Source: County records.

		Fiscal Year											
		2015	2016	2017	2018	2019	2020	2021					
\$	46,038,682	\$	45,202,178	\$	45,413,623	\$	46,927,152	\$	49,636,074	\$	53,516,264	\$	57,145,720
	4,413,667		4,390,854		4,685,617		4,504,711		4,535,941		4,939,394		6,346,568
	528,381		569,059		693,456		678,633		683,200		577,668		900,192
	71,501		68,619		67,761		67,391		69,001		93,200		72,895
	1,891,293		1,887,781		1,793,615		1,764,932		1,796,259		1,857,243		1,886,385
	715,763		725,336		611,959		577,759		690,085		314,158		1,123,229
	2,598,044		3,848,505		3,825,047		3,840,813		3,925,518		4,137,625		4,270,750
	7,058		7,980		7,273		7,784		7,923		8,040		8,136
	3,438,603		4,085,495		4,267,366		4,110,946		4,336,309		4,497,873		4,885,043
	150,728		122,472		167,158		742,625		1,479,711		1,153,507		213,280
	1,860,536		1,584,940		1,424,218		1,443,060		2,200,841		2,069,597		2,981,229
	61,714,256		62,493,219		62,957,093		64,665,806		69,360,862		73,164,569		79,833,427
	(223,361)		(100,000)		(164,712)		-		-		-		-
	61,490,895		62,393,219		62,792,381		64,665,806		69,360,862		73,164,569		79,833,427
	363		788		1,978		8,203		10,669		5,382		1,238
	223,361		100,000		164,712		-		-		-		-
	223,724		100,788		166,690		8,203		10,669		5,382		1,238
\$	61,714,619	\$	62,494,007	\$	62,959,071	\$	64,674,009	\$	69,371,531	\$	73,169,951	\$	79,834,665
\$	11,689,780	\$	(508,234)	\$	5,754,836	\$	1,964,191	\$	5,909,789	\$	5,876,531	\$	13,198,221
	202,045		92,583		103,881		20,148		(82,439)		7,442		(151,299)
\$	11,891,825	\$	(415,651)	\$	5,858,717	\$	1,984,339	\$	5,827,350	\$	5,883,973	\$	13,046,922

County of Scott, Iowa

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

	2012	2013	2014
General Fund:			
Nonspendable:			
Notes receivable	\$ 81,428	\$ 58,777	\$ 58,777
Advances	4,041,594	-	-
Prepays	109,906	131,406	131,406
Restricted:			
County conservation sewage treatment	212,459	212,430	207,617
Other statutory programs	786,943	926,297	945,547
Assigned:			
Capital projects	1,500,000	3,150,000	3,850,000
Health claim liabilities	340,000	150,000	150,000
Strategic plan elements	-	-	-
Future budgetary reductions	560,257	-	-
Claim liabilities	398,656	383,941	330,680
Unassigned	9,477,799	10,041,990	9,832,639
<b>Total general fund</b>	<b>\$ 17,509,042</b>	<b>\$ 15,054,841</b>	<b>\$ 15,506,666</b>
All other governmental funds:			
Nonspendable:			
Prepays	\$ -	\$ -	\$ -
Restricted:			
Debt service	2,053,084	19,541,476	19,518,523
Secondary Roads	1,839,278	2,320,739	3,149,287
Rural services	70,995	154,168	150,016
Mental health	-	-	1,966,913
Other statutory programs	343,637	-	-
Records management fee	48,418	42,194	53,327
Capital projects	1,252,027	-	-
Scott Emergency Communications Center	2,762,297	2,689,733	3,085,355
Assigned:			
Mental health/development disabilities	-	-	-
Other capital projects	2,578,797	5,494,375	9,019,502
Unassigned (Deficit)	(75,318)	(388,176)	-
<b>Total all other governmental funds</b>	<b>\$ 10,873,215</b>	<b>\$ 29,854,509</b>	<b>\$ 36,942,923</b>

Note: A restatement to blend component units was applied in Fiscal Year 2013 to 2012 and 2013 comparative data.

Source: County records.

	2015	2016	2017	2018	2019	2020	2021
\$	58,777	\$ -	\$ -	\$ -	\$ -	\$ -	-
	-	-	-	-	-	-	-
	140,244	553,834	93,657	187,308	127,290	92,204	167,299
	208,552	-	-	-	-	-	-
	902,614	849,023	637,475	771,661	716,902	625,764	445,493
	2,350,000	2,500,000	1,070,198	1,184,554	783,980	1,826,035	7,439,973
	270,000	500,000	515,000	465,000	100,000	-	-
	-	-	1,000,000	349,500	220,000	130,000	313,920
	-	-	-	-	-	-	-
	407,715	308,160	273,059	254,474	281,685	348,036	306,891
	10,098,835	10,212,287	10,474,822	10,821,990	11,354,228	11,916,336	12,525,469
\$	14,436,737	\$ 14,923,304	\$ 14,064,211	\$ 14,034,487	\$ 13,584,085	\$ 14,938,375	\$ 21,199,045
\$	18,979	\$ 15,719	\$ -	\$ -	\$ -	\$ 23,640	\$ 461,762
	1,980,550	10,587,713	10,776,725	11,056,132	11,328,788	7,210,628	6,946,921
	3,830,301	3,475,520	4,972,038	6,646,225	7,062,383	4,968,351	6,139,682
	148,630	154,804	138,403	140,803	142,948	126,703	131,460
	5,116,780	359,933	977,859	660,764	433,125	770,555	672,340
	-	-	-	-	-	-	-
	63,714	74,255	86,578	97,562	85,043	78,225	73,063
	-	-	-	-	-	9,264,030	4,392,302
	2,393,687	1,758,132	1,538,408	1,861,517	943,687	2,330,626	2,053,498
	-	-	-	-	-	-	-
	12,476,234	11,445,896	7,938,049	9,115,097	9,245,565	7,714,799	7,353,250
	-	-	-	-	-	-	-
\$	26,028,875	\$ 27,871,972	\$ 26,428,060	\$ 29,578,100	\$ 29,241,539	\$ 32,487,557	\$ 28,224,278

