CITY OF DES MOINES, IOWA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Comprehensive Annual Financial Report

of the

City of Des Moines, Iowa

For the Fiscal Year Ended June 30, 2020

Prepared by the
Department of Finance

CITY OF DES MOINES

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CITY OF DES MOINES

INTRODUCTORY SECTION

CITY OF DES MOINES

CITY OF DES MOINES
FINANCE DEPARTMENT

December 16, 2020

The Honorable Mayor
Members of the City Council
Citizens of Des Moines, Iowa

State law requires that cities, such as Des Moines, publish each fiscal year a complete set of audited financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), and that their financial condition and transactions be examined by the Auditor of State or by a certified public accountant. This report is published to fulfill that requirement for the fiscal year ended June 30, 2020.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. In order to do so, the City has established a comprehensive framework of internal control that is designed to protect against loss, theft, or misuse of assets and compile reliable information for preparation of the financial statements. 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.

The City's financial statement have been audited by RSM US LLP. They have issued an unmodified ("clean") opinion on the City of Des Moines's financial statements for the year ended June 30, 2020. The independent auditor's report is present 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 complements this letter of transmittal and should be read in conjunction with it.

City Hall • 400 Robert D Ray Drive • Des Moines, Iowa 50309

Profile of the Government

The City of Des Moines, Iowa was incorporated as a town in 1851 and as a city in 1857. Extending over 80 square miles, it is home to an estimated 215,000 people and the central city of a metropolitan area of approximately 680,000. It is a river city, intersected by the Des Moines and Raccoon Rivers.

Des Moines is the capital of Iowa, and operates under the council-manager-ward form of government. The Mayor and two Council Members are elected at-large, while another four Council Members each represent one of the four wards into which the City is divided. A City Manager, City Clerk and City Attorney are all appointed by the Council.

Des Moines provides a full range of services, including police and fire protection, sanitation services, park and recreational programs and facilities; construction and maintenance of infrastructure including streets, roads, bridges, and a storm water utility; enforcement of building code regulations; traffic control and parking; housing and other community improvements and social services; economic development and library services. The Des Moines Public Library Foundation, which raises funds for the benefit of the City's libraries, and the Des Moines Airport Authority, which runs the airport that serves central Iowa, are discretely presented component units in this report. The Des Moines Independent Community School District, Des Moines Water Works, Des Moines Area Regional Transit, The Des Moines Metropolitan Wastewater Reclamation Authority and Metro Waste Authority —while providing other services to the citizens of Des Moines—do not meet the established criteria for component entities of the City, and thus, are excluded from this report.

The City benefits from strong and diverse neighborhoods and a citizenry deeply involved in its government. The development of 52 recognized neighborhood associations and 20 active boards and commissions strengthen the basic framework of the City's governmental structure. The City Council is required by Chapter 384 of the Code of Iowa to adopt an annual budget on or before March 31 of each year. This annual budget serves as the foundation for the City of Des Moines's financial planning and control. The adopted budget provides appropriations (authority to spend) for program operations for the fiscal year that begins on July 1 and ends on June 30 of the following year. Budget amendments (revisions to the adopted budget) must be prepared and adopted in the same manner as the original budget. State law requires that expenditures be controlled at the program level. The budget is also prepared by department, fund and sub activity levels.

Local Economy and Living Conditions

Des Moines is the industrial, commercial, financial, trade, transportation, and governmental center of Iowa. The City's insurance industry is the third largest in the world – after London and Hartford – and growing. There are over 200 insurance offices and headquarters located in Iowa employing more than 20,000 people in Des Moines. Insurance activities are part of a strong local economy that is also based in agriculture, manufacturing, technology, education, health care, and other services.

During calendar year 2020, Des Moines continued to receive praise from various outlets. Accolades include:

- One of the Best U.S. Cities Positioned to Bounce Back from the Pandemic — Moody's Analytics, 2020
- #2 Safest Places to Live in the U.S. — U.S. News & World Report, 2020
- Top 5 Mid-Sized Metro for Number of Economic Development Projects — Site Selection Magazine, 2020
- Top 5 Best Place to Raise Kids — SmartAsset, 2020
- Top 10 Best Place to Live in the U.S. — U.S. News & World Report, 2020
- Top 10 Best City to Live in After the Pandemic — Business Insider, 2020
- Top 10 Housing Markets for Millennials During the Pandemic — National Association of Realtors, 2020
- Top 10 City with the Most Millennial Homeowners — ImproveNet, 2020

While Iowa is an agricultural state, the City's economic diversification insulates it from most swings in the farming-based economy. Further, as many of the state's rural communities experience population decreases, the Des Moines metropolitan area continues to grow, with much of the expansion resulting from the relocation of residents to Des Moines from rural areas. The variety of components contributing to the City's economy creates a stability that is apparent from unemployment figures. The City has historically enjoyed a relatively low unemployment rate for each of the last three years: 2.6 percent in 2019, 2.4 percent in 2018, 2.9 percent in 2017.

Additional background data is included in the statistical section of this report.

Long-term Financial Planning

The City Council and administration routinely consider the long-term view regarding financial matters. Operating budget decisions are based on long-term sustainability. A budget plan considers multi-year trends for all major revenues and expenditures. The City has a detailed Capital Improvement Plan (CIP) that considers the impact of the investment in infrastructure, the associated debt burden, and any changes in operating costs associated with maintaining new assets. The CIP shows funding for current year and five years out.

The below information is a summary of the expected expenditures under the five-year plan from the 2020 CIP:

- Bridge replacements, repairs and maintenance - $27.5 million
- Fire equipment and station repairs and maintenance - $17.0 million
- Library building improvements and collection acquisitions - $7.1 million
- Municipal building replacements and improvements - $71.8 million
- Park improvements and equipment replacement - $33.4 million
- Street repairs and maintenance - $214.0 million
- Parking (on-street and in-ramp) improvements and repairs - $8.3 million
- Sanitary sewer improvements and repairs - $40.2 million
- Storm water improvements and repairs - $85.6 million

Relevant Financial Policies

The City regards General Fund unassigned fund balance as a critical component of fiscal health and has worked to improve this credit metric to continue strong bond rating. City policy for the General Fund unassigned fund balance has changed and now targets a minimum of 15% of annual expenditures, as opposed to 10% previously in place. The June 30, 2020 balance is 22.53% of expenditures, down from 24.47% in 2019.

Enterprise funds are monitored regularly and user fees adjusted to maintain required revenue bond coverage and sufficient working capital balances. The policy for the major enterprise funds is to maintain a working capital balance of 20% of annual expenditures.

The City investment policy is to invest public funds not currently needed in a manner which will provide protection of principal, meet the daily cash flow demands of the City and provide market returns. The primary objectives in priority order are safety of principal, liquidity, and return on investments.

Major Initiatives

The Council has undertaken a new strategic planning process which guides the funding choices in the capital and operating budgets ahead. Pursuit of past Council established goals has resulted in the City successfully moving forward in facilitating downtown development, neighborhood improvements, and environmental sustainability projects. Corporations have started, or have plans in place for, headquarter renovations, new building projects, or plans to locate their headquarters in downtown Des Moines. The largest transportation project, extension of the Southeast Connector eastward from SE 30th Street to U.S. Route 65, has used roughly 10 percent of its estimated $60.2 million budget. Other new development has started along the connector: commercial, residential, hotels and restaurants.

The downtown housing stock remains strong for rental units and owner-occupied condominiums. Desire for downtown residential living continues to increase, turning the downtown into a vibrant "24/7" location. New construction projects continue to take place on the east and west side of the Des Moines River, which divides the downtown. New projects on the edge of the central business district are starting. Council has approved plans or support to match private investment in streetscape and corridor enhancement projects that will provide for beautification and walkability improvements of the areas.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Des Moines for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019. This was the 43rd consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the government has to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a 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.

Preparation and publication of the *Comprehensive Annual Financial Report* were the responsibility of a team led by Finance Department Comptroller Tim McCarthy and Deputy Finance Director James Remington. This team consisted of colleagues in the Finance Department, the audit team from RSM US LLP, and many others in the City's operating departments, particularly the Housing, Engineering, and Community Development Departments. All members of the team have our deep appreciation and respect for their outstanding contributions to this report—both individually and collectively.

Respectfully submitted,

Scott E. Sanders
City Manager

Nickolas J. Schaul
Finance Director/Treasurer

City Hall • 400 Robert D Ray Drive • Des Moines, Iowa 50309

CITY OF DES MOINES

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Des Moines
Iowa

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO

CITY OF DES MOINES

City of Des Moines, Iowa
Table of Organization

Citizens of Des Moines

ELECT

Des Moines City Council
Frank Cownie, Mayor
Carl Voss, At-Large
Connie Boesen, At-Large
Bill Gray, Ward I
Linda Westergaard, Ward II
Josh Mandelbaum, Ward III
Joe Gatto, Ward IV

APPOINTS

- City Attorney
- City Manager
  - Neighborhood Services
  - Engineering
  - Fire
  - Human Resources
  - Park and Recreation
  - Public Works
  - Economic Development
  - Finance
  - Housing Services
  - Information Technology
  - Police
- City Clerk
- Boards, Commissions and Committeees
  - Access Advisory Board
  - Airport Board
  - Citizen Odor Board
  - Civil Service Commission
  - Enterprise Community Steering Committee
  - Historic Preservation Commission
  - Housing Appeals Board
  - Human Rights Commission
  - Board of Library Trustees
  - Licensing and Appeals Board
  - Metro Advisory Council
  - Des Moines Area Regional Transit
  - Neighborhood Revitalization Board
  - Park and Recreation Board
  - Plan and Zoning Commission
  - Power Engineers Examining Board
  - Public Housing Advisory Board
  - Sister City Commission
  - Skywalk Committee
  - Strategic Planning Commission
  - Traffic Safety Commission
  - Urban Design Review Board
  - Water Works Board of Trustees
  - Youth Advisory Board
  - Zoning Board of Adjustment

As of 6/30/20

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
ELECTED AND APPOINTED OFFICIALS
For the Fiscal Year Ended June 30, 2020

Elected Officials:		Term Expires
Frank Cownie	Mayor	1/1/2024
Carl Voss	Council Member, At-Large	1/1/2024
Connie Boesen	Council Member, At-Large	1/1/2022
Bill Gray	Council Member, Ward I	1/1/2022
Linda Westergaard	Council Member, Ward II	1/1/2024
Josh Mandelbaum	Council Member, Ward III	1/1/2022
Joe Gatto	Council Member, Ward IV	1/1/2024

Council-Appointed Officials:

Scott Sanders	City Manager
Jeffrey D. Lester	City Attorney
P. Kay Cmelik	City Clerk

CITY OF DES MOINES

FINANCIAL SECTION

CITY OF DES MOINES

RSM

RSM US LLP

Independent Auditor's Report

Honorable Mayor and
Members of the City Council
City of Des Moines, 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 City of Des Moines, Iowa, (the City) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units, the Des Moines Airport Authority and the Des Moines Public Library Foundation, which collectively represent 100% of the assets, net position and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Des Moines Airport Authority and the Des Moines Public Library Foundation is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Visit rsmus.com/aboutus for more information regarding RSM US LLP and RSM International.

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, based on our audit and the reports of other auditors, 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 City, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, other postemployment benefit liability and related ratios, the budgetary comparison schedules, the Iowa Public Employees Retirement System pension plan schedules and the Municipal Fire and Police Retirement System of Iowa pension plan schedules, 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 and other auditors 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 and other auditors do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements and other schedules listed in the table of contents as supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of other auditors, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

RSM US LLP

Des Moines, Iowa
December 16, 2020

CITY OF DES MOINES

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

This section of the annual financial report presents an overview and analysis of the financial activities of the City of Des Moines for the fiscal year ended June 30, 2020. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal and the financial statements which follow.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City of Des Moines exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $1,069,127,375 (*net position*). Last year's June 30, 2019 total net position was $997,693,191. The total unrestricted net position of the City was negative ($27,851,521). This was comprised of unrestricted negative governmental net position ($50,530,271) and business type activities net position of $22,678,750.

- At the close of this current fiscal year, the City of Des Moines' governmental funds reported combined ending fund balances of $165,716,938 an increase of $25,009,504 in comparison with the prior year. This increase was attributable primarily to an increase in the Capital Project Fund and the new Local Option Sales Tax Fund.

- At the end of the current fiscal year, unassigned fund balance for the General Fund was $38,735,708 or 22.5 percent of total General Fund expenditures. This represents a $5,638,775 decrease in the unassigned fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Des Moines' finances, in a manner similar to a private-sector business.

The **Statement of Net Position** presents information on all of the City of Des Moines' assets, deferred outflows of resources, liabilities and deferred inflows of resources with

the difference between the assets/deferred outflows of resources and liabilities/deferred inflows of resources reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Des Moines is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City of Des Moines that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Des Moines include public safety, public works, health and social services, culture and recreation, community and economic development, and general government. The business-type activities of the City of Des Moines include the municipal housing agency, parking facilities system, sanitary sewer system, golf courses, solid waste system, and storm water utility.

The government-wide financial statements include the City of Des Moines itself (known as the *primary government*), as well as the Public Library of Des Moines Foundation, a discretely presented component unit, which raises funds for the benefit of the City's libraries and the Des Moines Airport Authority, a discretely presented component unit, which runs the airport that serves central Iowa. The Des Moines Independent Community School District, the Des Moines Waterworks, Des Moines Area Regional Transit, the Wastewater Reclamation Authority, and Metro Waste Authority provide services to the citizens of Des Moines but do not meet established criteria as component units of the City, and thus, are not included in 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 City of Des Moines, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Des Moines 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 activiti*es in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Des Moines maintains 15 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, Debt Service Fund, Tax Increment Fund, Benefit Tax Accounts Fund Franchise Fee Court Settlement Fund, Local Option Sales Tax Fund, and Capital Projects Fund, all of which are considered major funds. Data from the other 8 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

- **Proprietary Funds.** The City of Des Moines maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Des Moines' various functions. The City of Des Moines uses internal service funds to account for the equipment service center, forestry, central services, radio communications, equipment and radio replacement, and group health insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

  The City of Des Moines maintained six enterprise funds in fiscal year 2020. 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 Parking Facilities System Fund, Sewer System Fund, Storm Water Utility Fund, and Municipal Housing Agency Fund as these are

considered to be major funds of the City of Des Moines. Data from the other two enterprise funds (Golf Courses Fund and Solid Waste System Fund) are combined into a single, aggregated presentation. Individual fund data for each of these non-major enterprise funds is provided in the form of *combining statements* elsewhere in this report. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

- **Fiduciary Funds**. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Des Moines' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City has only one type of fiduciary funds: agency funds. The total assets held in the fiduciary funds at June 30, 2020 were $75,817,121 of which $70,602,464 belonged to the Des Moines Metropolitan Wastewater Reclamation Authority (WRA), an agency fund.

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

Other Information. The City's budgetary comparison schedule is presented as required supplementary information immediately following the notes to the financial statements. The combining statements referred to earlier in connection with non-major governmental funds, non-major enterprise funds, internal service funds, and agency funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Des Moines, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $1,069,127,375, at the close of the fiscal year ended June 30, 2020.

By far the largest portion of the City of Des Moines' net position, $1,042,258,051 or 97.5 percent, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The City of Des Moines uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Des Moines' investment in its capital assets is reported net of related debt, it should be noted that the

resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Des Moines' Net Position

	Governmental Activities 2020	Business-type Activities 2020	Total 2020	Governmental Activities 2019	Business-type Activities 2019	Total 2019
Current and other assets	$ 436,473,107	$ 60,090,119	$ 496,563,226	$ 386,807,963	$ 75,093,894	$ 461,901,857
Capital assets	1,121,487,963	467,817,596	$ 1,589,305,559	1,076,005,660	413,915,409	$ 1,489,921,069
Total assets	1,557,961,070	527,907,715	2,085,868,785	1,462,813,623	489,009,303	1,951,822,926
Total deferred outflow of resources	46,802,055	3,309,520	50,111,575	67,124,166	4,831,238	71,955,404
Noncurrent liabilities	614,385,225	136,007,418	750,392,643	589,038,510	133,711,205	722,749,715
Other liabilities	94,776,793	21,648,249	116,425,042	86,428,180	19,695,127	106,123,307
Total liabilities	709,162,018	157,655,667	866,817,685	675,466,690	153,406,332	828,873,022
Total deferred inflow of resources	197,752,767	2,282,533	200,035,300	194,921,622	2,290,495	197,212,117
Net position:						
Net investment in capital assets	703,716,716	338,541,335	1,042,258,051	668,196,568	308,497,550	976,694,118
Restricted	44,661,895	10,058,950	54,720,845	29,383,613	10,042,940	39,426,553
Unrestricted	(50,530,271)	22,678,750	(27,851,521)	(38,030,704)	19,603,224	(18,427,480)
Total net position	$ 697,848,340	$ 371,279,035	$ 1,069,127,375	$ 659,549,477	$ 338,143,714	$ 997,693,191

An additional portion of the City of Des Moines' net position, $54,720,845 (5.1 percent) represents resources that are subject to external restrictions on how they may be used. The balance of *unrestricted net position* is a negative net position balance of ($27,851,521). There is negative unrestricted net position as a result of the GASB 68 pension liability for both IPERS and MFPRSI booked in fiscal 2020. These liabilities represent the City's allocated share of the unfunded portion of these two pension funds. The net pension liability was measured at $177,894,533 in fiscal 2020, up from $172,065,440 in fiscal 2019, a difference of $5,829,093. The business-type activities funds have a positive unrestricted net position. The governmental activities funds have a negative unrestricted net position balance that requires additional future resources to fulfill ongoing obligations to the citizens and creditors of the governmental activities.

At the end of the current fiscal year, the City of Des Moines is able to report positive net position balances in the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The City's total net position increased by $71,434,184 during the current fiscal year. The net position in governmental activities increased by $38,298,863, while the net position in business-type activities increased by $33,135,321.

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

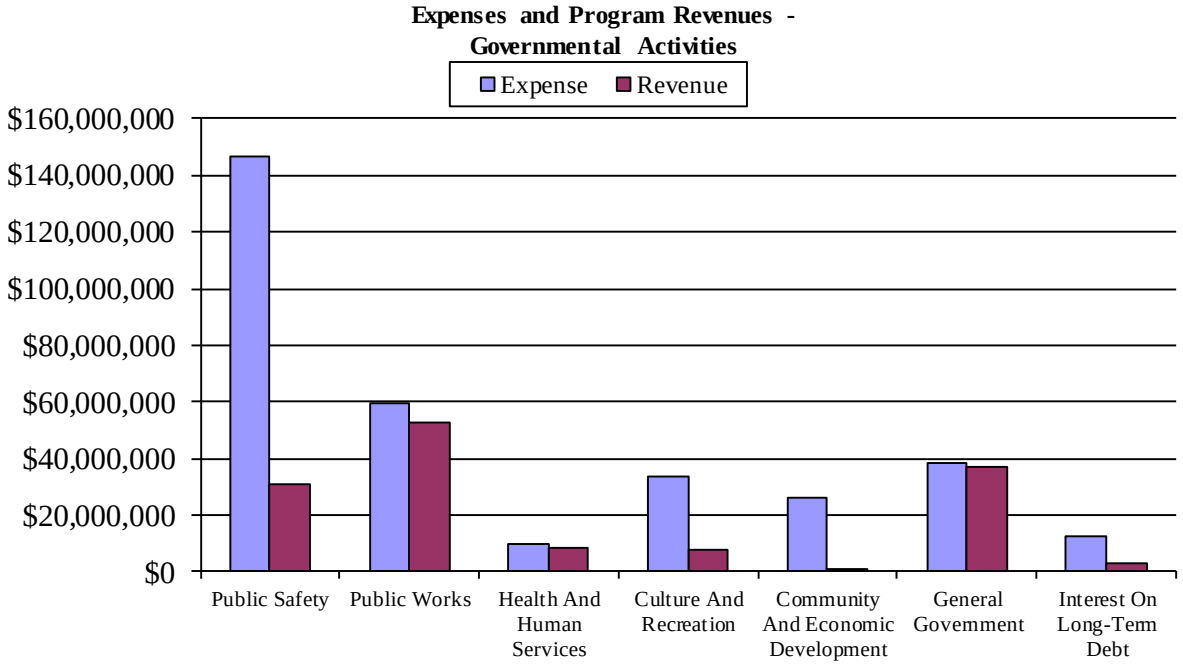
City of Des Moines' Changes in Net Position

	Governmental Activities 2020	Business-type Activities 2020	Total 2020	Governmental Activities 2019	Business-type Activities 2019	Total 2019
Revenues:						
Program revenues:						
Charges for services	$ 67,274,257	$ 100,932,299	$ 168,206,556	$ 68,792,050	$ 101,407,071	$ 170,199,121
Operating grants and contributions	46,587,654	22,062,606	68,650,260	49,900,662	20,080,393	69,981,055
Capital grants and contributions	27,273,638	5,986,598	33,260,236	19,700,455	2,581,674	22,282,129
General revenues:						
Property taxes	167,642,731	---	167,642,731	169,063,925	---	169,063,925
Other taxes	65,629,712	---	65,629,712	27,181,100	---	27,181,100
Other	2,822,723	2,009,646	4,832,369	4,147,994	15,137,275	19,285,269
Total revenues	377,230,715	130,991,149	508,221,864	338,786,186	139,206,413	477,992,599
Expenses:						
Public safety	146,897,935	---	146,897,935	133,441,851	---	133,441,851
Public works	59,581,938	---	59,581,938	55,972,797	---	55,972,797
Health and social services	9,902,331	---	9,902,331	9,555,011	---	9,555,011
Culture and recreation	33,393,608	---	33,393,608	32,790,812	---	32,790,812
Community and economic development	26,461,222	---	26,461,222	24,412,677	---	24,412,677
General government	38,695,179	---	38,695,179	38,240,535	---	38,240,535
Interest on long-term debt	12,341,923	---	12,341,923	13,174,684	---	13,174,684
Parking facilities system	---	10,682,504	10,682,504	---	12,753,186	12,753,186
Sewer system	---	41,163,607	41,163,607	---	37,884,466	37,884,466
Stormwater utility	---	19,541,537	19,541,537	---	20,312,642	20,312,642
Golf	---	301,658	301,658	---	364,359	364,359
Solid waste	---	13,499,100	13,499,100	---	14,290,636	14,290,636
Municipal Housing Agency	---	24,325,138	24,325,138	---	23,978,267	23,978,267
Total expenses	327,274,136	109,513,544	436,787,680	307,588,367	109,583,556	417,171,923
Increase/(decrease) in net position before transfers	49,956,579	21,477,605	71,434,184	31,197,819	29,622,857	60,820,676
Transfers	(11,657,716)	11,657,716	---	26,549,362	(26,549,362)	---
Increase/(decrease) in net position	38,298,863	33,135,321	71,434,184	57,747,181	3,073,495	60,820,676
Net position - beginning	659,549,477	338,143,714	997,693,191	601,802,296	335,070,219	936,872,515
Net position - ending	$ 697,848,340	$ 371,279,035	$ 1,069,127,375	$ 659,549,477	$ 338,143,714	$ 997,693,191

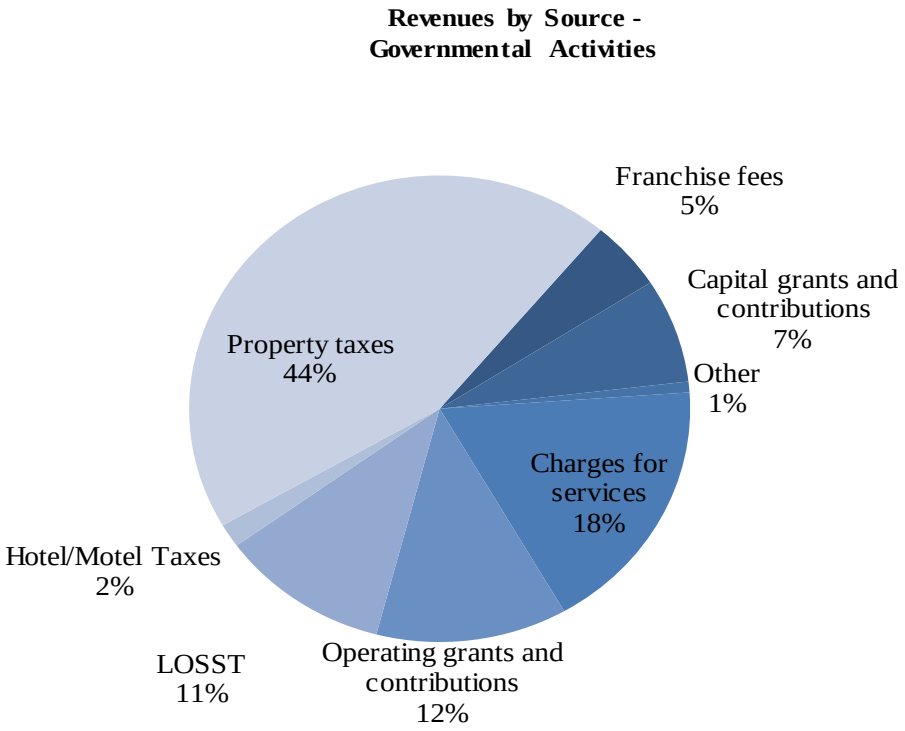
Governmental Activities. Total governmental activities revenue for the fiscal year was $377,230,715 compared to $338,786,186 in 2019. The largest single revenue source for the City was property taxes of $167,642,731. Property taxes decreased by $1,421,194 (0.8 percent) from fiscal 2019. This decrease is primarily the result of a decrease in the tax levied on property coinciding with the passage of a local option sales and service tax (LOSST) law in Polk County. Other taxes for the fiscal year 2020 were $65,629,712 compared to $27,181,100 for fiscal 2019. The increase of $38,448,612 was due to LOSST. Franchise Fee collections in the Franchise Fee Court Settlement Fund were $5,738,170.

The year-over-year increase was almost entirely due to an increase in tax revenue. This increase was due entirely to new local option sales and service taxes collected in Polk County on applicable transactions. These funds are restricted, by ordinance, for property tax relief (50.0 percent) and any lawful purpose of the City (50.0 percent). The City saw decreases in most other sources of governmental revenues during fiscal 2020 primarily due to impacts from the COVID-19 pandemic. Governmental activities increased the City's net position by $38,298,863.

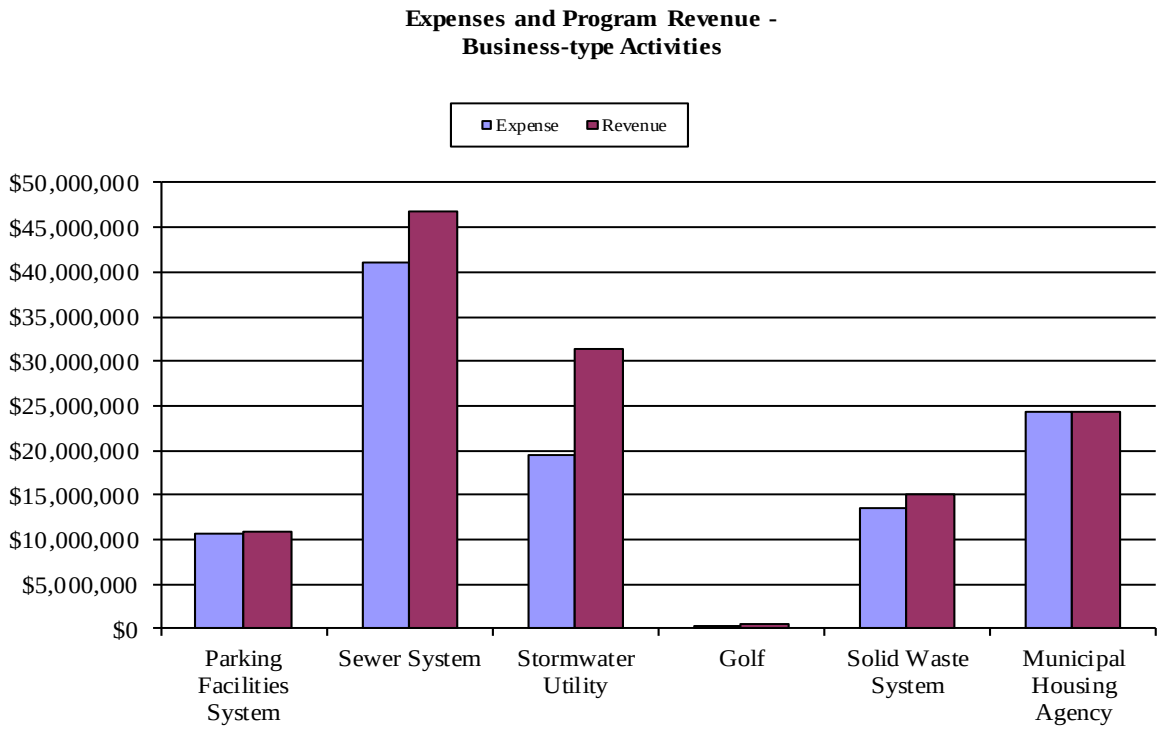
Certain revenues are generated that are specific to governmental program activities. These totaled $141,135,549 in fiscal 2020 compared to $138,393,167 in fiscal 2019. The graph below shows a comparison between the expenditures by governmental activity type and the revenues generated that are specific to those activities:



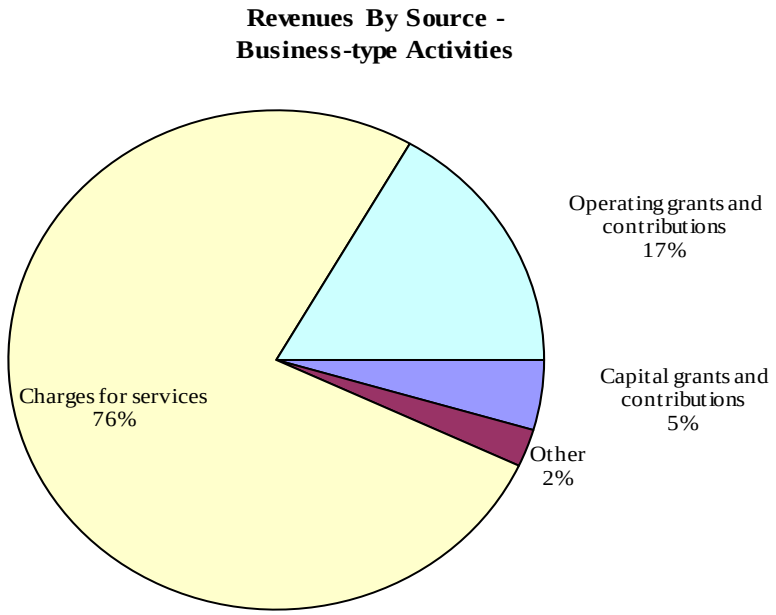
The graph below shows the percentage of the total governmental revenues allocated by each revenue type:



Business-Type Activities. Total business-type activities revenue for the fiscal year was $130,991,149 compared to $139,206,413 in 2019. All but $2,009,646 and $15,137,275 of this revenue was generated for specific business-type activity expenses in fiscal years 2020 and 2019, respectively. The large decrease in non-specific business-type revenue was due to a gain on the sale of a capital asset reported in fiscal 2019. The graph on the following page shows a comparison between the business-type activity expenditures and program revenues.



The graph below shows the breakdown of revenues by source for the business-type activities:



Business-type activities increased the City of Des Moines' net position by $33,135,321 accounting for the increase, in total, in the government's net position. Key elements of this increase are as follows:

- The Sanitary Sewer Utility increased by $11,459,209. This increase was primarily due to transfers in of $7,018,737 related to the funding of three capital projects: Lower Oak Park-Highland Park sewer separation, Near West Side sewer separation and River Bend-King Irving sewer separation.

- The Storm Water Utility increased by $17,686,658. The increase in the net position from the prior year is primarily due to a transfer of $9,000,000 from the General Fund for capital improvements to the storm water system.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

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

As of the end of the current fiscal year, the City of Des Moines' governmental funds reported combined ending fund balances of $165,716,938 an increase of $25,009,504 in comparison with the prior year. The increase was primarily driven by increases in the Debt Service Fund of $11,437,357, the Local Option Sales Tax Fund of $11,067,440, and the Capital Projects Fund of $11,575,546. The offsetting decreases were mostly in the General Fund at ($5,559,047) and the Franchise Fee Court Settlement at ($2,931,190). Fund balance identified as nonspendable totaled $10,627,880. There were restrictions of $61,179,480 on the governmental fund balance. Committed fund balance totaled $57,476,166 and unassigned fund balance totaled $36,433,412. See footnote 20 for a further breakdown of the classifications of the governmental fund balance.

The General Fund is the chief operating fund of the City of Des Moines. At the end of the current fiscal year, unassigned fund balance of the General Fund was $38,735,708 while total fund balance was $45,391,297. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 22.5 percent of total General Fund expenditures, while total fund balance represents 26.4 percent of that same amount.

The fund balance of the City of Des Moines' General Fund decreased by ($5,559,047) during the current fiscal year compared to a $11,406,033 increase in 2019. This decrease was primarily the result of total decreased revenue of ($1,264,188), a decrease in net transfers in of ($24,721,324) and offset by total decreased expenditures of ($9,440,820). The increase in transfers out was primarily due to $9,000,000 of General Fund monies designated for use by the Storm Water Enterprise Fund as part of the City's Capital Improvement Plan.

The Debt Service Fund has a total fund balance of $13,483,866. The net increase in fund balance during the current year in the Debt Service Fund was $11,437,357. The increase for the year was, in part, due to an increase of transfers in from the local option sales tax fund.

The Tax Increment Fund (TIF) has a total fund balance of $17,159,351. The net increase in fund balance during the current year in the Tax Increment Fund was $1,884,661. The net increase is due mostly to the increase in the collection of property taxes allocated to TIF.

The Capital Projects Fund has a total fund balance of $52,938,264. The net increase in fund balance during the current year in the Capital Projects Fund was $11,575,546. This increase was due to an increase of transfers in, primarily of bonds sold to pay for capital improvements.

The Benefit Tax Accounts Special Revenue Fund had a total fund balance of $537,352 at the end of fiscal 2020. The net increase is due primarily to a decrease of transfers out.

The Franchise Fee Court Settlement fund was set up in fiscal 2014 to account for City transactions related to a court ruling. A lawsuit, which became a class action suit, was made against the City for charging franchise fees. The court ruled a portion of the utility fee received by the City between September 2004 and May 2009 had to be returned to those who paid the fee because the City's costs of regulating the gas and electrical utilities were less than the amount collected. To pay the judgment, the City issued general obligation bonds. On March 4, 2014 Des Moines voters approved a referendum to raise the franchise fee by 2.5 percent for about a 7-year period to pay the debt. At the end of the fiscal year, there was a fund balance in this fund of $1,230,182. Total revenue of $5,812,160 was collected in fiscal 2020. Principal of $8,370,000 and interest and fiscal charges of $373,350 were paid in fiscal 2020. On June 8, 2020, the City passed an ordinance repealing the additional 2.5 percent fee and anticipated paying off the associated debt in fiscal 2021.

The Local Option Sales Tax fund was set up in fiscal 2020 to account for revenue received under the Local Option Sales and Service Tax passed in March 2019 and effective beginning July 1, 2019. Under the law, 50.0 percent of revenue is to be used for property tax relief while the remaining 50.0 percent may be used for any lawful purpose of the City. During the year, the fund balance increased by $11,067,440.

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

Unrestricted net position of the Parking Facility System was ($327,194); those for the Sewer System were $14,720,622; the Storm Water Utility were $21,471,269; and those for the Municipal Housing Agency were $579,223. Other factors concerning the finances of these funds have been addressed in the discussion of the City of Des Moines' business-type activities.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The City of Des Moines' investment in capital assets for its governmental and business-type activities as of June 30, 2020, amounts to $1,589,305,559 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total increase in the City of Des Moines' investment in capital assets for the current fiscal year was 6.7 percent (a 4.2 percent increase for governmental activities and a 13.0 percent increase for business-type activities).

Major capital asset events during FY20 included the following:

- $5.4 million towards the completion of the $11.4 million Locust Street Bridge over the Des Moines River project.
- $5.0 million toward Hubbell Avenue improvements between E 33rd Street and E 38th Street.
- $4.0 million towards the $10.4 million Court Avenue Bridge over the Des Moines River project.
- $2.9 million toward the $8.7 million 6th Avenue streetscape improvements.
- $1.3 million toward the $3.8 million Gray's Station stormwater basin project.
- $4.4 million toward the $7.5 million Easter Lake watershed improvements.
- $2.5 million toward the $3.1 million for the Ruan Connector.
- $1.4 million toward the $1.4 million of Witmer Park improvements.
- $13.3 million toward the $15.0 million of Closes Creek watershed improvements.
- $5.9 million toward the $15.6 million of Leetown Creekway outlet improvements.