County of Scott, Iowa

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

	2012*	2013*	2014	2015
<b>Revenues:</b>				
Property taxes	\$ 44,978,360	\$ 46,158,852	\$ 46,920,952	\$ 46,024,012
Local option sales tax	4,052,754	4,098,552	4,268,291	4,403,167
Other taxes	2,290,508	2,248,606	2,151,644	2,491,175
Interest and penalty on taxes	789,143	816,474	930,986	715,763
Intergovernmental	20,410,705	12,290,563	15,163,356	15,654,761
Charges for services	5,463,130	5,562,494	5,710,597	6,164,147
Investment earnings	155,838	120,569	143,039	146,338
Licenses and permits	653,399	772,296	781,072	752,254
Rentals and fees	222,959	176,562	80,591	85,462
Other	937,286	1,011,563	1,102,063	1,690,480
<b>Total revenues</b>	<b>79,954,082</b>	<b>73,256,531</b>	<b>77,252,591</b>	<b>78,127,559</b>
<b>Expenditures:</b>				
Public safety and legal services	25,163,609	26,258,655	26,708,744	27,252,039
Physical health and social services	5,395,364	5,256,671	5,381,859	5,461,001
Mental health	17,466,386	8,216,389	7,030,247	6,037,145
County environment and education	4,450,578	4,510,564	4,388,314	4,467,281
Roads and transportation	5,111,168	4,969,030	4,528,796	4,696,791
Governmental services to residents	2,210,614	2,178,373	2,202,471	2,141,186
Administration	9,203,859	9,341,135	9,598,011	10,030,585
Capital outlay	2,916,473	4,464,108	4,017,248	6,646,807
<b>Debt service:</b>				
Principal	3,145,000	3,331,240	3,461,240	3,712,442
Interest and fees	2,050,550	2,088,389	2,180,845	2,060,981
<b>Total expenditures</b>	<b>77,113,601</b>	<b>70,614,554</b>	<b>69,497,775</b>	<b>72,506,258</b>
<b>Excess of revenues over (under) expenditures</b>	<b>2,840,481</b>	<b>2,641,977</b>	<b>7,754,816</b>	<b>5,621,301</b>
<b>Other financing sources (uses):</b>				
Transfers in	11,825,251	16,347,711	17,961,921	18,867,438
Transfers out	(12,038,142)	(20,809,984)	(18,257,381)	(19,240,799)
Proceeds from sale of capital assets	339,441	113,638	80,883	83,083
Proceeds from issuance of long-term debt	-	17,675,000	-	-
Distribution of advance crossover refunding	-	-	-	(17,315,000)
Bond premium	-	558,751	-	-
Payment to refunded bond escrow agent	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>126,550</b>	<b>13,885,116</b>	<b>(214,577)</b>	<b>(17,605,278)</b>
Net Change in fund balances	2,967,031	16,527,093	7,540,239	(11,983,977)
Fund balances, beginning of year	25,415,226	28,382,257	44,909,350	52,449,589
Fund balances, end of year	\$ 28,382,257	\$ 44,909,350	\$ 52,449,589	\$ 40,465,612
<b>Debt service as a percentage of noncapital expenditures</b>				
	7.11%	7.96%	8.62%	8.29%

Note: A restatement to blend component units was applied in Fiscal Year 2013 to 2012 and 2013 comparative data.

Source: County records.

		Fiscal Year									
		2016	2017	2018	2019	2020	2021				
\$	45,210,754	\$	45,414,065	\$	46,909,476	\$	49,667,622	\$	53,013,036	\$	57,618,951
	4,390,604		4,786,393		4,404,685		4,455,941		5,006,394		5,462,760
	2,525,458		2,554,833		2,510,955		2,548,460		2,528,114		2,859,472
	725,336		611,959		577,759		690,085		314,158		1,123,229
	12,904,819		13,975,531		13,067,282		12,553,616		13,196,088		17,356,486
	5,994,739		5,770,914		6,255,443		6,038,592		5,715,151		7,338,728
	118,916		160,690		715,796		1,415,702		1,102,131		202,883
	833,144		729,106		720,306		756,807		873,792		1,068,705
	89,743		93,799		142,622		139,838		118,821		139,143
	1,232,794		1,245,049		1,223,083		1,296,009		1,437,405		1,784,514
	74,026,307		75,342,339		76,527,407		79,562,672		83,305,090		94,954,871
	27,467,752		28,181,904		28,962,453		31,142,973		32,369,060		33,469,633
	5,922,900		6,247,529		5,969,023		5,921,631		6,289,669		7,918,656
	8,424,829		3,904,502		4,186,504		4,417,274		5,584,029		5,853,788
	4,750,264		4,622,713		4,871,037		4,949,600		5,156,196		5,006,359
	4,723,640		4,433,237		5,527,111		6,495,669		6,596,272		6,217,038
	2,334,861		2,429,984		2,471,843		2,555,119		2,687,634		3,108,837
	9,976,262		10,303,922		10,810,879		11,423,782		12,033,996		12,572,610
	11,746,853		12,236,254		6,083,141		9,183,774		11,588,046		13,417,925
	3,230,000		3,350,000		2,965,000		3,080,000		9,745,000		4,460,000
	1,329,164		1,355,957		1,112,259		992,093		1,238,857		1,119,846
	79,906,525		77,066,002		72,959,250		80,161,915		93,288,759		93,144,692
	(5,880,218)		(1,723,663)		3,568,157		(599,243)		(9,983,669)		1,810,179
	17,212,770		17,780,640		17,520,906		18,057,090		19,396,969		26,182,496
	(17,582,770)		(18,445,352)		(18,045,906)		(18,522,090)		(19,496,969)		(26,182,496)
	265,425		85,370		77,355		277,084		121,385		187,212
	8,215,000		-		-		-		12,680,000		-
	-		-		-		-		-		-
	99,457		-		-		-		1,882,592		-
	-		-		-		-		-		-
	8,209,882		(579,342)		(447,645)		(187,916)		14,583,977		187,212
	2,329,664		(2,303,005)		3,120,512		(787,159)		4,600,308		1,997,391
	40,465,612		42,795,276		40,492,271		43,612,783		42,825,624		47,425,932
\$	42,795,276	\$	40,492,271	\$	43,612,783	\$	42,825,624	\$	47,425,932	\$	49,423,323
	6.19%		7.06%		6.68%		5.45%		13.43%		6.99%

County of Scott, Iowa

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

Function / Program	2012	2013	2014
Governmental activities:			
Public safety and legal services	\$ 2,790,937	\$ 2,659,176	\$ 2,690,456
Public safety and legal services - SECC	-	-	127
Physical health and social services	1,835,979	1,675,662	1,650,038
Mental health	8,547,369	4,094,415	5,910,035
County environment and education	1,223,753	1,177,856	1,530,559
Roads and transportation	1,083,772	527,378	1,182,305
Governmental services and residents	2,859,866	3,076,697	2,957,422
Administration	693,626	916,371	575,570
Interest on long-term debt	552,033	637,634	1,456,189
<b>Total governmental activities</b>	<b>19,587,335</b>	<b>14,765,189</b>	<b>17,952,701</b>
Business-Type activities, Glynn's Creek Golf Course	1,002,459	890,259	901,872
<b>Total government</b>	<b>\$ 20,589,794</b>	<b>\$ 15,655,448</b>	<b>\$ 18,854,573</b>

Note: A restatement to blend component units was applied in Fiscal Year 2013 to 2012 and 2013 comparative data.

Source: County records.

Fiscal Year						
2015	2016	2017	2018	2019	2020	2021
\$ 2,714,412	\$ 2,469,186	\$ 2,181,524	\$ 2,180,331	\$ 2,038,705	\$ 4,466,048	\$ 3,945,321
98,125	1,313	776	16,330	16,974	6,000	37,553
1,577,835	1,986,817	2,428,846	1,981,098	1,864,766	2,452,006	3,341,626
5,696,143	145,831	1,015,396	142,014	159,320	336,770	150,397
1,608,436	1,663,520	1,445,130	1,775,032	1,704,548	2,141,236	3,014,309
3,417,400	632,869	1,577,461	762,891	2,681,898	694,399	1,911,986
2,855,609	3,108,436	3,033,057	3,235,784	3,038,169	3,400,615	4,095,236
423,280	543,309	471,277	469,538	453,885	260,133	1,010,618
1,358,756	1,437,896	1,690,768	1,636,923	1,571,414	1,419,227	1,405,259
19,749,996	11,989,177	13,844,235	12,199,941	13,529,679	15,176,434	18,912,305
926,316	939,155	907,586	974,321	882,268	933,761	1,081,262
\$ 20,676,312	\$ 12,928,332	\$ 14,751,821	\$ 13,174,262	\$ 14,411,947	\$ 16,110,195	\$ 19,993,567

County of Scott, Iowa

Revenues by Source, Governmental Funds

Last Ten Fiscal Years

*(modified accrual basis of accounting)*

**(Unaudited)**

Fiscal Year	Property	Local Option Sales Tax	Other Tax	Interest & Penalties on Taxes	Intergovernmental
2012	\$ 44,978,360	\$ 4,052,754	\$ 2,290,508	\$ 789,143	\$ 20,410,705
2013	46,158,852	4,098,552	2,248,606	816,474	12,290,563
2014	46,920,952	4,268,291	2,151,644	930,986	15,163,356
2015	46,024,012	4,403,167	2,491,175	715,763	15,654,761
2016	45,210,754	4,390,604	2,525,458	725,336	12,904,819
2017	45,414,065	4,786,393	2,554,833	611,959	13,975,531
2018	46,909,476	4,404,685	2,510,955	577,759	13,067,282
2019	49,667,622	4,455,941	2,548,460	690,085	12,553,616
2020	53,013,036	5,006,394	2,528,114	314,158	13,196,088
2021	57,618,951	5,462,760	2,859,472	1,123,229	17,356,486
Change 2012-2021	28.10%	34.79%	24.84%	42.34%	-14.96%

Note: A restatement to blend component units was applied in Fiscal Year 2013 to 2012 and 2013 comparative data.

Source: County records.

---

Charges for Services	Investment Earnings	Licenses & Permits	Rentals & Fees	Other	Total
\$ 5,463,130	\$ 155,838	\$ 653,399	\$ 222,959	\$ 937,286	\$ 79,954,082
5,562,494	120,569	772,296	176,562	1,011,563	73,256,531
5,710,597	143,039	781,072	80,591	1,102,063	77,252,591
6,164,147	146,338	752,254	85,462	1,690,480	78,127,559
5,994,739	118,916	833,144	89,743	1,232,794	74,026,307
5,770,914	160,690	729,106	93,799	1,245,049	75,342,339
6,255,443	715,796	720,306	142,622	1,223,083	76,527,407
6,038,592	1,415,702	756,807	139,838	1,296,009	79,562,672
5,715,151	1,102,131	873,792	118,821	1,437,405	83,305,090
7,338,728	202,883	1,068,705	139,143	1,784,514	94,954,871
34.33%	30.19%	63.56%	-37.59%	90.39%	18.76%

County of Scott, Iowa

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

Fiscal Year Ended June 30	Real Property		Utilities		Total	
	Taxable Value	Assessed Value	Taxable Value	Assessed Value	Taxable Value	Assessed Value
2012	6,673,545,437	11,407,016,930	402,661,960	519,674,870	7,076,207,397	11,926,691,800
2013	6,943,020,526	11,830,247,547	402,322,998	402,322,998	7,345,343,524	12,232,570,545
2014	7,139,915,401	11,936,989,741	406,196,703	406,196,703	7,546,112,104	12,343,186,444
2015	7,240,638,632	12,109,481,489	394,987,689	538,804,065	7,635,626,321	12,648,285,554
2016	7,319,187,974	12,162,390,696	395,641,402	615,595,708	7,714,829,376	12,777,986,404
2017	7,597,944,724	12,779,295,631	391,113,465	649,309,189	7,989,058,189	13,428,604,820
2018	7,852,430,879	13,094,122,976	374,014,313	612,028,444	8,226,445,192	13,706,151,420
2019	8,310,742,928	13,887,123,403	388,373,917	712,185,371	8,699,116,845	14,599,308,774
2020	8,716,555,374	14,284,438,067	385,887,791	752,734,311	9,102,443,165	15,037,172,378
2021	9,005,278,205	14,902,311,117	373,497,069	783,621,853	9,378,775,274	15,685,932,970

Source: Auditor's Office

Note 1: Property is assessed at actual value; therefore, the assessed values are equal to the actual value.

Note 2: Tax rates are per \$1,000 of assessed value.

Note 3: Personal property is not taxable.

---

Ratio Taxable to Assessed Value	Tax Increment Financing District Values	Weighted Average County Property Tax Rate
59.3%	360,551,426	6.75
60.0%	379,706,751	6.67
61.1%	395,699,656	6.51
60.4%	406,555,742	6.50
60.4%	425,111,551	6.37
59.5%	413,836,841	6.19
60.0%	449,518,457	6.19
59.6%	439,662,541	6.19
60.5%	436,750,524	6.35
59.8%	469,701,411	6.56

County of Scott, Iowa

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

Taxpayer	2012		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
MidAmerican Energy	\$ 343,938,029	1	4.86%
Isle of Capri Bettendorf	85,002,320	2	1.20%
SDG Macerich Properties	58,460,300	3	0.83%
Iowa American Water Company	57,730,340	4	0.82%
ALCOA	40,859,640	5	0.58%
QWEST Corp	31,125,491	6	0.44%
Gulf Investments	24,747,700	7	0.35%
Deere & Company	22,776,100	8	0.20%
The Davenport North Development	18,466,300	9	0.26%
Hotel Blackhawk, LLC	17,974,000	10	0.25%
<b>Total</b>	<b>\$ 701,080,220</b>		<b>9.79%</b>

Taxpayer	2021		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
MidAmerican Energy	\$ 213,544,955	1	2.35%
Iowa American Water Company	62,373,681	2	0.69%
Rhythm City Casino LLC	61,729,938	3	0.68%
Isle of Capri, Bettendorf LC	58,758,021	4	0.65%
Sterilite Corporation	57,721,581	5	0.63%
Macerich North Park Mall LLC	52,870,725	6	0.58%
Kraft Heinz Foods Company	39,353,067	7	0.43%
Arconic Inc.	38,129,433	8	0.42%
THF Davenport North Development	31,863,574	9	0.35%
John Deere Construction	28,997,258	10	0.32%
<b>Total</b>	<b>\$ 645,342,233</b>		<b>7.10%</b>

Source: County records

County of Scott, Iowa

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

Fiscal Year Ended June 30	Property Taxes Levied for the Fiscal Year	Property Taxes Collected Within the Fiscal Year of the Levy		Property Tax Collections In Subsequent Years	Property Tax Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	258,210,732	256,655,331	99.40%	206,819	256,862,150	99.48%
2013	270,826,988	269,647,673	99.56%	26,946	269,674,619	99.57%
2014	274,898,466	273,903,646	99.64%	120,676	274,024,322	99.68%
2015	278,170,184	277,259,736	99.67%	161,251	277,420,987	99.73%
2016	278,996,517	276,343,974	99.05%	231,200	276,575,174	99.13%
2017	285,702,180	284,477,209	99.57%	100,395	284,577,604	99.61%
2018	296,707,046	296,406,357	99.90%	83,670	296,490,027	99.93%
2019	309,547,446	309,166,971	99.88%	346,011	309,512,982	99.99%
2020	320,645,743	314,896,794	98.21%	68,880	314,965,674	98.23%
2021	333,304,850	332,244,754	99.68%	5,581,220	337,825,974	101.36%

Source: County records

Note: The subsequent year collections represent all prior tax years collected in the current fiscal year.