- $1.6 million toward the $6.8 million for the NE Fire Station (Station No. 11)
- $2.9 million for repair and replacement of the City's sidewalk system.
- $18.6 million on various sewer separation projects throughout the City.
- $3.1 million toward various storm water improvements throughout the City.
- $8.9 million for Des Moines River flood mitigation improvements.
- $12.6 million for the City's various on-going street maintenance and reconstruction projects.
- $3.3 million for maintenance of the City's parking ramps.
- $4.9 million towards arterial pavement rehabilitation, primarily for the reconstruction of Fleur Drive.

City of Des Moines' Capital Assets

(amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2018
Land	$ 151,311	$ 150,428	$ 21,725	$ 19,772	$ 173,036	$ 170,200
Buildings	245,374	234,286	119,803	116,072	365,177	350,358
Improvements other than buildings	1,311,357	1,265,017	439,313	409,469	1,750,670	1,674,486
Machinery and equipment	97,599	90,444	29,537	32,286	127,136	122,730
Construction in progress	120,959	94,917	87,042	54,462	208,001	149,379
Accumulated depreciation	(805,112)	(759,086)	(229,602)	(218,146)	(1,034,714)	(977,232)
Total	$ 1,121,488	$ 1,076,006	$ 467,818	$ 413,915	$ 1,589,306	$ 1,489,921

Additional information on the City of Des Moines' capital assets can be found in note 6 of this report.

Long-Term Debt. At the end of the current fiscal year, the City of Des Moines had total bonded debt outstanding of $484,300,000. Of this amount, $402,520,000 comprises debt backed by the full faith and credit of the government. The remainder of the City of Des Moines' debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

City of Des Moines' Outstanding Debt

General Obligation and Revenue Bonds

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2018
General obligation bonds	$ 396,225,000	$ 379,345,000	$ 6,295,000	$ 19,755,000	$ 402,520,000	$ 399,100,000
Revenue bonds	22,520,000	23,415,000	59,260,000	63,480,000	81,780,000	86,895,000
Total	$ 418,745,000	$ 402,760,000	$ 65,555,000	$ 83,235,000	$ 484,300,000	$ 485,995,000

The City of Des Moines' total bonded debt decreased by ($1,695,000) which is a 0.3 percent decrease from the prior fiscal year. The key factor in this decrease was bonded debt in the enterprise funds being paid off and issuing non-bonded debt for current projects.

The City of Des Moines and the City of Des Moines Storm Water/Sewer system each maintained its debt rating of an AA+ rating from Standard & Poor's during the fiscal year.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5 percent of its total assessed valuation. The current debt limitation for the City of Des Moines is $716,441,672, which is significantly in excess of the City of Des Moines' outstanding general obligation debt ($402,520,000).

Additional information on the City of Des Moines' long-term debt can be found in Note 9 of this report.

BUDGETARY HIGHLIGHTS

In accordance with the Code of Iowa, the City Council annually adopts a budget on the modified accrual basis following required public notice and hearing which includes all funds except fiduciary funds and internal service funds. 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, public works, health and social services, culture and recreation, community and economic development, general government, debt service, capital projects, business-type/enterprises and transfers out. The legal level of control is at the aggregated function level, not at the fund or fund type level. These budget amendments are reflected in the final budgeted amounts.

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

The total original fiscal 2020 revenue budget of $469,263,454 was increased through an amendment to $493,508,869 an increase of $24,245,415. The total other financing sources and transfers in original budget of $259,617,015 was increased to $381,426,663 an increase of $121,809,648. The City continues to pursue debt refinancing opportunities as the interest rate environment continues to be favorable. The major increases to estimated revenues were due to refined estimates from LOSST and an increase in the Storm Water Utility rate for additional capital projects in response to the June 30/July 1, 2018 flood event.

Actual revenues for fiscal 2020 were $478,561,942 compared to the revised budget projection of $493,508,869, a difference of $14,946,927, or 3.1 percent.

The total original fiscal 2020 expenditure budget of $602,894,918 was increased through an amendment to $700,046,055 an increase of $97,151,137. The majority of this increase was for carryover expenditures for capital projects due to completion timing.

Expenditures were under the revised budget in total by $80,088,991. This underage was primarily due to expenditures that were under in business-type activities by $105,150,668. This underage was partially offset by the over budget amounts in general government ($6,351,742), capital outlay ($10,695,620) and debt service ($30,094,480).

See page 111 for the *Budgetary Comparison Schedule – All Governmental Funds and Enterprise Funds.*

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The outlook for the Des Moines economy continues to remain positive. The City issued 3,206 permits for construction valued at $462 million in calendar year 2019. The total value of permits issued in prior calendar years 2018 and 2017 were $507 million and $495 million, respectively.

The outlook on the economy in Des Moines and the surrounding metropolitan area has been positive with continued growth in residential, commercial and industrial activity. Surrounding cities are also seeing strong growth. The City, in conjunction with the regional Corporation for Economic Development, the Des Moines Partnership and the Convention and Visitors Bureau, continues to work diligently to spur economic development activity within the City of Des Moines and metro area. The City of Des Moines, with our economic development partners, are working with area businesses to

assist with program funds that have been allocated to the City from the U.S. Department of Housing and Urban Development and other sources available. The full effect of the pandemic is still unknown, but the City of Des Moines is continually analyzing the financial impact in response to the coronavirus outbreak.

Despite the pandemic, during calendar year 2020, Des Moines received the following accolades:

- One of the Best U.S. Cities Positioned to Bounce Back from the Pandemic — Moody's Analytics, 2020
- #2 Safest Places to Live in the U.S. — U.S. News & World Report, 2020
- Top 5 Mid-Sized Metro for Number of Economic Development Projects — Site Selection Magazine, 2020
- Top 5 Best Place to Raise Kids — SmartAsset, 2020
- Top 10 Best Place to Live in the U.S. — U.S. News & World Report, 2020
- Top 10 Best City to Live in After the Pandemic — Business Insider, 2020
- Top 10 Housing Markets for Millennials During the Pandemic — National Association of Realtors, 2020
- Top 10 City with the Most Millennial Homeowners — ImproveNet, 2020

Assessed valuations for calendar year 2019 in Des Moines increased 11.0 percent over calendar year 2018. Indicators for continued growth are positive. Construction permit values have been strong for the past three calendar years, 2017 through 2019, totaling $1.46 billion. Des Moines welcomed more than 281 multi-family, along with 439 single-family, dwelling and townhome units in calendar year 2019. Corporation renovations and new construction, along with residential, mixed use, commercial, and hotel projects are underway and planned over the next few years.

As the result of state legislation, beginning in fiscal year 2015, commercial, industrial and railroad classes of property will now be subject to a rollback. The assessed valuation for commercial and industrial property is now adjusted by 90 percent to determine the taxable valuation. The state legislature created a standing appropriation, beginning in fiscal year 2015, to reimburse local governments for the property tax reductions resulting from the new rollback for commercial and industrial property. Multi-residential property was previously taxed the same as commercial property but will now be phased down to the same rates as residential property over an 8-year period. All of this has been taken into account for the future budget.

Approximately 52.0 percent of all General Fund revenues are derived from property taxes. Continuous efforts are being made to both diversify revenues and implement strategic expense reductions. Budget actions resulted in a decrease of $0.03 to the

property tax rate of $16.64 per $1,000 of taxable valuation to $16.61 for the fiscal year ending June 30, 2021.

As part of the budget discussions in fiscal year 2019, the City Council approved multi-year rate increases for the Sanitary Sewer Enterprise. A 3.0 percent Sanitary Sewer fee increase is scheduled for July 1, 2020 and July 1, 2021 to address ongoing sewer separation requirements mandated by the federal government and fund lining projects to extend the life of the sewer system. Also during fiscal year 2019, the City Council approved multi-year rate increases for the Storm Water Enterprise. A 6.0 percent Storm Water fee increase is scheduled for January 1, 2020 and January 1, 2021, a 5.0 percent Storm Water fee increase is scheduled for January 1, 2022, and a 3.0 percent Storm Water fee increase is scheduled for January 1, 2023 to address flood protection improvements and separation of sewer systems. No additional rate changes were approved by City Council for the Parking fund. As part of the budget discussions in fiscal year 2020, the City Council approved a 5.0 percent rate increase for the monthly collection fees charged for Solid Waste services scheduled for July 1, 2020 and a 3.0 percent rate increase for July 1, 2021. City Council also approved an increase in the fee reduction for those residential owners who qualify for one under municipal code to ensure their Solid Waste service rates remain unchanged.

On July 1st, 2011 the City converted to a self-funded health care program with a third-party administrator for processing claims. The self-funded program has allowed the City to pay claims and build a reserve fund sufficient to meet State self-funded health insurance reserve requirements.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Des Moines' finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Nickolas Schaul, Finance Director, City of Des Moines, 400 Robert D Ray Drive, Des Moines, IA 50309-1891.

CITY OF DES MOINES, IOWA
STATEMENT OF NET POSITION
June 30, 2020

	PRIMARY GOVERNMENT			COMPONENT UNITS	
	GOVERN-MENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY FOUNDATION	AIRPORT AUTHORITY
ASSETS					
Current assets:					
Unrestricted current assets:					
Cash and investments	$ 172,203,963	$ 47,940,665	$ 220,144,628	$ 393,907	$ 65,266,532
Taxes receivable	191,875,715	---	191,875,715	---	---
Accounts receivable	8,592,494	359,456	8,951,950	---	6,637,317
Loans receivable, current	100,000	---	100,000	---	---
Accrued interest receivable	123,838	---	123,838	---	198,963
Internal balances	19,825,907	(19,825,907)	---	---	---
Due from other governmental units	14,057,274	7,649,644	21,706,918	---	---
Due from component unit	935,000	---	935,000	---	---
Inventory	213,450	67,149	280,599	---	165,523
Prepaid items	2,509,739	459,209	2,968,948	6,440	4,688
Total unrestricted current assets	410,437,380	36,650,216	447,087,596	400,347	72,273,023
Restricted assets:					
Cash and investments	---	744,581	744,581	3,108,655	---
Interest receivable	---	158,542	158,542	---	---
Total restricted current assets	---	903,123	903,123	3,108,655	---
Total current assets	410,437,380	37,553,339	447,990,719	3,509,002	72,273,023
Noncurrent assets:					
Restricted cash and investments	---	22,519,762	22,519,762	---	16,678,468
Restricted accounts receivable	---	---	---	---	838,175
Restricted interest receivable	---	17,018	17,018	---	---
Loans receivable, net of allowance for Doubtful accounts $4,229,311	1,942,121	---	1,942,121	---	---
Notes receivables	---	---	---	---	40,220
Special assessment receivables	2,637,385	---	2,637,385	---	---
Due from component unit	21,456,221	---	21,456,221	---	---
Other restricted assets	---	---	---	7,294	---
Capital assets:					
Land	151,310,488	21,724,535	173,035,023	---	---
Construction in progress	120,959,300	87,042,208	208,001,508	---	34,454,047
Buildings	245,374,130	119,802,703	365,176,833	---	236,568,599
Improvements other than buildings	1,311,357,006	439,313,229	1,750,670,235	---	214,133,091
Machinery and equipment	97,598,852	29,536,828	127,135,680	13,236	25,492,411
Accumulated depreciation	(805,111,813)	(229,601,907)	(1,034,713,720)	(3,582)	(269,016,882)
Total capital assets	1,121,487,963	467,817,596	1,589,305,559	9,654	241,631,266
Total noncurrent assets	1,147,523,690	490,354,376	1,637,878,066	16,948	259,188,129
Total assets	1,557,961,070	527,907,715	2,085,868,785	3,525,950	331,461,152
Deferred Outflows of Resources					
Other postemployment deferred outflows	1,920,546	290,772	2,211,318	---	82,032
Pension related deferred outflows	44,881,509	3,018,748	47,900,257	---	587,113
Loss on refunding debt	---	---	---	---	60,522
Total deferred outflows of resources	46,802,055	3,309,520	50,111,575	---	729,667

The notes to the financial statements are an integral part of this statement.

	PRIMARY GOVERNMENT			COMPONENT UNITS	
	GOVERN-MENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY FOUNDATION	AIRPORT AUTHORITY
LIABILITIES					
Current liabilities:					
Accounts payable	$ 5,435,509	$ 1,506,003	$ 6,941,512	$ ---	$ 1,553,180
Contracts payable	12,896,432	9,950,990	22,847,422	---	351,603
Accrued wages payable	8,229,228	1,059,986	9,289,214	54,062	23,035
Accrued employee benefits	24,856,828	1,146,337	26,003,165	---	72,181
Good faith, tenant, security, airport deposits	1,023,545	132,958	1,156,503	---	396,775
Accrued interest payable	1,557,714	152,190	1,709,904	---	---
Notes, loans, and bonds payable	39,683,483	6,792,037	46,475,520	---	---
Unearned revenue	159,054	163,189	322,243	---	---
Total current liabilities - from unrestricted	93,841,793	20,903,690	114,745,483	54,062	2,396,774
Current liabilities payable from restricted assets:					
Due to primary government	---	---	---	---	895,000
Notes, loans, and bonds payable	935,000	522,960	1,457,960	---	995,000
Accrued interest payable	---	221,599	221,599	---	148,432
Total current liabilities - from restricted	935,000	744,559	1,679,559	---	2,038,432
Total current liabilities	94,776,793	21,648,249	116,425,042	54,062	4,435,206
Noncurrent liabilities:					
Accrued employee benefits	13,335,712	1,935,549	15,271,261	---	917,554
Other post retirement benefits	19,862,631	3,007,222	22,869,853	---	403,743
Net pension liability	166,300,696	11,593,837	177,894,533	---	3,308,416
Other liabilities, claims and judgments	896,500	334,778	1,231,278	---	---
Due to primary government	---	---	---	---	22,520,000
Notes, loans, and bonds payable, net	413,989,686	119,136,032	533,125,718	---	10,223,349
Total noncurrent liabilities	614,385,225	136,007,418	750,392,643	---	37,373,062
Total liabilities	709,162,018	157,655,667	866,817,685	54,062	41,808,268
DEFERRED INFLOWS OF RESOURCES					
Property taxes	184,673,476	---	184,673,476	---	---
Other postretirement deferred inflows	3,021,965	457,529	3,479,494	---	119,508
Pension related deferred inflows	10,057,326	1,825,004	11,882,330	---	633,906
Total deferred inflows of resources	197,752,767	2,282,533	200,035,300	---	753,414
NET POSITION					
Net investment in capital assets	703,716,716	338,541,335	1,042,258,051	---	207,058,439
Restricted:					
Public housing program	---	2,912,354	2,912,354	---	---
Debt retirement	13,156,334	7,146,596	20,302,930	---	4,716,509
Corpus non-expendable permanent	4,249,971	---	4,249,971	1,136,625	---
Donor restricted temporary	---	---	---	1,543,172	---
Capital projects	2,369,327	---	2,369,327	---	---
Public works	10,421,670	---	10,421,670	---	---
Police and fire	531,296	---	531,296	---	---
Culture and recreation	1,748,302	---	1,748,302	---	---
Other restricted assets	12,184,995	---	12,184,995	---	16,504,996
Unrestricted	(50,530,271)	22,678,750	(27,851,521)	792,091	61,349,193
Total net position	$ 697,848,340	$ 371,279,035	$ 1,069,127,375	$ 3,471,888	$ 289,629,137

CITY OF DES MOINES
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2020

		PROGRAM REVENUES		
FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SALES AND SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government:				
Governmental activities:				
Public safety	$ 146,897,935	$ 27,373,638	$ 3,309,766	$ 203,178
Public works	59,581,938	2,978,646	28,288,240	21,590,076
Health and social services	9,902,331	275,145	7,999,801	---
Culture and recreation	33,393,608	2,791,514	744,791	4,515,930
Community and economic development	26,461,222	226,615	31,015	962,639
General government	38,695,179	33,628,699	3,160,317	1,815
Interest on long-term debt	12,341,923	---	3,053,724	---
Total governmental activities	327,274,136	67,274,257	46,587,654	27,273,638
Business-type activities:				
Parking facilities system	10,682,504	10,892,706	---	---
Sewer system	41,163,607	45,059,794	---	1,636,942
Stormwater utility	19,541,537	28,044,245	---	3,419,677
Golf	301,658	478,702	---	3,000
Solid waste system	13,499,100	15,034,953	---	---
Municipal Housing Agency	24,325,138	1,421,899	22,062,606	926,979
Total business-type activities	109,513,544	100,932,299	22,062,606	5,986,598
Total primary government	$ 436,787,680	$ 168,206,556	$ 68,650,260	$ 33,260,236
Component unit, Des Moines Public Library Foundation	$ 581,728	$ ---	$ 441,324	$ ---
Component unit, Des Moines Airport Authority	$ 46,501,098	$ 47,220,195	$ 8,654,432	$ 8,870,174

General revenues:

Taxes:

Property taxes, levied for general purposes

Property taxes, levied for debt service

Local Option Sales Taxes

Hotel/motel taxes

Franchise taxes

Investment earnings

Miscellaneous

Gain on disposal of capital assets

Transfers - internal activities

Total general revenues and transfers

Change in net position

Net position, beginning

Net position, ending

The notes to the financial statements are an integral part of this statement.

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION

PRIMARY GOVERNMENT			COMPONENT UNIT	
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY FOUNDATION	AIRPORT AUTHORITY
$ (116,011,353)	$ ---	$ (116,011,353)	$ ---	$ ---
(6,724,976)	---	(6,724,976)	---	---
(1,627,385)	---	(1,627,385)	---	---
(25,341,373)	---	(25,341,373)	---	---
(25,240,953)	---	(25,240,953)	---	---
(1,904,348)	---	(1,904,348)	---	---
(9,288,199)	---	(9,288,199)	---	---
(186,138,587)	---	(186,138,587)	---	---
---	210,202	210,202	---	---
---	5,533,129	5,533,129	---	---
---	11,922,385	11,922,385	---	---
---	180,044	180,044	---	---
---	1,535,853	1,535,853	---	---
---	86,346	86,346	---	---
---	19,467,959	19,467,959	---	---
$ (186,138,587)	$ 19,467,959	$ (166,670,628)	$ ---	$ ---
			$ (140,404)	
				$ 18,243,703
142,199,633	---	142,199,633	---	---
25,443,098	---	25,443,098	---	---
41,340,012	---	41,340,012	---	---
6,199,754	---	6,199,754	---	---
18,089,946	---	18,089,946	---	---
3,037,955	1,725,493	4,763,448	528,507	2,035,553
(215,232)	161,526	(53,706)	149,209	---
---	122,627	122,627	---	---
(11,657,716)	11,657,716	---	---	---
224,437,450	13,667,362	238,104,812	677,716	2,035,553
38,298,863	33,135,321	71,434,184	537,312	20,279,256
659,549,477	338,143,714	997,693,191	2,934,576	269,349,881
$ 697,848,340	$ 371,279,035	$ 1,069,127,375	$ 3,471,888	$ 289,629,137

CITY OF DES MOINES, IOWA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

	GENERAL	DEBT SERVICE	TAX INCREMENT	BENEFIT TAX ACCOUNTS
ASSETS				
Cash and investments	$ 38,244,284	$ 13,054,990	$ 16,593,666	$ 175,629
Taxes receivable	72,498,228	28,205,559	41,143,986	25,083,795
Accounts receivable	5,736,924	---	---	---
Loans receivable, net of allowance for doubtful accounts	---	---	---	---
Accrued interest receivable	82,084	---	---	---
Due from other funds	3,026,915	---	---	---
Due from other governmental units	326,541	---	---	---
Advance to other funds	3,924,453	---	---	---
Special assessment receivables	---	---	---	---
Prepaid items	1,731,136	---	---	---
Total assets	$ 125,570,565	$ 41,260,549	$ 57,737,652	$ 25,259,424
LIABILITIES				
Accounts payable	$ 2,098,520	$ 1,562	$ 9,860	$ ---
Contracts payable	2,992	---	---	---
Accrued wages payable	6,653,606	---	---	---
Accrued employee benefits	---	---	---	---
Due to other funds	---	---	---	---
Unearned revenue	---	---	---	---
Good faith, security deposits	902,610	---	---	---
Total liabilities	9,657,728	1,562	9,860	---
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	70,521,540	27,775,121	40,568,441	24,722,072
Unavailable revenue - intergovernmental	---	---	---	---
Unavailable revenue - special assessments	---	---	---	---
Total deferred inflows of resources	70,521,540	27,775,121	40,568,441	24,722,072
FUND BALANCES (DEFICITS)				
Nonspendable	5,655,589	---	---	---
Restricted	---	13,483,866	17,159,351	537,352
Committed	1,000,000	---	---	---
Unassigned	38,735,708	---	---	---
Total fund balances	45,391,297	13,483,866	17,159,351	537,352
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 125,570,565	$ 41,260,549	$ 57,737,652	$ 25,259,424

The notes to the financial statements are an integral part of this statement.

FRANCHISE FEE COURT SETTLEMENT	LOCAL OPTION SALES TAX	CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
$ 6,560	$ 7,945,280	$ 62,428,127	$ 17,673,426	$ 156,121,962
---	3,218,298	---	21,711,313	191,861,179
1,223,622	761	1,338,656	281,663	8,581,626
---	---	---	2,042,121	2,042,121
---	---	---	41,754	123,838
---	---	---	110,075	3,136,990
---	---	4,799,937	8,825,974	13,952,452
---	---	---	---	3,924,453
---	---	2,637,385	---	2,637,385
---	---	98,716	623,604	2,453,456
$ 1,230,182	$ 11,164,339	$ 71,302,821	$ 51,309,930	$ 384,835,462
$ ---	$ 75,917	$ 390,953	$ 1,990,180	$ 4,566,992
---	---	12,855,825	37,615	12,896,432
---	20,982	207,020	1,087,902	7,969,510
---	---	---	684,495	684,495
---	---	315,819	1,432,975	1,748,794
---	---	143,935	---	143,935
---	---	---	120,935	1,023,545
---	96,899	13,913,552	5,354,102	29,033,703
---	---	---	21,086,302	184,673,476
---	---	1,813,620	960,340	2,773,960
---	---	2,637,385	---	2,637,385
---	---	4,451,005	22,046,642	190,084,821
---	---	98,716	4,873,575	10,627,880
1,230,182	11,067,440	916,421	16,784,868	61,179,480
---	---	52,274,363	4,201,803	57,476,166
---	---	(351,236)	(1,951,060)	36,433,412
1,230,182	11,067,440	52,938,264	23,909,186	165,716,938
$ 1,230,182	$ 11,164,339	$ 71,302,821	$ 51,309,930	$ 384,835,462

CITY OF DES MOINES, IOWA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
June 30, 2020

Total governmental fund balances	$ 165,716,938
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.	1,105,492,081
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred inflows of resources in the governmental funds balance sheet.	5,411,345
Long-term receivables are not available to pay for current-period expenditures, and therefore, are not reported in the funds; Due from component unit.	22,391,221
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets, deferred outflow of resources, liabilities and deferred inflows of resources of the internal service funds are included in governmental activities in the statement of net position.	
Capital assets, net of accumulated depreciation	15,995,882
Other current assets	16,481,960
Deferred outflow of resources, pension related items	780,379
Deferred outflow of resources, OPEB related items	84,031
Other current liabilities	(3,611,668)
Net pension liability - IPERS	(2,997,131)
Other accrued post retirement benefits	(869,060)
Other noncurrent liabilities	(370,185)
Deferred inflow of resources, pension related items	(471,782)
Deferred inflow of resources, OPEB related items	(132,222)
	24,890,204
Internal service funds allocated to business-type activities	14,708,495

Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore are not reported in the governmental funds, as follows:

Deferred outflows of resources - IPERS	11,031,911
Deferred outflows of resources - MFPRSI	33,069,219
Deferred outflows of resources - OPEB	1,836,515
Deferred inflows of resources - IPERS	(6,669,415)
Deferred inflows of resources - MFPRSI	(2,916,129)
Deferred inflows of resources - OPEB	(2,889,743)
	33,462,358

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

Unamortized premium cost	(24,070,504)
Accrued employee benefits	(34,864,783)
Other accrued post retirement benefits	(18,993,571)
Accrued interest payable	(1,557,714)
Notes payable	(4,311,444)
Section 108 loans payable	(7,610,000)
General obligation bonds payable	(396,225,000)
Other liabilities, claims and judgments	(896,500)
Revenue bonds payable, net of discount of $128,779	(22,391,221)
Net pension liability - IPERS	(42,369,270)
Net pension liability - MFPRSI	(120,934,295)
	(674,224,302)
Net position of governmental activities	$ 697,848,340

The notes to the financial statements are an integral part of this statement.

CITY OF DES MOINES, IOWA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICITS)
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2020

	GENERAL	DEBT SERVICE	TAX INCREMENT	BENEFIT TAX ACCOUNTS
Revenues:				
Taxes	$ 71,230,732	$ 25,443,098	$ 34,946,250	$ 21,389,439
Franchise fees	12,351,776	---	---	---
Licenses and permits	4,318,812	---	---	---
Fines and forfeitures	6,475,104	---	---	---
Charges for sales and services	17,329,715	---	---	---
Use of money and property	3,817,018	105,196	1,053,334	---
Miscellaneous	15,858,559	---	---	---
Intergovernmental	4,514,664	3,053,724	---	858,905
Total revenue	135,896,380	28,602,018	35,999,584	22,248,344
Expenditures:				
Current:				
Public safety	115,979,617	---	---	---
Public works	4,823,649	---	---	---
Health and social services	777,298	---	---	---
Culture and recreation	19,020,233	---	---	---
Community and economic development	5,914,511	---	16,650,045	---
General government	24,650,353	233,347	---	---
Capital outlay	766,178	---	---	---
Debt service:				
Principal retirement	---	82,061,908	716,000	---
Interest and fiscal charges	---	17,911,797	178,906	---
Total expenditures	171,931,839	100,207,052	17,544,951	---
Excess (deficiency) of revenues over expenditures	(36,035,459)	(71,605,034)	18,454,633	22,248,344
Other financing sources (uses):				
Transfers in	46,140,671	34,912,713	---	---
Transfers out	(15,680,034)	(70,519,682)	(16,569,972)	(22,095,468)
Premium on bond issue	---	12,589,360	---	---
General obligation bonds issued	---	106,060,000	---	---
Proceeds from damage claims	3,719	---	---	---
Proceeds from capital asset sale	12,056	---	---	---
Total other financing sources (uses)	30,476,412	83,042,391	(16,569,972)	(22,095,468)
Net change in fund balances	(5,559,047)	11,437,357	1,884,661	152,876
Fund balances, beginning of year	50,950,344	2,046,509	15,274,690	384,476
Fund balances, end of year	$ 45,391,297	$ 13,483,866	$ 17,159,351	$ 537,352

The notes to the financial statements are an integral part of this statement.

FRANCHISE FEE COURT SETTLEMENT	LOCAL OPTION SALES TAX	CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
$ ---	$ 41,340,012	$ ---	$ 20,832,966	$ 215,182,497
5,738,170	---	---	---	18,089,946
---	---	---	108,722	4,427,534
---	---	---	19,262	6,494,366
---	43,270	60,872	776,494	18,210,351
73,990	---	(131,921)	137,517	5,055,134
---	1,529	5,225,593	2,001,363	23,087,044
---	---	13,070,858	41,395,294	62,893,445
5,812,160	41,384,811	18,225,402	65,271,618	353,440,317
---	---	139,216	3,418,178	119,537,011
---	---	1,352,312	26,292,151	32,468,112
---	---	---	8,600,538	9,377,836
---	---	1,797,256	563,409	21,380,898
---	---	2,302,232	1,198,561	26,065,349
---	4,181,511	527,527	4,070,768	33,663,506
---	---	80,771,590	1,305,625	82,843,393
8,370,000	---	---	560,000	91,707,908
373,350	---	---	160,000	18,624,053
8,743,350	4,181,511	86,890,133	46,169,230	435,668,066
(2,931,190)	37,203,300	(68,664,731)	19,102,388	(82,227,749)
---	52,997	81,357,737	4,067,011	166,531,129
---	(26,188,857)	(1,333,080)	(25,801,752)	(178,188,845)
---	---	---	---	12,589,360
---	---	---	---	106,060,000
---	---	620	---	4,339
---	---	215,000	14,214	241,270
---	(26,135,860)	80,240,277	(21,720,527)	107,237,253
(2,931,190)	11,067,440	11,575,546	(2,618,139)	25,009,504
4,161,372	---	41,362,718	26,527,325	140,707,434
$ 1,230,182	$ 11,067,440	$ 52,938,264	$ 23,909,186	$ 165,716,938

CITY OF DES MOINES, IOWA
RECONCILIATION OF THE CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2020

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances: Total governmental funds	$ 25,009,504

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 depreciation exceeded capital outlays in the current period.

Capital outlay	82,843,393
Depreciation	(46,207,582)
	36,635,811

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations and disposals) is to increase/decrease net position:

Proceeds from the sale of capital assets	(241,270)
Gain (Loss) from sale of capital assets	(1,281,938)
Capital assets contributed by private sources	5,502,214
	3,979,006

Repayment on long-term receivable (due from component unit) is recognized in the governmental funds in the current year. Revenue related to the long-term receivable was recognized in the Statement of Activities at the inception of the agreement and thereby the revenue recognized in the governmental funds is reversed.

Current period payments	(895,000)
Amortization of discount on receivable	14,355
	(880,645)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	868,292

The issuance of long-term debt (e.g. bonds, loan, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items.

Amortization of premium	6,570,947
Long-term debt issued, including premiums of $12,589,360	(118,649,360)
Repayment of long-term debt principal	91,707,908
Interest	(274,463)
Amortization of discount on revenue bonds	(14,355)
	(20,659,323)

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:

Accrued employee benefits	(520,736)
Other accrued post retirement benefits	(891,189)
Claims and judgments	370,902
Pension expense - IPERS	(2,190,710)
Pension expense - MFPRSI	(11,784,717)
	(15,016,450)

Internal service funds are used by management to charge the costs of various activities internally to individual funds. The net income of certain activities of internal service funds is reported with governmental activities. 7,377,995

Change in internal service fund allocations to business-type activities 984,673

Change in net position of governmental activities	$ 38,298,863

The notes to the financial statements are an integral part of this statement.

CITY OF DES MOINES, IOWA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2020

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	PARKING FACILITIES SYSTEM	SEWER SYSTEM	STORMWATER UTILITY
ASSETS			
Current assets:			
Unrestricted current assets:			
Cash and investments	$ 3,372,716	$ 17,443,254	$ 15,839,299
Taxes receivable	---	---	---
Accounts receivable	14,895	22,638	176,217
Due from other governmental units	11,640	3,565,398	3,237,557
Inventory	---	---	---
Prepaid items	191,620	112,825	86,234
Total unrestricted current assets	3,590,871	21,144,115	19,339,307
Restricted current assets:			
Cash and investments	---	229,614	514,967
Interest receivable	---	35,066	123,476
Total restricted current assets	---	264,680	638,443
Total current assets	3,590,871	21,408,795	19,977,750
Noncurrent assets:			
Restricted cash and investments	---	1,904,822	17,702,586
Restricted interest receivable	---	---	17,018
Capital assets:			
Land	14,145,778	2,154,508	3,912,341
Construction in progress	2,838,408	39,616,900	44,586,900
Buildings	79,391,336	573,492	---
Improvements other than buildings	34,861,107	211,039,864	184,087,617
Machinery and equipment	1,066,396	7,185,870	6,018,565
Accumulated depreciation	(67,108,625)	(77,874,554)	(33,957,140)
Total capital assets, net of accumulated depreciation	65,194,400	182,696,080	204,648,283
Total noncurrent assets	65,194,400	184,600,902	222,367,887
Total assets	68,785,271	206,009,697	242,345,637
DEFERRED OUTFLOW OF RESOURCES			
Other postemployment benefits related deferred outflows	18,673	108,039	52,019
Pension related deferred outflows	164,899	1,089,398	593,078
Total deferred outflow of resources	183,572	1,197,437	645,097

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
MUNICIPAL HOUSING AGENCY	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
$ 3,351,361	$ 7,934,035	$ 47,940,665	$ 16,082,001
---	---	---	14,536
114,837	30,869	359,456	10,868
699,888	135,161	7,649,644	104,822
67,149	---	67,149	213,450
---	68,530	459,209	56,283
4,233,235	8,168,595	56,476,123	16,481,960
---	---	744,581	---
---	---	158,542	---
---	---	903,123	---
4,233,235	8,168,595	57,379,246	16,481,960
2,912,354	---	22,519,762	---
---	---	17,018	---
1,388,411	123,497	21,724,535	---
---	---	87,042,208	---
37,622,281	2,215,594	119,802,703	---
5,858,605	3,466,036	439,313,229	---
1,556,551	13,709,446	29,536,828	49,358,651
(37,988,153)	(12,673,435)	(229,601,907)	(33,362,769)
8,437,695	6,841,138	467,817,596	15,995,882
11,350,049	6,841,138	490,354,376	15,995,882
15,583,284	15,009,733	547,733,622	32,477,842
45,350	66,691	290,772	84,031
441,923	729,450	3,018,748	780,379
487,273	796,141	3,309,520	864,410

(continued)

CITY OF DES MOINES, IOWA
STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS
June 30, 2020

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	PARKING FACILITIES SYSTEM	SEWER SYSTEM	STORMWATER UTILITY
LIABILITIES			
Liabilities:			
Current liabilities:			
Accounts payable	$ 451,631	$ 111,348	$ 145,382
Contracts payable	300,590	4,328,000	5,322,400
Accrued wages payable	56,776	231,857	388,756
Accrued employee benefits	112,722	267,857	401,216
Due to other funds	1,067,172	---	---
Tenant security deposits	---	---	---
Accrued interest payable	77,933	---	74,257
Revenue bonds payable	---	1,636,456	3,655,584
General obligation bonds payable	---	---	355,000
Capital lease payable	1,144,997	---	---
Unearned revenue	---	---	---
Total current liabilities - from unrestricted	3,211,821	6,575,518	10,342,595
Current liabilities payable from restricted assets:			
Revenue bonds payable	---	206,544	316,416
Accrued interest payable	---	23,063	198,536
Total current liabilities - from restricted	---	229,607	514,952
Total current liabilities	3,211,821	6,805,125	10,857,547
Noncurrent liabilities:			
Accrued employee benefits	195,582	464,753	696,143
Other postemployment benefits	193,124	1,117,363	537,989
Net pension liability	633,312	4,183,955	2,277,783
Advance from other funds	1,184,311	---	---
Revenue bonds payable, net	---	19,200,922	71,579,914
General obligation bonds payable, net	---	---	6,965,212
Capital lease payable, net	21,389,984	---	---
Other liabilities	---	---	---
Total noncurrent liabilities	23,596,313	24,966,993	82,057,041
Total liabilities	26,808,134	31,772,118	92,914,588
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits related deferred inflows	29,383	169,999	81,851
Pension related deferred inflows	99,691	658,603	358,549
Total deferred inflow of resources	129,074	828,602	440,400
NET POSITION			
Net investment in capital assets	42,358,829	158,099,444	122,804,229
Restricted:			
Public housing program	---	---	---
Debt retirement	---	1,786,348	5,360,248
Unrestricted	(327,194)	14,720,622	21,471,269
Total net position	$ 42,031,635	$ 174,606,414	$ 149,635,746

The notes to the financial statements are an integral part of this statement.

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
MUNICIPAL HOUSING AGENCY	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
$ 564,575	$ 233,067	$ 1,506,003	$ 868,517
---	---	9,950,990	---
122,455	260,142	1,059,986	259,718
142,835	221,707	1,146,337	2,273,077
125,787	---	1,192,959	195,237
132,958	---	132,958	---
---	---	152,190	---
---	---	5,292,040	---
---	---	355,000	---
---	---	1,144,997	---
18,712	144,477	163,189	15,119
1,107,322	859,393	22,096,649	3,611,668
---	---	522,960	---
---	---	221,599	---
---	---	744,559	---
1,107,322	859,393	22,841,208	3,611,668
194,390	384,681	1,935,549	370,185
469,016	689,730	3,007,222	869,060
1,697,254	2,801,533	11,593,837	2,997,131
---	2,740,142	3,924,453	---
---	---	90,780,836	---
---	---	6,965,212	---
---	---	21,389,984	---
334,778	---	334,778	---
2,695,438	6,616,086	139,931,871	4,236,376
3,802,760	7,475,479	162,773,079	7,848,044
71,358	104,938	457,529	132,222
267,167	440,994	1,825,004	471,782
338,525	545,932	2,282,533	604,004
8,437,695	6,841,138	338,541,335	15,995,882
2,912,354	---	2,912,354	---
---	---	7,146,596	---
579,223	943,325	37,387,245	8,894,322
$ 11,929,272	$ 7,784,463	$ 385,987,530	$ 24,890,204

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
RECONCILIATION OF THE ENTERPRISE FUNDS NET POSITION
TO THE STATEMENT OF NET POSITION
For the Fiscal Year Ended June 30, 2020

Net position of enterprise funds	$ 385,987,530
Amounts reported for proprietary activities in the statement of activities are different because:	
Internal service funds are used by management to charge the costs of various activities internally to individual funds. The net expense of certain activities of internal service funds is reported with business-type	(14,708,495)
Net position of business-type activities	$ 371,279,035

The notes to the financial statements are an integral part of this statement.