**County of Scott, Iowa**

**Direct and Overlapping Property Tax Rates**

**Last Ten Years**

**(rate per \$1,000 of assessed value)**

**(Unaudited)**

	2012	2013	2014	2015
County direct rates:				
Scott County Urban Rate	\$ 6.37759	\$ 6.30156	\$ 6.23534	\$ 6.13204
Scott County Rural Rate	9.51525	9.43922	9.28021	9.17153
City and town rates:				
Bettendorf	12.60000	12.55000	12.55000	12.55000
Blue Grass	11.30132	11.57130	11.64547	11.65175
Buffalo	9.12078	9.12604	9.12332	9.03935
Davenport	15.53000	16.78000	16.78000	16.78000
Dixon	8.10000	8.10000	8.10000	8.09989
Donahue	7.22080	7.22267	7.22420	7.22152
Durant	15.70847	17.07103	13.47399	15.06085
Eldridge	6.75418	6.75396	6.75436	6.75442
LeClaire	15.07379	14.69999	14.47264	14.47264
Long Grove	10.90085	10.74199	10.60442	10.52099
Maysville	5.16951	5.16957	5.57674	5.99993
McCausland	9.21668	9.22504	8.10000	8.10000
New Liberty	3.12506	7.88563	3.61168	3.61588
Panorama Park	5.51713	5.47320	5.26743	5.26355
Princeton	9.58242	10.26832	10.27159	10.27158
Riverdale	7.00244	10.55647	10.55525	12.21629
Walcott	10.00000	9.99999	9.99999	10.12000
School District Rates:				
Bennett Schools	12.47240	12.05990	11.09204	12.09305
Bettendorf Schools	15.00244	15.00292	14.54629	14.01636
Davenport Schools	17.05061	17.04996	16.66333	15.83747
Durant Schools	13.62815	12.39188	13.10599	13.21664
North Scott Schools	14.75525	14.50592	14.18910	14.19507
Pleasant Valley Schools	14.73829	14.64092	14.74093	14.49409
Area IX CC	1.01724	0.91511	0.92043	0.92782
Other:				
Scott County Assessor	0.28110	0.28081	0.27996	0.27068
Davenport City Assessor	0.25171	0.31490	0.37452	0.37409
Ag. Extension - BANGS	0.06891	0.06865	0.06890	0.07009

Source: County records - Auditor's Office.

---

Year Taxes are Payable

---

	2016	2017	2018	2019	2020	2021
\$	6.00377	\$ 5.82228	\$ 5.82167	\$ 5.82167	\$ 5.99401	\$ 6.21304
	9.01072	8.78518	8.76857	8.74885	8.90566	9.11441
	12.55000	12.55000	12.50000	12.50000	12.50000	12.80000
	11.79368	11.85288	11.22612	11.87120	11.52289	11.85624
	9.12879	9.12833	9.13413	9.74117	9.74273	9.74190
	16.78000	16.78000	16.78000	16.78000	16.78000	16.78000
	8.10000	8.37000	8.37000	8.37000	8.37000	8.37000
	7.22036	7.22091	7.21575	7.22249	7.22454	7.22444
	15.11071	15.14000	15.12765	14.77977	14.67377	14.92904
	6.82817	6.74841	6.74820	6.74728	6.74949	6.73610
	14.29804	14.29798	13.92602	13.64999	13.35596	13.09828
	10.45768	10.29541	10.21368	9.98558	9.92845	9.79800
	5.99988	5.99003	6.00002	5.99993	6.00003	5.99990
	8.10000	8.10000	8.10000	7.89303	9.76833	12.34708
	3.65483	3.71455	3.58165	3.48930	3.45930	3.49648
	5.79870	5.80468	5.80424	5.80408	5.80405	5.97332
	10.27158	10.25069	10.02797	10.22336	9.79527	10.95783
	11.90048	11.99199	11.99735	11.84593	9.39248	9.39665
	10.12002	10.12001	10.08258	10.08263	10.08265	10.08240
	12.69625	13.85580	11.64665	11.03672	10.98303	11.42893
	14.01633	13.84477	13.86592	13.96592	13.07309	12.87278
	15.67601	15.37043	15.90267	15.45640	15.26852	15.29549
	11.80029	11.45621	10.65976	11.61289	12.08308	11.49740
	14.01459	13.85580	13.82050	13.74358	12.42408	12.13741
	14.34409	14.14425	13.95589	13.65587	13.41138	13.78152
	0.96863	1.00909	1.03000	1.03000	0.99000	0.82406
	0.27052	0.23792	0.22975	0.19523	0.18832	0.17432
	0.34691	0.31859	0.32839	0.32800	0.31997	0.26758
	0.07135	0.07089	0.07057	0.06842	0.06740	0.06667

County of Scott, Iowa

**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**  
**(dollars in thousands, except per capita)**  
**(Unaudited)**

Governmental Activities				
Fiscal Year	General Obligation Bonds	Revenue Bonds	Notes Payable	Capital Lease
2012	14,080	21,210	-	-
2013	12,482	38,163	9,638	-
2014	10,798	36,776	9,162	-
2015	9,348	18,024	8,240	-
2016	16,454	16,321	7,820	-
2017	15,176	14,598	7,345	-
2018	14,323	12,872	6,890	-
2019	13,450	11,122	6,380	-
2020	20,198	9,325	5,850	-
2021	17,668	7,507	5,300	-

\*Calculation made using population and personal income figures from Demographics and Economics Statistics Table.

Note: A restatement to blend component units was applied in Fiscal Year 2013. The restatement moved the Capital Lease to Revenue Bonds of the Blended Public Safety Authority Component Unit. In addition, the blended component unit's notes payable was included with the schedule.

Source: County records.

N/A - Not Available

---

Business-Type Activities

---

Capital Lease	Purchase Contract	Total Government	Percentage of Personal Income*	Per Capita*
-	-	35,290	0.44%	210.15
-	-	60,283	0.74%	357.19
-	-	56,736	0.69%	334.47
-	-	35,612	0.42%	206.48
104	-	40,699	0.48%	236.56
71	-	37,190	0.42%	215.58
37	-	34,122	0.36%	196.91
-	-	30,952	N/A	179.23
-	-	35,373	N/A	204.54
-	-	30,475	N/A	175.93

County of Scott, Iowa

Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	General Bonded Debt Outstanding		Accumulated Resources Restricted to Repaying the Principal of General Bonded Debt	Net General Bonded Debt	Percent of Debt to Assessed Value	Per Capita*
	General Obligation Bonds					
2012	14,080,000		2,053,084	12,026,916	0.10%	71.62
2013	12,491,845		1,644,097	10,847,748	0.09%	64.27
2014	10,797,620		1,909,227	8,888,393	0.07%	52.40
2015	9,348,254		1,974,416	7,373,838	0.06%	42.97
2016	16,454,038		10,581,576	5,872,462	0.05%	34.13
2017	15,176,372		10,770,553	4,405,819	0.03%	25.54
2018	14,322,809		11,056,328	3,266,481	0.02%	18.85
2019	13,449,638		11,328,788	2,120,850	0.02%	12.28
2020	20,197,662		7,210,626	12,987,036	0.09%	75.09
2021	17,668,209		6,946,919	10,721,290	0.07%	61.89

\*Calculated using population figure from Demographics and Economics Statistics Table.

Accumulated resources restricted to repaying the principal of general obligation debt represents \$6,946,919 (Debt Service Fund restricted fund balance, 2021) as the accumulated resources. This includes a note receivable of \$6,460,000 (2021 balance) for the repayment of the general obligation.

Source: County records.

County of Scott, Iowa

**Direct and Overlapping Governmental Activities Debt  
As of June 30, 2021  
(Unaudited)**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
<b>Direct Debt:</b>			
Scott County	30,475,399	100.00%	\$ <u>30,475,399</u>
<b>Overlapping Debt:</b>			
School Districts:			
Pleasant Valley Community	14,115,000	100.00%	14,115,000
Eastern Iowa Community College	28,325,000	60.35%	17,094,138
<b>Subtotal, School Districts</b>			<u>31,209,138</u>
Cities:			
Bettendorf	135,432,000	100.00%	135,432,000
Blue Grass	894,036	94.31%	843,165
Buffalo	320,000	100.00%	320,000
Davenport	198,545,000	100.00%	198,545,000
Donahue	99,000	100.00%	99,000
Durant	2,398,000	3.46%	82,971
Eldridge	14,559,000	100.00%	14,559,000
LeClaire	24,756,249	100.00%	24,756,249
Long Grove	455,000	100.00%	455,000
New Liberty	225,293	100.00%	225,293
Princeton	165,040	100.00%	165,040
Riverdale	75,000	100.00%	75,000
<b>Subtotal, Cities</b>			<u>375,557,718</u>
			<u>406,766,856</u>
			<u>\$ 437,242,255</u>

Source: County records

Outstanding debt amounts are obtained directly from the debt issuing entity. The percentage of overlapping debt attributed to Scott County is based on the percentage of the entity's total taxable valuation that lies within Scott County.

The note payable with the City of Davenport has been reclassified from the City of Davenport to Scott County.

County of Scott, Iowa

Legal Debt Margin Information  
As of June 30, 2021  
(Unaudited)

---

	2012	2013	2014	2015
Debt limit	\$ 595,431,703	\$ 610,756,097	\$ 616,290,777	\$ 631,566,151
Total net debt applicable to limit	35,290,000	50,095,000	47,110,000	27,005,000
Legal debt margin	\$ 560,141,703	\$ 560,661,097	\$ 569,180,777	\$ 604,561,151
<b>Total net debt applicable to the limit as a percentage of debt limit</b>	5.93%	8.20%	7.64%	4.28%

Note: A restatement to blend component units was applied in Fiscal Year 2013.

Source: County records.

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value, net of military exemption	<u>\$ 15,671,461,442</u>
Debt limit (5% of assessed value)	<u>\$ 783,573,072</u>
Debt applicable to limit:	
General obligation bonds	16,500,000
Revenue Bonds	<u>7,475,000</u>
Total net applicable to limit	<u>23,975,000</u>
Legal debt margin	<u>\$ 759,598,072</u>

2016	2017	2018	2019	2020	2021
\$ 638,067,587	\$ 670,621,287	\$ 684,521,304	\$ 729,195,285	\$ 751,111,985	\$ 783,573,072
32,410,000	29,500,000	26,990,000	24,420,000	27,885,000	23,975,000
<u>\$ 605,657,587</u>	<u>\$ 641,121,287</u>	<u>\$ 657,531,304</u>	<u>\$ 704,775,285</u>	<u>\$ 723,226,985</u>	<u>\$ 759,598,072</u>
5.08%	4.40%	3.94%	3.35%	3.71%	3.06%

County of Scott, Iowa

Demographic and Economic Statistics  
 Last Ten Calendar Years  
 (Unaudited)

Year	Population <sup>1</sup>	Personal Income (000's) <sup>2</sup>	Per Capita Personal Income <sup>2</sup>	Farm Proprietors <sup>3</sup>	School Enrollment <sup>4</sup>	Unemployment Rate <sup>5</sup>
2012	167,924	8,137,008	48,205	759	27,180	6.30
2013	168,771	8,023,456	47,090	N/A	27,195	5.90
2014	169,630	8,164,378	47,637	N/A	27,230	6.00
2015	171,616	8,424,293	48,943	N/A	27,238	4.90
2016	172,045	8,455,137	49,023	N/A	27,468	4.50
2017	172,509	8,903,571	51,612	1,111	28,777	3.60
2018	173,283	9,413,211	54,323	N/A	28,864	3.00
2019	172,692	9,643,024	55,758	N/A	27,291	3.30
2020	172,943	N/A	N/A	N/A	28,736	6.80
2021	173,223	N/A	N/A	N/A	26,856	6.10

Sources:

<sup>1</sup> US Census Bureau, Annual Estimates of the Resident Population, 2020 Decennial Census

<sup>2</sup> U.S. Department of Commerce, Bureau of Economic Analysis

<sup>3</sup> USDA, National Agricultural Statistics Services (2005-09) and 2012 & 2017 Census of Agriculture

<sup>4</sup> Iowa Department of Education

Total Enrollment includes Bettendorf CSD, Davenport CSD, North Scott CSD, and Pleasant Valley CSD

School enrollments are for the fall of year posted (i.e. 2011-12 would be listed under 2011)

<sup>5</sup> Bureau of Labor Statistics

Date accessed: 10/7/21

**County of Scott, Iowa**

**Principal Employers  
Current Year and Nine Years Ago  
(Unaudited)**

Employer	2012		
	Employees	Rank	Percentage of Total County Employment
Genesis Health System	3,000	1	3.7%
Alcoa	2,513	2	3.1%
Kraft Foods (Oscar Mayer)	1,200	3	1.5%
MidAmerican Energy	1,200	4	1.5%
APAC Customer Service Inc.	800	5	1.0%
Von Maur	650	6	0.8%
UP{S Distribution	500	7	0.6%
Von Hoffman Graphics	445	8	0.5%
Nestle Purina Pet Care Co.	380	9	0.5%
Eagle Food Distribution	379	10	0.5%

Employer	2021		
	Employees	Rank	Percentage of Total County Employment
Davenport Community School District	2,500	1	3.0%
John Deere Davenport Works	2,000	2	2.4%
Arconic	2,000	3	2.4%
Genesis Medical Ctr (all Scott Co Locations)	1,574	4	1.9%
Tri City Engineering & Integration	1,200	5	1.4%
Elite Casino Resorts LLC	1,000	6	1.2%
Cobham Mission Equipment	900	7	1.1%
City of Davenport	800	8	1.0%
Directv / ATT	600	9	70.0%
Bettendorf Event Center	600	10	0.7%

Sources:

Infogroup, Reference USA (2012) and Individual employers

Infogroup, ReferenceUSA GOV and Individual Employers, October 2021

**County of Scott, Iowa**

**Full-Time Equivalent County Government Employees by Function/Program  
Last Ten Fiscal Years  
(Unaudited)**

Function / Program	2012	2013	2014	2015
Public safety and legal services:				
Attorney	31.00	32.50	32.50	32.50
Health	11.15	11.80	11.80	11.80
Juvenile Detention Center	14.20	14.20	14.20	15.00
Sheriff	154.35	156.80	158.80	157.80
Physical health and social services:				
Community Services	7.00	7.00	7.00	7.00
Health	32.10	32.10	32.57	33.14
Mental Health, Mental Retardation & Developmental Disabilities:				
Community Services	3.00	3.00	3.00	3.00
County Environment and Education				
Conservation	48.62	49.24	49.24	48.85
Golf Course	19.35	17.98	17.98	17.98
Planning & Development	4.08	4.08	4.08	3.83
Roads and Transportation				
Secondary Roads	35.40	34.40	34.40	34.10
Governmental services to residents:				
Auditor	5.00	5.00	5.00	5.00
Recorder	11.00	11.00	11.00	10.50
Treasurer	12.40	12.40	12.40	12.40
Administration:				
Administration	3.50	3.50	3.50	4.50
Auditor	9.05	9.05	9.05	9.05
Facility & Support Services	30.55	30.55	30.50	29.50
Human Resources	4.50	3.50	3.50	3.50
Information Technology	15.40	15.40	15.40	15.40
Non-Departmental				
Supervisors, Board of	5.00	5.00	5.00	5.00
Treasurer	15.60	15.60	15.60	15.60
<b>Total</b>	<b>472.25</b>	<b>474.10</b>	<b>476.52</b>	<b>475.45</b>