CITY OF DES MOINES, IOWA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2020

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	PARKING FACILITIES SYSTEM	SEWER SYSTEM	STORMWATER UTILITY
Operating revenues:			
Charges for sales and services	$ 10,891,458	$ 45,050,635	$ 28,006,652
Operating grants	---	---	---
Miscellaneous	1,248	9,159	37,593
Total operating revenues	10,892,706	45,059,794	28,044,245
Operating expenses:			
Personal services	1,250,210	7,043,390	5,706,873
Contractual services	3,356,747	22,920,203	4,607,377
Commodities	193,280	553,109	372,471
Depreciation	3,331,090	4,598,704	4,107,017
Other charges	1,476,483	5,738,212	2,816,152
Total operating expenses	9,607,810	40,853,618	17,609,890
Operating income (loss)	1,284,896	4,206,176	10,434,355
Non-operating revenues (expenses):			
Investment earnings	459	444,120	1,137,708
Proceeds from damage claims	161,526	---	---
Interest expense and fiscal charges	(968,506)	(225,203)	(2,057,999)
Gain (loss) on disposal of capital assets	---	1,812	16,632
Total nonoperating revenues (expenses)	(806,521)	220,729	(903,659)
Income (loss) before transfers, capital grants and contributions	478,375	4,426,905	9,530,696
Capital grants and contributions	---	1,636,942	3,419,677
Transfers in	1,440,000	7,018,737	12,681,772
Transfers out	---	(1,623,375)	(7,945,487)
Change in net position	1,918,375	11,459,209	17,686,658
Total net position - beginning	40,113,260	163,147,205	131,949,088
Total net position - ending	$ 42,031,635	$ 174,606,414	$ 149,635,746

The notes to the financial statements are an integral part of this statement.

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
MUNICIPAL HOUSING AGENCY	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
$ 1,421,899	$ 15,456,770	$ 100,827,414	$ 53,235,378
22,062,606	---	22,062,606	---
---	56,885	104,885	5,328
23,484,505	15,513,655	122,994,905	53,240,706
1,582,958	5,362,734	20,946,165	5,722,554
21,233,606	5,539,338	57,657,271	31,786,202
---	550,425	1,669,285	4,589,518
1,196,248	882,146	14,115,205	3,759,547
---	858,390	10,889,237	279,993
24,012,812	13,193,033	105,277,163	46,137,814
(528,307)	2,320,622	17,717,742	7,102,892
45,311	97,895	1,725,493	---
---	---	161,526	---
---	---	(3,251,708)	---
---	104,183	122,627	275,103
45,311	202,078	(1,242,062)	275,103
(482,996)	2,522,700	16,475,680	7,377,995
926,979	3,000	5,986,598	---
86,069	---	21,226,578	---
---	---	(9,568,862)	---
530,052	2,525,700	34,119,994	7,377,995
11,399,220	5,258,763	351,867,536	17,512,209
$ 11,929,272	$ 7,784,463	$ 385,987,530	$ 24,890,204

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
RECONCILIATION OF THE CHANGE IN NET POSITION OF ENTERPRISE FUNDS TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2020

Net changes in net position in enterprise funds	$	34,119,994
Amounts reported for proprietary activities in the statement of activities are different because:		
Internal service funds are used by management to charge the costs of various activities internally to individual funds. The net expense of certain activities of internal service funds is reported with business-type		(984,673)
Change in net position of business-type activities	$	33,135,321

The notes to the financial statements are an integral part of this statement.

CITY OF DES MOINES, IOWA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2020

	BUSINESS-TYPE ACTIVITIES -		
	PARKING	SEWER SYSTEM	STORMWATER UTILITY
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	$ 10,867,481	$ 43,062,462	$ 25,759,106
Receipts from interfund services provided	---	---	---
Payments to suppliers	(5,744,418)	(29,506,231)	(8,016,359)
Payments to employees	(1,335,514)	(5,092,112)	(6,557,730)
Receipts from miscellaneous revenue	---	9,159	37,593
Proceeds from damage claims	161,526	---	---
Payments for interfund services used	---	---	---
Net cash provided (used) by operating activities	3,949,075	8,473,278	11,222,610
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Payments to interfund accounts	(389,598)	---	(2,760,850)
Proceeds from interfund accounts	680,132	2,760,850	---
Transfers In	1,440,000	7,018,737	12,681,772
Transfers Out	---	(1,623,375)	(7,945,487)
Intergovernmental receipts	---	---	---
Net cash provided (used) by capital and related financing activities	1,730,534	8,156,212	1,975,435
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from intergovernmental and capital grants	---	---	1,153,170
Interest paid on capital debt	(1,003,141)	(676,155)	(2,776,909)
Principal paid on long-term debt and leases	(1,965,000)	(11,441,000)	(11,101,000)
Proceeds from issuance of revenue bonds	---	10,177,080	9,432,078
Proceeds from issuance of general obligation bonds	---	---	6,295,000
Proceeds from premium on revenue bonds	---	---	1,025,212
Proceeds from sale of capital assets	---	4,094	19,773
Acquisition and construction of capital assets	(3,316,775)	(20,385,819)	(35,494,241)
Net cash provided by (used) by capital and related financing activities	(6,284,916)	(22,321,800)	(31,446,917)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments	$ ---	$ 1,805,694	$ 48,343,341
Purchase of investments	---	(1,805,694)	(34,269,934)
Interest and dividends received	16,139	369,638	1,205,225
Net cash provided (used) by investing activities	16,139	369,638	15,278,632
Net increase (decrease) in cash and cash equivalents	(589,168)	(5,322,672)	(2,970,240)
Cash and cash equivalents, beginning of year	3,961,884	22,995,540	19,324,506
Cash and cash equivalents, end of year	$ 3,372,716	$ 17,672,868	$ 16,354,266

MUNICIPAL HOUSING AGENCY	OTHER ENTERPRISE FUNDS	TOTALS	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
$ 23,150,611	$ 15,746,483	$ 118,586,143	$ 46,352,650
---	---	---	8,253,569
(20,864,302)	(7,101,541)	(71,232,851)	(36,756,231)
(1,680,140)	(5,144,527)	(19,810,023)	(5,524,166)
---	---	46,752	---
---	---	161,526	---
---	---	---	(279,587)
606,169	3,500,415	27,751,547	12,046,235
---	(17,335)	(3,167,783)	124,427
---	---	3,440,982	---
86,069	---	21,226,578	---
---	---	(9,568,862)	---
---	---	---	(6,532)
86,069	(17,335)	11,930,915	117,895
926,979	3,000	2,083,149	---
---	---	(4,456,205)	---
---	---	(24,507,000)	---
---	---	19,609,158	---
---	---	6,295,000	---
---	---	1,025,212	---
---	237,973	261,840	292,405
(928,840)	(244,407)	(60,370,082)	(8,644,334)
(1,861)	(3,434)	(60,058,928)	(8,351,929)
$ ---	$ ---	$ 50,149,035	$ ---
---	---	(36,075,628)	---
45,311	97,895	1,734,208	---
45,311	97,895	15,807,615	---
735,688	3,577,541	(4,568,851)	3,812,201
5,528,027	4,356,494	56,166,451	12,269,800
$ 6,263,715	$ 7,934,035	$ 51,597,600	$ 16,082,001

(continued)

CITY OF DES MOINES, IOWA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2020

	BUSINESS-TYPE ACTIVITIES -		
	PARKING	SEWER SYSTEM	STORMWATER UTILITY
Reconciliation of cash and cash equivalents to specific assets on the combined statement of net position:			
Unrestricted cash and investments	$ 3,372,716	$ 17,443,254	$ 15,839,299
Restricted cash and investments - current	---	229,614	514,967
Restricted cash and investments - noncurrent	---	1,904,822	17,702,586
Less items not meeting the definition of cash equivalents	---	(1,904,822)	(17,702,586)
Cash and cash equivalents, end of year	3,372,716	17,672,868	16,354,266
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	$ 1,284,896	$ 4,206,176	$ 10,434,355
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	3,331,090	4,598,704	4,107,017
Proceeds from damage claims	161,526	---	---
(Increase) decrease in accounts and taxes receivable	(13,585)	27,919	(175,921)
(Increase) decrease in special assessments receivable	---	14,511	30,996
(Increase) decrease in due from other governmental units	(11,640)	(2,030,603)	(2,102,621)
(Increase) decrease in inventories	---	---	---
(Increase) decrease in prepaid items	(189,988)	(83,559)	(63,525)
Increase (decrease) in accounts and contracts payable	(717,908)	(211,148)	(156,834)
Increase (decrease) in accrued wages payable	8,359	28,186	91,709
Increase (decrease) in accrued employee benefits and other postemployment benefits	41,304	(7,223)	59,423
Increase (decrease) in due to other governmental units	---	---	---
Increase in other liabilities, self-sufficiency participation and tenant security deposits	---	---	---
Increase (decrease) in unearned revenue	---	---	---
(Increase) decrease in deferred outflows	91,848	(35,552)	936,635
Increase (decrease) in deferred inflows	(10,214)	250,511	(309,570)
(Increase) decrease in net pension liability	(26,613)	1,715,356	(1,629,054)
Total adjustments	2,664,179	4,267,102	788,255
Net cash provided (used) by operating activities	$ 3,949,075	$ 8,473,278	$ 11,222,610
Schedule of noncash investing and financing activities:			
Increase (decrease) in fair value of investments	$ ---	$ (54,279)	$ 55,396
Schedule of noncash capital and related financing activities:			
Gain (loss) on disposal of capital assets	$ ---	$ 1,812	$ 16,632
Payments on accounts or contracts payable for acquisition of capital assets	---	667,740	3,215,334
Capital assets contributed	---	1,636,942	2,266,507

The notes to the financial statements are an integral part of this statement.

MUNICIPAL HOUSING AGENCY	OTHER ENTERPRISE FUNDS	TOTALS	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
$ 3,351,361	$ 7,934,035	$ 47,940,665	$ 16,082,001
---	---	744,581	---
2,912,354	---	22,519,762	---
---	---	(19,607,408)	---
6,263,715	7,934,035	51,597,600	16,082,001
$ (528,689)	$ 2,320,622	$ 17,717,360	$ 7,102,892
1,196,248	882,146	14,115,205	3,759,547
---	---	161,526	---
(79,499)	43,417	(197,669)	1,361,589
---	69,818	115,325	---
(364,694)	(24,884)	(4,534,442)	16,540
---	---	---	120,565
56,350	(68,530)	(349,252)	(138,028)
313,336	(84,858)	(857,412)	(556,552)
4,484	67,128	199,866	42,484
35,155	51,413	180,072	254,367
76,647	---	76,647	---
43,918	---	43,918	---
(10,266)	144,477	134,211	---
84,257	444,530	1,521,718	473,352
136,726	(75,415)	(7,962)	(81,900)
(357,804)	(269,449)	(567,564)	(308,621)
1,134,858	1,179,793	10,034,187	4,943,343
$ 606,169	$ 3,500,415	$ 27,751,547	$ 12,046,235
$ ---	$ ---	$ 1,117	$ ---
$ ---	$ 104,183	$ 122,627	$ 275,103
---	---	3,883,074	---
---	---	3,903,449	---

CITY OF DES MOINES, IOWA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2020

	AGENCY FUNDS
ASSETS	
Cash and investments	$ 74,053,087
Accounts receivable	1,764,034
Total assets	$ 75,817,121
LIABILITIES	
Accounts payable	$ 75,807,546
Good faith/earnest deposits	9,575
Total liabilities	$ 75,817,121

The notes to the financial statements are an integral part of this statement.

1. Summary of Significant Accounting Policies

The following is a summary of significant accounting policies employed in the preparation of these financial statements.

A. Reporting Entity

The City of Des Moines is located in Polk County and was first incorporated as a town in 1851 and as a city in 1857 under the laws of the State of Iowa. The City operates under the council-manager-ward form of government.

In accordance with the Codification of Governmental Accounting and Financial Reporting Standards, the City has considered all potential organizations for which the nature and significance of their relationships with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a majority of an organization's governing body, and (1) the ability of the City to impose its will on that organization or (2) the potential for that organization to provide specific benefits to or impose specific financial burdens on the City.

The discretely presented component units discussed below are included in the City's reporting entity because of the nature and significance of their relationship with the City and the ongoing financial support. The component units are discretely presented and reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the City.

The Des Moines Public Library Foundation (Foundation) has a December 31st year-end. The Foundation is a non-profit community foundation founded to provide financial support to the Public Library of Des Moines by fund raising from the private sector, by indirectly supporting library advocacy groups, and by fostering innovative public and private collaboration. Money raised by the Foundation serves to enhance the operating budget of the public library by enhancing its collections, facilities and services, both traditional and technological, beyond what tax dollars provide. The Foundation is presented as a discretely presented component unit as it meets the requirements of GASB Statement No. 39. The Foundation publishes its own annual financial report, which is available at their office 1000 Grand Avenue, Des Moines, IA 50309.

The Des Moines Airport Authority (the Authority) has a December 31st year-end. The Authority is responsible for the operation of the Des Moines International Airport and was established on November 1, 2011 pursuant to Section 330A of Iowa Code. A five-member board governs the Authority and is appointed by the Des Moines City Council.

Upon dissolution of the Authority, all assets, deferred outflows of resources, liabilities and deferred inflows of resources would revert back to the City. The Authority publishes its own annual financial report, which is available at their office at 5800 Fleur Drive, Des Moines, Iowa 50321. Due to the different year-end, the amount reported by the Authority as due to the primary government and the primary government due from the Authority do not agree by $1,023,779.

B. 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 non-fiduciary activities of the City. For the most part, the effect of inter-fund activity has been removed from these statements. However, inter-fund services provided and used are not eliminated in the process of consolidation. 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. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

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

C. Fund Accounting

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

(1) Governmental Fund Types

Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and deferred outflows of resources and liabilities and 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 comprise the City's major governmental funds:

(a) General Fund

The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. Many of the more important activities of the City, including operation of the City's general service departments; street and highway maintenance; public safety, parks, cemetery, library, and recreation programs, are accounted for in this fund.

The following accounts are included in this fund:

General – To account for those resources funding traditional government functions not related to minor other activity detailed below.

Other General – To account for several minor general fund activities not material enough to disclose separately (i.e. Benchmarking and City-wide Training, City match of Federal Police grant, and Employee Wellness Program).

(b) Tax Increment Fund

The Tax Increment Fund, a special revenue fund, accounts for receipt of property taxes allocated to various tax increment financing districts and used to pay the principal and interest on tax increment debt.

(c) Debt Service Fund

The Debt Service Fund is used to account for the funding and payment of interest and principal of general obligation and tax increment debt of the City.

(d) Capital Projects Fund

The Capital Projects Fund is used to account for all resources used in the acquisition and construction of capital facilities and other capital assets, with the exception of those that are financed through proprietary funds.

The following accounts are included in this fund:

Bridge Projects – To account for funding and construction of bridge projects.

Fire Protection Projects – To account for funding and construction for improvements to the City's fire stations and the acquisition of major firefighting apparatus.

Library Projects – To account for funding and construction of major projects in the City's Library System.

Municipal Buildings Projects – To account for funding, construction, and improvements to municipal buildings not financed by enterprise operations.

Park Improvement Projects – To account for funding and construction for major projects related to improvements to the City's Parks System.

Other Capital Projects – To account for projects that don't fit into one of the other categories but require significant capital investment to complete, such as technology and environmental projects.

Special Assessment Projects – To account for the collection of special assessment revenue utilized in major construction projects including streets, sidewalks, and sewers that provide benefit to particular property owners.

Street Projects – To account for funding and construction of street, traffic control, and sidewalk projects.

Urban Renewal Projects – To account for funding and construction of urban renewal projects.

(e) Benefit Tax Accounts Fund

Benefit Tax Accounts Fund, a special revenue fund, is used to account for the receipt and disbursement of property taxes generated by the trust and agency levy. The purpose of this portion of the levy is to fund employers' share of costs for pensions and retirement systems.

(f) Franchise Fee Court Settlement Fund

Franchise Fee Court Settlement Fund, a special revenue fund, is used to account for the receipt and disbursement of voter approved franchise fee supplement receipts. The purpose of the supplement is to retire the general obligation bonds, whose proceeds were used to settle the judgment entered by the district court on November 27, 2013. This fund is major for public purpose.

(g) Local Option Sales Tax

Local Option Sales Tax Fund, a special revenue fund, is used to account for the receipt and disbursement of local option sales tax revenue generated by a one-cent tax on taxable purchases within City limits. The tax was approved by voters on March 5, 2019 and is designated by City Council action to be used for property tax relief (50%) and other lawful purposes of the City (50%).

The other governmental funds of the City are considered non-major and are as follows:

Special revenue funds are used to account for revenues derived from specific sources, which are usually required by law or regulation to be accounted for in separate funds.

The following non-major funds are included in this fund type:

Community Development Block Grant (CDBG) – To account for the Community Development Block Grant Program administered by the U.S. Department of Housing and Urban Development.

Community Services – To account for the administration of federal programs designed to provide various services to the City's elderly and low to moderate income residents.

Other Employee Benefits – To account for the receipt and disbursement of property taxes generated by the trust and agency levy. The purpose of this portion of the levy is to fund employers' share of costs of employee benefits that are not related to pensions or retirement.

Road Use Tax – To account for state revenues allocated to the City for maintenance and improvement of City streets.

Other Special Revenue – To account for several minor special revenue activities not material enough to disclose separately.

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs. The following non-major funds are included in this fund type:

Permanent Cemetery Maintenance – Accounts for the fees collected for cemetery maintenance and related disbursements.

Swartzell Endowment – Accounts for the principal and interest earnings of the trust, established to fund the cost of perennial plantings and public beautification projects.

Weise Bird Habitats - Accounts for the funds bequeathed to the City under the will of Ruth E. Weise, to be used for the planting, cultivation, and preservation of trees and shrubs, and nesting, feeding habitats, and stations for birds in City parks.

(2) Proprietary Fund Types

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

Enterprise funds are used to finance and account for the acquisition, operation, and maintenance of the City's facilities and services which are supported primarily by user charges. The following comprise the City's major enterprise funds:

(a) Stormwater Utility Fund – To account for the operation and maintenance of the City's Stormwater Utility.

(b) Parking Facilities System Fund – To account for the operation and maintenance of the City's on and off street public parking facilities, except for those facilities operated by the Des Moines Airport Authority.

(c) Sewer System Fund – To account for the operation and maintenance of the City's Sanitary Sewer System.

(d) Municipal Housing Agency Fund – To account for operations of the Federal Section 8 Rent Payment Assistance Program and low-income housing projects. This fund is major for public purpose.

The other enterprise funds of the City are considered non-major and are as follows:

Golf Courses **–** To account for the operation and maintenance of the City's three golf courses: Waveland, Grandview, and A.H. Blank.

Solid Waste System **–** To account for the operation and maintenance of the City's Solid Waste Collection System.

Internal service funds are used to finance and account for services and commodities provided by designated departments or agencies to other departments and agencies of the City.

The following funds are included in this fund type:

Central Services **–** To provide telephone services and miscellaneous field supplies to City departments.

Equipment Replacement **–** To finance the replacement of automotive equipment, as necessary. The automotive equipment is initially acquired by the various user departments.

Equipment Service Center **–** To provide maintenance and repair services for City automotive equipment.

Forestry **–** To provide ground maintenance to other departments.

Group Health Insurance **–** Accounts for City contributions, employee contributions, and self-insurance and health care cost of various health benefit plans.

Radio Communications **–** To provide maintenance and repair services for radio equipment.

Radio Replacement **–** To finance the replacement of radio equipment, as necessary. The radio equipment is initially acquired by the various user departments.

(3) Fiduciary Fund Types (Trust and Agency Funds)

Fiduciary fund types are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

Agency Funds

Agency funds are custodial in nature (assets equal liabilities), and do not involve the measurement of results of operations. The agency funds function primarily as a clearing mechanism for cash resources which are collected, held as such for a brief period, and then disbursed to authorized recipients.

The following funds are included in this fund type:

Employees' Payroll Withholdings – Accounts for the receipt and disbursement of funds withheld from the pay of City employees that are remitted to third parties.

Corporation for Economic Development – Accounts for the reimbursement of City staff charges incurred doing Corporation business.

Other Agency – Accounts for activity incurred in conjunction with several small agency agreements.

Wastewater Reclamation Authority (WRA) – Accounts for the City's agent responsibilities of the WRA, a joint venture of the City and surrounding municipalities.

D. 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 funds do not have a measurement focus but are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied and budgeted for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 90 days of the end of the current fiscal period, with the exception of property taxes which is 60 days. 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, net pension

liabilities, other postemployment benefits and claims and judgments, are recorded only when payment is due.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded and the availability criteria. In the other, monies are virtually unrestricted as to the 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 and availability criteria are met.

Licenses and permits, fines and forfeitures, charges for sales and services (other than utility), and miscellaneous revenues are generally recorded as revenue when received in cash, because they are generally not measurable until actually received. In the category of use of money and property, property rentals are recorded as revenue when received in cash, but 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. The tax receivable represents unpaid taxes from the current year and the 2020 levy as based on the 2018 assessed valuations. The tax lien date is January 1, 2019. As the levy is intended for use in the 2021 fiscal year, the revenue has been recorded as a deferred inflow of resources. Taxes are levied on July 1 and are payable in two installments on September 30 and March 31. Tax payments become delinquent on October 1 and April 1. The County Treasurer bills and collects property taxes for the City. Property taxes are considered available if received within 60 days of year-end.

The City is permitted by the *Code of Iowa* to levy taxes up to $8.10 per $1,000 of assessed valuation for General Fund purposes, $.27 per $1,000 of assessed valuation for an Emergency Fund to assist in the funding of General Fund activities, and unlimited amounts for the payment of principal and interest on general obligation bonds, judgments awarded against the City, trust and agency accounts for pension and related employee benefit funds, and to pay the premium costs on tort liability insurance. The combined tax rate for the collection year ended June 30, 2020 was $16.64 per $1,000 of assessed valuation.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds and internal service funds are charges to customers for sales and services and housing operating grants. Operating expenses for enterprise funds and internal service 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.

E. Budgetary and Legal Appropriation and Amendment Policies

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

F. Encumbrances

Appropriations in the governmental funds are charged for encumbrances when commitments are made. At year-end, the encumbrances roll forward but the related budget for them does not.

G. Cash and Pooled Cash Investments

Except where otherwise required, the City maintains all deposits in a bank account in the name of the City. These deposits are invested on a short-term basis with interest income being recorded in the General Fund, except for interest income allocated to enterprise funds and where specifically required by law to be recorded in other funds.

The balance reported in each fund represents an equity interest in the commingled pool of cash, which is under the management of the City Treasurer.

H. Investments

Investments are reported at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and GASB Statement No. 72, *Fair Value Measurement and Application*. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants.

I. Statement of Cash Flows

For purposes of the statement of cash flows for proprietary fund types, all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased are considered to be cash equivalents.

J. Loans Receivable

Loans receivable consist primarily of low and non-interest bearing loans. The City receives federal funds from the U.S. Department of Housing and Urban Development as part of the Community Development Block Grant, which allows the City to provide loans at below-market-rates to eligible corporations and individuals to finance urban and community development. Loans are carried at the amount of unpaid principal. Management records allowances for estimated uncollectible amounts based on historic information and review of outstanding amounts. As of June 30, 2020, the allowance for uncollectible amounts was $4,229,311. As of June 30, 2020, the City also had approximately $6,271,432 of loans outstanding which, due to the terms and nature of the agreements, are expected to be forgiven in the future and are, therefore, not recorded in the statement of net position but are expensed at the time of disbursement.

K. Inventories and Prepaid Items

Inventories are reported at cost and consist of consumable supplies. The cost of these supplies is recorded as an expense at the time they are consumed using the consumption method. Inventories are determined by actual count and priced on the first-in, first-out basis.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are expensed as the underlying service is consumed.

L. Capital Assets

Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary fund financial statements. Capital assets are defined by the City of Des Moines as assets with an initial, individual cost of more than $5,000 and an initial useful life of one year or greater. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at 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. Prior to fiscal year 2018, interest costs associated with constructed assets were capitalized as part of the cost of the asset. As a result of the adoption of GASB Statement No. 89, Accounting for Interest Cost Incurred Before the End of the Construction Period, no interest costs were capitalized in the current year and none will be capitalized going forward.

Capital assets are depreciated using the half-year convention depreciation method (straight-line depreciation with a half-year taken the first year and the last year) over the following estimated useful lives:

Assets	Years
Buildings	40
Improvements Other than Buildings:	
Bridges	60
Infrastructure Systems	50
Skywalks	40
Bridge Improvements	30
Flood Control	30
Infrastructure Improvements	20
Machinery and Equipment:	
Equipment	3-15
Vehicles	3-5

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

M. Deferred Inflows/Outflows of Resources

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

Deferred outflows of resources: In addition to assets, the statement of net position and balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Authority, a discretely presented component unit, has two items that qualified for reporting in this category, in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In the City's and Authority's government-wide statements, pension related deferred outflows consists of unrecognized items not yet charged to pension expense and contributions from the employer after the measurement date but before the end of the employer's reporting period. Additionally, the City recognizes a deferred inflow due to other postemployment benefit related items not yet charged to expense.

N. Inter-fund Transactions

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

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

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

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" or "advances 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."

Noncurrent portions of long-term inter-fund loan receivables are reported as advances within the governmental funds and enterprise funds. In the General fund the advance is offset equally by a fund balance nonspendable amount which indicates that they do not constitute expendable financial resources, and therefore, are not available for appropriation.

O. Compensated Absences

City employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination, death, or retirement. Sick leave is payable when used, or upon death or retirement. If paid upon death or retirement, the total accumulated hours are paid at one-half of the then effective hourly rate for that employee, with a maximum of 750 hours per employee.

For the government-wide financial statements, and the proprietary fund types, these accumulations are recorded as expenses and liabilities of the appropriate fund in the fiscal year earned. For governmental fund types, the amount of accumulated unpaid vacation and sick leave is recorded as a liability of the respective fund only if they have matured, for example, as a result of employee retirements and resignations.

P. Fund Balance

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

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

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

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

Assigned: Amounts constrained by the City's intent to use them for a specific purpose. It is the City's policy that the authority to assign fund balance has been delegated by City Council to the City Manager and the Finance Director, through the adoption of the budget.

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

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

Q. Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities 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. The portion of the debt related to unspent proceeds is included in the same net position component as the unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted through enabling legislation consists of $13,156,334 for debt service and $10,421,670 for road use. The City first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

As of June 30, 2020, the governmental activities had unspent bond proceeds of $49,733,354. The City also had unspent bond proceeds of $6,350,472 in the Stormwater Utility fund and $775,286 in the Sanitary Sewer fund.

R. Use of Estimates

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

S. Accounts Receivable

Accounts receivable result primarily from miscellaneous services provided to citizens in the General Fund, Capital Projects Fund, Franchise Fee Court Settlement Fund and other

non-major governmental funds. Accounts receivable in the proprietary funds result from providing services specific to the operations of the fund. As of June 30, 2020, there was no allowance for doubtful accounts and the City had no significant write offs during the year then ended.

T. Long-Term Obligations

In the government-wide and proprietary fund type financial statements, long-term debt is reported as a liability in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed at the time of debt issuance

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of the debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Bond issuance costs are an expenditure at the time of debt issuance.

U. Pensions

The net pension liability, deferred outflows and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System and the Municipal Fire and Police Retirement System (Systems') and additions to/deductions from the Systems' fiduciary net position have been determined on the same basis as they are reported by the Systems'. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The pension liability related to governmental activities are generally liquidated by the General Fund, whereas amounts related to proprietary activities are liquidated through the fund recognizing the liability.

V. Total OPEB Liability

For purposes of measuring the total other postemployment benefit (OPEB) liability, deferred inflows of resources related to OPEB and OPEB expense, information has been based on the actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The OPEB liability related to governmental activities are generally liquidated by the General Fund, whereas amounts related to proprietary activities are liquidated through the fund recognizing the liability.

2. Individual Fund Disclosures

The following is a summary of deficit fund balances/net position of individual funds at June 30, 2020:

FUND TYPE	INDIVIDUAL FUND	DEFICIT FUND BALANCES	DEFICIT NET POSITION
Governmental	Special Revenue, Community Services	$ 235,393	$ -
Proprietary	Enterprise, Golf	-	372,766
Proprietary	Internal Service, Equipment Service Center	-	1,923,989
Proprietary	Internal Service, Forestry	-	1,270,946
Proprietary	Internal Service, Radio Communications	-	414,043

The individual fund balance deficits will be eliminated by future taxes, intergovernmental revenue and fees for services.

3. Cash and Pooled Cash Investments and Investments

The City maintains a cash and investment pool that is available for use by all funds, where the resources have been pooled in order to maximize investment opportunities. Each fund type's portion of this pool is displayed on the balance sheet as "Cash and investments." Investment income is allocated to the various funds based on their respective participation and in accordance with accounting principles generally accepted in the United States of America. In addition, investments are separately held by several of the City's funds.

The Library Foundation has an endowment fund. As of December 31, 2019, the balance of $2,781,959 is in money market funds, U.S. government agencies, and mutual funds.

A. Authorized Investments

The City is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved pursuant to Chapter 12C, Code of Iowa; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district. However, the City's investment policy additionally limits investments in commercial paper to obligations at the time of purchase rated within the two highest ratings, issued by nationally recognized statistical rating organizations with a maturity less than 270 days, provided that at the time of purchase no more than 10% of the investment portfolio be invested in commercial paper and no more than 5% of the investment portfolio shall be invested in securities of a single issuer. It also limits investments in prime bankers' acceptances to those that mature within 270 days and that are eligible for purchase by a federal reserve bank, provided that at the time of purchase no more than 5% of the investment portfolio shall be invested in the securities of a single issuer.

B. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with the City's investment policy, the City minimizes the market value risk of investments in the portfolio by structuring its investment portfolio so that securities mature to meet cash requirements for operations, thereby avoiding the need to sell securities in the open market prior to maturity.

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity as of June 30, 2020:

		Investment Maturities (in Years)		
Security Description	**Fair Value**	**Less Than 1**	**1 - 5**	**6 - 10**
Commercial Paper	$ 14,994,829	$ 14,994,829	$ –	$ –
Federal Farm Credit	8,302,364	7,265,912	1,036,452	–
FHLB	9,688,061	9,688,061	–	–
FHLB Disc	15,994,823	15,994,823	–	–
FHLMC	5,838,370	1,000,461	4,837,909	–
FNMA	6,659,942	6,659,942	–	–
Treasury Bill	59,969,535	59,969,535	–	–
Treasury Note	22,769,034	6,182,754	16,586,280	–
Total	**$ 144,216,958**	**$ 121,756,317**	**$ 22,460,641**	$ –

The above table includes the investments of the WRA, an agency fund, of $26,798,041.

C. Credit Risk

Generally, credit risk is the risk that the issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's policy requires money market funds to have a rating of AAAm-g1, AAA-m or AA-m by Standard & Poor's and Aaa, Aa1 or Aa2 if rated by Moody's. Commercial paper must be rated "Prime-1" by Moody's and "A-1" or better by Standard & Poor's at time of purchase.

As of June 30, 2020, the City's investments were rated as follows:

Security Description	Moody's	Standard & Poor's
Commercial Paper	Prime-1	A-1
Federal Farm Credit	Aaa	AA+
FHLB	Aaa	AA+
FHLB Disc	Aaa	AA+
FHLMC	Aaa	AA+
FNMA	Aaa	AA+

D. Concentration of Credit Risk

The City's investment policy seeks diversification to reduce overall portfolio risk while attaining benchmark average rates of return to meet all anticipated cash requirements. The policy requires that with the exception of U.S. Treasury securities, no more than 50% of the City's total investment portfolio will be invested in a single security type, and no more than 25% with a single financial institution. The Finance Director/Treasurer will invest in securities with varying maturities. Certificates of deposit will be limited to the amount approved by City Council for each financial institution in accordance with Chapter 12C of the Code of Iowa. Prime bankers' acceptances and commercial paper are limited as explained under authorized investments, above. More than 5% of the City's investments are in Commercial Paper (10%), Federal Farm Credit Corporation (6%), Federal Home Loan Bank (18%), and Treasuries (57%) respectively. The City's investments are in accordance with these policies regarding diversification.

E. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, the City will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Chapter 12C of the Code of Iowa requires all City funds be deposited into an approved depository and be either insured or collateralized. At June 30, 2020, the City's deposits were held in banks within the state of Iowa and covered by the state sinking fund per Section 12C.25 of the Code of Iowa. At June 30, 2020, $144,216,958 of City investments were uninsured and unregistered securities held in trust at the City's primary bank.

F. Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are inputs – other than quoted

prices included within Level 1 – that are observable for an asset or liability, either directly or indirectly examples as follows:

- Quoted prices for similar assets or liabilities in active market
- Quoted prices for identical or similar assets or liabilities in markets that are not active
- Inputs other than quoted prices that are observable for the asset or liability, such as the following:
    - Interest rates and yield curves observable at commonly quoted intervals
    - Implied volatilities
    - Credit spreads

Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Assets and Liabilities Measured at Fair Value on a Recurring Basis

Investments by fair value level	Balance at June 30, 2020	Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3
US Treasury Securities	$ 82,738,569	$ –	$ 82,738,569	$ –
US Agency Securities	46,483,560	15,994,824	30,488,736	–
Commercial Paper	14,994,829	–	14,994,829	–
Total	**$ 144,216,958**	**$ 15,994,824**	**$ 128,222,134**	**$ –**

U.S. Government Securities: U.S. Government securities are reported at fair value based on a bullet (non-call) spread scale for each issuer for maturities going out to forty years. These spreads represent credit risk and are obtained from the new issue market, secondary trading, and dealer quotes. An Option Adjusted Spread (OAS) model is incorporated to adjust spreads of issues that have early redemption features. Final spreads are added to a U.S. Treasury curve. A special cash discounting yield/price routine calculates prices from final yields to accommodate odd coupon payment dates typical of medium-term notes.

Commercial Paper: Investments in commercial paper are valued based on pricing for similar or identical assets traded in relatively inactive markets.

A reconciliation of cash and investments as shown on the financial statements of the City follows:

Cash and equivalents	$	173,245,100
Investments		144,216,958
	$	317,462,058

Current assets:		
Unrestricted Cash and investments	$	220,144,628
Restricted cash and investments		744,581
Noncurrent assets:		
Restricted cash and investments		22,519,762
Fiduciary funds:		
Cash and investments		74,053,087
	$	317,462,058

4. Joint Venture

The City is a participating community in the Des Moines Metropolitan Wastewater Reclamation Authority joint venture. This joint venture provides primary and secondary treatment of the sewer flows of the participating communities. The Amended and Restated Agreement for the Des Moines Metropolitan Wastewater Reclamation Authority (WRA) was effective on July 1, 2004 with the second amended and restated agreement becoming effective on June 11, 2014. This agreement amended and restated the previous Integrated Community Area (I.C.A.) these agreements provide continued operation, improvements and expansion. The WRA Agreement establishes the WRA as a separate legal entity with its own Board. The WRA Agreement also creates an independent governance structure, establishes an independent bonding authority for the WRA, and provides a framework for additional communities to participate.

The City retains an ongoing financial responsibility to the WRA since it is obligated in some manner for the debts of the joint venture. Although the debt of the WRA is to be paid solely and only from WRA revenues, the participating communities in the joint venture cannot withdraw from the joint venture while any of bonds issued during the time the entity was a participating community are still outstanding.