Source: Scott County Year-End Actual Revenue and Expenditure Reports

Fiscal Year					
2016	2017	2018	2019	2020	2021
33.50	33.50	33.50	33.50	34.50	36.5
11.80	11.80	11.80	11.80	11.80	11.8
15.00	16.40	16.90	16.90	16.90	16.9
157.80	159.00	158.80	159.80	160.80	172.8
7.00	7.00	8.00	8.00	8.00	8
33.72	34.72	35.12	35.92	36.27	37.21
3.00	3.00	3.00	3.00	3.00	3
48.85	48.85	49.10	49.10	49.10	49.1
17.98	16.98	16.98	16.98	16.98	16.98
4.33	4.33	4.58	5.00	5.00	5.25
35.45	37.15	37.30	37.30	37.30	37.3
5.00	5.00	5.00	5.00	5.00	5
10.50	10.50	10.50	10.50	10.50	10.5
12.40	12.40	12.40	12.40	12.40	12.9
4.90	5.90	5.50	5.50	5.50	5.5
9.05	9.05	9.05	9.40	9.40	9.5
28.50	28.70	29.87	29.87	29.87	30.12
3.50	3.50	3.50	3.50	3.50	3.5
15.40	15.00	16.00	16.00	16.00	17
5.00	5.00	5.00	5.00	5.00	5
15.60	15.60	15.60	15.60	15.60	16.1
478.28	483.38	487.50	490.07	492.42	509.96

County of Scott, Iowa

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

Function / Program	2012	2013	2014	2015
<b>Public Safety and Legal Services</b>				
Attorney:				
# of felonies/aggravated field cases filed	4,256	4,140	4,317	3,850
# of new felony cases	1,040	1,044	1,164	1,053
Sheriff:				
# of civil papers received	10,674	11,755	12,591	11,668
Inmate instances of programming attendance	22,231	26,686	29,188	28,033
# of traffic contacts	2,195	2,481	2,965	1,851
<b>Physical Health and Social Services</b>				
Community Services:				
# of applications for general assistance	1,428	1,076	1,155	920
# of applications approved for general assist	756	479	606	453
# of requests for veteran services	1,160	1,164	1,399	1,459
# of invol commit filed for substance abuse	N/A	N/A	210	224
Health Department:				
# of health related inmate contacts within jail	13,888	12,466	16,426	29,046
# of comm disease requiring investigation	276	317	300	388
# of environmental health inspections conducted	4,773	4,409	4,277	4,153
# of public health nuisance complaints received	167	174	240	222
<b>Mental Health, HR &amp; DD</b>				
Community Services:				
# of invol commit filed for mental health	405	340	434	423
# of juvenile MH commitments	91	88	104	64
# of adult MH commitments	246	340	311	345
# of protective payee cases	313	304	358	394
<b>County Environment and Education</b>				
Conservation:				
# of acres managed	2,509	2,509	2,509	2,509
# of rounds of golf course	30,476	26,175	26,480	26,814
Planning & Development:				
# of building permits issued	735	933	865	849

(Continued)

Source: County records - Year-end Indicator Report

Fiscal Year					
2016	2017	2018	2019	2020	2021
4,077	4,004	4,258	5,044	4,467	3,770
1,112	991	1,119	1,355	1,208	1,173
11,441	11,232	11,319	9,389	9,350	8,609
29,812	26,028	24,953	27,013	15,848	5,348
1,472	3,492	3,922	5,877	6,872	2,748
929	806	792	689	735	1,006
416	292	409	328	286	249
1,614	1,212	1,143	1,293	895	778
182	149	176	144	140	142
31,005	35,538	29,966	36,826	17,778	29,885
335	258	293	185	800	100
4,182	3,649	4,129	4,018	2,724	2,996
84	42	42	43	22	11
341	342	336	319	345	419
78	56	41	35	60	66
243	255	269	275	265	331
398	408	420	447	447	422
2,509	2,509	2,509	2,509	2,509	2,509
27,858	26,456	26,350	24,103	26,141	28,943
877	910	799	908	1,172	1,522

County of Scott, Iowa

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

Function / Program	2012	2013	2014	2015
Roads and Transportation:				
Secondary Roads:				
# of miles of road paved	219	221	223	223
# of bridges/culverts repaired/replaced	89	120	N/A	N/A
# of bridges/culverts maintained	N/A	N/A	2,123	2,123
# of bridges/culverts/driveway culverts maint.	N/A	N/A	N/A	N/A
Governmental Services to Residents				
Auditor:				
# of elections	4	3	4	1
# of registered voters	124,263	124,356	126,182	121,231
Recorder:				
# of real estate transactions recorded	31,385	34,697	26,954	34,188
# of vital statistics registered/issued	20,313	22,863	21,509	13,976
# of passport applications accepted	1,142	1,177	1,300	2,041
# of conservation licenses - ATV/Snow boat reg, titles and liens and privileges issued	6,611	12,494	8,221	4,562
Treasurer:				
# of title and security interest trans processed	69,904	69,097	65,465	70,031
Administration				
Auditor:				
# invoices processed	25,035	22,453	20,148	23,066
Facility & Support Service:				
# hours spent in safety training	83	24	24	24
# of square feet of hard surface floors maintained	728,940	559,100	107,473	568,367
# of hours spend on imaging	2,744	2,489	2,830	2,023
Information Technology:				
# of network users	724	915	938	938
# of network connections supported	2,680	2,776	2,776	2,776
# of 3rd party applications maintained	95	99	101	96
# of users supported	724	915	938	838
Treasurer:				
# of prop tax/spec assessment statutes issued	195,415	197,579	195,586	191,036
# of tax certifications issued	2,144	1,728	1,659	2,396

Fiscal Year					
2016	2017	2018	2019	2020	2021
223	221	226	226	226	225
36	29	41	45	49	50
2,123	2,123	NA	NA	NA	NA
N/A	N/A	4,969	4,975	4,975	4,979
4	1	3	1	2	2
124,844	123,849	125,578	125,381	128,253	129,642
35,161	27,630	34,681	32,537	38,141	45,358
13,313	12,086	12,919	15,522	16,971	16,224
1,124	1,588	1,479	1,365	425	-
12,109	5,276	4,548	12,362	4,763	4,523
80,842	83,091	91,217	83,164	83,294	88,988
23,982	24,902	24,644	25,401	25,401	19,163
74	330	122	142	84	63
527,450	560,208	560,208	384,844	525,850	426,444
2,059	1,603	2,912	2,919	3,161	1,683
910	897	971	1,060	1,108	1,080
3,144	3,210	3,370	4,672	4,702	4,702
98	100	N/A	N/A	N/A	N/A
910	897	971	1,060	1,108	1,080
188,783	189,687	198,118	194,889	183,510	206,071
1,037	989	1,015	1,217	-	1,259

County of Scott, Iowa

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

<u>Function / Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Public safety and legal services:			
Sheriff:			
# of patrol cars - marked	44	53	48
# of other vehicles	N/A	N/A	N/A
Physical health and social services:			
Health Department			
# of vehicles	13	13	13
Community Services			
# of vehicles	N/A	N/A	N/A
Conservation			
# of acres managed	2,509	2,509	2,509
Planning and Development			
# of vehicles	2	2	2
Roads and transportation:			
Secondary Roads			
# of vehicles	60	60	60
# of buildings	10	10	10
Administration:			
Facility and Support Services			
# of vehicles	6	7	7
# of buildings maintained	11	11	11
Attorney's office (Risk Management)			
# of vehicles	1	1	1

Source: County records - Vehicle Report & FSS, Conservation Offices, Fleet Manager.

---

Fiscal Year						
2015	2016	2017	2018	2019	2020	2021
52	28	26	27	32	38	47
11	35	32	33	33	21	30
14	13	13	13	13	10	13
N/A	1	1	1	1	1	1
2,509	2,509	2,509	2,509	2,509	2,509	2509
2	2	2	2	2	2	2
60	65	59	59	63	67	63
11	11	11	11	11	11	11
7	8	12	14	15	7	15
12	12	11	11	11	11	12
1	0	0	0	0	2	2

# **COMPLIANCE**

**County of Scott, Iowa**

Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Grantor's Identifying Number	Federal Expenditures	Pass Through To Subrecipients
<b>U.S. Department of Agriculture</b>				
<b>Child Nutrition Cluster</b>				
(Passed through the Iowa Department of Human Services)				
National School Lunch Program	10.555	N/A	\$ 17,096	\$ -
(Passed through Iowa Department of Education, Bureau/Division of Nutrition & Health)				
Summer Food Service Program for Children	10.559	25820	420	-
Total Child Nutrition Cluster			17,516	-
<b>SNAP Cluster</b>				
(Passed through Iowa Department of Human Services)				
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	10.561	5880NU34	1,979	-
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	10.561	5881NU34	9,311	-
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	10.561	N/A	85,633	-
Total SNAP Cluster			96,923	-
Total U.S. Department of Agriculture				
			114,439	-
<b>U.S Department of Housing and Urban Development</b>				
(Passed through Iowa Economic Development Authority)				
Community Development Block Grant/State Program	14.228	20-OT-038	8,274	-
<b>U.S. Department of Justice</b>				
(Direct Program)				
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	220-VD-BX-1098	14,606	-
Equitable Sharing Program	16.922	IA0820000	4,500	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0291	81,074	27,025
(Passed through the Governor's Office of Drug Control Policy)				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	18-JAG-347322	59,018	29,518
Total 16.738			140,092	56,543
(Passed through State of Iowa Department of Justice, Crime Victim Assistance Division)				
Violence Against Women Formula Grants	16.588	2018-WF-AX-0013	5,896	-
Violence Against Women Formula Grants	16.588	2019-WF-AX-0020	55,675	-
Total 16.588			61,571	-
(Passed through Office of Justice Programs Bureau of Justice Assistance)				
State Criminal Alien Assistance Program	16.606	2015-AP-BX-0303	3,956	-
State Criminal Alien Assistance Program	16.606	2016-AP-BX-0302	5,355	-
State Criminal Alien Assistance Program	16.606	2019-AP-BX-0725	11,167	-
State Criminal Alien Assistance Program	16.606	2020-AP-BX-0989	1,349	-
State Criminal Alien Assistance Program	16.606	2020-AP-BX-0476	6,805	-
Total 16.606			28,632	-
(Passed through Community Oriented Policing Services)				
Public Safety Partnership and Community Policing Grants	16.710	18-COPS Heroin-06	2,107	-
Public Safety Partnership and Community Policing Grants	16.710	18-CMP-13	5,000	-
Total 16.710			7,107	-
Total U.S. Department of Justice				
			256,508	56,543
<b>U.S. Department of Transportation</b>				
<b>Highway Safety Cluster</b>				
(Passed through Iowa Department of Public Safety-Governor's Traffic Safety Division)				
State and Community Highway Safety	20.600	PAP 21-402-M0PT Task 41-00-00	17,573	-
Total U.S. Department of Transportation				
			17,573	-
<b>U.S. Department of the Treasury</b>				
(Passed through Iowa Department of Revenue)				
COVID-19 - Coronavirus Relief Fund	21.019	145	787,084	-
COVID-19 - Coronavirus Relief Fund	21.019	N/A	164,443	-
Total 21.019			951,527	-
(Direct Program)				
Equitable Sharing	21.016	N/A	2,281	-
Total U.S. Department of Treasury				
			953,809	-

**County of Scott, Iowa**

Schedule of Expenditures of Federal Awards (Continued)  
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Grantor's Identifying Number	Federal Expenditures	Pass Through To Subrecipients
<b>Department of Election Assistance Commission</b>				
(Passed through Iowa Department of Secretary of State)				
2018 HAVA Election Security Grants	90.404	382-11320-HAVACARES	\$ 48,400	\$ -
Total U.S. Department of Elections			48,400	-
<b>U.S. Department of Homeland Security (DHS)</b>				
(Passed through Iowa Homeland Security and Emergency Management Department)				
Disaster Grants - Public Assistance:				
EMA Flooding Category Z-Management Costs	97.036	4421DR-IA-126288	25,975	-
COVID-19 - Category B - EMA	97.036	4483DR-IA-154169	125,888	-
COVID-19 - Category B - EMA	97.036	4483DR-IA-154171	66,569	-
COVID-19 - Category B - FEMA	97.036	4483DR-IA-158779	34,699	-
COVID-19 - Category B - FEMA	97.036	4483DR-IA-144719	31,964	-
COVID-19 - Category B - FEMA	97.036	4483DR-IA-158717	7,092	-
COVID-19 - Category B - FEMA Non Congregate	97.036	4483DR-IA-144725	513,564	513,564
COVID-19 - Category B - FEMA Non Congregate	97.036	4483DR-IA-159146	263,350	263,350
Category E - FEMA Windstorm 2020	97.036	4457DR-IA-159312	7,418	-
Category B - FEMA Windstorm 2020	97.036	4457DR-IA-157191	702	-
Category B - FEMA Windstorm 2020	97.036	4457DR-IA-153842	3,460	-
Category B - FEMA Windstorm 2020	97.036	4457DR-IA-157191	702	-
Category Z - FEMA Windstorm 2020	97.036	4457DR-IA-155256	231	-
Total 97.036			1,081,614	776,914
Emergency Management Performance Grants	97.042	EMPG-21-PT-82	39,000	-
COVID-19 - Emergency Management Performance Grants	97.042	COVID SUPPLEMENTAL	32,468	-
Total 97.042			71,468	-
Total U.S. Department of Homeland Security (DHS)			1,153,082	776,914
<b>U.S. Department of Health and Human Services</b>				
(Passed through the Iowa Department of Health)				
Public Health Emergency Preparedness	93.069	5881BT03	62,521	-
(Passed through Scott County Kids)				
<b>CCDF Cluster</b>				
Child Care and Development Block Grant	93.575	5881MH16	7,207	-
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	5885BT482	349,614	-
Grants to States to Support Oral Health Workforce Activities	93.236	5888DH33	6,065	-
Immunization Cooperative Agreements	93.268	5889I477	68,230	26,150
Well-Integrated Screening and Evaluation for Women Across the Nation (Wisewoman)	93.436	5880NB21WW	800	800
Well-Integrated Screening and Evaluation for Women Across the Nation (Wisewoman)	93.436	5881NB21WW	5,130	5,130
Total 93.436			5,930	5,930
(Passed through Iowa Department of Human Services)				
Guardianship Assistance	93.090	N/A	4,452	-
<b>CCDF Cluster</b>				
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	N/A	18,699	-
Total CCDF Cluster			25,906	-
Foster Care Title IV-E	93.658	N/A	22,486	-
Adoption Assistance	93.659	N/A	11,112	-
Social Services Block Grant	93.667	N/A	20,441	-
Children's Health Insurance Program	93.767	N/A	1,818	-
(Passed through the Iowa Department of Health)				
Maternal and Child Health Services Block Grant to the States				
Children's Health Insurance Program - Hawk-i	93.767	5880MH16	6,124	-
Children's Health Insurance Program - Hawk-i	93.767	5881MH16	5,737	-
Children's Health Insurance Program Hawk Outreach FFS	93.767	5880MH16	110	-
Total 93.767			13,789	-
<b>Medicaid Cluster</b>				
(Passed through Iowa Department of Human Services)				
Medical Assistance Program (Title XIX)	93.778	N/A	74,971	-
(Passed through the Iowa Department of Health)				
Medical Assistance Program:				
CA & DH FFS	93.778	5881MH16	1,500	-
MH FFS	93.778	5881MH16	500	-
I-Smile Silver	93.778	5880MH16	16,200	-
I-Smile Silver	93.778	5881DH16	15,731	-
Total Medicaid Cluster			108,902	-