The WRA Sewer Revenue Bonds Series 2013B and 2015E include provisions that place the WRA debt service requirements on the same parity and rank as other debts of the participating communities. The WRA Agreement requires the debt service on these bonds to be allocated to the participating communities based on the WRA flows of the core communities and expansion communities of each calendar year. As of June 30, 2020, the Series 2015E bonds had a balance of $27,235,000 and the City of Des Moines' estimated future allocation based on the WRA flows is currently $7,433,500. As of June 30, 2020, the Series 2013B bonds had a balance of $44,540,000 and the City of Des Moines' estimated future allocation based on the WRA flows is currently $13,132,438.

The State Revolving Loans include debt assumed by the WRA from the City of Des Moines at the inception of the WRA Agreement and loans which the WRA secured subsequent to said agreement. State Revolving Loans assumed from the City of Des Moines are to be paid by the participating communities based on the agreed allocations under the prior I.C.A. agreement while loans obtained directly by the WRA are allocated based on the WRA flows of the participating communities. As of June 30, 2020, the WRA had $344,358,376 in State Revolving Loans with allocation governed by the WRA Agreement, of which $127,104,435 future principal debt service is a commitment of the City of Des Moines.

The WRA Agreement does not provide for the determination of an equity interest for the participating communities. Withdrawing from the joint venture is a forfeit of all reversionary interest and no compensation would be paid.

The WRA issues separate financial statements which may be obtained at 3000 Vandalia Road, Des Moines, Iowa 50317.

Condensed financial information of the joint venture as of June 30, 2020 is as follows:

Statement of Net Position

Current assets	$	55,384,289
Noncurrent assets		671,079,682
Total assets	$	726,463,971
Deferred outflow of resources	$	588,635
Current liabilities	$	27,980,534
Noncurrent liabilities		401,673,847
Total liabilities	$	429,654,381
Net position:		
Net investment in capital assets	$	230,515,691
Restricted		37,486,694
Unrestricted		29,395,840
	$	297,398,225

Statement of Revenues, Expenses and Changes in Net Position

Operating revenues	$	55,166,430
Operating expenses		45,136,856
Operating income		10,029,574
Nonoperating, net		(7,798,307)
Change in net position	$	2,231,267

Statement of Cash Flows

Cash provided by operating activities	$	32,440,162
Cash (used in) investing activities		10,248,181
Cash (used in) capital and related financing activities		(28,193,826)
Increase in cash and pooled cash	$	14,494,517

5. Operating Lease Rentals

The City, as lessor, has various operating lease agreements for the use of land and facilities. The following is a schedule by year of minimum future rentals required under operating leases having initial or remaining noncancelable lease terms in excess of one year as of June 30, 2020:

Year ending June 30,	GENERAL FUND	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS	PARKING ENTERPRISE FUNDS	NONMAJOR ENTERPRISE FUNDS	TOTAL
2021	$ 310,112	$ 27,360	$ 26,200	$ 74,100	$ 40,000	$ 477,772
2022	279,590	-	16,000	-	40,000	335,590
2023	222,820	-	16,000	-	40,000	278,820
2024	224,180	-	16,000	-	40,000	280,180
2025	226,306	-	16,000	-	40,000	282,306
2026-2030	747,701	-	80,000	-	190,000	1,017,701
2031-2035	234,397	-	80,000	-	-	314,397
2036-2040	92,328	-	32,000	-	-	124,328
2041-2045	92,328	-	-	-	-	92,328
2046-2050	55,397	-	-	-	-	55,397
Total minimum future rentals	$ 2,485,159	$ 27,360	$ 282,200	$ 74,100	$ 390,000	$ 3,258,819

6. Changes in Capital Assets

The following is a summary of changes in capital assets for the year ended June 30, 2020:

	ENDING BALANCE 6/30/2019	ADDITIONS	DELETIONS	ENDING BALANCE 6/30/2020
GOVERNMENTAL ACTIVITIES				
Capital Assets, not being depreciated:				
Land	$ 150,428,508	$ 2,204,213	$ (1,322,233)	$ 151,310,488
Construction in Progress	94,916,920	64,672,869	(38,630,489)	120,959,300
Total capital assets not being depreciated	245,345,428	66,877,082	(39,952,722)	272,269,788
Capital Assets, being depreciated:				
Buildings	234,285,715	11,088,415	-	245,374,130
Improvements Other than Buildings	1,265,016,970	46,340,036	-	1,311,357,006
Machinery and Equipment	90,443,771	11,114,356	(3,959,275)	97,598,852
Total capital assets being depreciated	1,589,746,456	68,542,807	(3,959,275)	1,654,329,988
Less accumulated depreciation for:				
Buildings	114,887,559	6,247,747	-	121,135,306
Improvements Other than Buildings	580,208,545	35,408,983	-	615,617,528
Machinery and Equipment	63,990,120	8,310,399	(3,941,540)	68,358,979
Total accumulated depreciation	759,086,224	49,967,129	(3,941,540)	805,111,813
Total capital assets, being depreciated, net	830,660,232	18,575,678	(17,735)	849,218,175
Governmental activities capital assets, net	$ 1,076,005,660	$ 85,452,760	$ (39,970,457)	$1,121,487,963
BUSINESS-TYPE ACTIVITIES				
Capital Assets, not being depreciated:				
Land	$ 19,771,928	$ 1,952,607	$ -	$ 21,724,535
Construction in Progress	54,461,733	53,444,996	(20,864,521)	87,042,208
Total capital assets not being depreciated	74,233,661	55,397,603	(20,864,521)	108,766,743
Capital Assets, being depreciated:				
Buildings	116,072,389	3,730,314	-	119,802,703
Improvements Other than Buildings	409,469,656	29,843,573	-	439,313,229
Machinery and Equipment	32,285,680	50,175	(2,799,027)	29,536,828
Total capital assets being depreciated	557,827,725	33,624,062	(2,799,027)	588,652,760
Less accumulated depreciation for:				
Buildings	68,393,595	3,582,638	-	71,976,233
Improvements Other than Buildings	126,841,797	8,673,164	-	135,514,961
Machinery and Equipment	22,910,585	1,859,403	(2,659,275)	22,110,713
Total accumulated depreciation	218,145,977	14,115,205	(2,659,275)	229,601,907
Total capital assets, being depreciated, net	339,681,748	19,508,857	(139,752)	359,050,853
Business-Type activities capital assets, net	$ 413,915,409	$ 74,906,460	$ (21,004,273)	$ 467,817,596

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

GOVERNMENTAL ACTIVITIES	
Public Safety	$ 4,709,476
General Government	3,483,922
Public Works	27,579,247
Health and Social Services	2,798
Culture and Recreation	10,259,370
Community and Economic Development	172,769
Internal service assets are charged to the various functions based on their useage of the assets	3,759,547
Total Depreciation Expense - Governmental Activities	$ 49,967,129
BUSINESS-TYPE ACTIVITIES	
Parking Facilities System	$ 3,331,090
Sewer System	4,598,704
Stormwater Utility	4,107,017
Municipal Housing Agency	1,196,248
Solid Waste System	782,393
Golf	99,753
Total Depreciation Expense - Business-type Activities	$ 14,115,205

7. Employee Retirement Systems

The City contributes to two employee retirement systems, the Iowa Public Employees Retirement System (IPERS) and the Municipal Fire and Police Retirement System of Iowa (MFPRSI). IPERS is administered by the State of Iowa. MFPRSI is governed by a nine-member Board of Trustees. Though separate and apart from state government, the Board is authorized by the state legislature, which also establishes by statute the pension and disability benefits and the System's funding mechanism. All full-time employees must participate in either IPERS or MFPRSI. As of June 30, 2020, the City had the following balances related to its pension accounts:

	IPERS	MFPRSI	Total
Net Pension Liability	$ 56,960,238	$120,934,295	$177,894,533
Deferred Inflows	8,966,201	2,916,129	11,882,330
Deferred Ouflows	14,831,038	33,069,219	47,900,257
Pension Expense	6,452,896	23,536,048	29,988,944

A. Defined Benefit Pension Plan - Iowa Public Employees Retirement System

Plan Description: IPERS membership is mandatory for employees of the City, except for those covered by another retirement system. Employees of the City of Des Moines 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.

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

Pension Benefits: A regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. (These qualifications must be met on the members first month of entitlement to the 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. (For 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.)

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month 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% 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: Effective July 1, 2012, as a result of a 2010 law change, the contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1%. IPERS Contribution Rate Funding Policy requires that 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 2020, pursuant to the required rate, Regular members contributed 6.29% of pay and the City contributed 9.44% for a total rate of 15.73%.

The City's total contributions to IPERS for the year ended June 30, 2020 were $7,254,857.

Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources Related to Pensions: At June 30, 2020, the City reported a liability of $56,960,238 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2019, the City's collective proportion was .977094% which was an increase of .000667% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the City recognized pension expense of $6,452,896. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 157,910	$ (2,047,994)
Changes of assumptions	6,101,255	–
Net difference between projected and actual earnings on pension plan investments	–	(6,418,738)
Changes in proportion and differences between City contributions and proportionate share of contributions	1,317,016	(499,469)
Total deferred amounts to be recognized in pension expense in future periods	7,576,181	(8,966,201)
City contributions subsequent to the measurement date	7,254,857	–
Total deferred amounts related to pension	$ 14,831,038	$ (8,966,201)

$7,254,857 reported as the deferred outflows of resources related to pensions resulting from the City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability during the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense over the average remaining service life of all system members or 5 years as follows:

Fiscal Year Ended June 30,	Pension Expense
2021	$ 1,420,446
2022	(1,126,546)
2023	(651,449)
2024	(919,193)
2025	(113,278)
Total	$ (1,390,020)

There were no non-employer contributing entities at IPERS.

Actuarial Assumptions: The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation	2.60 percent per annum
Rates of salary increase	3.25 to 16.25 percent, average, including inflation. Rates vary by membership group.
Long-term Investment rate of return	7.00 percent, compounded annually, net of investment expense, including inflation.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies with dates corresponding to those listed above.

Mortality rates were based on the RP-2014 Generational Mortality Tables, with age setbacks and age set forwards based on different membership groups. Future mortality improvements were anticipated using Projection Scale MP-2017.

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

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Core Plus Fixed Income	27.0%	1.71%
Domestic Equity	22.0%	5.60%
International Equity	15.0%	6.08%
Private Equity	11.0%	10.13%
Private Real Assets	7.5%	4.76%
Public Real Estate	7.0%	2.81%
Public Credit	3.5%	3.32%
Private Credit	3.0%	3.01%
Global Smart Beta Equity	3.0%	5.82%
Cash	1.0%	-0.21%
Total	**100%**	

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

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1.00% lower (6.00%) or 1.00% higher (8.00%) than the current rate.

	1% Decrease (6.0%)	Discount Rate (7.0%)	1% Increase (8.0%)
City's proportionate share of the net pension liability	$ 101,142,987	$ 56,960,238	$ 19,900,225

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.

Payables to the Pension Plan: At June 30, 2020, the City reported payables to the defined benefit pension plan of $346,908 for legally required employer contributions and $231,150 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

B. Defined Benefit Pension Plan - Municipal Fire and Police Retirement System of Iowa

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

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

Pension Benefits: Members with 4 or more years of service are entitled to pension benefits beginning at age 55. Full service retirement benefits are granted to members with 22 years of service, while partial benefits are available to those members with 4 to 22 years of

service based on the ratio of years completed to years required (i.e., 22 years). Members with less than 4 years of service are entitled to a refund of their contribution only, with interest, for the period of employment.

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

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

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

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

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

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

Contributions: Member contribution rates are set by state statute. In accordance with Chapter 411 of the Code of Iowa as modified by act of the 1994 General Assembly, to establish compliance with the Federal Older Workers Benefit Protections Act, the contribution rate was 9.40% of earnable compensation for the year ended June 30, 2020.

Employer contribution rates are based upon an actuarially determined normal contribution rate and set by state statute. The required actuarially determined contributions are calculated on the basis of the entry age normal method as adopted by the Board of Trustees as permitted under Chapter 411 of the Code of Iowa. The normal contribution rate is provided by state statute to be the actuarial liabilities of the plan less current plan assets, with such total divided by 1% of the actuarially determined present value of prospective future compensation of all members, further reduced by member contributions and state appropriations. Under the Code of Iowa the employer's contribution rate cannot be less than 17.00% of earnable compensation. The contribution rate was 24.41% for the year ended June 30, 2020.

The City's contributions to MFPRSI for the year ended June 30, 2020 were $14,232,013.

If approved by the state legislature, state appropriation may further reduce the employer's contribution rate, but not below the minimum statutory contribution rate of 17.00% of earnable compensation. The State of Iowa therefore is considered to be a non-employer contributing entity in accordance with the provisions of the Governmental Accounting Standards Board Statement No. 67 – Financial Reporting for Pension Plans, (GASB 67).

There were no state appropriations to MFPRSI during the fiscal year ended June 30, 2020.

Net Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources Related to Pensions: At June 30, 2020, the City reported a liability of $120,934,295 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all MFPRSI participating employers. At June 30, 2019, the City's proportion was 18.4372% which was a decrease of .0871% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the City recognized pension expense of $23,536,048. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 4,164,344	$ (1,131,650)
Changes of assumptions	6,071,882	(526,340)
Net difference between projected and actual earnings on pension plan investments	6,663,031	–
Changes in proportion and differences between City contributions and proportionate share of contributions	1,937,948	(1,258,139)
Total deferred amounts to be recognized in pension expense in future periods	18,837,205	(2,916,129)
City contributions subsequent to the measurement date	14,232,013	–
Total deferred amounts related to pension	$ 33,069,218	$ (2,916,129)

$14,232,013 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense over the average remaining service life of all system members or 5 years as follows:

Fiscal Year Ended June 30,	Pension Expense
2021	$ 8,101,565
2022	1,170,737
2023	3,765,468
2024	2,739,724
2025	143,582
Total	$ 15,921,076

Actuarial Assumptions: The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation	3.00 percent
Salary increases	3.75 to 15.11 percent, including inflation
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience study for the period from July 1, 2007 to June 30, 2017.

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

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2016, (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Target Allocation		Long-Term Expected Real Rate of Return
Global Fixed Income	10.02%		3.30%
Core Infrastructure	3.01%		6.00%
Domestic Equities	11.95%		6.20%
Core Real Estate	8.00%		9.00%
International Equities	10.02%		7.30%
Core Investments		43%	
Strategic Investments Allocation		35%	6.40%
Private Markets		22%	7.67%
Total		100%	

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

Sensitivity of City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1.00% lower (6.50%) or 1.00% higher (8.50%) than the current rate.

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the net pension liability	$ 196,902,236	$ 120,934,295	$ 58,017,973

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

Payables to the Pension Plan: At June 30, 2020, the City of Des Moines reported payables to the defined benefit pension plan of $688,391 for legally required employer contributions and $255,665 for legally required employee contributions which had been withheld from employee wages but not yet remitted to MFPRSI.

8. Deferred Compensation

The City offers its employees a deferred compensation plan created in accordance with *Internal Revenue Code,* Section 457, and also Section 401(a). The Section 457 plan, available to all City employees, and the Section 401(a) plan, available only to the SPM employment group, permits them to defer a portion of their salary until future years. The deferred compensation is available to employees at termination, retirement, death, unforeseeable emergency, loan or via in-service contributions at age 70 ½. The City matches 100% of employee contributions up to 2.0% or 2.5% of the employee's salary, depending upon the governing employment agreement. For the fiscal year ended June 30, 2020, the City made $3,450,865 in matching contributions.

In accordance with federal legislation (the Small Business and Wage Protection Act of 1996), the City has confirmed or established trust arrangements for all of the assets in the plan, to ensure those assets are protected and used exclusively for plan participants and beneficiaries.

As a result of these arrangements, the deferred compensation plans are not reported in the City's financial statements.

9. Long-term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2020:

	BALANCE JUNE 30, 2019	ADDITIONS	RETIREMENTS	BALANCE JUNE 30, 2020	DUE WITHIN ONE YEAR	RANGE OF INTEREST RATES
Governmental Activities:						
General Obligation Bonds	$ 379,345,000	$ 106,060,000	$ (89,180,000)	$ 396,225,000	$ 37,830,000	2.00% to 5.00%
Add premiums	18,052,090	12,589,360	(6,570,946)	24,070,504	–	
Net General Obligation Bonds	397,397,090	118,649,360	(95,750,946)	420,295,504	37,830,000	
Revenue Bonds	$ 23,415,000	$ –	$ (895,000)	$ 22,520,000	$ 935,000	4.50% to 5.75%
Less discounts	(143,134)	–	14,355	(128,779)	–	
Net Revenue Bonds	23,271,866	–	(880,645)	22,391,221	935,000	
Section 108 Loans payable	8,326,000	–	(716,000)	7,610,000	758,000	2.55% to 2.87%
Notes Payable	1,228,352	–	(356,908)	871,444	358,483	2.80% to 3.29%
Notes from Direct Borrowings and Private Placement	4,000,000	–	(560,000)	3,440,000	737,000	4.00%
Accrued Employee Benefits	37,133,850	40,326,460	(39,267,770)	38,192,540	24,856,828	N/A
Liability for Claims/Judgments	1,267,402	281,561	(652,463)	896,500	896,500	N/A
	$ 472,624,560	$ 159,257,381	$ (138,184,732)	$ 493,697,209	$ 66,371,811	
Business-type Activities						
General Obligation Bonds	$ 19,755,000	$ 6,295,000	$ (19,755,000)	$ 6,295,000	$ 355,000	2.00% to 3.00%
Add premiums	560,008	1,025,212	(560,008)	1,025,212	–	
Net General Obligation Bonds	20,315,008	7,320,212	(20,315,008)	7,320,212	355,000	
Revenue Bonds	$ 63,480,000	$ –	$ (4,220,000)	$ 59,260,000	$ 4,380,000	2.00% to 5.00%
Add premiums	3,738,277	–	(646,371)	3,091,906	–	
Net Revenue Bonds	67,218,277	–	(4,866,371)	62,351,906	4,380,000	
Revenue Bonds from Direct Borrowings & Private Placement	15,166,772	19,609,158	(532,000)	34,243,930	1,435,000	2.00%
Capital Lease	22,534,981	–	–	22,534,981	1,144,997	4.15% to 7.50%
Accrued Employee Benefits	3,000,302	2,867,734	(2,786,150)	3,081,886	1,146,337	N/A
	$ 128,235,340	$ 29,797,104	$ (28,499,529)	$ 129,532,915	$ 8,461,334	

The payments on the bonds payable that pertain to the City's governmental activities are made by the debt service fund and the franchise fee fund. The payments on the tax increment notes, the Section 108 CDBG loans, and the notes payable that pertain to the City's governmental activities are made by the Tax Increment and the Economic Development Special Revenue Fund within the Other Special Revenue Funds. The accrued employee

benefits, and claims and judgments attributable to the governmental activities are generally liquidated by the General Fund.

General Obligation Bonds:

Governmental Activities: The City has issued the following general obligation bonds that are indebtedness secured by the full faith and credit of the City:

	General Obligation Debt Service		Tax Increment Debt Service		Governmental Activities Total	
	GENERAL OBLIGATION BONDS		GENERAL OBLIGATION BONDS			
YEAR	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2021	$ 27,045,000	$ 12,638,843	$ 10,785,000	$ 2,880,168	$ 37,830,000	$ 15,519,011
2022	24,795,000	11,245,094	10,025,000	2,325,280	34,820,000	13,570,374
2023	24,710,000	10,023,594	7,800,000	1,846,390	32,510,000	11,869,984
2024	37,720,000	8,879,594	6,020,000	1,511,412	43,740,000	10,391,006
2025	21,785,000	7,273,057	4,030,000	1,236,168	25,815,000	8,509,225
2026-2030	101,165,000	24,276,997	14,770,000	4,008,035	115,935,000	28,285,032
2031-2035	69,120,000	9,350,722	11,020,000	1,518,823	80,140,000	10,869,545
2036-2039	21,720,000	1,311,993	3,715,000	225,512	25,435,000	1,537,505
Totals	$ 328,060,000	$ 84,999,894	$ 68,165,000	$ 15,551,788	$ 396,225,000	$ 100,551,682

Proceeds from the Series 2019A General Obligation Bonds totaled $84,815,000 and besides current refunding the Series 20 11A General Obligation Bonds were allocated to certain capital improvement projects. Proceeds from the Series 2019B General Obligation Bonds totaled $2,405,000 and were allocated to pay the costs of carrying out various essential and general corporate purpose projects.

Proceeds from the Series 2020A General Obligation Refunding Bonds totaled $25,135,000 and were used to current refund the Series 2012A General Obligation Bonds dated June 13, 2012, the Series 2012B General Obligation Urban Renewal Bonds dated June 13, 2012, and the Series 2012E General Obligation Stormwater Bonds dated September 4, 2012. Of this total, $6,295,000 has been allocated to the Stormwater Management Utility Enterprise Fund.

Stormwater Management Utility Enterprise Fund: The City has issued the following general obligation bonds that are obligations of the Stormwater Management Utility Enterprise Fund:

Series	June 30, 2020 Balance	Maturity Fiscal Year	Purpose
General Obligation 2020A	$ 6,295,000	2032	Refunding

The bonds are intended to be paid by sewer customers net revenues, however the bonds are secured by the City's property owners. Total principal and interest remaining to be paid on the bonds is $7,896,852. Principal and interest paid for the current year was $7,910,400.

Business-Type Activities		
General Obligation Bonds		
YEAR	PRINCIPAL	INTEREST
2021	$ 355,000	$ 308,602
2022	420,000	233,600
2023	445,000	212,600
2024	465,000	190,350
2025	485,000	167,100
2026-2030	2,835,000	450,700
2031-2032	1,290,000	38,900
Totals	$ 6,295,000	$ 1,601,852

Revenue Bonds:

Revenue bonds are the obligations of specific funds and are generally payable solely from the revenues of the respective funds.

Governmental Activities: On December 7, 2010, the City issued $36,445,000 of Aviation System Revenue Bonds (Series 2010 A, B, C, D). The bonds are special obligations payable solely from and secured by a pledge of the net revenues of the airport, subject to the prior lien on the net revenues of the Airport Revenue Capital Loan Notes. Payment of the principal and interest on the bonds is guaranteed by a municipal bond insurance policy. Principal is payable annually, with interest paid semi-annually on June 1st and December 1st. Interest rates range from 4.50% to 5.75%. Total principal and interest remaining to be paid on the bonds is $33,686,846.

These revenue bonds have been assigned to the Des Moines Airport Authority (the Authority), a discretely presented component unit, for the payment of principal and interest. The City has a long-term receivable from the component unit for the principal balance due, net of discounts in the Statement of Net Position governmental activities of $22,391,221 at June 30, 2020.

Governmental Activities		
Revenue Bonds		
YEAR	PRINCIPAL	INTEREST
2021	$ 935,000	$ 1,189,188
2022	985,000	1,142,438
2023	1,035,000	1,091,956
2024	1,085,000	1,038,913
2025	1,140,000	985,463
2026-2030	7,110,000	4,023,563
2031-2035	10,230,000	1,695,325
Totals	$ 22,520,000	$ 11,166,846

Sewer Enterprise Fund: The City has issued the following revenue bonds in the Sewer Fund:

Series	June 30, 2020 Balance	Maturity Fiscal Year	Purpose
Sewer Revenue 2014B	$ 3,400,000	2023	Capital Improvements

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay the revenue bonds in the table above. The bonds are payable solely from the sewer customer net revenues. Annual principal and interest payments on the bonds are expected to require less than 80% of net revenues. Total principal and interest remaining to be paid on the bonds is $3,655,875. Principal and interest paid for the current year and total customer net revenues were $1,258,875 and $20,216,631, respectively.

Stormwater Management Utility Enterprise Fund: The City has issued the following revenue bonds in the Storm Water Utility Enterprise Fund:

Series	June 30, 2020 Balance	Maturity Fiscal Year	Purpose
Series 2016C	$ 7,600,000	2031	Refund & Capital Improvements
Series 2016D	7,130,000	2030	Refund
Series 2018C	41,130,000	2038	Capital Improvements

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay the revenue bonds in the table above. The bonds are payable solely from the stormwater utility customer net revenues. Annual principal and interest payments on the bonds are expected to require less than 80% of net revenues. Total principal and interest remaining to be paid on the bonds is $73,565,919. Principal and interest paid for the current year and total customer net revenues were $5,461,500 and $16,274,702, respectively.

Future principal and interest payments on the Enterprise Funds Revenue Bonds as of June 30, 2020 is summarized as follows:

Business-Type Activities

Revenue Bonds		
YEAR	PRINCIPAL	INTEREST
2021	$ 4,380,000	$ 2,289,375
2022	5,050,000	2,070,375
2023	5,260,000	1,817,875
2024	2,880,000	1,584,250
2025	2,980,000	1,440,250
2026-2030	16,385,000	5,301,350
2031-2035	13,245,000	2,824,981
2036-2038	9,080,000	633,338
Totals	$ 59,260,000	$ 17,961,794

Net position of certain enterprise funds of $7,146,596 are restricted for debt service and the payment of certain liabilities pursuant to the requirements of the revenue bond ordinances.

Section 108 Loans Payable: On November 15, 2007, the City closed a $17,500,000 Section 108 loan to make a loan for the benefit of River Point West LLC, for the purpose of financing the acquisition and clearance of properties in the River Point West area for sale and subsequent redevelopment, and the construction of supporting public infrastructure improvements to serve the developed properties. On March 28, 2019, the loan was refinanced at the then outstanding principal balance of $8,326,000. The loan was refinanced to reduce the average interest rate from 5.220% to 2.696%. The balance of the loan as of June 30, 2020, is $7,610,000 and is payable through fiscal year 2028. The loan is not a general obligation of the City. The principal and interest is payable solely from the tax increment revenues of the Metro Center Urban Renewal Area of the City. Tax increment revenues are projected to produce 100% of the debt service requirements over the life of the bonds. Total principal and interest paid in the current year and TIF revenues were $894,906 and $27,315,543, respectively.

Notes Payable, Governmental Activities: Notes payable include $504,314 Supplement WF4 and $367,132 Supplement WF3. The balance of these notes payable is $871,444 payable through fiscal year 2024. The principal and interest is payable from the debt service levy. Total principal and interest remaining to be paid on the notes payable is $939,978. Principal and interest paid in the current year and the debt service levy were $388,269 and 25,064,405, respectively.

Future principal and interest payments on the Section 108 Loans Payable and Notes Payable accounted for in the Governmental Activities are summarized as follows:

FISCAL	CDBG SECTION 108 LOANS		NOTES PAYABLE GOVERNMENTAL ACTIVITIES	
YEAR	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2021	$ 758,000	$ 195,515	$ 358,483	$ 29,786
2022	804,000	175,519	278,363	19,953
2023	852,000	154,337	140,690	11,416
2024	903,000	131,667	93,908	7,377
2025	953,000	107,134	–	–
2026-2028	3,340,000	150,280	–	–
Totals	$ 7,610,000	$ 914,452	$ 871,444	$ 68,532

Direct placement debt, Governmental Activities: The City's outstanding notes from direct borrowing and placements related to governmental activities of $4,000,000 Iowa Reinvestment Act bonds. The bonds are for the construction of a full-service convention center hotel and meeting space. The balance of the note payable is $3,440,000 and is payable through 2024. The principal and interest are payable from state sales tax increment receipts collected from specific businesses within the City. Annual principal and interest on the bonds are expected to require 100% of the revenue. Total principal and interest remaining to be paid on the notes payable is $3,806,440. Interest paid for the current year was $720,000.

Future principal and interest payments on the Governmental Direct borrowings as of June 30, 2020 is summarized as follows:

Governmental Activities		
Notes from Direct Borrowings and Direct Payments		
YEAR	PRINCIPAL	INTEREST
2021	$ 737,000	$ 137,600
2022	774,000	108,120
2023	840,000	77,160
2024	1,089,000	43,560
Totals	$ 3,440,000	$ 366,440

Direct Placement Debt, Business-type Activities: The City borrowed money through the State Revolving Loan fund to partially fund the Lower Oak Park Sewer Separation, the Near West Side Sewer Separation and Yeader Creek Sewer Separation, and the Riverbend Sewer Separation projects. The City has issued $19,250,000 of SRF loans to help complete the Near West Side Sewer Separation and Yeader Creek Sewer Separation projects, has issued $13,360,000 of SRF loans to complete the Lower Oak Park Sewer Separation project, and has issued $20,000,000 of SRF loans to complete the Riverbend Sewer Separation project. At June 30, 2020, the City has drawn $16,709,610 of the Near West Side Sewer Separation loan funds, $12,546,846 of the Lower Oak Park Sewer Separation loan funds, and $5,466,974 of the Riverbend Sewer Separation project. The City has the ability to draw up to an additional $4,183,218 as work is completed on the Near West Side Sewer Separation project, up to an additional $14,492,360 as work is completed on the Lower Oak Park Sewer Separation project and up to an additional $15,832,460 as work is completed on the Riverbend Sewer Separation project.

Each of these projects also have a Stormwater component to the work, and as such, the City Council has directed that the Sanitary Sewer fund and Stormwater fund will each be responsible for 50% of the debt accumulated, except in the case of the Yeader Creek Sewer Separation project which will be the sole responsibility of the Sanitary Sewer fund. The principal balance outstanding at June 30, 2020, is $8,727,305 in the Sanitary Sewer fund for the Near West Side Sewer Separation and Yeader Creek Sewer Separation projects, $6,007,423 in the Sanitary Sewer fund for the Lower Oak Park Sewer Separation project, $2,759,737 in the Sanitary Sewer fund for the Riverbend Sewer Separation project $7,982,305 in the Stormwater fund for the Near West Side Sewer Separation project, $6,007,423 for the Lower Oak Park Sewer Separation project, and $2,759,737 for the Riverbend Sewer Separation project.

Business-Type Activities		
Notes from Direct Borrowings and Direct Payments		
YEAR	PRINCIPAL	INTEREST
2021	$ 1,435,000	$ 619,539
2022	2,321,000	710,126
2023	2,356,000	683,915
2024	2,392,000	650,966
2025	2,423,000	617,492
2026-2030	9,890,474	1,959,444
2031-2035	8,454,000	929,882
2036-2038	4,972,456	216,844
Totals	$ 34,243,930	$ 6,388,208

Capital Lease, Business-type Activities: The City entered into a Capital Lease for the building and purchase of a 543-vehicle capacity parking garage located at 402 E 2nd Street. The revenues generated by the parking system have been pledged to pay the debt service. Total principal and interest remaining to be paid on the lease purchase is $35,363,392. Interest paid for the current year was $935,202.

Future principal and interest payments on the Capital Lease Purchase agreement as of June 30, 2020 are summarized as follows:

Business-Type Activities		
Parking Ramp Lease Purchase		
YEAR	PRINCIPAL	INTEREST
2021	$ 1,144,997	$ 935,202
2022	1,192,515	887,684
2023	969,339	1,110,861
2024	1,022,652	1,057,547
2025	1,078,898	1,001,301
2026-2030	5,919,050	4,481,949
2031-2035	7,472,396	2,928,602
2036-2037	3,735,134	425,265
Totals	$ 22,534,981	$ 12,828,411

The City has an associated capital asset for the parking ramp obtained via the Capital Lease Purchase within the Parking Fund. As of June 30, 2020, the net book value of the leased asset is $21,039,888.

Discretely presented component units

Long-Term Debt

A summary of the Authority's long-term debt for the year ended December 31, 2019, is as follows:

	Authority Revenue Bonds	Due to Primary Government	Total
Balance December 31, 2018	$ 10,945,000	$ 25,275,000	$ 36,220,000
Issuances	–	–	–
Retirements	–	(1,860,000)	(1,860,000)
Balance December 31, 2019	10,945,000	23,415,000	34,360,000
Less: Current portion	995,000	895,000	1,890,000
Non-current portion	$ 9,950,000	$ 22,520,000	$ 32,470,000

A. The Authority has a due to primary government (the City of Des Moines, Iowa) related to the Aviation System Revenue Bonds, Series 2010A, 2010B, 2010C, and 2010D that were assigned to the Authority upon the creation of the Authority.

B. On February 22, 2012, the Authority issued $10,945,000 of Revenue Refunding Capital Loan Notes (Series 2012). The capital loan notes are special obligations payable solely from and secured by a pledge of the net revenues of the Airport, subject to the prior lien on the net revenues of the Airport Revenue Capital Loan Notes. Principal is payable annually with interest paid semi-annually on June 1st and December 1st with an interest rate of 5%. Total principal and interest remaining to be paid on the bonds is $13,583,875. There were interest payments of $547,250 made on the Series 2012 bonds during the twelve months ended December 31, 2019 and a balance due totaling $10,945,000.

C. As of December 31, 2019, the Authority reported $4,716,509 as restricted net position for debt service, consisting of $1,280,509 for current debt service. $3,436,000 is restricted for the operations and maintenance fund reserve requirement. Annual principal and interest payments on all revenue bonds and capital loan notes are expected to require roughly 34% of the Authority net revenues.

As of December 31, 2019, the Authority's long-term debt matures as follows:

	Airport Revenue Bonds		Due to Primary Government	
	Principal	Interest	Principal	Interest
2020	$ 995,000	$ 522,375	$ 895,000	$ 1,211,563
2021	1,045,000	471,375	935,000	1,165,813
2022	1,095,000	417,875	985,000	1,117,197
2023	1,145,000	361,875	1,035,000	1,065,434
2024	1,205,000	303,125	1,085,000	1,012,188
2025-2029	5,460,000	562,250	6,520,000	4,188,838
2030-2034	—	—	9,690,000	1,964,613
2035	—	—	2,270,000	58,169
Total	$ 10,945,000	$ 2,638,875	$ 23,415,000	$ 11,783,815

Accrued Employee Benefits

Future benefits payable are recorded for the Authority's accrued employee benefits and accrued post-retirement benefits obligations. Below is a calculation of the accrued employee benefits for all Authority employees as of December 31, 2019:

Balance December 31, 2018	$ 1,099,384
Additions	292,701
Payments	(402,350)
Balance December 31, 2019	989,735
Less: current portion	72,181
Non-current portion	$ 917,554

10. Revenue Bond Resolution Requirements

The revenue bond resolutions contain significant limitations and restrictions on annual debt service requirements, require minimum amounts to be maintained in various restricted accounts to provide for payment of principal and interest, and require minimum revenue bond coverage. In the Sewer System Fund, $1,786,348 of net position is restricted for bond reserves. In the Stormwater Utility Fund, $5,360,248 of net position is restricted for bond reserves.

11. Conduit Debt

From time to time, the City has issued industrial revenue bonds on behalf of private sector and nonprofit entities for the acquisition and construction of facilities deemed to be in the public interest. The bonds are secured by the property and revenues of those entities, and are payable solely from the resources of those entities. The City is not 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, 2020, there were three series of industrial revenue bonds outstanding with an aggregate principal amount payable of $7,785,000.

12. Debt Extinguishment

On July 10, 2019, the City issued $84,815,000 in General Obligation Bonds (Series 2019A), with an average interest rate of 4.31% to refund $23,345,000 of Series 2011A General Obligation Bonds with an average interest rate of 4.01% on July 10, 2019. The refunding was done to reduce aggregate debt service payments by $3,079,028 over the next twelve years and obtain an economic gain (difference between the present values of the old debt and new debt service payments) of $2,717,522. On March 9, 2020, the City issued $25,135,000 in General Obligation Refunding Bonds (Series 2020A), with an average interest rate of 4.22% to refund $16,845,000 of Series 2012A General Obligation Bonds with an average interest rate of 4.33% on June 1, 2020, $5,190,000 of General Obligation Urban Renewal Bonds (Series 2012B), with an average interest rate of 3% on June 1, 2020, and $7,185,000 in General Obligation Stormwater Bonds (Series 2012E), with an average interest rate of 3% on June 1, 2020. The refunding was done to reduce aggregate debt service payments by $4,955,331 over the next twelve years and obtain an economic gain of $4,553,769.

13. Inter-fund Receivables and Payables

The individual fund inter-fund receivable and payable balances include both Due to/from Other Funds and Advances to/from Other Funds. These balances at June 30, 2020 were:

	INTERFUND RECEIVABLE	INTERFUND PAYABLE
General	$ 3,026,915	$ –
Capital Projects	–	315,819
Other Governmental Funds	110,075	1,432,975
Parking, Enterprise	–	1,067,172
Municipal Housing Agency, Enterprise	–	125,787
Internal Service Funds	–	195,237
Total	$ 3,136,990	$ 3,136,990

	ADVANCES RECEIVABLE	ADVANCES PAYABLE
General	$ 3,924,453	$ –
Parking, enterprise	–	1,184,311
Other Enterprise Funds	–	2,740,142
Total	$ 3,924,453	$ 3,924,453

Inter-fund balances resulted from the time lag between the dates that (1) inter-fund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The advances were to finance the construction of enterprise assets. The inter-fund receivables and payables are scheduled to be collected in the subsequent year whereas the inter-fund advances are not.

14. Fund Transfer Reconciliation

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

	TRANSFERS IN	TRANSFERS OUT
General Fund	$ 46,140,671	$ 15,680,034
Debt Service	34,912,713	70,519,682
Tax Increment	–	16,569,972
Benefit Tax Accounts	–	22,095,468
Local Option Sales Tax	52,997	26,188,857
Capital Projects	81,357,737	1,333,080
Other Governmental Funds	4,067,011	25,801,752
Parking Facilities System	1,440,000	–
Sewer System	7,018,737	1,623,375
Stormwater Utility	12,681,772	7,945,487
Municipal Housing Agency	86,069	–
Total	$ 187,757,707	$ 187,757,707

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

15. Other Postemployment Benefits

The City provides access to postretirement medical benefits to all retirees as required by Chapter 509A.13 of the Code of Iowa. Although retirees are required to pay 102% of the premium rate, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, requires that employers recognize the Implicit Rate Subsidy that exists in postretirement medical plans provided by governmental employers.

The Implicit Rate Subsidy refers to the concept that retirees under age 65 (and not eligible for Medicare) generate higher claims on average than active participants. When a medical plan is self-insured or fully insured through a third-party administrator, a premium is usually determined by analyzing the claims of the entire population in the plan and adjusting for administrative costs. The resulting premium is called a blended premium because it blends the claims of active and retired participants. Since individuals generally have more and higher claims as they get older, the blended premium paid for retirees is lower than their expected claims. Another way of considering this is that if the retirees were removed from the plan, the premium for the active group would be lower; therefore, the retirees' premiums

are being subsidized by the active group. Since the employer generally pays a large portion or all of the premiums for the active group, this subsidy creates a liability for the employer. The difference between the expected claims for the retiree group and the blended premium is called the Implicit Rate Subsidy.

Plan description: The City sponsors an agent multi-employer health care plan that provides medical, prescription drugs and dental benefits to all active and retired employees and their eligible dependents. Employees who have attained age 55 and retire from active employment are eligible for retiree benefits. Eligible retirees and their dependents receive medical and prescription coverage through a fully-insured plan with Wellmark BCBS and dental benefits through a self-insured plan. These are the same plans that are available for active employees.

Funding policy: The City of Des Moines establishes and amends contribution requirements.

The current funding policy of the City is to pay health insurance premiums as they occur. This arrangement does not qualify as other postemployment benefits (OPEB) plan assets under Governmental Accounting Standards Board (GASB) Statement No. 75 for current GASB reporting.

Contributions of the full premium are required for both retiree and dependent coverage. The contributions for each insured group is assumed to be the expected, composite per capita cost for the group. This composite is then disaggregated into an age-specific starting cost curve based on the average age of the group and for assumptions for age-based morbidity. The average age of the pre-65 retiree group is 61. Retiree expenses are then offset by monthly contributions. The City does not issue a publicly available financial report for the Plan.

As of June 30, 2020, the following employees were utilizing benefits described herein:

Employees utilizing City's health insurance:	
Active	1,601
Retired (inactive currently receiving benefits)	182
Total	1,783

The City's total OPEB liability as of June 30, 2020 was $22,869,853. This balance was determined by an actuarial valuation as of that date utilizing the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Rate of inflation	2.60 percent
Salary increases	3.25 percent, including inflation
Discount rate	2.66 percent
Health Care Trend Rates	8.00 percent in fiscal 2020, decreasing to 4.50 percent by fiscal 2027

The discount rate was based on the yield rate for a 20-year tax-exempt general obligation municipal bond with an average rating of AA/Aa or higher.

Mortality rates were based on the following tables depending on the covered individual's classification:

- IPERS Employees and Retirees: SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2019.
- MFPRSI Employees and Retirees: SOA Pub-2010 Public Safety Headcount Weighted Mortality Table fully generational using Scale MP-2019.
- Surviving Spouses: SOA Pub-2010 Contingent Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2019.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance as of June 30, 2019	$ 21,797,344
Service cost	1,454,823
Interest	798,010
Changes in assumptions	(993,390)
Difference between expected and actual experience	855,763
Benefit payments	(1,042,697)
Balance as of June 30, 2020	$ 22,869,853

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the total OPEB liability of the City, as well as what the City's approximate total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.66%) or 1% higher (3.66%) than the current discount rate:

	1% Decrease 1.66%	Discount Rate 2.66%	1% Increase 3.66%
Total OPEB Liability	$ 24,319,875	$ 22,869,853	$ 21,467,813

Sensitivity of the total OPEB liability to changes in the health care cost trend rate: The following presents the total OPEB liability of the City, as well as what the City's approximate total OPEB liability would be if it were calculated using a health care cost trend rate that is 1% lower (7.00% decreasing to 3.50%) or 1% higher (9.00% decreasing to 5.50%) than the current health care cost trend rate:

	1% Decrease (7.00% Decreasing to 3.50%)	Health Care Cost Trend Rate (8.00% Decreasing to 4.00%)	1% Increase (9.00% Decreasing to 5.50%)
Total OPEB Liability	$ 20,512,443	$ 22,869,853	$ 25,622,405

OPEB Expense and deferred outflows of resources and deferred inflows of resources related to OPEB: For the year ended June 30, 2020, the City recognized OPEB expense of $2,075,052. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 1,433,793	$ (1,973,867)
Changes in assumptions	777,525	(1,505,627)
Balance as of June 30, 2020	$ 2,211,318	$ (3,479,494)

Amounts reported as the deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense over the average future service to retirement of plan participants as follows:

Fiscal Year Ended June 30,	OPEB Expense
2021	$ (177,781)
2022	(177,781)
2023	(177,781)
2024	(177,781)
2025	(177,781)
Thereafter	(379,271)
Total	$ (1,268,176)

16. Commitments and Contingent Liabilities

A. Grants

The City has received financial assistance from numerous federal and state agencies in the form of grants and entitlements. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, liabilities resulting from disallowed claims, if any, will not have a material effect on the City's financial position as of June 30, 2020.

B. Litigation

The City Attorney reported that as of June 30, 2020, various claims and lawsuits were on file against the City, and estimated that the potential settlements against the City not covered by insurance would not materially affect the financial position of the City. The City has authority to levy additional taxes (outside the regular limit) to cover uninsured judgments against the City.

C. Self-insurance

The City's property, casualty, and workers compensation liabilities for all funds are covered by a combination of self-insurance, or self-insured retention, and commercial insurance. Property insurance for the City is provided by Alliant Insurance Services, Inc. with a loss limit of $500,000,000 and loss of business income and extra expense coverage

of up to $100,000,000, with various levels of deductibles. Excess liability coverage is maintained through Allied World in the amount of $10,000,000 per occurrence, with a $2,000,000 self-insured retention. Workers compensation insurance is maintained for all employees through Safety National Casualty Corporation at statutory limits, with a $1,250,000 self-insured retention. Additionally, the Municipal Housing Agency purchases first dollar workers compensation coverage.

For certain enterprise fund operations (Stormwater, Solid Waste, Sanitary, and Municipal Housing), automobile liability insurance is maintained through Travelers Insurance Company with a per occurrence limit of $2,000,000 and a $5,000 deductible. This policy is designed to cover the excess liability policy's $2,000,000 self-insured retention.

The City purchases a blanket property insurance policy with a $100,000 per occurrence deductible. The Municipal Housing Agency also purchases its own blanket property insurance policy with a $5,000 deductible per occurrence.

Chapter 384, Revision I, Subsection 4 of the *Code of Iowa* provides that a city may establish a Debt Service Fund, and shall certify taxes to be levied for the Debt Service Fund in the amount necessary to pay judgments against the city, except those authorized by state law to be paid from other funds. As a result, the City self-insures the first $2,000,000 per occurrence of liability on its General Fund operations, and is able to provide this coverage through its taxing process.

The City's tort liability claims and related administration expenses are accounted for in the appropriate fund related to the claim. Claims and related administration expenses are accounted for in the General Fund. Health benefit insurance and related administration expenses are accounted for in an internal service fund. The current portion of workers compensation claims is recorded in the same fund as the recipient's payroll was recorded.

Within the past ten years, there has only been one worker's compensation claim which exceeded the City's $1,250,000 self-insured coverage. Within that same period, there have been no claims which exceeded the City's $2,000,000 self-insured liability policy.

Liabilities are reported when it is probable that a loss will occur, and the amount of the loss can be reasonably estimated. Claim liabilities are calculated considering recent claim settlement trends, including frequency and amount of payouts and other economic and social factors.

The following is a summary of estimated claims liability for the year ended June 30, 2020 (with comparative amounts for 2019):

	WORKERS COMPENSATION	
	2020	2019
Balance at beginning of year	$ 12,135,571	$ 9,691,298
Current year claims and changes in estimate	2,152,465	8,068,909
Claim payments	(4,098,540)	(5,624,636)
Balance at end of year	$ 10,189,496	$ 12,135,571

	LEGAL SETTLEMENTS	
	2020	2019
Balance at beginning of year	$ 1,267,402	$ 1,638,500
Current year claims and changes in estimate	267,850	2,478,979
Claim payments	(638,752)	(2,850,077)
Balance at end of year	$ 896,500	$ 1,267,402

The City became self-insured for medical claims and prescription coverage in fiscal year 2012. All claim handling procedures are performed by an independent claims administrator. Dental insurance is self-funded and administered by Delta Dental of Iowa. Liabilities are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The aggregate liability for claims for the year ended June 30, 2020 (with comparative amounts for 2019) is as follows:

	2020	2019
Claims payable, beginning of the year	$ 1,873,000	$ 1,648,000
Current year claims and changes in estimate	26,500,307	27,371,289
Claim payments	(26,321,307)	(27,146,289)
Claims payable, end of the year	$ 2,052,000	$ 1,873,000

Workers compensation and health insurance claims attributed to governmental and internal service funds are recorded in the Governmental Activities in the Accrued Employee Benefits line item. Legal settlements are also included in the Governmental Activities, in the line item entitled "Other liabilities for claims and judgments."

D. Construction Contracts

The City has recognized as a liability only that portion of construction contracts representing construction completed, but not yet paid for, through June 30, 2020. The City has additional commitments for signed construction contracts of approximately $98.00 million as of June 30, 2020. Of these commitments, approximately $62.57 million will be funded by general obligation and revenue bonds, $7.00 million by federal and state grants, $27.91 million from operating revenues, and $0.52 million from private contributions.

E. Arbitrage

Arbitrage rules apply to tax-exempt debt issued after August 31, 1986. The rules require that earnings from the investment of tax-exempt bond proceeds which exceed the yield on the bonds must be remitted to the federal government every five years.

The City entered into an agreement with an outside consulting firm to assist City personnel in reviewing arbitrage rebate calculations for the above bond issues. Those bond issues that have been reviewed show that no arbitrage rebate is owed.

For the bond issues that have not yet been reviewed, management believes that the rebate amounts, if any, will not be material to the financial statements.

F. Developer Commitments

In order to encourage development within designated TIF districts, the City Council has approved developer grants to 123 different projects. The grants are to be paid only after certain conditions have been met by each project developer, and are to be paid over many years in the form of a rebate of a predetermined percentage of future property taxes generated by the property. Currently, it is estimated that outstanding commitments totaling about $485.12 million exist, of which $23.75 million may be eligible to be paid in the next fiscal year. These items are expensed in the period in which they are paid. No liability is recognized due to the fact that the agreements are conditional and the payments are to be funded by future property taxes receivable on the project and are subject to the City Council's right of non-appropriation each fiscal year. See further discussion of the related tax abatements of these agreements in Note 16.

G. Significant Encumbrances

The City had outstanding purchase orders at June 30, 2020 that represented agreements to purchase goods and services. The balances by fund were as follows:

General Fund	$ 1,264,336
Capital Projects	2,393,210
Other Governmental Funds	600,166
Internal Service Funds	4,233,880
Parking	22,676
Sewer System	65,945
Solid Waste	1,516
Stormwater Utility	61,354
	$ 8,643,083

F. Coronavirus Outbreak

On January 30, 2020, the World Health Organization declared the coronavirus outbreak (COVID-19) a "Public Health Emergency of International Concern" and on March 11, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, and quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate the spread of it have had, and are expected to continue to have, an adverse impact on the economies and financial markets of many countries and their political subdivision. On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was enacted to amongst other provisions, provide emergency assistance for individuals, families and businesses affected by the coronavirus pandemic.

It is unknown how long the adverse conditions associated with the coronavirus will last and what the complete financial effect will be to the Appeal Board. The extent to which COVID-19 may affect the Appeal Board's results will depend on future developments, which are highly uncertain and cannot be predicted, including new information, which may emerge concerning the severity of COVID-19 and actions taken to contain COVID-19 or its impact, among others.

Additionally, it is reasonably possible that estimates made in the financial statements have been, or will be, materially and adversely impacted in the near term as a result of these conditions.

17. 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.

The City provides property tax abatements for urban renewal and economic development projects with tax increment financing (TIF) as provided for in Chapters 15A and 403 of the Code of Iowa. To be eligible for an abatement under one of these types of projects, the developer has to enter into an agreement. After the developer meets the terms of the agreement, the City is required to rebate a portion of the property tax paid by the developer, to pay the developer an economic development grant or to pay the developer a predetermined dollar amount. These payments are funded by the incremental property tax generated from the increased property value (the tax increment) created by the improvements made to the property.

Generally, the agreements require the developer to improve a given property's value up to an agreed upon dollar amount. The improvements may be through new construction or renovations, depending upon the specifics of the agreement and purpose of the project. Additional requirements the City commonly imposes upon the developer include creating and sustaining a specified number of jobs in the community, building a specified number of

residential units within a given affordability threshold, or developing a certain square footage of retail space. As these agreements are intended to achieve a desired goal of the City, additional metrics may be worked into them on a case-by-case basis.

Under TIF, for the year ended June 30, 2020, the City abated $5,428,704 of property tax which would have otherwise flowed to its General Fund and a further $11,229,766 which would have flowed to other local taxing authorities.

18. New Pronouncements

GASB Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance, issued in May 2020, will be effective immediately for the City. The objective of Statement No. 95 is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic by delaying the effective dates of pronouncements not yet adopted by 12-18 months. The following pronouncements have been updated to reflect the new effective dates.

As of June 30, 2020, the GASB has issued several statements not yet implemented by the City. The statements which might impact the City are as follows:

GASB Statement No. 84, *Fiduciary Activities*, issued February 2017, will be effective for the City beginning with its year ending June 30, 2021. This Statement is designed to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

GASB Statement No. 87, *Leases,* issued June 2017, will be effective for the City beginning with its fiscal year ending June 30, 2022, with earlier adoption encouraged. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. Under this statement, a government entity that is a lessee must recognize (1) a lease liability and (2) an intangible asset representing the lessee's right to use the leased asset. In addition, the City must report the (1) amortization expense for using the lease asset over the shorter of the term of the lease or the useful life of the underlying asset, (2) interest expense on the lease liability and (3) note disclosures about the lease. The Statement provides exceptions from the single-approach for short-term leases, financial purchases, leases of assets that are investments, and certain regulated leases. This statement also addresses accounting for lease terminations and modifications, sale-leaseback transactions, non-lease components embedded in lease contracts (such as service agreements), and leases with related parties.

GASB Statement No. 90, *Majority Equity Interest,* issued September 2018, will be effective for the City beginning with the fiscal year ending June 30, 2021. Statement No. 90 clarifies the accounting and financial reporting requirements for a state or local government's majority equity interest in an organization that remains legally separate after acquisition.

GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019, will be effective for the City beginning with its fiscal year ending June 30, 2023. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers, and eliminate diversity in practice associated with (1) commitments extended by users, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligation; and improving required noted disclosures.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans,* issued June 2020, will be effective for the beginning with fiscal year June 30, 2022. The primary objective of Statement No. 97 are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans.

The City's management has determined the implementation of GASB Statement No. 87 may have a significant impact on the City's Financial Statements but has not yet determined the effect of Statement Nos. 84, 90, 91 or 97.

19. Subsequent Events

On July 10, 2020, the Des Moines Airport Authority called Aviation System Revenue Capital Loan Notes, Series 2010A, dated December 22, 2010, Aviation System Revenue Capital Loan Notes, Series 2010B, dated December 22, 2010, and Aviation System Revenue Capital Loan Notes, Series 2010D, dated December 22, 2010.

On September 28, 2020, the City issued $84,760,000 of General Obligation Bonds, Series 2020D, which will be used to fund a portion of the City's annual capital improvement program. Principal payments on the General Obligation Bonds begin on June 1, 2021 and continue annually until maturity on June 1, 2040. Interest rates on this issue range from 1.25% to 5.00%.

On September 28, 2020, the City issued $5,090,000 of Taxable General Obligation Bonds, Series 2020E, which will be used to pay costs of the demolition of abandoned, dilapidated or dangerous building, structures or properties or the abatement of a nuisance; and the establishment and funding of programs to provide for or assist in providing for the acquisition or demolition of housing, as part of a municipal housing project. Principal

payments on the Taxable General Obligation Bonds begin on June 1, 2021 and continue annually until maturity on June 1, 2025. Interest rates on this issue range from 0.50% to 4.00%.

On September 28, 2020, the City issued $22,485,000 of Stormwater Management Utility Revenue Bonds, Series 2020F, which will be used to provide funds to pay costs of acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping all or part of the Stormwater Management Utility, including Closes Creek watershed improvements, flood mitigation and protection system improvements, levee maintenance and improvements, and city-wide stormwater projects. Principal payments on the Stormwater Management Utility Revenue Bonds begin on June 1, 2021 and continue annually until maturity on June 1, 2040. Interest rates on this issue range from 2.00% to 5.00%.

CITY OF DES MOINES

20. Fund Balances

GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* establishes criteria for reclassifying fund balances into specifically defined classifications and clarified definitions for governmental fund types. The details for the City of Des Moines' fund balances are the following:

Fund Balances:	GENERAL	DEBT SERVICE	TAX INCREMENT	BENEFIT TAX ACCOUNTS
Nonspendable:				
Advances	$ 3,924,453	$ ---	$ ---	$ ---
Prepaids	1,731,136	---	---	---
Corpus for permanent funds	---	---	---	---
Total nonspendable	5,655,589	---	---	---
Restricted:				
Federal, state, and local grants	---	---	---	---
Road Use	---	---	---	---
Maintenance on public land, cemetery	---	---	---	---
Debt Service	---	13,483,866	---	---
Capital improvements and maintenance	---	---	---	---
Employee benefits	---	---	---	537,352
Police department	---	---	---	---
Fire department	---	---	---	---
SSMID districts	---	---	---	---
Community projects	---	---	---	---
Library gift fund	---	---	---	---
Sales Tax	---	---	---	---
Economic development	---	---	17,159,351	---
Human Rights	---	---	---	---
Scholarship	---	---	---	---
Total restricted	---	13,483,866	17,159,351	537,352
Committed				
Capital improvements and maintenance	---	---	---	---
Maintenance on public land, cemetery	---	---	---	---
Litigation	1,000,000	---	---	---
Economic development	---	---	---	---
Community projects	---	---	---	---
Total committed	1,000,000	---	---	---
Unassigned	38,735,708	---	---	---
Total fund balances	$ 45,391,297	$ 13,483,866	$ 17,159,351	$ 537,352

FRANCHISE FEE COURT SETTLEMENT	LOCAL OPTION SALES TAX	CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
$ ---	$ ---	$ ---	$ ---	$ 3,924,453
---	---	98,716	623,604	2,453,456
---	---	---	4,249,971	4,249,971
---	---	98,716	4,873,575	10,627,880
---	---	---	341,185	341,185
---	---	---	10,421,670	10,421,670
---	---	---	1,305,376	1,305,376
1,230,182	---	---	---	14,714,048
---	---	916,421	2,369,327	3,285,748
---	---	---	596,718	1,134,070
---	---	---	497,302	497,302
---	---	---	33,994	33,994
---	---	---	494,023	494,023
---	---	---	41,058	41,058
---	---	---	401,868	401,868
---	11,067,440	---	---	11,067,440
---	---	---	278,120	17,437,471
---	---	---	3,279	3,279
---	---	---	948	948
1,230,182	11,067,440	916,421	16,784,868	61,179,480
---	---	52,274,363	---	52,274,363
---	---	---	161,601	161,601
---	---	---	---	1,000,000
---	---	---	3,990,669	3,990,669
---	---	---	49,533	49,533
---	---	52,274,363	4,201,803	57,476,166
---	---	(351,236)	(1,951,060)	36,433,412
$ 1,230,182	$ 11,067,440	$ 52,938,264	$ 23,909,186	$ 165,716,938

CITY OF DES MOINES

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
BUDGETARY COMPARISON SCHEDULE
BUDGETARY BASIS -- ALL GOVERNMENTAL FUNDS
AND ENTERPRISE FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2020

	GOVERNMENTAL FUND TYPES BASIS ACTUAL AMOUNTS	ENTERPRISE FUND TYPES BASIS ACTUAL AMOUNTS	NET	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	FINAL TO ACTUAL
Revenue:						
Taxes	$ 215,182,497	$ ---	$ 215,182,497	$ 203,375,753	$ 212,740,769	$ 2,441,728
Franchise fees	18,089,946	---	18,089,946	19,421,000	19,531,000	(1,441,054)
Licenses and permits	4,427,534	---	4,427,534	4,661,611	4,666,547	(239,013)
Fines and forfeitures	6,494,366	---	6,494,366	6,531,871	6,491,088	3,278
Charges for sales and services	18,210,351	101,560,362	119,770,713	118,845,585	118,809,386	961,327
Use of money and property	6,203,612	2,932,990	9,136,602	5,648,151	5,267,984	3,868,618
Miscellaneous	20,399,347	104,885	20,504,232	29,901,218	24,242,412	(3,738,180)
Intergovernmental	62,893,446	22,062,606	84,956,052	80,878,265	101,759,683	(16,803,631)
Total revenue	351,901,099	126,660,843	478,561,942	469,263,454	493,508,869	(14,946,927)
Expenditure:						
Current:						
Public safety	119,537,011	---	119,537,011	120,426,073	124,856,580	5,319,569
Public works	32,468,112	---	32,468,112	32,808,229	32,968,471	500,359
Health and social services	9,337,836	---	9,337,836	9,225,086	12,864,079	3,526,243
Culture and recreation	21,380,898	---	21,380,898	22,029,012	22,713,329	1,332,431
Community and economic development	26,175,349	---	26,175,349	30,165,988	37,576,912	11,401,563
General government	33,663,506	---	33,663,506	27,468,002	27,311,764	(6,351,742)
Business-type	---	91,188,887	91,188,887	187,526,113	196,339,555	105,150,668
Capital outlay	82,843,393	63,324,854	146,168,247	115,064,918	135,472,627	(10,695,620)
Debt service	110,331,961	29,705,257	140,037,218	58,181,497	109,942,738	(30,094,480)
Total expenditure	435,738,066	184,218,998	619,957,064	602,894,918	700,046,055	80,088,991
Excess (deficiency) of revenue over expenditure	(83,836,967)	(57,558,155)	(141,395,122)	(133,631,464)	(206,537,186)	65,142,064
Other financing sources (uses):						
Transfers in	166,531,129	21,226,578	187,757,707	160,155,801	234,727,686	(46,969,979)
Other financing sources	119,493,727	24,727,573	144,221,300	99,461,214	146,698,977	(2,477,677)
Transfers out	(178,188,845)	(9,568,862)	(187,757,707)	(160,155,801)	(234,727,686)	46,969,979
Total other financing sources (uses)	107,836,011	36,385,289	144,221,300	99,461,214	146,698,977	(2,477,677)
Net change in fund balances	23,999,044	(21,172,866)	2,826,178	$ (34,170,250)	$ (59,838,209)	$ 62,664,387
Fund balances, beginning of year	187,887,994	19,082,143	206,970,137			
Fund balances, end of year	$ 211,887,038	$ (2,090,723)	$ 209,796,315			

The notes to the required supplementary are an integral part of this statement.

CITY OF DES MOINES, IOWA
BUDGETARY COMPARISON SCHEDULE --
BUDGET TO GAAP RECONCILIATION
REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2020

	GOVERNMENTAL FUND TYPES		
	BUDGET MODIFIED ACCRUAL BASIS	ACCRUAL ADJUSTMENTS	MODIFIED ACCRUAL BASIS
Revenues	$ 351,901,099	$ 1,539,218	$ 353,440,317
Expenditures	435,738,066	(70,000)	435,668,066
Net	(83,836,967)	1,609,218	(82,227,749)
Other financing sources (uses)	107,836,011	(598,758)	107,237,253
Beginning fund balances	187,887,994	(41,933,664)	140,707,434
Ending fund balances	$ 211,887,038	$ (46,170,100)	$ 165,716,938

	ENTERPRISE FUND TYPES		
	BUDGET MODIFIED ACCRUAL BASIS	ACCRUAL ADJUSTMENTS	ACCRUAL BASIS
Revenues	$ 126,660,843	$ 3,665,938	$ 122,994,905
Expenses	184,218,998	78,941,835	105,277,163
Net	(57,558,155)	75,275,897	17,717,742
Other financing sources (uses)	36,385,289	19,983,037	16,402,252
Beginning fund balances	19,082,143	357,830,122	351,867,536
Ending fund balances	$ (2,090,723)	$ 453,089,056	$ 385,987,530

See notes to required supplementary information.

CITY OF DES MOINES, IOWA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION --
BUDGETARY REPORTING
June 30, 2020

In accordance with the Code of Iowa, the City Council annually adopts a budget on a modified accrual basis following required public notice and hearing by function which includes all funds except fiduciary funds and internal service funds. 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, public works, health and social services, culture and recreation, community and economic development, general government, debt service, capital outlay, business-type and non-program. The legal level of control is at the aggregated function level, not at the fund or fund type level. During the year, budget amendments increased budgeted disbursements, including tranfers out by $171,723,022. These budget amendments are reflected in the final budgeted amounts.

The accrual adjustments related to the governmental fund types revenue are unbudgeted items for GASB 31 investment fair value adjustments, loan repayments that have been adjusted to reduce the loan receivable, and prior period revenue adjusted to reduce a long-term receivable. The accrual adjustments related to governmental fund types expenditures are unbudgeted items for bad debt expense and a prior period expense to reduce a long-term due to other governmental unit.

The accrual adjustments related to the enterprise fund types revenues are unbudgeted items for GASB 31 investment fair value adjustments, amortization of unearned premiums, donations of capital assets, and sale of capital assets. The accrual adjustments related to the enterprise fund types expenditures are unbudgeted depreciation charges and adding back capital outlay that is budgeted. The accrual adjustments related to the enterprise fund types Other financing sources are including debt service payments which are accounted for in the budget.

During the year ended June 30, 2020, disbursements exceeded the amounts budgeted in the general government function, capital outlay function and debt service function.

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
SCHEDULE OF CHANGES IN THE CITY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
REQUIRED SUPPLEMENTARY INFORMATION

	June 30, 2020*	June 30, 2019*	June 30, 2018*
Total OPEB liability			
Service cost	$ 1,454,823	$ 702,378	$ 1,784,438
Interest	798,010	891,160	785,904
Differences between expected and actual experience	855,763	(2,537,829)	1,009,672
Changes of assumptions or other inputs	(993,390)	999,676	(933,920)
Benefit payments	(1,042,697)	(1,155,130)	(1,192,403)
Net change in total OPEB liability	1,072,509	(1,099,745)	1,453,691
Total OPEB liability—beginning	21,797,344	22,897,089	21,443,398
Total OPEB liability—ending	$ 22,869,853	$ 21,797,344	$ 22,897,089
Covered payroll	$ 129,018,849	$ 125,853,482	$ 121,243,537
Total OPEB liability as a percentage of covered payroll	17.73%	17.32%	18.89%

Notes to Required Supplementary Information:

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

2020	2.66%
2019	3.51%
2018	3.87%
2017	3.58%

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

CITY OF DES MOINES, IOWA
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION

	June 30, 2019*	June 30, 2018*	June 30, 2017*
City's proportion of the net pension liability	0.977094%	0.976427%	0.947660%
City's proportionate share of the net pension liability	$ 56,960,233	$ 61,771,261	$ 62,561,805
City's covered payroll	$ 74,801,432	$ 73,341,533	$ 70,050,080
City's proportionate share of the net pension liability as a percentage of its covered payroll	76.15%	84.22%	89.31%
Plan fiduciary net position as a percentage of the total pension liability	85.45%	82.57%	81.23%

*Amounts presented for each fiscal year were determined as of the above measurement date.

See notes to required supplementary information

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 City will present information for those years for which information is available.

June 30, 2016*	June 30, 2015*	June 30, 2014*
0.953277%	0.961187%	0.988906%
$ 59,448,726	$ 47,487,290	$ 39,219,101
$ 68,356,528	$ 65,822,469	$ 64,753,315
86.97%	72.14%	60.57%
82.21%	85.19%	87.61%

CITY OF DES MOINES, IOWA
SCHEDULE OF THE CITY CONTRIBUTIONS
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION

	Statutorily Required Contribution	Contributions in Relation to the Statutorily Required Contribution	Contributions Deficiency (Excess)	City's Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	$ 7,254,857	$ 7,254,857	$ ---	$ 75,547,523	9.603%
2019	7,070,797	7,070,797	---	74,801,432	9.453%
2018	6,559,917	6,559,917	---	73,341,533	8.944%
2017	6,294,715	6,294,715	---	70,050,080	8.986%
2016	6,104,238	6,104,238	---	68,356,528	8.930%
2015	5,903,769	5,903,769	---	65,822,469	8.969%
2014	5,782,471	5,782,471	---	64,753,315	8.930%
2013	5,590,585	5,590,585	---	N/A	N/A
2012	5,605,331	5,605,331	---	N/A	N/A
2011	4,847,268	4,847,268	---	N/A	N/A

See notes to required supplementary information

N/A - not available

Note 1. Changes of benefit terms

Legislation passed in 2010 modified benefit terms for current Regular members. The definition of final average salary changed from the highest three to the highest five years of covered wages. The vesting requirement changed from four years of service to seven years. The early retirement reduction increased from 3 percent per year measured from the member's first unreduced retirement age to a 6 percent reduction for each year of retirement before age 65.

In 2008, legislative action transferred four groups – emergency medical service providers, county jailers, county attorney investigators, and National Guard installation security officers – from Regular membership to the protection occupation group for future service only.

The 2006 Legislature passed several provisions. One of these was the requirement that the System must be fully funded before benefits can be increased, and it must remain fully funded after the benefit change. A benefit increase may be enacted if such increase is accompanied by an increase in the contribution rate necessary to support the benefit enhancement. In addition, no transfer may be made to the Favorable Experience Dividend reserve account unless the System is fully funded and would remain so after the transfer.

Benefit provisions for sheriffs and deputies were changed in the 2004 legislative session. The eligibility for unreduced retirement benefits was lowered from age 55 by one year each July 1 (beginning in 2004) until it reached age 50 on July 1, 2008. The years of service requirement remained at 22 or more. Their contribution rates were also changed to be shared 50-50 by the employee and employer instead of the previous 40-60 split.

Note 2. Changes in actuarial assumptions and methods

The 2017 valuation implemented the following refinements as a result of a quadrennial experience study:

- 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.
- The long-term rate of return assumption decreased from 7.50% to 7.00%.
- The wage growth and payroll growth assumption decreased from 4.00% to 3.25%.

CITY OF DES MOINES, IOWA
SCHEDULE OF THE CITY'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
MUNICIPAL FIRE AND POLICE RETIREMENT SYSTEM OF IOWA
REQUIRED SUPPLEMENTARY INFORMATION

	June 30, 2019*	June 30, 2018*	June 30, 2017*
City's proportion of the net pention liability	18.4372%	18.5243%	18.0072%
City's proportionate share of the net pension liability	$ 120,934,295	$ 110,294,179	$ 105,607,726
City's covered payroll	$ 55,811,804	$ 53,870,249	$ 50,736,981
City's proportionate share of the net pension liability as a percentage of its covered payroll	216.68%	204.74%	208.15%
Plan fiduciary net position as a percentage of the total pension liability	76.47%	79.94%	81.07%

*Amounts presented for each fiscal year were determined as of the above measurement date.

See notes to required supplementary information

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 City will present information for those years for which information is available.

June 30, 2016*	June 30, 2015*	June 30, 2014*
18.2983%	18.3048%	18.2046%
$ 119,659,747	$ 106,280,275	$ 85,200,836
$ 49,569,046	$ 46,489,038	$ 46,366,458
241.40%	228.61%	183.76%
80.60%	78.20%	86.27%

CITY OF DES MOINES, IOWA
SCHEDULE OF THE CITY CONTRIBUTIONS
MUNICIPAL FIRE AND POLICE RETIREMENT SYSTEM OF IOWA
REQUIRED SUPPLEMENTARY INFORMATION

	Statutorily Required Contribution	Contributions in Relation to the Statutorily Required Contribution	Contributions Deficiency (Excess)	City's Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	$ 14,232,013	$ 14,232,013	$ ---	$ 57,411,473	24.789%
2019	14,555,612	14,555,612	---	55,811,804	26.080%
2018	13,859,111	13,859,111	---	53,870,249	25.727%
2017	13,300,483	13,300,483	---	50,736,981	26.215%
2016	13,871,135	13,871,135	---	49,569,046	27.983%
2015	14,626,300	14,626,300	---	46,489,038	31.462%
2014	13,965,577	13,965,577	---	46,366,458	30.120%
2013	11,874,300	11,874,300	---	N/A	N/A
2012	11,548,981	11,548,981	---	N/A	N/A
2011	8,772,090	8,772,090	---	N/A	N/A

See notes to required supplementary information

N/A - not available

Note 1. Changes of benefit terms

There were no significant changes of benefit terms.

Note 2. Changes of assumptions

For the valuation as of June 30, 2017, the plan changed its estimated mortality rates to the RP 2014 Blue Collar Healthy Annuitant with males set-forward zero years, females set-forward two years and disabled set-forward three years (male only rates), with generational projection of future mortality improvement with 50% of Scale BB beginning in 2017.