**County of Scott, Iowa**

Schedule of Expenditures of Federal Awards (Concluded)  
 Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Grantor's Identifying Number	Federal Expenditures	Pass Through To Subrecipients
<b>U.S. Department of Health and Human Services (continued)</b>				
(Passed through the Iowa Department of Health)				
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	5881NB21	\$ 19,975	\$ 19,975
HIV Care Formula Grants	93.917	5881AP29	16,704	-
HIV Prevention Activities Health Department Based	93.940	5880AP29	58,406	-
HIV Prevention Activities Health Department Based	93.940	5881AP29	42,579	-
Total 93.940			100,985	-
Maternal and Child Health Services Block Grant to the States				
Maternal and Child Health Services Block Grant to the States - EPSDT	93.994	5880MH16	34,213	-
Maternal and Child Health Services Block Grant to the States - EPSDT	93.994	5880MH16	1,802	-
Maternal and Child Health Services Block Grant to the States - Maternal Health	93.994	5881MH16	38,618	-
Maternal and Child Health Services Block Grant to the States - Dental Health Grant	93.994	5880MH16	4,672	-
Maternal and Child Health Services Block Grant to the States - Dental Health Grant	93.994	5881MH16	6,553	-
Total 93.994			85,858	-
Total U.S. Department of Health and Human Services			922,970	52,055
Total Expenditures of Federal Awards			\$ 3,475,055	\$ 885,512

## County of Scott, Iowa

Notes to Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2021

---

### 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County of Scott, Iowa under programs of the federal and state government for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the County of Scott, Iowa, it is not intended to and does not present the financial position, changes in net position or cash flows of the County of Scott, Iowa.

### 2. Significant Accounting Policies

Expenditures reported on the schedule are reported on the accrual or modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The underlying accounting records for some grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

### 3. Indirect Cost Rate

The County of Scott has elected to use the 10% de minimis indirect cost rate of the Uniform Guidance.

### 4. Disaster Grants – Public Assistance

The Schedule of Expenditures of Federal Awards reports expenditures of \$1,081,614 for this program. Of this amount, \$577,908 was incurred in the fiscal year ended June 30, 2021. The remaining expenditures were incurred in prior years

## County of Scott, Iowa

---

Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2021

### Summary of Prior Year Findings

#### 2020-001: Internal Control Environment over Payroll

**Criteria:** Management is responsible for establishing and maintaining internal control. This system of internal control should be followed to achieve reliability that errors or irregularities in your processes would be discovered by your staff.

**Condition:** During the audit process, we performed testing over a population of payroll transactions. During this testing, we identified a specific class of worker where the hourly rate that was paid to each was not the board authorized hourly rate.

**Cause:** The County had difficulty obtaining election workers for the spring election.

**Effect:** Certain election workers received a higher rate of pay than was approved in the official pay scale.

**Recommendation:** When adjustments to pay rates are necessary, they should be taken to the board for approval.

**Views of Responsible Officials:** The recommendation is correct that a resolution should have been presented to the board for approval of a pay rate in regards to the amount paid to the poll workers. Because of the timing in regards to Covid-19 and the timing of the Federal Primary, the office simply overlooked getting a resolution to the board and made a decision when losing precinct election officials, to pay them a higher rate to ensure that we were able to provide an election.

**Current Status:** Scott County did not pay any election official exceeding the established pay rate for fiscal year 2021. 2021 pay rates were established by board policy or contractual agreements.

**Independent Auditors' Report on Internal Control  
Over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of  
Financial Statements Performed in Accordance  
With *Government Auditing Standards***

To the Board of Supervisors of  
County of Scott, Iowa

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Scott, Iowa as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County of Scott's basic financial statements, and have issued our report thereon dated December 7, 2021.

**Internal Control Over Financial Reporting**

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

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

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

## **Compliance and Other Matters**

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

Comments involving statutory and other legal matters about the County of Scott's operations for the year ended June 30, 2021, are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the County of Scott. Since our audit was based on testing and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

## **Purpose of This Report**

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

*Baker Tilly US, LLP*

Milwaukee, Wisconsin  
December 7, 2021

**Independent Auditors' Report on Compliance  
for Each Major Federal Program and Report on  
Internal Control Over Compliance Required  
by the Uniform Guidance**

To the Board of Supervisors of  
County of Scott, Iowa

**Report on Compliance for Each Major Federal Program**

We have audited the County of Scott's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County of Scott's major federal programs for the year ended June 30, 2021. The County of Scott's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the County of Scott's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Scott's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County of Scott's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the County of Scott complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

## Report on Internal Control Over Compliance

Management of the County of Scott is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County of Scott's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County of Scott's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### Purpose of This Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Baker Tilly US, LLP*

Milwaukee, Wisconsin  
December 7, 2021

# County of Scott, Iowa

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2021

## Section I - Summary of Auditors' Results

### Financial Statements

Type of report the auditor issued on whether the financial statements audited were in accordance with GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? \_\_\_\_\_ yes  X  no

Significant deficiency(ies) identified? \_\_\_\_\_ yes  X  none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes  X  no

### Federal Awards

Internal control over major federal programs:

Material weakness(es) identified? \_\_\_\_\_ yes  X  no

Significant deficiency(ies) identified? \_\_\_\_\_ yes  X  none reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) of the Uniform Guidance? \_\_\_\_\_ yes  X  no

Identification of major federal programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.019	COVID – 19 Coronavirus Relief Fund
97.036	COVID – 19 Disaster Grants – Public Assistance

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee?  X  yes \_\_\_\_\_ no

## Section II - Financial Statement Findings Required to be Reported in Accordance With government Auditing Standards

None.

## Section III - Federal Award Findings and Questioned Costs

None.

## County of Scott, Iowa

---

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2021

### Section IV - Other Findings Related to Required Statutory Reporting

#### 2021-IV-A Certified Budget

Disbursements during the year ended June 30, 2021 did not exceed the amounts budgeted.

#### 2021-IV-B Questionable expenditures

No expenditures were noted that may not meet the requirements of public purpose as defined in the Attorney General's opinion dated April 25, 1979.

#### 2021-IV-C Travel Expense

No expenditures of County money for travel expenses of spouses of County officials or employees were noted.

#### 2021-IV-D Business Transactions

No business transactions between the County and County officials or employees were noted.

#### 2021-IV-E Restricted Donor Activity (Gift Law)

No receiving or soliciting of prohibited gifts were noted.

#### 2021-IV-F Bond Coverage

Surety bond coverage of County officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure that coverage is adequate for current operations.

#### 2021-IV-G Board Minutes

No transactions were found that we believe should have been approved in the Board minutes but were not.

#### 2021-IV-H Deposits and Investments

No instances of non-compliance with the deposit and investment provisions of Chapters 12B and 12C of the Code of Iowa and the County's investment policy were noted.

#### 2021-IV-I Resource Enhancement and Protection Certification

The County properly dedicated property tax revenue to conservation purposes as required by Chapter 455A.19(1)(b) of the Code of Iowa in order to receive the additional REAP funds allocated in accordance with Subsections (b)(2) and (b)(3).

## County of Scott, Iowa

---

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2021

### 2021-IV-J Capital Lease Purchase Agreements

The County did not enter into any new capital lease agreements during the year ended June 30, 2021.

### 2021-IV-K County Extension Office

The County Extension Office is operated under the authority of Chapter 176A of the Code of Iowa and serves as an agency of the State of Iowa. This fund is administered by an extension council separate and distinct from County operations.

Disbursements during the year ended June 30, 2021 for the County Extension Office did not exceed the amount budgeted.