CITY OF DES MOINES

COMBINING STATEMENTS, INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF DES MOINES

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
COMBINING BALANCE SHEET SCHEDULE
ALL GENERAL FUND ACCOUNTS
June 30, 2020

	GENERAL	OTHER	TOTALS
ASSETS			
Cash and investments	$ 37,952,742	$ 291,542	$ 38,244,284
Taxes receivable	72,498,228	---	72,498,228
Accounts receivable	5,736,924	---	5,736,924
Accrued interest receivable	82,084	---	82,084
Due from other funds	3,026,915	---	3,026,915
Due from other governmental units	326,541	---	326,541
Advance to other funds	3,924,453	---	3,924,453
Prepaid items	1,731,136	---	1,731,136
Total assets	$125,279,023	$ 291,542	$125,570,565
LIABILITIES			
Accounts payable	$ 2,098,520	$ ---	$ 2,098,520
Contracts payable	2,992	---	2,992
Accrued wages payable	6,653,606	---	6,653,606
Good faith, security deposits	902,610	---	902,610
Total liabilities	9,657,728	---	9,657,728
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	70,521,540	---	70,521,540
Total deferred inflows of resources	70,521,540	---	70,521,540
FUND BALANCES (DEFICITS)			
Nonspendable	5,655,589	---	5,655,589
Committed	1,000,000	---	1,000,000
Unassigned	38,444,166	291,542	38,735,708
Total fund balance	45,099,755	291,542	45,391,297
Total liabilities, deferred inflows of resources and fund balances (deficits)	$125,279,023	$ 291,542	$125,570,565

CITY OF DES MOINES, IOWA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ALL GENERAL FUND ACCOUNTS
For the Fiscal Year Ended June 30, 2020

	GENERAL	OTHER	TOTALS
Revenues:			
Taxes	$ 71,230,732	$ ---	$ 71,230,732
Franchise fees	12,351,776	---	12,351,776
Licenses and permits	4,318,812	---	4,318,812
Fines and forfeitures	6,475,104	---	6,475,104
Charges for sales and services	17,328,565	1,150	17,329,715
Use of money and property	3,814,818	2,200	3,817,018
Miscellaneous	15,635,910	222,649	15,858,559
Intergovernmental	4,513,361	1,303	4,514,664
Total revenues	135,669,078	227,302	135,896,380
Expenditures:			
Current:			
Public safety	115,973,666	5,951	115,979,617
Public works	4,823,649	---	4,823,649
Health and social services	777,298	---	777,298
Culture and recreation	19,020,233	---	19,020,233
Community and economic development	5,914,511	---	5,914,511
General governmental	24,627,633	22,720	24,650,353
Capital outlay	739,538	26,640	766,178
Total expenditures	171,876,528	55,311	171,931,839
Excess (deficiency) of revenues over expenditures	(36,207,450)	171,991	(36,035,459)
Other financing sources (uses):			
Transfers in	46,140,671	---	46,140,671
Transfers out	(13,363,214)	(2,316,820)	(15,680,034)
Proceeds from damage claims	3,719	---	3,719
Proceeds from capital asset sale	12,056	---	12,056
Total other financing sources (uses)	32,793,232	(2,316,820)	30,476,412
Net changes in fund balance	(3,414,218)	(2,144,829)	(5,559,047)
Fund balances (deficits), beginning of year	48,513,973	2,436,371	50,950,344
Fund balances (deficits), end of year	$ 45,099,755	$ 291,542	$ 45,391,297

CITY OF DES MOINES, IOWA
COMBINING BALANCE SHEET SCHEDULE
ALL CAPITAL PROJECTS ACCOUNTS
June 30, 2020

	BRIDGE PROJECTS	MUNICIPAL BUILDINGS PROJECTS	STREET PROJECTS	PARK IMPROVEMENT PROJECTS
ASSETS				
Cash and investments	$ 6,812,913	$ 8,219,505	$ 23,814,840	$ 9,626,558
Accounts receivable	---	---	---	13,310
Due from other governmental units	2,417,790	---	2,115,739	258,531
Special assessments receivable	---	---	---	---
Prepaid items	---	1,042	---	---
Total assets	$ 9,230,703	$ 8,220,547	$ 25,930,579	$ 9,898,399
LIABILITIES				
Accounts payable	$ 3,181	$ 101,003	$ 76,777	$ 29,362
Contracts payable	1,355,560	830,944	8,472,880	1,645,156
Accrued wages payable	13,816	15,591	120,592	43,694
Due to other funds	---	---	---	---
Unearned revenue	---	---	108,630	---
Total liabilities	1,372,557	947,538	8,778,879	1,718,212
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - intergovernmental	1,749,616	---	30,000	34,004
Unavailable revenue - special assessment	---	---	---	---
Total deferred inflows of resources	1,749,616	---	30,000	34,004
FUND BALANCES (DEFICITS)				
Nonspendable	---	1,042	---	---
Restricted	---	---	---	---
Committed	6,108,530	7,271,967	17,121,700	8,146,183
Unassigned	---	---	---	---
Total fund balances (deficits)	6,108,530	7,273,009	17,121,700	8,146,183
Total liabilities, deferred inflows of resources and fund balances (deficits)	$ 9,230,703	$ 8,220,547	$ 25,930,579	$ 9,898,399

FIRE PROTECTION PROJECTS	LIBRARY PROJECTS	SPECIAL ASSESSMENT PROJECTS	URBAN RENEWAL PROJECTS	OTHER CAPITAL PROJECTS	TOTALS
$ 7,843,230	$ 166,150	$ 916,421	$ ---	$ 5,028,510	$ 62,428,127
---	---	---	---	1,325,346	1,338,656
---	---	---	---	7,877	4,799,937
---	---	2,637,385	---	---	2,637,385
3,750	24,341	---	---	69,583	98,716
$ 7,846,980	$ 190,491	$ 3,553,806	$ ---	$ 6,431,316	$ 71,302,821
$ ---	$ 24,109	$ ---	$ ---	$ 156,521	$ 390,953
430,021	---	---	---	121,264	12,855,825
1,652	237	---	112	11,326	207,020
---	---	---	315,819	---	315,819
---	---	---	35,305	---	143,935
431,673	24,346	---	351,236	289,111	13,913,552
---	---	---	---	---	1,813,620
---	---	2,637,385	---	---	2,637,385
---	---	2,637,385	---	---	4,451,005
3,750	24,341	---	---	69,583	98,716
---	---	916,421	---	---	916,421
7,411,557	141,804	---	---	6,072,622	52,274,363
---	---	---	(351,236)	---	(351,236)
7,415,307	166,145	916,421	(351,236)	6,142,205	52,938,264
$ 7,846,980	$ 190,491	$ 3,553,806	$ ---	$ 6,431,316	$ 71,302,821

CITY OF DES MOINES, IOWA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
ALL CAPITAL PROJECTS ACCOUNTS
For the Fiscal Year Ended June 30, 2020

	BRIDGE PROJECTS	MUNICIPAL BUILDINGS PROJECTS	STREET PROJECTS	PARK IMPROVEMENT PROJECTS
Revenues:				
Charges for sales and services	$ ---	$ ---	$ ---	$ ---
Use of money and property	(7,065)	(5,881)	(74,508)	(14,381)
Miscellaneous	---	---	1,542,438	1,911,537
Intergovernmental	4,108,267	---	8,072,526	890,065
Total revenue	4,101,202	(5,881)	9,540,456	2,787,221
Expenditures:				
Current:				
Public safety	---	---	---	---
Public works	---	---	410,237	---
Culture and recreation	---	---	---	607,290
Community and economic development	---	---	---	---
General government	---	228,802	---	---
Capital outlay	10,611,407	3,246,729	42,651,312	9,043,685
Total expenditures	10,611,407	3,475,531	43,061,549	9,650,975
Excess (deficiency) of revenues over expenditures	(6,510,205)	(3,481,412)	(33,521,093)	(6,863,754)
Other financing sources (uses):				
Transfers in	2,700,000	8,612,837	34,660,000	7,818,080
Transfers out	---	(187,000)	(746,080)	---
Proceeds from damage claims	---	620	---	---
Proceeds from capital asset sale	---	215,000	---	---
Total other financing sources (uses)	2,700,000	8,641,457	33,913,920	7,818,080
Net changes in fund balance	(3,810,205)	5,160,045	392,827	954,326
Fund balances (deficits), beginning of year	9,918,735	2,112,964	16,728,873	7,191,857
Fund balances (deficits), end of year	$ 6,108,530	$ 7,273,009	$ 17,121,700	$ 8,146,183

FIRE PROTECTION PROJECTS	LIBRARY PROJECTS	SPECIAL ASSESSMENT PROJECTS	URBAN RENEWAL PROJECTS	OTHER CAPITAL PROJECTS	TOTALS
$ ---	$ 57,863	$ ---	$ ---	$ 3,009	$ 60,872
(12,301)	(3,641)	4,262	---	(18,406)	(131,921)
---	24,533	---	---	1,747,085	5,225,593
---	---	---	---	---	13,070,858
(12,301)	78,755	4,262	---	1,731,688	18,225,402
129,355	---	---	---	9,861	139,216
---	---	---	---	942,075	1,352,312
---	1,089,966	---	---	100,000	1,797,256
---	---	---	---	2,302,232	2,302,232
---	---	---	---	298,725	527,527
2,293,440	581,645	---	7,677	12,335,695	80,771,590
2,422,795	1,671,611	---	7,677	15,988,588	86,890,133
(2,435,096)	(1,592,856)	4,262	(7,677)	(14,256,900)	(68,664,731)
8,300,000	1,340,000	---	---	17,926,820	81,357,737
---	---	---	---	(400,000)	(1,333,080)
---	---	---	---	---	620
---	---	---	---	---	215,000
8,300,000	1,340,000	---	---	17,526,820	80,240,277
5,864,904	(252,856)	4,262	(7,677)	3,269,920	11,575,546
1,550,403	419,001	912,159	(343,559)	2,872,285	41,362,718
$ 7,415,307	$ 166,145	$ 916,421	$ (351,236)	$ 6,142,205	$ 52,938,264

CITY OF DES MOINES, IOWA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	SPECIAL REVENUE		
	CDBG	COMMUNITY SERVICES	OTHER EMPLOYEE BENEFITS
ASSETS			
Cash and investments	$ ---	$ ---	$ 1,436,195
Taxes receivable	---	---	19,780,553
Accounts receivable	---	20,916	26
Loans receivable, net of allowance for doubtful accounts	701,749	---	---
Accrued interest receivable	2,374	---	---
Due from other funds	---	---	---
Due from other governmental units	1,568,121	1,107,201	---
Prepaid items	---	170,825	322,865
Total assets	$ 2,272,244	$ 1,298,942	$ 21,539,639
LIABILITIES			
Accounts payable	665,623	541,311	---
Contracts payable	---	---	---
Accrued wages payable	70,371	8,119	484,362
Accrued employee benefits	---	---	684,495
Due to other funds	822,501	434,315	---
Good faith, security deposits	---	---	---
Total liabilities	1,558,495	983,745	1,168,857
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	---	---	19,451,199
Unavailable revenue - intergovernmental	399,280	550,590	---
Total deferred inflows of resources	399,280	550,590	19,451,199
FUND BALANCES (DEFICITS)			
Nonspendable	---	170,825	322,865
Restricted	314,469		596,718
Committed	---	---	---
Unassigned	---	(406,218)	---
Total fund balances	314,469	(235,393)	919,583
Total liabilities, deferred inflows of resources and fund balances	$ 2,272,244	$ 1,298,942	$ 21,539,639

SPECIAL REVENUE		PERMANENT			
ROAD USE TAX	OTHER SPECIAL REVENUE	PERMANENT CEMETERY MAINTENANCE	SWARTZELL ENDOWMENT	WEISE BIRD HABITATS	TOTALS
$ 5,750,873	$ 5,276,028	$ 4,792,984	$ 414,696	$ 2,650	$ 17,673,426
---	1,930,760	---	---	---	21,711,313
74,275	186,446	---	---	---	281,663
---	1,340,372	---	---	---	2,042,121
---	39,380	---	---	---	41,754
---	110,075	---	---	---	110,075
5,770,119	380,533	---	---	---	8,825,974
15,482	114,432	---	---	---	623,604
$ 11,610,749	$ 9,378,026	$ 4,792,984	$ 414,696	$ 2,650	$ 51,309,930
620,323	162,923	---	---	---	1,990,180
36,962	653	---	---	---	37,615
516,312	8,738	---	---	---	1,087,902
---	---	---	---	---	684,495
---	176,159	---	---	---	1,432,975
---	120,935	---	---	---	120,935
1,173,597	469,408	---	---	---	5,354,102
---	1,635,103	---	---	---	21,086,302
---	10,470	---	---	---	960,340
---	1,645,573	---	---	---	22,046,642
15,482	114,432	3,887,435	362,536	---	4,873,575
10,421,670	4,491,652	905,549	52,160	2,650	16,784,868
---	4,201,803	---	---	---	4,201,803
---	(1,544,842)	---	---	---	(1,951,060)
10,437,152	7,263,045	4,792,984	414,696	2,650	23,909,186
$ 11,610,749	$ 9,378,026	$ 4,792,984	$ 414,696	$ 2,650	$ 51,309,930

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2020

	SPECIAL REVENUE		
	CDBG	COMMUNITY SERVICES	OTHER EMPLOYEE BENEFITS
Revenues:			
Taxes	$ ---	$ ---	$ 19,365,914
Licenses and permits	---	---	---
Fines and forfeitures	---	---	---
Charges for sales and services	---	500	---
Use of money and property	19,638	51,241	---
Miscellaneous	137,717	89,994	957,524
Intergovernmental	3,275,388	4,137,014	782,045
Total revenues	3,432,743	4,278,749	21,105,483
Expenditures:			
Current:			
Public safety	---	---	---
Public works	---	---	---
Health and social services	3,805,351	4,795,187	---
Culture and recreation	---	---	---
Community and economic development	---	---	---
General government	---	---	3,987,481
Capital outlay	---	---	---
Debt service:			
Principal retirement	---	---	---
Principal retirement	---	---	---
Total expenditures	3,805,351	4,795,187	3,987,481
Excess (deficiency) of revenues over expenditures	(372,608)	(516,438)	17,118,002
Other financing sources (uses):			
Transfers in	---	---	2,500,000
Transfers out	---	---	(19,378,968)
Proceeds from capital asset sale	---	---	---
Total other financing sources (uses)	---	---	(16,878,968)
Net changes in fund balances	(372,608)	(516,438)	239,034
Fund balances (deficits), beginning of year	687,077	281,045	680,549
Fund balances (deficits), end of year	$ 314,469	$ (235,393)	$ 919,583

SPECIAL REVENUE		PERMANENT			
ROAD USE TAX	OTHER SPECIAL REVENUE	PERMANENT CEMETERY MAINTENANCE	SWARTZELL ENDOWMENT	WEISE BIRD HABITATS	TOTALS
$ ---	$ 1,467,052	$ ---	$ ---	$ ---	$ 20,832,966
108,722	---	---	---	---	108,722
19,262	---	---	---	---	19,262
574,709	54,033	147,252	---	---	776,494
13,933	55,891	(8,605)	5,419	---	137,517
124,182	691,946	---	---	---	2,001,363
28,283,240	4,917,607	---	---	---	41,395,294
29,124,048	7,186,529	138,647	5,419	---	65,271,618
---	3,418,178	---	---	---	3,418,178
26,292,151	---	---	---	---	26,292,151
---	---	---	---	---	8,600,538
---	563,409	---	---	---	563,409
---	1,198,561	---	---	---	1,198,561
---	83,287	---	---	---	4,070,768
31,345	1,274,280	---	---	---	1,305,625
---	560,000	---	---	---	560,000
---	160,000	---	---	---	160,000
26,323,496	7,257,715	---	---	---	46,169,230
2,800,552	(71,186)	138,647	5,419	---	19,102,388
---	1,567,011	---	---	---	4,067,011
(4,528,235)	(1,894,549)	---	---	---	(25,801,752)
14,214	---	---	---	---	14,214
(4,514,021)	(327,538)	---	---	---	(21,720,527)
(1,713,469)	(398,724)	138,647	5,419	---	(2,618,139)
12,150,621	7,661,769	4,654,337	409,277	2,650	26,527,325
$ 10,437,152	$ 7,263,045	$ 4,792,984	$ 414,696	$ 2,650	$ 23,909,186

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF NET POSITION SCHEDULE
ALL PARKING ACCOUNTS
June 30, 2020

	PARKING	PARK AND RIDE	TOTALS
ASSETS			
Current assets:			
Unrestricted current assets:			
Cash and investments	$ 269,790	$ 3,102,926	$ 3,372,716
Accounts receivable	2,078	12,817	14,895
Due from other governmental units	11,640	---	11,640
Prepaid items	169,396	22,224	191,620
Total current assets	452,904	3,137,967	3,590,871
Noncurrent, capital assets:			
Land	12,409,949	1,735,829	14,145,778
Construction in progress	2,833,893	4,515	2,838,408
Buildings	77,979,886	1,411,450	79,391,336
Improvements other than buildings	17,045,102	17,816,005	34,861,107
Machinery and equipment	1,066,396	---	1,066,396
Accumulated depreciation	(54,177,257)	(12,931,368)	(67,108,625)
Total capital assets, net of accumulated depreciation	57,157,969	8,036,431	65,194,400
Total assets	57,610,873	11,174,398	68,785,271
DEFERRED OUTFLOW OF RESOURCES			
Other postemployment benefits related deferred outflows	18,673	---	18,673
Pension related deferred outflows	164,899	---	164,899
Total deferred outflow of resources	183,572	---	183,572

	PARKING	PARK AND RIDE	TOTALS
LIABILITIES			
Liabilities:			
Current liabilities:			
Accounts payable	$ 205,687	$ 245,944	$ 451,631
Contracts payable	293,602	6,988	300,590
Accrued wages payable	55,559	1,217	56,776
Accrued employee benefits	112,722	---	112,722
Due to other funds	1,067,172	---	1,067,172
Accrued interest payable	77,933	---	77,933
Capital lease payable	1,144,997	---	1,144,997
Total current liabilities	2,957,672	254,149	3,211,821
Noncurrent liabilities:			
Accrued employee benefits	195,582	---	195,582
Other postemployment benefits	193,124	---	193,124
Net pension liability	633,312	---	633,312
Advance from other funds	1,184,311	---	1,184,311
Capital lease payable, net	21,389,984	---	21,389,984
Total noncurrent liabilities	23,596,313	---	23,596,313
Total liabilities	26,553,985	254,149	26,808,134
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits related deferred inflows	29,383	---	29,383
Pension related deferred inflows	99,691	---	99,691
Total deferred inflow of resources	129,074	---	129,074
NET POSITION			
Net investment in capital assets	34,329,386	8,029,443	42,358,829
Unrestricted	(3,218,000)	2,890,806	(327,194)
Total net position	$ 31,111,386	$ 10,920,249	$ 42,031,635

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
ALL PARKING ACCOUNTS
For the Fiscal Year Ended June 30, 2020

	PARKING	PARK AND RIDE	TOTALS
Operating revenues:			
Charges for sales and services	$ 9,505,875	$ 1,385,583	$ 10,891,458
Miscellaneous	1,248	---	1,248
Total operating revenues	9,507,123	1,385,583	10,892,706
Operating expenses:			
Personal services	1,234,123	16,087	1,250,210
Contractual services	2,572,166	784,581	3,356,747
Commodities	193,034	246	193,280
Depreciation	2,671,740	659,350	3,331,090
Other charges	1,241,825	234,658	1,476,483
Total operating expenses	7,912,888	1,694,922	9,607,810
Operating income (loss)	1,594,235	(309,339)	1,284,896
Non-operating revenues (expenses):			
Investment earnings	(16)	475	459
Proceeds from damage claims	161,526	---	161,526
Interest expense and fiscal charges	(968,506)	---	(968,506)
Total nonoperating revenues (expenses)	(806,996)	475	(806,521)
Income (Loss) before transfers	787,239	(308,864)	478,375
Transfers in	1,440,000	---	1,440,000
Change in net position	2,227,239	(308,864)	1,918,375
Total net position (deficit) - beginning	28,884,147	11,229,113	40,113,260
Total net position (deficit) - ending	$ 31,111,386	$ 10,920,249	$ 42,031,635

CITY OF DES MOINES, IOWA
COMBINING SCHEDULE OF CASH FLOWS
ALL PARKING ACCOUNTS
For the Fiscal Year Ended June 30, 2020

	PARKING	PARK AND RIDE	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	$ 9,494,684	$ 1,372,797	$ 10,867,481
Payments to suppliers	(4,893,968)	(850,450)	(5,744,418)
Payments to employees	(1,297,951)	(37,563)	(1,335,514)
Proceeds from damage claims	161,526	---	161,526
Net cash provided by (used in) operating activities	3,464,291	484,784	3,949,075
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from interfund accounts	680,132	---	680,132
Payments to interfund accounts	(389,598)	---	(389,598)
Transfers In	1,440,000	---	1,440,000
Net cash provided by (used in) noncapital and related financing activities	1,730,534	---	1,730,534
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Interest paid on capital debt	(1,003,141)	---	(1,003,141)
Principal paid on long-term debt	(1,965,000)	---	(1,965,000)
Proceeds from sale of capital assets	---	---	-
Acquisition and construction of capital assets	(3,103,685)	(213,090)	(3,316,775)
Net cash provided by (used in) capital and related financing activities	(6,071,826)	(213,090)	(6,284,916)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	15,664	475	16,139
Net cash provided by (used in) investing activities	15,664	475	16,139
Net increase (decrease) in cash and cash equivalents	(861,337)	272,169	(589,168)
Cash and cash equivalents, beginning of year	$ 1,131,127	$ 2,830,757	$ 3,961,884
Cash and cash equivalents, end of year	$ 269,790	$ 3,102,926	$ 3,372,716

	PARKING	PARK AND RIDE	TOTALS
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	$ 1,594,235	$ (309,339)	$ 1,284,896
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	2,671,740	659,350	3,331,090
Proceeds from damage claims	161,526	---	161,526
(Increase) in accounts receivable	(799)	(12,786)	(13,585)
(Increase) decrease in due from other governmental units	(11,640)	---	(11,640)
Increase (decrease) in accounts and contracts payable	(886,943)	169,035	(717,908)
(Increase) decrease in prepaids	(167,764)	(22,224)	(189,988)
Increase (decrease) in accrued wages payable	7,611	748	8,359
Increase (decrease) in accrued employee benefits and other postemployment benefits	41,304	---	41,304
(Increase) decrease in deferred outflows	91,848	---	91,848
Increase (decrease) in deferred inflows	(10,214)	---	(10,214)
Increase (decrease) in net pension liability	(26,613)	---	(26,613)
Total adjustments	1,870,056	794,123	2,664,179
Net cash provided by (used in) operating activities	$ 3,464,291	$ 484,784	$ 3,949,075

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF NET POSITION (DEFICIT)
NONMAJOR ENTERPRISE FUNDS
June 30, 2020

	GOLF COURSES	SOLID WASTE SYSTEM	TOTALS
ASSETS			
Current assets:			
Unrestricted current assets:			
Cash and investments	$ 4,500	$ 7,929,535	$ 7,934,035
Accounts receivable	18,446	12,423	30,869
Due from other governmetnal units	---	135,161	135,161
Prepaid items	---	68,530	68,530
Total current assets	22,946	8,145,649	8,168,595
Noncurrent, capital assets:			
Land	123,497	---	123,497
Buildings	1,071,714	1,143,880	2,215,594
Improvements other than buildings	3,210,234	255,802	3,466,036
Machinery and equipment	647,965	13,061,481	13,709,446
Accumulated depreciation	(2,690,204)	(9,983,231)	(12,673,435)
Total capital assets, net of accumulated depreciation	2,363,206	4,477,932	6,841,138
Total assets	2,386,152	12,623,581	15,009,733
DEFERRED OUTFLOWS OF RESOURCES			
Other postemployment benefits related deferred outflows	---	66,691	66,691
Pension related deferred outflows	---	729,450	729,450
Total deferred outflows of resources	---	796,141	796,141
LIABILITIES			
Liabilities:			
Current liabilities:			
Accounts payable	18,250	214,817	233,067
Accrued wages payable	526	259,616	260,142
Accrued employee benefits	---	221,707	221,707
Unearned revenue	---	144,477	144,477
Total current liabilities	18,776	840,617	859,393
Noncurrent liabilities:			
Accrued employee benefits	---	384,681	384,681
Other postemployment benefits	---	689,730	689,730
Net pension liability	---	2,801,533	2,801,533
Advance from other funds	2,740,142	---	2,740,142
Total noncurrent liabilities	2,740,142	3,875,944	6,616,086
Total liabilities	2,758,918	4,716,561	7,475,479
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits related deferred inflows	---	104,938	104,938
Pension related deferred inflows	---	440,994	440,994
Total deferred inflows of resources	---	545,932	545,932
NET POSITION (DEFICIT)			
Net investment in capital assets	2,363,206	4,477,932	6,841,138
Unrestricted	(2,735,972)	3,679,297	943,325
Total net position (deficit)	$ (372,766)	$ 8,157,229	$ 7,784,463

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION (DEFICIT)
NONMAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2020

	GOLF COURSES	SOLID WASTE SYSTEM	TOTALS
Operating revenues:			
Charges for sales and services	$ 425,418	$ 15,031,352	$ 15,456,770
Miscellaneous	53,284	3,601	56,885
Total operating revenues	478,702	15,034,953	15,513,655
Operating expenses:			
Personal services	---	5,362,734	5,362,734
Contractual services	179,734	5,359,604	5,539,338
Commodities	8,420	542,005	550,425
Depreciation	99,753	782,393	882,146
Other charges	7,393	850,997	858,390
Total operating expenses	295,300	12,897,733	13,193,033
Operating income (loss)	183,402	2,137,220	2,320,622
Non-operating revenues (expenses):			
Investment earnings	---	97,895	97,895
Gain (loss) on disposal of capital assets	---	104,183	104,183
Total nonoperating revenues (expenses)	---	202,078	202,078
Income (loss) before transfers, capital grants and contributions	183,402	2,339,298	2,522,700
Capital grants and contributions	3,000	---	3,000
Change in net position	186,402	2,339,298	2,525,700
Total net position (deficit) - beginning	(559,168)	5,817,931	5,258,763
Total net position (deficit) - ending	$ (372,766)	$ 8,157,229	$ 7,784,463

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2020

	GOLF COURSES	SOLID WASTE SYSTEM	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	$ 479,193	$ 15,267,290	$ 15,746,483
Payments to suppliers	(264,485)	(6,837,056)	(7,101,541)
Payments to employees	(146)	(5,144,381)	(5,144,527)
Net cash provided by operating activities	214,562	3,285,853	3,500,415
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from (payments to) interfund accounts	(17,335)	---	(17,335)
Net cash used in noncapital and related financing activities	(17,335)	---	(17,335)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from intergovernmental and capital grants	3,000	---	3,000
Interest paid on capital debt	---	---	---
Proceeds from the sale of capital assets	---	237,973	237,973
Acquisition and construction of capital assets	(200,227)	(44,180)	(244,407)
Net cash provided by (used in) capital and related financing activities	(197,227)	193,793	(3,434)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	---	97,895	97,895
Net cash provided by investing activities	---	97,895	97,895
Net increase (decrease) in cash and cash equivalents	---	3,577,541	3,577,541
Cash and cash equivalents, beginning of year	$ 4,500	$ 4,351,994	$ 4,356,494
Cash and cash equivalents, end of year	$ 4,500	$ 7,929,535	$ 7,934,035

	GOLF COURSES	SOLID WASTE SYSTEM	TOTALS
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	$ 183,402	$ 2,137,220	$ 2,320,622
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation expense	99,753	782,393	882,146
Increase (decrease) in accounts and contracts payable	(68,938)	(15,920)	(84,858)
(Increase) decrease in prepaid expenses	---	(68,530)	(68,530)
(Increase) decrease in accounts receivable	491	42,926	43,417
(Increase) in special assessments receivable	---	69,818	69,818
(Increase) decrease in due from other governmental units	---	(24,884)	(24,884)
Increase (decrease) in accrued wages payable	(146)	67,274	67,128
Increase (decrease) in accrued employee benefits and other postemployment benefits	---	51,413	51,413
Increase (decrease) in unearned revenue	---	144,477	144,477
(Increase) decrease in deferred outflows	---	444,530	444,530
Increase (decrease) in deferred inflows	---	(75,415)	(75,415)
Increase (decrease) in net pension liability	---	(269,449)	(269,449)
Total adjustments	31,160	1,148,633	1,179,793
Net cash provided by operating activities	$ 214,562	$ 3,285,853	$ 3,500,415
Schedule of noncash capital and related financing activities:			
Gain (loss) on disposal of capital assets	$ ---	$ 104,183	$ 104,183

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2020

	EQUIPMENT SERVICE CENTER	FORESTRY	CENTRAL SERVICES	RADIO COMMUNI-CATIONS
ASSETS				
Current assets:				
Cash and investments	$ 943,937	$ ---	$ 538,632	$ 93,330
Taxes receivable	14,536	---	---	---
Accounts receivable	---	---	---	---
Due from other governmental units	23,678	---	---	---
Inventory	63,739	---	149,711	---
Prepaid items	14,964	---	20,062	---
Total current assets	1,060,854	---	708,405	93,330
Noncurrent assets, capital assets:				
Machinery and equipment	190,712	---	1,114,041	21,328
Accumulated depreciation	(120,303)	---	(1,114,041)	(21,328)
Total capital assets, net of accumulated depreciation	70,409	---	---	---
Total assets	1,131,263	---	708,405	93,330
DEFERRED OUTFLOW OF RESOURCES				
Other postemployment benefits related deferred outflows	50,685	22,675	1,334	9,337
Pension related deferred outflows	486,156	180,040	22,596	91,587
Total deferred outflow of resources	536,841	202,715	23,930	100,924
LIABILITIES				
Liabilities:				
Current liabilities:				
Accounts payable	307,357	14,541	13,925	3,997
Accrued wages payable	152,156	59,451	20,292	27,819
Accrued employee benefits	137,443	50,080	11,826	21,728
Due to other funds	---	195,237	---	---
Unearned revenue	---	---	---	---
Total current liabilities	596,956	319,309	46,043	53,544
Noncurrent liabilities:				
Accrued employee benefits	230,144	83,857	19,802	36,382
Other postemployment benefits	524,195	234,508	13,795	96,562
Net pension liability	1,867,136	691,464	86,782	351,749
Total noncurrent liabilities	2,621,475	1,009,829	120,379	484,693
Total liabilities	3,218,431	1,329,138	166,422	538,237
DEFERRED INFLOWS OF RESOURCES				
Other postemployment benefits related deferred inflows	79,753	35,679	2,099	14,691
Pension related deferred inflows	293,909	108,844	13,660	55,369
Total deferred inflow of resources	373,662	144,523	15,759	70,060
NET POSITION (DEFICIT)				
Net investment in capital assets	70,409	---	---	---
Unrestricted	(1,994,398)	(1,270,946)	550,154	(414,043)
Total net position (deficit)	$ (1,923,989)	$ (1,270,946)	$ 550,154	$ (414,043)

EQUIPMENT REPLACEMENT	RADIO REPLACEMENT	GROUP HEALTH INSURANCE	TOTALS
$ 2,108,990	$ 20,049	$ 12,377,063	$ 16,082,001
---	---	---	14,536
---	---	10,868	10,868
---	---	81,144	104,822
---	---	---	213,450
21,257	---	---	56,283
2,130,247	20,049	12,469,075	16,481,960
45,594,337	2,438,233	---	49,358,651
(29,668,864)	(2,438,233)	---	(33,362,769)
15,925,473	---	---	15,995,882
18,055,720	20,049	12,469,075	32,477,842
---	---	---	84,031
---	---	---	780,379
---	---	---	864,410
116,677	---	412,020	868,517
---	---	---	259,718
---	---	2,052,000	2,273,077
---	---	---	195,237
---	---	15,119	15,119
116,677	---	2,479,139	3,611,668
---	---	---	370,185
---	---	---	869,060
---	---	---	2,997,131
---	---	---	4,236,376
116,677	---	2,479,139	7,848,044
---	---	---	132,222
---	---	---	471,782
---	---	---	604,004
15,925,473	---	---	15,995,882
2,013,570	20,049	9,989,936	8,894,322
$ 17,939,043	$ 20,049	$ 9,989,936	$ 24,890,204

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION (DEFICIT)
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2020

	EQUIPMENT SERVICE CENTER	FORESTRY	CENTRAL SERVICES	RADIO COMMUN-ICATIONS
Operating revenues:				
Charges for sales and services	$ 8,861,221	$ 1,760,107	$ 692,415	$ 788,688
Miscellaneous	480	---	---	---
Total operating revenue	8,861,701	1,760,107	692,415	788,688
Operating expenses:				
Personal services	3,440,048	1,531,532	174,758	576,216
Contractual services	828,443	263,084	327,299	159,264
Commodities	4,533,400	22,369	---	33,749
Depreciation	19,196	---	132	---
Other charges	62,622	187,273	---	---
Total operating expenses	8,883,709	2,004,258	502,189	769,229
Operating income (loss)	(22,008)	(244,151)	190,226	19,459
Non-operating revenues (expenses):				
Gain/(loss) on disposal of capital assets	---	---	---	---
Total nonoperating revenues (expenses)	---	---	---	---
Change in net position	(22,008)	(244,151)	190,226	19,459
Total net position (deficit) - beginning	(1,901,981)	(1,026,795)	359,928	(433,502)
Total net position (deficit) - ending	$ (1,923,989)	$ (1,270,946)	$ 550,154	$ (414,043)

EQUIPMENT REPLACEMENT	RADIO REPLACEMENT	GROUP HEALTH INSURANCE	TOTALS
$ 8,559,539	$ ---	$ 32,573,408	$ 53,235,378
4,848	---	---	5,328
8,564,387	---	32,573,408	53,240,706
---	---	---	5,722,554
78,223	---	30,129,889	31,786,202
---	---	---	4,589,518
3,740,219	---	---	3,759,547
---	---	30,098	279,993
3,818,442	---	30,159,987	46,137,814
4,745,945	---	2,413,421	7,102,892
275,103	---	---	275,103
275,103	---	---	275,103
5,021,048	---	2,413,421	7,377,995
12,917,995	20,049	7,576,515	17,512,209
$ 17,939,043	$ 20,049	$ 9,989,936	$ 24,890,204

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2020

	EQUIPMENT SERVICE CENTER	FORESTRY	CENTRAL SERVICES	RADIO COMMUNI-CATIONS
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	$ 619,787	$ 1,760,107	$ 692,415	$ 788,688
Receipts from interfund services provided	8,253,569	---	---	---
Payments to suppliers	(5,327,793)	(260,262)	(392,502)	(191,774)
Payments to employees	(3,342,212)	(1,420,043)	(150,541)	(611,370)
Payments for interfund services used	(75,358)	(204,229)	---	---
Net cash provided by (used in) operating activities	127,993	(124,427)	149,372	(14,456)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from interfund accounts	---	124,427	---	---
Intergovernmental receipts	(22,886)	---	---	16,354
Net cash provided by (used in) noncapital and related financing activities	(22,886)	124,427	---	16,354
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(16,622)	---	---	---
Proceeds from sale of capital assets	---	---	---	---
Net cash provided by (used in) capital and related financing activities	(16,622)	---	---	---
Net increase (decrease) in cash and cash equivalents	88,485	---	149,372	1,898
Cash and cash equivalents, beginning of year	$ 855,452	$ ---	$ 389,260	$ 91,432
Cash and cash equivalents, end of year	$ 943,937	$ ---	$ 538,632	$ 93,330

EQUIPMENT REPLACEMENT	RADIO REPLACEMENT	GROUP HEALTH INSURANCE	TOTALS
$ 8,601,635	$ ---	$ 33,890,018	$ 46,352,650
---	---	---	8,253,569
(233,674)	---	(30,350,226)	(36,756,231)
---	---	---	(5,524,166)
---	---	---	(279,587)
8,367,961	---	3,539,792	12,046,235
---	---	---	124,427
---	---	---	(6,532)
---	---	---	117,895
(8,627,712)	---	---	(8,644,334)
292,405	---	---	292,405
(8,335,307)	---	---	(8,351,929)
32,654	---	3,539,792	3,812,201
$ 2,076,336	$ 20,049	$ 8,837,271	$ 12,269,800
$ 2,108,990	$ 20,049	$ 12,377,063	$ 16,082,001

(continued)

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
ALL INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2020

	EQUIPMENT SERVICE CENTER	FORESTRY	CENTRAL SERVICES	RADIO COMMUNI-CATIONS
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	(22,008)	(244,151)	190,226	19,459
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	19,196	---	132	---
(Increase) decrease in due from other governmental units	---	---	---	---
(Increase) decrease in accounts and taxes receivable	11,655	---	---	---
(Increase) decrease in inventories	57,889	---	62,676	---
(Increase) decrease in prepaid items	(11,922)	---	(129,649)	---
Increase (decrease) in accounts payable	(24,653)	8,235	1,770	1,239
Increase (decrease) in accrued wages payable	19,976	4,320	14,745	3,443
Increase (decrease) in accrued employee benefits and other postemployment benefits	36,542	38,222	(568)	(1,123)
(Increase) decrease in deferred outflows	302,048	97,898	13,343	60,063
Increase (decrease) in deferred inflows	(50,956)	(3,315)	(572)	(27,057)
Increase (decrease) in net pension liability	(209,774)	(25,636)	(2,731)	(70,480)
Total adjustments	150,001	119,724	(40,854)	(33,915)
Net cash provided by (used in) operating activities	$ 127,993	$ (124,427)	$ 149,372	$ (14,456)
Schedule of noncash capital and related financing activities:				
Gain on sale of capital asset	$ ---	$ ---	$ ---	$ ---

EQUIPMENT REPLACEMENT	RADIO REPLACEMENT	GROUP HEALTH INSURANCE	TOTALS
4,745,945	---	2,413,421	7,102,892
3,740,219	---	---	3,759,547
---	---	16,540	16,540
37,248	---	1,312,686	1,361,589
---	---	---	120,565
3,543	---	---	(138,028)
(158,994)	---	(384,149)	(556,552)
---	---	---	42,484
---	---	181,294	254,367
---	---	---	473,352
---	---	---	(81,900)
---	---	---	(308,621)
3,622,016	---	1,126,371	4,943,343
$ 8,367,961	$ ---	$ 3,539,792	$ 12,046,235
$ 275,103	$ ---	$ ---	$ 275,103

CITY OF DES MOINES, IOWA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Fiscal Year Ended June 30, 2020

	BALANCE JUNE 30, 2019	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2020
WRA				
ASSETS				
Cash and investments	$ 62,749,871	$ 97,972,456	$ 91,883,897	$ 68,838,430
Accounts receivable	1,339,288	49,168,886	48,744,140	1,764,034
Total assets	$ 64,089,159	$ 147,141,342	$ 140,628,037	$ 70,602,464
LIABILITIES				
Accounts payable	$ 64,089,159	$ 202,868,161	$ 196,354,856	$ 70,602,464
Total liabilities	$ 64,089,159	$ 202,868,161	$ 196,354,856	$ 70,602,464
Employees' Payroll Withholding				
ASSETS				
Cash and investments	$ 1,313,013	$ 87,576,596	$ 87,747,168	$ 1,142,441
Total assets	$ 1,313,013	$ 87,576,596	$ 87,747,168	$ 1,142,441
LIABILITIES				
Accounts payable	$ 1,290,007	$ 87,563,867	$ 87,721,008	$ 1,132,866
Good faith/earnest deposits	23,006	12,729	26,160	9,575
Total liabilities	$ 1,313,013	$ 87,576,596	$ 87,747,168	$ 1,142,441
Corporation for Economic Development				
ASSETS				
Cash and investments	$ 240,093	$ 14,213	$ 378	$ 253,928
Accounts receivable	14,213	---	14,213	---
Total assets	$ 254,306	$ 14,213	$ 14,591	$ 253,928
LIABILITIES				
Accounts payable	$ 254,306	$ ---	$ 378	$ 253,928
Total liabilities	$ 254,306	$ ---	$ 378	$ 253,928
Invest DSM				
ASSETS				
Cash and investments	$ ---	$ 5,055,674	$ 1,241,413	$ 3,814,261
Total assets	$ ---	$ 5,055,674	$ 1,241,413	$ 3,814,261
LIABILITIES				
Accounts payable	$ ---	$ 5,055,674	$ 1,241,413	$ 3,814,261
Total liabilities	$ ---	$ 5,055,674	$ 1,241,413	$ 3,814,261

	BALANCE JUNE 30, 2019	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2020
Other Agency				
ASSETS				
Cash and investments	$ 4,027	$ ---	$ ---	$ 4,027
Total assets	$ 4,027	$ ---	$ ---	$ 4,027
LIABILITIES				
Accounts payable	$ 4,027	$ ---	$ ---	$ 4,027
Total liabilities	$ 4,027	$ ---	$ ---	$ 4,027
TOTAL ASSETS				
Cash and investments	$ 64,307,004	$ 190,618,939	$ 180,872,856	$ 74,053,087
Accounts receivable	1,353,501	49,168,886	48,758,353	1,764,034
Total assets	$ 65,660,505	$ 239,787,825	$ 229,631,209	$ 75,817,121
TOTAL LIABILITIES				
Accounts payable	$ 65,637,499	$ 295,487,702	$ 285,317,655	$ 75,807,546
Good faith/earnest deposits	23,006	12,729	26,160	9,575
Total liabilities	$ 65,660,505	$ 295,500,431	$ 285,343,815	$ 75,817,121

CITY OF DES MOINES, IOWA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION
For the Fiscal Year Ended June 30, 2020

Function	GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2019	ADDITIONS	DELETIONS	GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2020
Public safety	$ 108,605,688	$ 1,602,966	$ (114,420)	$ 110,094,234
General government	315,356,010	76,107,630	(39,952,722)	351,510,918
Public works	1,054,948,577	41,006,559	(193,396)	1,095,761,740
Health and social services	13,989	---	---	13,989
Culture and recreation	305,803,298	7,311,159	(6,400)	313,108,057
Community and economic development	6,004,404	747,782	---	6,752,186
Total Governmental Funds Capital Assets	**$ 1,790,731,966**	**$ 126,776,096**	**$ (40,266,938)**	**$ 1,877,241,124**

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

CITY OF DES MOINES, IOWA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION
June 30, 2020

Function	LAND AND LAND IMPROVEMENTS	BUILDINGS AND BLDG IMPROVEMENTS	IMPROVEMENTS OTHER THAN BUILDINGS	MACHINERY AND EQUIPMENT	CONSTRUCTION IN PROGRESS	TOTAL
Public safety	$ 10,698,182	$ 46,636,866	$ 26,177,245	$ 26,581,941	$ ---	$ 110,094,234
General government	122,841,113	92,441,813	1,371,527	13,897,165	120,959,300	351,510,918
Public works	19,195,355	1,305,917	1,069,776,510	5,483,958	---	1,095,761,740
Health and social services	---	---	---	13,989	---	13,989
Culture and recreation	6,070,975	104,980,685	199,866,949	2,189,448	---	313,108,057
Community and economic development	4,574,294	8,849	2,095,342	73,701	---	6,752,186
Total Governmental Funds Capital Assets	$ 163,379,919	$ 245,374,130	$ 1,299,287,573	$ 48,240,202	$ 120,959,300	$ 1,877,241,124

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
General Obligation Bonds:				
General Obligation Bonds 2013A	4.00	JDI	08-13	06-33
	4.00			
	4.00			
	4.00			
	4.00			
	4.00			
	4.13			
	4.25			
	4.25			
	4.38			
	4.50			
	4.50			
	4.50			
General Obligation Refunding Bonds 2013B	4.00	JDI	08-13	06-26
	4.00			
	4.00			
	4.00			
	4.00			
	4.00			
Taxable General Obligation Bonds 2014A	3.00	JDI	01-14	06-22
General Obligation Bonds 2014C	5.00	JDI	07-14	06-24
	5.00			
	4.00			
	4.00			
Taxable General Obligation Urban Renewal Bonds 2014D	2.40	JDI	07-14	06-24
	2.65			
	2.85			
	3.05			
General Obligation Refunding Capital Loan Notes 2014E	5.00	JDI	09-14	06-27
	5.00			
	2.25			
	2.38			
	3.00			
	3.00			
	3.00			
General Obligation Bonds 2015A	5.00	JDI	08-15	06-35

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
395,000	21	$37,090,000	$37,090,000	$7,850,000	$29,240,000
300,000	22				
305,000	23				
310,000	24				
315,000	25				
1,235,000	26				
1,865,000	27				
2,745,000	28				
4,140,000	29				
4,495,000	30				
4,845,000	31				
4,890,000	32				
3,400,000	33				
1,770,000	21	$21,050,000	$21,050,000	$9,220,000	$11,830,000
1,850,000	22				
1,930,000	23				
2,010,000	24				
2,090,000	25				
2,180,000	26				
2,585,000	21	$38,830,000	$38,830,000	$36,245,000	$2,585,000
1,410,000	21	$24,945,000	$24,945,000	$5,615,000	$19,330,000
1,440,000	22				
1,480,000	23				
15,000,000	24				
255,000	21	$2,250,000	$2,250,000	$1,195,000	$1,055,000
260,000	22				
265,000	23				
275,000	24				
3,435,000	21	$27,465,000	$27,465,000	$12,620,000	$14,845,000
3,560,000	22				
2,410,000	23				
1,305,000	24				
1,335,000	25				
1,380,000	26				
1,420,000	27				
1,185,000	21	$40,225,000	$40,225,000	$16,450,000	$23,775,000

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
	5.00			
	5.00			
	4.00			
	4.00			
	4.00			
	3.00			
	3.00			
	3.00			
	3.13			
	3.25			
	3.25			
	3.38			
	3.38			
	3.50			
General Obligation Refunding Bonds 2015B	3.00	JDI	08-15	06-28
	5.00			
	5.00			
	4.00			
	4.00			
	4.00			
	3.00			
	3.00			
General Obligation Bonds, 2016A	5.00	JDI	09-16	06-36
	5.00			
	5.00			
	5.00			
	2.00			
	2.00			
	2.13			
	2.25			
	2.25			
	2.38			
	2.38			
	2.50			
	2.50			
	2.63			
	2.63			
	2.75			
General Obligation Refunding Bonds, 2016B	5.00	JDI	09-16	06-30
	5.00			
	4.00			
	3.00			
	3.00			
	3.00			
	2.00			
	2.00			
	2.25			
	2.25			
General Obligation Bonds, 2017A	5.00	JDI	09-17	06-37
	5.00			

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
1,245,000	22				
1,310,000	23				
1,370,000	24				
1,430,000	25				
1,485,000	26				
1,540,000	27				
1,590,000	28				
1,640,000	29				
1,690,000	30				
1,740,000	31				
1,795,000	32				
1,855,000	33				
1,915,000	34				
1,985,000	35				
1,725,000	21	$19,655,000	$19,655,000	$6,195,000	$13,460,000
1,790,000	22				
1,905,000	23				
1,460,000	24				
1,535,000	25				
1,610,000	26				
1,685,000	27				
1,750,000	28				
1,725,000	21	$42,825,000	$42,825,000	$6,950,000	$35,875,000
1,810,000	22				
1,900,000	23				
1,995,000	24				
2,095,000	25				
2,135,000	26				
2,180,000	27				
2,225,000	28				
2,275,000	29				
2,325,000	30				
2,385,000	31				
2,440,000	32				
2,500,000	33				
2,560,000	34				
2,630,000	35				
2,695,000	36				
2,140,000	21	$29,545,000	$29,545,000	$4,995,000	$24,550,000
2,255,000	22				
2,385,000	23				
2,500,000	24				
2,595,000	25				
2,685,000	26				
2,780,000	27				
2,850,000	28				
2,925,000	29				
1,435,000	30				
1,505,000	21	$39,780,000	$39,780,000	$4,140,000	$35,640,000
1,575,000	22				

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
	5.00			
	5.00			
	5.00			
	5.00			
	2.00			
	2.25			
	3.00			
	3.00			
	3.00			
	3.00			
	3.13			
	3.00			
	3.00			
	3.00			
	3.00			
General Obligation Bonds, 2017B	2.25	JDI	09-17	06-37
	2.25			
	2.50			
	4.00			
	2.50			
	3.00			
	3.00			
	3.00			
	3.13			
	3.00			
	3.00			
	3.00			
	3.13			
General Obligation Annual Appropriation Bonds, 2017C	4.00	JDI	09-17	06-37
	4.00			
	4.00			
	4.00			
	4.00			
General Obligation Refunding Capital Loan Notes, 2018A	5.00	JDI	03-18	06-25
	5.00			
	5.00			
	5.00			
	2.25			
General Obligation Bonds, 2018B	5.00	JDI	08-18	06-38
	5.00			
	5.00			

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
1,655,000	23				
1,740,000	24				
1,825,000	25				
1,920,000	26				
2,015,000	27				
2,055,000	28				
2,100,000	29				
2,165,000	30				
2,230,000	31				
2,295,000	32				
2,365,000	33				
2,435,000	34				
2,515,000	35				
2,585,000	36				
2,660,000	37				
565,000	25	$8,915,000	$8,915,000	$0	$8,915,000
595,000	26				
605,000	27				
620,000	28				
645,000	29				
660,000	30				
680,000	31				
700,000	32				
725,000	33				
745,000	34				
770,000	35				
790,000	36				
815,000	37				
790,000	21	$4,785,000	$4,785,000	$1,065,000	$3,720,000
820,000	22				
855,000	23				
890,000	24				
365,000	25				
8,335,000	21	$44,325,000	$44,325,000	$14,910,000	$29,415,000
8,790,000	22				
6,160,000	23				
4,210,000	24				
1,920,000	25				
1,740,000	21	$45,640,000	$45,640,000	$3,750,000	$41,890,000
1,810,000	22				
1,865,000	23				

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
	5.00			
	5.00			
	5.00			
	5.00			
	3.00			
	3.00			
	3.00			
	3.00			
	3.13			
	3.13			
	3.25			
	3.25			
	3.38			
	3.38			
	3.38			
General Obligation Bonds, 2019A	5.00	JDI	07-19	06-39
	5.00			
	5.00			
	5.00			
	5.00			
	5.00			
	4.00			
	4.00			
	4.00			
	3.00			
	2.75			
	2.75			
	2.88			
	2.88			
	3.00			
	3.00			
	3.00			
	3.13			
General Obligation Bonds, 2019B	4.00	JDI	07-19	06-24
	4.00			
	4.00			
	4.00			
General Obligation Bonds, 2019A	5.00	JDI	03-20	06-32
	5.00			
	5.00			
	5.00			

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
1,915,000	24				
1,965,000	25				
2,025,000	26				
2,085,000	27				
2,150,000	28				
2,220,000	29				
2,295,000	30				
2,375,000	31				
2,465,000	32				
2,560,000	33				
2,660,000	34				
2,770,000	35				
2,880,000	36				
2,995,000	37				
3,115,000	38				
7,430,000	21	$84,815,000	$84,815,000	$5,510,000	$79,305,000
6,525,000	22				
6,140,000	23				
6,335,000	24				
5,670,000	25				
5,870,000	26				
5,205,000	27				
5,380,000	28				
5,555,000	29				
4,100,000	30				
4,235,000	31				
2,700,000	32				
2,790,000	33				
2,900,000	34				
1,570,000	35				
1,625,000	36				
1,690,000	37				
1,755,000	38				
1,830,000	39				
455,000	21	$2,405,000	$2,405,000	$450,000	$1,955,000
480,000	22				
500,000	23				
520,000	24				
1,305,000	21	$25,135,000	$25,135,000	$0	$25,135,000
730,000	22				
1,890,000	23				
2,370,000	24				

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
	5.00			
	5.00			
	5.00			
	5.00			
	4.00			
	2.00			
	2.00			
	2.00			
Total General Obligation Bonds				

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
2,595,000	25				
2,715,000	26				
2,995,000	27				
2,715,000	28				
1,865,000	29				
1,950,000	30				
1,990,000	31				
2,015,000	32				
		$539,680,000	$539,680,000	$137,160,000	$402,520,000

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
Revenue Bonds:				
Sewer Revenue Bonds:				
Sewer Revenue Capital Loan Notes 2014B	5.00	JDI	04-14	06-23
	5.00			
	2.50			
Sewer Revenue 2018D (State Revolving Fund - Loan C0946R)	1.02	JDI	10-18	06-39
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
Sewer Revenue 2018E (State Revolving Fund - Loan C0948R)	1.22	JDI	10-18	06-40
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
1,095,000	21	$16,240,000	$16,240,000	$12,840,000	$3,400,000
1,130,000	22				
1,175,000	23				
306,000	21	$6,668,000	$6,273,423	$266,000	$6,007,423
310,000	22				
313,000	23				
317,000	24				
320,000	25				
323,000	26				
326,000	27				
330,000	28				
333,000	29				
337,000	30				
340,000	31				
343,000	32				
347,000	33				
350,000	34				
354,000	35				
358,000	36				
361,000	37				
339,423	38				
442,000	21	$10,000,000	$8,727,305	$0	$8,727,305
451,000	22				
456,000	23				
462,000	24				
467,000	25				
473,000	26				
479,000	27				
484,000	28				
490,000	29				
496,000	30				
502,000	31				
508,000	32				
514,000	33				
520,000	34				
527,000	35				
533,000	36				
539,000	37				
384,305	38				

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
Sewer Revenue 2020B (State Revolving Fund - Loan CS-1920858-01)	1.49	JDI	05-20	06-41
	1.49			
	1.49			
	1.49			
	1.49			
	1.49			
	1.49			
Total Sewer Revenue Bonds				

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
431,000	22	$10,000,000	$2,759,737	$0	$2,759,737
439,000	23				
446,000	24				
452,000	25				
459,000	26				
466,000	27				
66,737	28				
		$42,908,000	$34,000,465	$13,106,000	$20,894,465

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
Stormwater Revenue Bonds:				
Stormwater Management Utility Revenue Bonds, Series 2016C	5.00	JDI	09-16	06-31
	5.00			
	5.00			
	5.00			
	3.00			
	3.00			
	2.00			
	2.10			
	2.25			
	2.25			
	2.38			
Stormwater Management Utility Revenue Refunding Bonds, Series 2016D	5.00	JDI	09-16	06-30
	5.00			
	5.00			
	5.00			
	3.00			
	3.00			
	2.00			
	2.10			
	3.00			
	3.00			
Stormwater Management Utility Revenue Capital Loan Notes, Series 2018C	5.00	JDI	08-18	06-38
	5.00			
	5.00			
	5.00			
	5.00			
	5.00			
	5.00			
	5.00			
	3.00			
	3.00			
	3.00			
	3.13			
	3.13			
	3.25			
	3.25			
	3.38			
	3.38			
	3.50			

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
1,480,000	21	$12,715,000	$12,715,000	$5,115,000	$7,600,000
1,555,000	22				
1,635,000	23				
340,000	24				
345,000	25				
350,000	26				
360,000	27				
370,000	28				
380,000	29				
385,000	30				
400,000	31				
580,000	21	$8,830,000	$8,830,000	$1,700,000	$7,130,000
610,000	22				
640,000	23				
675,000	24				
715,000	25				
735,000	26				
765,000	27				
780,000	28				
800,000	29				
830,000	30				
1,225,000	21	$43,620,000	$43,620,000	$2,490,000	$41,130,000
1,755,000	22				
1,810,000	23				
1,865,000	24				
1,920,000	25				
1,985,000	26				
2,050,000	27				
2,120,000	28				
2,195,000	29				
2,280,000	30				
2,375,000	31				
2,465,000	32				
2,560,000	33				
2,665,000	34				
2,780,000	35				
2,900,000	36				
3,025,000	37				
3,155,000	38				

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
Sewer Revenue of 2018F (State Revolving Fund - Loan C0946R)	1.02	JDI	10-18	06-39
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
	1.02			
Sewer Revenue of 2018G (State Revolving Fund - Loan C0949R)	1.22	JDI	10-18	06-40
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
	1.22			
Sewer Revenue 2020B (State Revolving Fund - Loan CS-1920858-01)	1.49	JDI	05-20	06-41
	1.49			
	1.49			
	1.49			
	1.49			
	1.49			
	1.49			

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
306,000	21	$6,668,000	$6,273,423	$266,000	$6,007,423
310,000	22				
313,000	23				
317,000	24				
320,000	25				
323,000	26				
326,000	27				
330,000	28				
333,000	29				
337,000	30				
340,000	31				
343,000	32				
347,000	33				
350,000	34				
354,000	35				
358,000	36				
361,000	37				
339,423	38				
381,000	21	$9,250,000	$7,982,305	$0	$7,982,305
388,000	22				
396,000	23				
404,000	24				
412,000	25				
420,000	26				
429,000	27				
437,000	28				
446,000	29				
455,000	30				
464,000	31				
473,000	32				
483,000	33				
493,000	34				
502,000	35				
512,000	36				
533,000	37				
354,305	38				
431,000	22	$10,000,000	$2,759,737	$0	$2,759,737
439,000	23				
446,000	24				
452,000	25				
459,000	26				
466,000	27				
66,737	28				

CITY OF DES MOINES, IOWA
COMBINED SCHEDULE OF BONDS PAYABLE
June 30, 2020

	INTEREST			FINAL
	RATES	DATES	ISSUE DATE	MATURITY DATE
Total Stormwater Revenue Bonds				
Airport Revenue Bonds:				
Aviation System Revenue Capital Loan Notes Series 2010A	4.50 5.00	JDI	12-10	06-28
Aviation System Revenue Capital Loan Notes Series 2010B	5.00 5.13 5.63 5.75	JDI	12-10	06-33
Aviation System Revenue Capital Loan Notes Series 2010D	5.13	JDI	12-10	06-35
Total Airport Revenue Bonds				
Total Revenue Bonds				
Total General Obligation and Revenue Bonds				

ANNUAL SERIAL PAYMENTS		BONDS			
AMOUNT	FISCAL YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
		$91,083,000	$82,180,465	$9,571,000	$72,609,465
1,485,000	25	$5,225,000	$5,225,000	$0	$5,225,000
3,740,000	28				
935,000	21	$15,990,000	$15,990,000	$3,595,000	$12,395,000
2,760,000	24				
3,370,000	30				
5,330,000	33				
4,900,000	35	$4,900,000	$4,900,000	$0	$4,900,000
		$26,115,000	$26,115,000	$3,595,000	$22,520,000
		$160,106,000	$142,295,930	$26,272,000	$116,023,930
		$699,786,000	$681,975,930	$163,432,000	$518,543,930

CITY OF DES MOINES

STATISTICAL SECTION

CITY OF DES MOINES

STATISTICAL SECTION

This part of the City of Des Moines' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents **Page**

Financial Trends 184

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

Revenue Capacity 203

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

Debt Capacity 212

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

Demographic and Economic Information 221

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

Operating Information 226

These schedules contain service and infrastructure data to help the reader understand how the information in the City of Des Moines' financial report relates to the services the City of Des Moines provides and the activities in performs.

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

CITY OF DES MOINES, IOWA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018	2017*
Governmental activities:				
Net investment in capital assets	$ 703,716,716	$ 668,196,568	$ 639,424,605	$ 612,859,417
Restricted:				
Capital projects	2,369,327	2,370,310	3,192,588	879,835
Debt retirement	13,156,334	4,924,629	3,148,524	24,886,321
Corpus/Endowments/permanently restricted	4,249,971	4,097,300	3,983,061	3,830,999
Donor restricted purposes/temporarily restricted	-	-	-	906,494
Police and fire	531,296	573,280	1,265,369	-
Public works	10,421,670	12,076,600	9,873,168	10,149,716
Health and social services	-	-	-	-
Culture and recreation	1,748,302	1,765,923	1,608,974	1,646,955
Community and economic development	-	-	-	-
Other restricted assets	12,184,995	3,575,571	4,776,639	3,372,846
Unrestricted	(50,530,271)	(38,030,704)	(65,470,632)	(64,464,296)
Total governmental activities net position	$ 697,848,340	$ 659,549,477	$ 601,802,296	$ 594,068,287
Business-type activities:				
Net investment in capital assets	$ 338,541,335	$ 308,497,550	$ 316,765,007	$ 277,688,763
Restricted:				
Capital projects	-	-	-	2,287,721
Public housing program	2,912,354	2,896,344	3,135,420	4,339,945
Debt retirement	7,146,596	7,146,596	4,454,546	4,454,546
Unrestricted	22,678,750	19,603,224	10,715,246	46,281,655
Total business-type activities net position	$ 371,279,035	$ 338,143,714	$ 335,070,219	$ 335,052,630
Primary government:				
Net investment in capital assets	$ 1,042,258,051	$ 976,694,118	$ 956,189,612	$ 890,548,180
Restricted:				
Capital projects	2,369,327	2,370,310	3,192,588	3,167,556
Public housing program	2,912,354	2,896,344	3,135,420	4,339,945
Debt retirement	20,302,930	12,071,225	7,603,070	29,340,867
Endowments/permanently restricted	4,249,971	4,097,300	3,983,061	3,830,999
Donor restricted purposes/temporarily restricted	-	-	-	906,494
Police and fire	531,296	573,280	1,265,369	-
Public works	10,421,670	12,076,600	9,873,168	10,149,716
Health and social services	-	-	-	-
Culture and recreation	1,748,302	1,765,923	1,608,974	1,646,955
Community and economic development	-	-	-	-
Other restricted assets	12,184,995	3,575,571	4,776,639	3,372,846
Unrestricted	(27,851,521)	(18,427,480)	(54,755,386)	(18,182,641)
Total primary government net position	$ 1,069,127,375	$ 997,693,191	$ 936,872,515	$ 929,120,917

*As restated for GASB 75. See Notes to the Financial Statements for further information.

Table 1

2016	2015	2014	2013	2012	2011
$ 648,729,341	$ 627,588,818	$ 614,177,213	$ 627,843,052	$ 594,193,590	$ 466,931,679
881,071	887,263	888,328	865,663	849,924	3,356,372
3,180,672	1,886,377	-	-	622,330	51,749,947
3,709,917	3,598,450	3,481,043	3,387,035	3,387,035	3,288,277
921,067	932,213	932,213	917,034	815,499	-
-	1,159,309	-	1,642,857	1,488,697	3,079,649
9,588,074	6,314,263	1,817,452	819,683	155,266	1,539,523
-	-	-	201,268	1,724,384	2,872,173
1,628,645	1,713,415	1,815,120	953,924	1,139,051	1,439,971
-	-	-	1,437,818	997,898	1,015,341
2,559,058	1,984,709	1,663,777	-	-	-
(101,642,381)	(109,471,650)	22,024,663	(25,682,004)	(6,914,119)	13,549,075
$ 569,555,464	$ 536,593,167	$ 646,799,809	$ 612,386,330	$ 598,459,555	$ 548,822,007
$ 282,428,015	$ 275,958,369	$ 273,748,942	$ 254,919,414	$ 268,716,677	$ 464,887,533
-	-	-	-	-	-
4,491,284	6,005,705	7,215,809	9,282,578	10,468,627	14,087,504
5,018,646	5,018,646	5,018,646	5,152,298	7,106,798	12,134,723
27,750,785	13,897,395	14,724,885	23,234,667	3,423,756	33,493,278
$ 319,688,730	$ 300,880,115	$ 300,708,282	$ 292,588,957	$ 289,715,858	$ 524,603,038
$ 931,157,356	$ 903,547,187	$ 887,926,155	$ 882,762,466	$ 862,910,267	$ 931,819,212
881,071	887,263	888,328	865,663	849,924	3,356,372
4,491,284	6,005,705	7,215,809	9,282,578	10,468,627	14,087,504
8,199,318	6,905,023	5,018,646	5,152,298	7,729,128	63,884,670
3,709,917	3,598,450	3,481,043	3,387,035	3,387,035	3,288,277
921,067	932,213	932,213	917,034	815,499	-
-	1,159,309	-	1,642,857	1,488,697	3,079,649
9,588,074	6,314,263	1,817,452	819,683	155,266	1,539,523
-	-	-	201,268	1,724,384	2,872,173
1,628,645	1,713,415	1,815,120	953,924	1,139,051	1,439,971
-	-	-	1,437,818	997,898	1,015,341
2,559,058	1,984,709	1,663,777	-	-	-
(73,891,596)	(95,574,255)	36,749,548	(2,447,337)	(3,490,363)	47,042,353
$ 889,244,194	$ 837,473,282	$ 947,508,091	$ 904,975,287	$ 888,175,413	$ 1,073,425,045

CITY OF DES MOINES, IOWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018
Expenses:			
Governmental activities:			
Public safety	$ 146,897,935	$ 133,479,994	$ 120,232,843
Public works	59,581,938	56,342,138	55,883,069
Health and social services	9,902,331	9,578,685	9,643,000
Culture and recreation	33,393,608	32,790,812	32,646,689
Community and economic development	26,461,222	24,412,677	41,587,724
General Government	38,695,179	37,847,520	36,726,594
Interest on long-term debt	12,341,923	13,174,684	12,136,101
Total governmental activities expenses	327,274,136	307,626,510	308,856,020
Business-type activities:			
Airport	-	-	-
Parking facilities system	10,682,504	12,753,187	14,784,051
Sewer system	41,163,607	37,884,466	36,629,644
Stormwater utility	19,541,537	20,312,642	18,069,451
Golf	301,658	364,359	344,436
Solid waste system	13,499,100	14,290,636	14,025,099
Municipal Housing Agency	24,325,138	23,978,374	22,495,280
Total business-type activities expenses	109,513,544	109,583,664	106,347,961
Total primary government expenses	436,787,680	417,210,174	415,203,981
Program revenue:			
Governmental activities:			
Charges for services:			
Public safety	27,373,638	23,854,592	19,856,782
Public works	2,978,646	4,499,746	4,542,178
Health and social services	275,145	646,862	427,177
Culture and recreation	2,791,514	3,202,191	3,713,972
Community and economic development	226,615	1,428,558	1,887,540
General Government	33,628,699	35,160,101	29,163,845
Interest on long-term debt	-	-	-

Table 2

2017	2016	2015	2014	2013	2012	2011
$ 108,995,939	$ 112,162,186	$ 119,483,595	$ 102,583,945	$ 102,611,418	$ 98,465,997	$ 93,375,900
58,724,734	53,423,423	51,339,248	51,344,028	53,399,991	49,340,265	46,184,974
9,528,495	18,613,187	15,436,157	15,696,523	19,585,129	17,316,619	22,007,150
32,102,902	33,828,194	30,754,939	29,431,057	29,227,384	28,981,404	26,293,968
19,132,739	20,226,141	19,337,576	19,849,605	20,399,479	19,585,102	17,054,115
31,039,641	26,732,006	26,117,356	23,630,372	21,991,537	66,299,402	31,732,926
14,649,355	14,897,447	15,840,246	16,179,088	17,870,953	16,348,496	13,733,718
274,173,805	279,882,584	278,309,117	258,714,618	265,085,891	296,337,285	250,382,751
-	-	-	-	-	250,444,292	36,610,641
16,531,115	12,625,176	11,632,790	11,229,564	11,361,604	11,903,920	12,667,634
35,361,004	33,593,378	32,892,418	32,738,830	33,024,065	32,547,541	32,492,636
16,333,453	16,851,616	15,896,140	13,253,946	13,795,476	13,062,830	14,124,721
274,661	222,351	216,784	318,933	224,460	224,339	246,620
12,868,357	12,599,520	12,255,052	11,122,261	11,046,303	11,212,320	11,410,969
21,554,655	21,452,997	22,284,760	22,329,081	23,857,284	26,255,903	24,451,364
102,923,245	97,345,038	95,177,944	90,992,615	93,309,192	345,651,145	132,004,585
377,097,050	377,227,622	373,487,061	349,707,233	358,395,083	641,988,430	382,387,336
22,548,480	22,916,078	20,807,818	19,420,273	19,101,131	17,034,087	12,550,995
7,918,911	11,473,360	9,051,823	16,278,364	8,671,944	11,786,989	9,750,204
535,310	157,414	746,912	861,606	12,196	1,284,516	1,849,824
2,864,389	4,442,482	3,826,159	5,284,120	5,234,705	5,531,829	3,916,141
158,495	1,478,853	656,065	1,285,139	412,254	630,461	850,016
32,919,680	27,627,092	24,529,091	10,814,381	17,248,638	22,851,736	16,881,970
275,633	479,524	149,061	-	-	-	-

(Continued)

CITY OF DES MOINES, IOWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018
Operating grants and contributions:			
Public safety	3,309,766	4,524,279	5,022,809
Public works	28,288,240	27,904,610	27,027,302
Health and social services	7,999,801	9,056,185	6,526,872
Culture and recreation	744,791	685,195	762,771
Community and economic development	31,015	45,505	69,846
General Government	3,160,317	2,338,555	3,267,989
Interest on long-term debt	3,053,724	5,346,333	4,358,560
Capital grants and contributions:			
Public safety	203,178	310,457	563,311
Public works	21,590,076	16,645,845	11,725,740
Health and social services	-	-	-
Culture and recreation	4,515,930	744,153	770,082
Community and economic development	962,639	-	-
General Government	1,815	2,000,000	-
Total governmental activities program revenue	141,135,549	138,393,167	119,686,776
Business-type activities:			
Charges for services:			
Airport	-	-	-
Parking facilities system	10,892,706	12,987,938	11,048,191
Sewer system	45,059,794	45,790,283	43,851,403
Stormwater utility	28,044,245	26,313,896	24,258,001
Golf	478,702	267,337	465,081
Solid waste system	15,034,953	14,537,461	12,671,821
Municipal Housing Agency	1,421,899	1,510,156	1,440,612
Operating grants and contributions:			
Parking facilities system	-	-	-
Municipal Housing Agency	22,062,606	20,080,393	19,009,341

Table 2 (Continued)

2017	2016	2015	2014	2013	2012	2011
5,346,957	5,074,250	3,649,823	1,244,125	4,216,793	8,648,949	6,104,119
26,300,446	23,767,246	22,361,431	20,621,045	19,702,584	22,469,564	20,665,865
8,180,904	17,506,167	13,721,310	15,336,088	17,965,653	15,335,824	20,645,749
581,423	1,167,128	627,167	111,905	(99,510)	75,331	5,019,386
20,993	62,121	82,281	66,074	370,881	702,261	458,449
4,260,121	2,207,958	435,530	304,870	266,767	48,105,538	1,785,185
4,392,752	5,444,846	4,958,995	3,193,088	1,716,465	1,736,823	-
1,577,281	837,498	548,963	4,355,332	5,683,249	3,367,430	2,575,741
14,256,747	17,045,179	23,614,653	25,284,550	11,846,672	9,510,431	21,159,074
-	-	-	6,329	187,401	1,641,705	765,414
1,635,555	2,269,613	1,834,137	2,931,224	2,417,417	4,347,444	4,023,726
17,723	-	-	250,000	-	-	838,102
246,980	20,851	20,212	59,180	65,347	72,012	1,033
134,038,780	143,977,660	131,621,431	127,707,693	115,020,587	175,132,930	129,840,993
-	-	-	-	-	16,984,284	31,264,963
10,626,608	10,632,984	8,887,844	8,256,025	8,915,654	8,863,630	9,636,890
42,171,051	40,227,829	39,205,878	34,874,030	33,606,796	31,434,033	30,679,167
24,938,001	22,141,238	20,573,495	19,624,449	18,564,737	17,713,463	16,381,613
505,667	649,733	137,021	251,752	200,151	435,266	364,126
12,881,284	12,383,400	12,294,509	12,222,678	11,975,569	12,230,965	12,082,415
1,523,489	1,441,062	1,514,642	1,668,154	1,407,721	1,295,707	2,221,927
-	-	-	-	-	282,117	-
17,602,214	17,821,648	17,267,565	17,901,651	18,677,807	18,718,280	18,484,739

(Continued)

CITY OF DES MOINES, IOWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018
Capital grants and contributions:			
Airport	-	-	-
Sewer system	1,636,942	1,001,829	934,186
Stormwater utility	3,419,677	806,872	3,177,112
Golf	3,000	3,895	3,500
Solid waste system	-	-	-
Municipal Housing Agency	926,979	769,078	907,772
Total business-type activities program revenues	128,981,503	124,069,138	117,767,020
Total primary government program revenues	270,117,052	262,462,305	237,453,796
Net (expense) revenue:			
Governmental activities	(186,138,587)	(169,233,343)	(189,169,244)
Business-type activities	19,467,959	14,485,474	11,419,059
Total primary government net expense	(166,670,628)	(154,747,869)	(177,750,185)

Table 2 (Continued)

2017	2016	2015	2014	2013	2012	2011
-	-	-	-	-	2,205,972	4,707,342
846,485	340,943	378,068	498,357	1,731,558	6,809,139	2,694,218
4,275,195	6,003,844	191,525	2,172,789	96,589	6,537,700	14,005,894
1,500	3,000	4,000	6,000	-	-	-
-	-	-	-	-	-	-
1,107,391	615,879	804,361	606,942	1,664,846	1,010,302	1,535,583
116,478,885	112,261,560	101,258,908	98,082,827	96,841,428	124,520,858	144,058,877
250,517,665	256,239,220	232,880,339	225,790,520	211,862,015	299,653,788	273,899,870
(140,135,025)	(135,904,924)	(146,687,686)	(131,006,925)	(150,065,304)	(121,204,355)	(120,541,758)
13,555,640	14,916,522	6,080,964	7,090,212	3,532,236	(221,130,287)	12,054,292
(126,579,385)	(120,988,402)	(140,606,722)	(123,916,713)	(146,533,068)	(342,334,642)	(108,487,466)

(Continued)

CITY OF DES MOINES, IOWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018
General revenues and other changes in net position:			
Governmental activities:			
Taxes:			
Property taxes, levied for general purposes	142,199,633	139,322,876	122,593,271
Hotel/Motel taxes	6,199,754	7,226,054	6,338,200
Property taxes, levied for debt service	25,443,098	29,741,049	30,036,110
Local Option Sales taxes	41,340,012	-	-
Franchise taxes	18,089,946	19,955,046	20,092,159
Investment earnings	3,037,955	4,059,878	2,663,865
Gain on sale of capital asset	-	123,499	3,311,313
Miscellaneous	(215,232)	2,760	402,555
Transfers--internal activities	(11,657,716)	26,549,362	11,465,780
Total governmental activities	224,437,450	226,980,524	196,903,253
Business-type activities:			
Investment earnings	1,725,493	3,209,452	2,002,885
Miscellaneous	161,526	20,512	4,062
Gain (Loss) on sale of capital asset	122,627	11,907,312	160,930
Transfers--internal activities	11,657,716	(26,549,362)	(11,465,780)
Total business-type activities	13,667,362	(11,412,086)	(9,297,903)
Total primary government	238,104,812	215,568,438	187,605,350
Changes in net position:			
Governmental activities	38,298,863	57,747,181	7,734,009
Business-type activities	33,135,321	3,073,388	2,121,156
Total primary government	$ 71,434,184	$ 60,820,569	$ 9,855,165

Table 2 (Continued)

2017	2016	2015	2014	2013	2012	2011
117,100,978	113,624,373	111,620,593	113,060,166	111,126,341	108,767,775	105,335,377
5,944,042	6,059,311	5,783,917	5,105,780	4,758,796	4,366,762	3,889,790
30,149,073	28,329,549	27,790,702	29,813,410	30,044,536	28,160,613	28,411,455
-	-	-	-	-	-	-
19,118,675	17,972,341	18,780,277	14,581,925	13,063,992	11,966,544	13,101,045
2,946,635	2,800,540	2,141,765	2,328,387	2,732,385	2,400,126	1,794,452
309,930	2,153,413	921,273	777,015	661,158	721,566	61,817
424,411	345,694	729,515	21,343	487,835	455,780	171,160
(425,952)	(2,418,000)	(3,156,233)	(267,622)	1,117,036	14,002,737	1,688,516
175,567,792	168,867,221	164,611,809	165,420,404	163,992,079	170,841,903	154,453,612
1,266,342	779,503	713,931	621,051	367,897	316,323	421,876
2,440	64,311	543,131	-	-	1,252	36,066
113,526	630,279	264,476	140,440	90,002	(71,731)	10,852
425,952	2,418,000	3,156,233	267,622	(1,117,036)	(14,002,737)	(1,688,516)
1,808,260	3,892,093	4,677,771	1,029,113	(659,137)	(13,756,893)	(1,219,722)
177,376,052	172,759,314	169,289,580	166,449,517	163,332,942	157,085,010	153,233,890
35,432,767	32,962,297	17,924,123	34,413,479	13,926,775	49,637,548	33,911,854
15,363,900	18,808,615	10,758,735	8,119,325	2,873,099	(234,887,180)	10,834,570
$ 50,796,667	$ 51,770,912	$ 28,682,858	$ 42,532,804	$ 16,799,874	$ (185,249,632)	$ 44,746,424

CITY OF DES MOINES, IOWA
PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018
Governmental activities:			
Charges for services:			
Public safety	$ 27,373,638	$ 23,854,592	$ 19,856,782
Public works	2,978,646	4,499,746	4,542,178
Health and social services	275,145	646,862	427,177
Culture and recreation	2,791,514	3,202,191	3,713,972
Community and economic development	226,615	1,428,558	1,887,540
General Government	33,628,699	35,160,101	29,163,845
Interest on long-term debt	-	-	-
Operating grants and contributions:			
Public safety	3,309,766	4,524,279	5,022,809
Public works	28,288,240	27,904,610	27,027,302
Health and social services	7,999,801	9,056,185	6,526,872
Culture and recreation	744,791	685,195	762,771
Community and economic development	31,015	45,505	69,846
General Government	3,160,317	2,338,555	3,267,989
Interest on long-term debt	3,053,724	5,346,333	4,358,560
Capital grants and contributions			
Public safety	203,178	310,457	563,311
Public works	21,590,076	16,645,845	11,725,740
Health and social services	-	-	-
Culture and recreation	4,515,930	744,153	770,082
Community and economic development	962,639	-	-
General Government	1,815	2,000,000	-
Total governmental activities program revenue	141,135,549	138,393,167	119,686,776
Business-type activities:			
Charges for services:			
Airport	-	-	-
Parking facilities system	10,892,706	12,987,938	11,048,191
Sewer system	45,059,794	45,790,283	43,851,403
Stormwater utility	28,044,245	26,313,896	24,258,001
Golf	478,702	267,337	465,081
Solid waste system	15,034,953	14,537,461	12,671,821
Municipal Housing Agency	1,421,899	1,510,156	1,440,612

Table 3

2017	2016	2015	2014	2013	2012	2011
$ 22,548,480	$ 22,916,078	$ 20,807,818	$ 19,420,273	$ 19,101,131	$ 17,034,087	$ 12,550,995
7,918,911	11,473,360	9,051,823	16,278,364	8,671,944	11,786,989	9,750,204
535,310	157,414	746,912	861,606	12,196	1,284,516	1,849,824
2,864,389	4,442,482	3,826,159	5,284,120	5,234,705	5,531,829	3,916,141
158,495	1,478,853	656,065	1,285,139	412,254	630,461	850,016
32,919,680	27,627,092	24,529,091	10,814,381	17,248,638	22,851,736	16,881,970
275,633	479,524	149,061	-	-	-	-
5,346,957	5,074,250	3,649,823	1,244,125	4,216,793	8,648,949	6,104,119
26,300,446	23,767,246	22,361,431	20,621,045	19,702,584	22,469,564	20,665,865
8,180,904	17,506,167	13,721,310	15,336,088	17,965,653	15,335,824	20,645,749
581,423	1,167,128	627,167	111,905	(99,510)	75,331	5,019,386
20,993	62,121	82,281	66,074	370,881	702,261	458,449
4,260,121	2,207,958	435,530	304,870	266,767	48,105,538	1,785,185
4,392,752	5,444,846	4,958,995	3,193,088	1,716,465	1,736,823	-
1,577,281	837,498	548,963	4,355,332	5,683,249	3,367,430	2,575,741
14,256,747	17,045,179	23,614,653	25,284,550	11,846,672	9,510,431	21,159,074
-	-	-	6,329	187,401	1,641,705	765,414
1,635,555	2,269,613	1,834,137	2,931,224	2,417,417	4,347,444	4,023,726
17,723	-	-	250,000	-	-	838,102
246,980	20,851	20,212	59,180	65,347	72,012	1,033
134,038,780	143,977,660	131,621,431	127,707,693	115,020,587	175,132,930	129,840,993
-	-	-	-	-	16,984,284	31,264,963
10,626,608	10,632,984	8,887,844	8,256,025	8,915,654	8,863,630	9,636,890
42,171,051	40,227,829	39,205,878	34,874,030	33,606,796	31,434,033	30,679,167
24,938,001	22,141,238	20,573,495	19,624,449	18,564,737	17,713,463	16,381,613
505,667	649,733	137,021	251,752	200,151	435,266	364,126
12,881,284	12,383,400	12,294,509	12,222,678	11,975,569	12,230,965	12,082,415
1,523,489	1,441,062	1,514,642	1,668,154	1,407,721	1,295,707	2,221,927

CITY OF DES MOINES, IOWA
PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

	2020	2019	2018
Operating grants and contributions:			
Parking facilities system	-	-	-
Municipal Housing Agency	22,062,606	20,080,393	19,009,341
Capital grants and contributions:			
Airport	-	-	-
Sewer system	1,636,942	1,001,829	934,186
Stormwater utility	3,419,677	806,872	3,177,112
Golf	3,000	3,895	3,500
Municipal Housing Agency	926,979	769,078	907,772
Total business-type activities program revenues	128,981,503	124,069,138	117,767,020
Total primary government program revenues	$ 270,117,052	$ 262,462,305	$ 237,453,796

Table 3 (continued)

2017	2016	2015	2014	2013	2012	2011
-	-	-	-	-	282,117	-
17,602,214	17,821,648	17,267,565	17,901,651	18,677,807	18,718,280	18,484,739
-	-	-	-	-	2,205,972	4,707,342
846,485	340,943	378,068	498,357	1,731,558	6,809,139	2,694,218
4,275,195	6,003,844	191,525	2,172,789	96,589	6,537,700	14,005,894
1,500	3,000	4,000	6,000	-	-	-
1,107,391	615,879	804,361	606,942	1,664,846	1,010,302	1,535,583
116,478,885	112,261,560	101,258,908	98,082,827	96,841,428	124,520,858	144,058,877
$ 250,517,665	$ 256,239,220	$ 232,880,339	$ 225,790,520	$ 211,862,015	$ 299,653,788	$ 273,899,870

CITY OF DES MOINES, IOWA
FUND BALANCES (DEFICIT), GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(Unaudited)

	2020	2019	2018
General Fund:			
Nonspendable	$ 5,655,589	$ 5,400,481	$ 5,795,608
Restricted	-	175,380	143,875
Committed	1,000,000	1,000,000	1,000,000
Unassigned	38,735,708	44,374,483	32,604,828
Total General Fund	$ 45,391,297	$ 50,950,344	$ 39,544,311
All Other Governmental Funds:			
Nonspendable	$ 4,972,291	$ 4,566,594	$ 4,738,470
Restricted	61,179,480	41,857,638	26,700,446
Committed	56,476,166	44,641,966	45,000,829
Unassigned	(2,302,296)	(1,309,108)	(632,429)
Total all other government funds	$ 120,325,641	$ 89,757,090	$ 75,807,316

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

Table 4

2017	2016	2015	2014	2013	2012	2011
$ 6,440,820	$ 7,070,710	$ 7,716,763	$ 8,092,922	$ 8,209,961	$ 9,489,312	$ 4,340,097
143,875	143,875	143,875	285,478	750,000	500,000	250,000
1,400,000	1,250,000	1,200,000	-	250,000	-	-
27,775,452	28,308,731	25,362,143	20,525,072	17,057,774	15,613,514	13,554,759
$ 35,760,147	$ 36,773,316	$ 34,422,781	$ 28,903,472	$ 26,267,735	$ 25,602,826	$ 18,144,856
$ 4,623,609	$ 4,236,516	$ 4,319,701	$ 4,175,752	$ 3,504,050	$ 3,991,588	$ 3,685,491
46,086,174	22,226,428	17,075,970	8,712,228	7,639,753	27,995,476	62,006,128
44,957,761	33,591,823	29,501,856	32,883,290	38,519,303	79,926,261	93,898,793
(606,761)	(5,633,375)	(683,569)	(147,279)	(6,557,607)	(6,875,886)	(6,465,652)
$ 95,060,783	$ 54,421,392	$ 50,213,958	$ 45,623,991	$ 43,105,499	$ 105,037,439	$ 153,124,760

CITY OF DES MOINES, IOWA
CHANGES IN FUND BALANCES, (DEFICITS) GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(Unaudited)

	2020	2019	2018	2017
Revenues:				
Taxes	$ 215,182,497	$ 176,289,979	$ 158,967,581	$ 153,194,093
Franchise fees	18,089,946	19,955,046	20,092,159	19,118,675
Licenses and permits	4,427,534	4,804,484	4,740,483	5,258,556
Fines and Forfeitures	6,494,366	7,212,504	3,889,340	6,831,709
Charges for sales and services	18,210,351	16,201,286	14,971,112	18,440,168
Use of money and property	5,055,134	5,997,366	4,702,896	2,946,635
Miscellaneous	23,087,044	21,875,867	21,843,232	26,549,885
Intergovernmental	62,893,445	66,248,789	57,744,429	69,681,949
Total revenue	353,440,317	318,585,321	286,951,232	302,021,670
Expenditures:				
Public safety	119,537,011	118,212,221	110,575,960	109,138,129
Public works	32,468,112	27,692,137	28,729,788	33,833,455
Health and social services	9,377,836	9,198,093	9,272,889	9,077,016
Culture and recreation	21,380,898	21,528,737	20,245,050	20,396,748
Community and economic development	26,065,349	24,125,445	42,089,399	18,819,812
General Government	33,663,506	30,445,685	31,011,748	25,178,926
Capital outlay	82,843,393	80,919,632	59,942,356	51,571,361
Debt service:				
Principal retirement	91,707,908	46,954,838	109,305,337	53,841,896
Interest and fiscal charges	18,624,053	18,140,014	17,592,139	18,036,562
Total expenditures	435,668,066	377,216,802	428,764,666	339,893,905
Excess (deficiency) of revenue over expenditures	(82,227,749)	(58,631,481)	(141,813,434)	(37,872,235)
Other financing sources (uses):				
Transfers in	166,531,129	147,886,324	136,250,660	104,017,243
General obligation bonds issued	106,060,000	45,640,000	97,805,000	72,370,000
Other debt issued	-	8,326,000	4,000,000	-
Premium on bond issue	12,589,360	1,991,865	7,589,148	4,163,796
Proceeds from capital asset sale	241,270	1,451,476	5,169,966	1,083,392
Proceeds from damage claims	4,339	28,585	314,236	307,221
Transfers out	(178,188,845)	(121,336,962)	(124,784,880)	(104,443,195)
Total other financing sources (uses)	107,237,253	83,987,288	126,344,130	77,498,457
Net changes in fund balance	$ 25,009,504	$ 25,355,807	$ (15,469,304)	$ 39,626,222
Debt service as a percentage of noncapital expenditures	31.3%	22.0%	34.4%	24.9%

Table 5

2016	2015	2014	2013	2012	2011
$ 148,013,233	$ 145,195,212	$ 147,979,356	$ 145,929,673	$ 141,295,150	$ 137,636,622
17,972,341	18,780,277	14,581,925	13,063,992	11,966,544	13,101,045
6,055,968	4,319,383	3,887,499	3,530,391	3,269,769	3,000,666
6,520,277	6,173,117	5,795,248	5,594,223	5,208,910	2,774,839
19,125,930	19,450,317	19,336,054	18,731,338	18,812,361	18,669,410
2,800,540	2,141,765	2,328,387	2,732,385	2,400,126	1,781,613
25,847,782	21,160,461	19,700,246	20,960,853	28,328,520	23,478,516
65,782,573	71,359,573	74,392,864	63,827,825	80,999,710	77,495,820
292,118,644	288,580,105	288,001,579	274,370,680	292,281,090	277,938,531
105,026,519	100,755,434	98,386,596	99,589,431	95,432,399	88,491,836
30,094,569	29,187,711	29,864,165	33,505,738	30,744,446	27,836,071
18,337,890	15,014,840	15,687,215	19,302,953	17,376,407	21,800,804
22,955,145	20,981,303	21,286,732	21,857,828	21,877,142	19,296,846
19,969,567	19,138,842	19,716,976	20,293,135	19,430,143	17,017,578
21,995,185	20,782,959	58,722,127	18,105,052	22,942,437	23,969,996
45,625,899	50,937,132	68,300,228	56,199,324	61,677,986	59,949,268
70,494,428	62,732,504	55,061,631	53,745,701	74,160,314	64,063,904
18,369,838	19,212,403	17,684,652	17,827,371	19,010,017	16,589,400
352,869,040	338,743,128	384,710,322	340,426,533	362,651,291	339,015,703
(60,750,396)	(50,163,023)	(96,708,743)	(66,055,853)	(70,370,201)	(61,077,172)
83,413,129	78,886,254	88,079,063	61,604,867	58,309,686	56,619,258
61,770,000	54,660,000	96,970,000	-	31,135,000	110,880,000
-	1,200,000	-	1,880,000	942,038	-
4,595,136	5,545,738	3,743,709	-	2,663,005	11,271,865
3,208,250	1,543,239	1,048,787	1,695,537	917,859	189,512
337,876	479,555	368,098	96,249	103,105	147,677
(85,831,129)	(82,042,487)	(88,346,685)	(60,487,831)	(64,329,843)	(54,964,783)
67,493,262	60,272,299	101,862,972	4,788,822	29,740,850	124,143,529
$ 6,742,866	$ 10,109,276	$ 5,154,229	$ (61,267,031)	$ (40,629,351)	$ 63,066,357
28.9%	28.5%	23.0%	25.2%	29.6%	26.7%

CITY OF DES MOINES

CITY OF DES MOINES, IOWA **Table 6**
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(Unaudited)

FISCAL YEAR	GENERAL PROPERTY TAXES	LOCAL OPTION SALES TAX	HOTEL/ MOTEL TAX	SPECIAL UTILITY EXCISE TAX	MOBILE HOME TAX	MONIES AND CREDITS TAX	TOTAL TAXES
2019-20	$ 164,205,563	$ 41,340,012	$ 6,199,754	$ 3,286,879	$ 108,344	$ 41,946	$ 215,182,497
2018-19	165,486,042	18,850	7,226,054	3,442,351	117,640	17,892	176,308,829
2017-18	148,955,894	19,267	6,338,200	3,545,742	111,539	16,206	158,986,848
2016-17	143,428,514	19,265	5,944,042	3,687,646	116,160	17,731	153,213,358
2015-16	137,970,237	---	6,059,311	3,830,805	113,745	39,135	148,013,233
2014-15	134,938,971	---	5,783,917	4,328,395	116,770	27,159	145,195,212
2013-14	138,924,204	---	5,105,780	3,806,577	112,613	30,182	147,979,356
2012-13	137,153,184	---	4,758,396	3,870,710	114,851	32,532	145,929,673
2011-12	132,970,699	---	4,366,762	3,812,245	120,644	24,800	141,295,150
2010-11	129,977,076	---	3,889,790	3,618,342	122,097	29,317	137,636,622
Change 2010-2020	26.334%	N/A	59.385%	-9.161%	-11.264%	43.076%	56.341%

Source: City records.

CITY OF DES MOINES, IOWA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Accrual basis of accounting)
(Unaudited)

Valuation Year	Residential Property	Commercial Property	Multi-Residential Property	Industrial Property	Farm Property
2019	$ 9,352,006,786	$ 3,659,230,072	$ 637,590,926	$ 262,478,000	$ 9,008,210
2018	8,387,920,278	3,356,340,218	526,834,720	239,752,265	12,200,160
2017	8,316,000,972	3,226,654,345	497,515,480	221,176,310	12,313,940
2016	7,602,629,792	2,887,659,189	434,948,600	203,130,168	12,883,320
2015	7,554,660,667	2,794,190,934	430,752,232	204,247,187	12,892,780
2014	7,246,808,590	3,028,517,860	-	192,952,200	13,388,970
2013	7,196,629,860	2,995,848,700	-	192,434,180	12,766,840
2012	7,316,677,770	3,009,375,580	-	190,078,540	10,324,900
2011	7,263,391,920	2,999,787,340	-	188,487,690	10,057,750
2010	7,500,758,350	3,095,405,840	-	194,779,860	8,270,550

Source:

State of Iowa Department of Management

Table 7

Railway Property	Utilities Property	Total Taxable Assessed Value	Total Direct Tax Rate	Percent Growth	Actual Taxable Value	Taxable Value as a % of Assessed Value
$ 22,751,525	$ 431,002,818	$ 14,374,068,337	$ 16.61156	10.95%	$ 9,365,412,911	65%
20,451,600	412,180,202	12,955,679,443	16.64000	2.09%	8,644,228,282	67%
18,996,894	398,263,684	12,690,921,625	17.24000	9.78%	8,360,172,170	66%
19,675,108	399,561,830	11,560,488,007	16.92000	1.32%	7,711,757,167	67%
17,822,928	394,961,480	11,409,528,208	16.92000	4.95%	7,531,683,825	66%
16,110,454	373,862,719	10,871,640,793	16.92000	1.17%	7,205,252,588	66%
16,195,058	331,982,463	10,745,857,101	16.92001	(1.71)%	7,214,656,648	67%
16,509,244	389,559,024	10,932,525,058	16.91982	1.08%	7,337,632,507	67%
15,154,668	338,306,985	10,815,186,353	16.58000	(3.26)%	7,146,015,644	66%
12,966,428	367,913,783	11,180,094,811	16.57613	1.01%	7,201,595,764	64%

CITY OF DES MOINES, IOWA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Unaudited)

	City Direct Rates							Overlapping Rates		
Tax Year Levied	General Fund	Transit Fund	Insurance Fund	Emergency Fund	Employee Benefits Fund	Debt Service Fund	Total Direct	Polk County	Broadlawns County Hospital	Ag Extension District
2019-2020	8.10000	0.00000	0.28537	0.00000	5.26082	2.96537	16.61156	7.30880	2.67405	0.03502
2018-2019	8.10000	0.00000	0.30000	0.00000	5.27000	2.97000	16.64000	7.30880	2.77513	0.03578
2017-2018	8.10000	0.00000	0.30000	0.00000	5.27000	3.57000	17.24000	7.30880	2.77513	0.03690
2016-2017	8.10000	0.00000	0.29000	0.00000	4.52000	4.01000	16.92000	7.30880	2.77545	0.03985
2015-2016	8.10000	0.00000	0.29000	0.00000	4.60000	3.93000	16.92000	7.30880	3.21296	0.04102
2014-2015	8.10000	0.00000	0.29000	0.00000	4.64000	3.89000	16.92000	7.16880	3.11769	0.04061
2013-2014	8.10000	0.00000	0.29000	0.00000	4.42000	4.11001	16.92001	6.94381	2.99567	0.03945
2012-2013	8.10000	0.00000	0.29000	0.00000	4.31000	4.21982	16.91982	6.80992	2.97819	0.03866
2011-2012	8.10000	0.00000	0.30122	0.00000	4.24945	3.92933	16.58000	6.80992	2.92193	0.03696
2010-2011	8.10000	0.00000	0.30345	0.00000	4.10538	4.06730	16.57613	6.81833	2.92111	0.03631

Source: Polk County Auditor and Polk County Treasurer

Overlapping rates are those of state, local, and county governments that apply to property owners within the City of Des Moines. Not all overlapping rates apply to all City property owners, although Polk County, Broadlawns Hospital, Ag Extension District, County Assessor, State of Iowa, and Area XI Community College rates apply to all property owners. The school district rates apply to owners depending upon the location of property within the city limits.

Table 8

Overlapping Rates									
Polk County Assessor	State of Iowa	Area XI Community College	Regional Transit	Des Moines Community School District	Carlisle Community School District	SE Polk Community School District	Saydel Community School District	Johnston Community Schools District	WDM Community School Disrtict
0.25455	0.00280	0.63533	0.94475	18.61192	17.81025	15.44256	12.89000	17.75113	13.15863
0.24836	0.00280	0.65249	0.93975	18.60686	17.85352	15.58596	12.89000	18.35192	13.16229
0.25471	0.00290	0.69468	0.91475	18.60074	17.85352	16.50058	12.89000	18.35111	13.27000
0.27220	0.00330	0.72334	0.82400	18.50586	17.91087	20.31754	12.76417	18.35317	13.26872
0.27920	0.00330	0.67574	0.80400	18.42809	17.91101	20.65563	12.76105	18.35491	13.24189
0.27750	0.00330	0.65724	0.73900	18.14592	17.91215	21.65866	12.87969	18.36026	13.26572
0.27822	0.00330	0.69120	0.67400	18.34842	17.91246	21.65866	12.87971	17.35444	13.26452
0.24382	0.00330	0.58466	0.59400	18.34845	18.57766	21.65866	13.47994	17.35008	13.30184
0.24628	0.00320	0.59018	0.44400	18.34848	20.65059	21.65866	13.97969	17.34599	13.84954
0.27848	0.00300	0.56008	0.44430	17.64347	20.97493	21.80667	13.97723	17.34506	13.94266

CITY OF DES MOINES

CITY OF DES MOINES, IOWA **Table 9**

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year Ended June 30	Tax Year	Taxes Levied for the Tax Year	Collected Within the Fiscal Year of the Levy		Delinquent Tax Collections[1]	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2020	2018	$ 165,645,341	$ 164,022,582	99.02%	$ 62,525	$ 164,085,107	99.06%
2019	2017	165,655,632	165,284,619	99.78%	105,715	165,390,334	99.84%
2018	2016	149,773,091	148,724,279	99.92%	47,275	148,771,554	99.33%
2017	2015	143,290,177	143,046,188	98.42%	126,460	143,305,075	100.01%
2016	2014	146,521,326	144,200,974	99.75%	-	144,200,974	98.42%
2015	2013	141,425,834	141,068,543	98.48%	181,084	141,249,627	99.88%
2014	2012	140,944,915	138,802,425	99.89%	635,538	139,437,963	98.93%
2013	2011	137,005,743	136,853,184	99.71%	109,464	136,962,648	99.97%
2012	2010	137,113,954	136,716,970	98.90%	372,019	137,088,989	99.98%
2011	2009	134,998,095	133,512,630	99.62%	641,893	134,154,523	99.38%

Source:
Polk County, City Records

[1] Beginning in collection year 2017, delinquent tax collection is presented by collection year, rather than levy year, because information is not available from Polk County Treasurer by levy year.

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO
(Unaudited)

Table 10

	2020*			2010		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Principal Life Insurance Co.	$296,972,550	1	3.81%	$260,785,000	1	4.47%
MidAmerican Energy	188,114,416	2	2.41%	53,600,900	6	0.92%
Nationwide Mutual Life	158,979,240	3	2.04%	184,594,200	2	3.16%
Wellmark, Inc.	118,143,900	4	1.52%			
Wells Fargo Properties, Inc	109,635,300	5	1.41%	51,402,100	7	0.88%
Employers Mutual Casualty Co.	91,449,900	6	1.17%	50,703,070	8	0.87%
Linden Street Investments LLC	82,260,000	7	1.05%			
Polk Co./IEC Hotel Corp	37,748,216	8	0.48%			
Federal Home Loan Bank of DSM	37,152,000	9	0.48%			
SRE Bulldog Hotel Owner LLC	31,140,000	10	0.40%			
Polk County				117,975,840	3	2.02%
Valley West DM				67,710,000	4	1.16%
Pioneer				55,609,500	5	0.95%
IFBF Property Management				45,599,700	9	0.78%
Deerfield Retirement				45,499,700	10	0.78%
Total	$1,151,595,522		14.77%	$933,480,010		16.00%

Source: Polk County Auditor

*Taxable valuation of 1/1/2019 for fiscal year 2020

CITY OF DES MOINES, IOWA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

	Governmental Activities					
Fiscal Year	General Obligation Bonds	Less Amount Available in Debt Service	Net General Bonded Debt (A)	Loans Payable	Notes Payable	Revenue Bonds
2020	$ 420,295,504	$ 13,483,866	$ 406,811,638	$ 7,610,000	$ 4,311,444	$ 22,391,221
2019	397,397,090	2,046,509	395,350,581	8,326,000	5,228,354	23,271,867
2018	390,289,790	3,982,978	386,306,812	8,360,000	5,763,190	25,116,614
2017	397,716,254	19,909,175	377,807,079	8,391,000	2,442,527	26,890,402
2016	376,029,634	4,141,941	371,887,693	8,420,000	3,105,424	28,578,302
2015	381,215,119	2,135,271	379,079,848	8,449,000	3,810,852	30,190,400
2014	384,225,358	1,330,845	382,894,513	8,476,000	3,396,356	31,750,878
2013	338,390,683	415,784	337,974,899	8,500,000	4,188,987	33,247,906
2012	392,467,179	21,217,274	371,249,905	8,500,000	3,299,688	34,728,075
2011	419,413,600	50,373,536	369,040,064	9,925,000	3,427,964	-

(1) Per capita numbers are based upon 2010 census data

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

Table 11

Business-Type Activities									
Notes Payable	General Obligation Bonds (B)	Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Per Capita Income(1)	Per Capita(1)	Total General Bonded Debt (A+B)	Net General Bonded Debt Per Capita	Percentage of Actual Property Value
$ 34,243,930	$ 7,320,212	$ 62,351,904	$ 22,534,981	$ 581,059,196	10.87%	2,856	$ 414,131,850	$ 2,036	2.89%
15,166,772	20,315,008	67,218,277	22,534,981	559,458,349	10.46%	2,750	415,665,589	2,043	3.52%
88,716	24,341,714	30,691,401	22,534,981	507,186,406	9.49%	2,493	410,648,526	2,018	3.78%
262,403	26,940,897	47,848,636	-	510,492,119	9.55%	2,509	404,747,976	1,989	3.73%
431,243	29,517,277	39,093,893	-	485,175,773	9.07%	2,385	401,404,970	1,973	3.70%
595,373	32,074,950	44,666,175	-	501,001,869	9.37%	2,463	411,154,798	2,021	3.78%
1,358,023	34,618,703	50,687,942	-	514,513,260	9.62%	2,529	417,513,216	2,052	3.89%
2,110,860	37,604,556	50,263,584	-	474,306,576	10.17%	2,332	375,579,455	1,846	3.44%
4,076,232	-	70,039,940	-	513,111,114	11.00%	2,522	371,249,905	1,825	3.43%
9,341,049	-	124,448,475	4,637,740	555,144,753	11.90%	2,729	369,040,064	1,814	3.30%

CITY OF DES MOINES

CITY OF DES MOINES, IOWA **Table 12**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

CURRENT YEAR

(Unaudited)

NAME OF GOVERNMENTAL UNIT	NET GOVERNMENTAL ACTIVITIES LONG-TERM DEBT OUTSTANDING *	PERCENTAGE APPLICABLE TO THIS GOVERNMENTAL UNIT	CITY OF DES MOINES SHARE OF DEBT
City of Des Moines	$ 402,520,000	100.00 %	$ 402,520,000
Polk County	177,729,644	0.32	567,698
School Districts:			
Carlisle	27,592,688	7.26	2,001,997
Johnston	98,094,222	2.42	2,370,891
Saydel	3,730,000	15.41	574,924
Southeast Polk	14,378,614	3.98	571,933
Area XI Community College	103,700,000	19.80	20,532,600
Total overlapping	425,225,168		26,620,043
Total direct and overlapping	$ 827,745,168		$ 429,140,043

*Excludes revenue-supported debt, tax and aid anticipation certificates and school energy loans.

Source: Polk County Auditor, DMACC Iowa Dept. of Education

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

CITY OF DES MOINES, IOWA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

Legal Debt Margin Calculation for Fiscal Year 2020		
Assessed value	**$ 14,328,833,435**	
Debt limit (5% of assessed value)	**716,441,672**	
Debt applicable to limit:		
General obligation bonds	**489,588,800**	(1)
Other Legal Indebtedness (TIF Rebates and Leases)	**24,493,149**	
Total net debt applicable to limit	**514,081,949**	
Legal debt margin	**$ 202,359,723**	

	2020	2019	2018	2017
Debt limit	$ 716,441,672	$ 633,944,619	$ 577,394,243	$ 569,816,717
Total net debt applicable to limit	514,081,949	415,647,116	406,792,071	425,109,841
Legal debt margin	$ 202,359,723	$ 218,297,503	$ 170,602,172	$ 144,706,876
Total net debt applicable to the limit as a percentage of debt limit	71.75%	65.57%	70.45%	74.60%

(1) Series 2017C is annually appropriated, and as such, only the FY21 principal and interest payment are included in the general obligation bonds total

Table 13

2016	2015	2014	2013	2012	2011
$ 542,887,856	$ 536,568,585	$ 545,879,527	$ 541,844,172	$ 558,198,015	$ 552,597,489
403,990,465	410,589,515	420,745,764	376,513,284	356,554,826	353,891,464
$ 138,897,391	$ 125,979,070	$ 125,133,763	$ 165,330,888	$ 185,289,346	$ 204,306,551
74.42%	76.52%	77.08%	69.49%	63.88%	64.04%

CITY OF DES MOINES, IOWA
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(Unaudited)

	Sanitary Sewer Bonds					
Fiscal Year	Operating Revenues	Less Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2020	$ 44,596,347	$ 24,769,557	$ 19,826,790	$ 1,331,000	$ 313,310	12.06
2019	43,235,162	24,066,934	19,168,228	4,743,000	352,673	3.76
2018	42,256,608	20,843,397	21,413,211	6,838,879	4,267,184	1.93
2017	40,817,623	13,468,591	27,349,032	6,344,619	3,849,276	2.68
2016	40,227,829	16,383,252	23,844,577	5,910,380	4,190,492	2.36
2015	36,695,644	14,041,889	22,653,755	6,061,897	4,735,653	2.10
2014	34,800,047	15,736,151	19,063,896	17,746,569	4,334,845	0.86
2013	33,585,154	15,867,875	17,717,279	4,510,011	4,436,786	1.98
2012	31,372,051	16,455,238	14,916,813	4,465,544	4,746,394	1.62
2011	30,750,844	15,775,023	14,975,821	5,111,637	4,594,187	1.54

Table 14

Stormwater Bonds

Operating Revenues	Less Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
$ 27,891,788	$ 12,810,190	$ 15,081,598	$ 3,421,000	$ 2,442,658	2.57
26,213,274	12,324,026	13,889,248	3,810,000	2,275,790	2.28
24,368,563	10,058,517	14,310,046	4,480,000	1,272,462	2.49
23,590,839	9,006,510	12,374,772	3,135,000	1,205,494	2.85
22,141,238	9,766,466	11,599,092	2,970,000	907,398	2.99
20,569,761	8,970,669	11,483,423	3,117,918	990,264	2.80
19,677,703	8,194,280	9,866,268	3,029,222	1,070,579	2.41
18,283,969	8,417,701	9,153,688	2,955,587	1,148,870	2.23
17,957,553	8,803,865	8,747,484	2,892,012	1,225,294	2.12
17,831,457	9,083,973	8,345,720	1,915,000	987,792	2.88

CITY OF DES MOINES

CITY OF DES MOINES, IOWA **Table 15**
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,	Population(1)	Median Family Income(1)	Per Capita Income (State of Iowa)	Median Age(1)	School Enrollment (3)	Unemployment Rate(2)
2020	203,443	$51,851	$31,559	33.5	32,545	9.2%
2019	203,443	51,851	30,865	33.5	32,789	2.6%
2018	203,443	51,851	30,047	33.5	33,057	2.4%
2017	203,443	51,851	28,628	33.5	32,979	3.1%
2016	203,443	51,851	26,280	33.5	32,582	3.8%
2015	203,443	51,851	26,280	33.5	32,396	3.4%
2014	203,443	51,851	26,280	33.5	32,413	4.1%
2013	203,443	51,851	26,280	33.5	32,062	4.7%
2012	203,443	51,851	26,280	33.5	31,275	5.0%
2011	203,443	51,851	26,280	33.5	32,438	5.5%

Sources:

1. 2010 US Census.
2. U.S. Bureau of Labor Statistics.
3. Des Moines Public Schools.

Notes: The demographic statistic is being added to the report.
Personal Income data is not available.

CITY OF DES MOINES

CITY OF DES MOINES, IOWA
PRINCIPAL EMPLOYERS GREATER DES MOINES
CURRENT YEAR
(Unaudited)

Table 16

	2019*			2012***	
Employer	Number of Employees*	Rank	Percentage of Total City Employment	Number of Employees	Rank
Wells Fargo	13,500	1	4.2%	-	1
Unity Point Health (Iowa Health System)	8,026	2	2.5%	-	5
State of Iowa	7,700	3	2.4%	-	2
Principal Financial Group	6,500	4	2.0%	-	4
HyVee Food Stores	6,400	5	2.0%	-	10
Des Moines Public Schools	5,200	6	1.6%	-	
Nationwide Insurance	4,525	7	1.4%	-	7
MercyOne	4,276	8	1.3%	-	3
John Deere Companies	3,500	9	1.1%	-	9
Corteva Agriscience	2,500	10	0.8%	-	
Des Moines Public Schools					6
Pioneer Hi-Bred Int'l					8
Total employment**	317,921				

Source:

*Greater Des Moines Partnership - 2016 Data

**Bureau of Labor Statistics - Metropolitan Area

***City Records

CITY OF DES MOINES
FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTIONS
LAST TEN FISCAL YEARS
(Unaudited)

FUNCTIONS/PROGRAMS	2020	2019	2018	2017
GOVERNMENTAL FUND TYPES				
Public safety				
Police Department	446.0	444.0	448.0	448.0
Fire Department	303.0	296.0	295.0	295.0
Community Development--inspections	48.9	45.0	45.9	41.9
Total public safety	797.9	785.0	788.9	784.9
Public works				
Engineering	97.0	95.0	90.0	86.8
Public Works Department	86.1	86.1	88.0	87.0
Total public works	183.1	181.1	178.0	173.8
Health and social services				
Community Development Grants	25.9	26.7	25.9	27.7
Human Rights	5.0	5.0	5.0	5.0
Total health and social services	30.9	31.7	30.9	32.7
Culture and recreation				
Parks Department	51.0	50.0	49.0	50.0
Public Libraries	64.0	59.0	56.0	56.0
Total culture and recreation	115.0	109.0	105.0	106.0
Community and economic development				
City Manager--Economic Development	7.0	7.0	7.0	7.0
Total Community and economic development	7.0	7.0	7.0	7.0
General government				
City Clerk	7.0	7.0	7.0	7.0
City Manager	39.1	35.0	36.0	33.0
Community Development	9.0	9.0	9.0	8.2
Finance Department	22.0	22.0	22.0	22.0
Human Resources	11.0	11.0	11.0	11.0
Information Technology	34.0	33.0	31.0	31.0
Legal	21.3	20.3	20.3	18.3
Mayor and Council	7.0	7.0	7.0	7.0
Parks Department	9.0	9.0	9.0	9.0
Total general government	159.4	153.3	152.3	146.5
Total governmental fund types	1293.3	1267.1	1262.1	1250.9
PROPRIETARY FUNDS				
Airport	17.0	17.0	17.0	17.0
Parking facilities system	14.0	14.0	14.0	14.3
Sewer system	54.3	54.6	54.3	53.4
Stormwater utility	65.3	64.7	63.7	63.6
Solid waste system	49.8	49.6	49.0	50.0
Municipal Housing Agency	34.0	34.0	34.0	35.0
Internal service funds	63.0	61.0	60.0	60.0
Total proprietary funds	297.4	294.9	292.0	293.3
Total City employment	1590.7	1562.0	1554.1	1544.2

Source: City records.

Table 17

2016	2015	2014	2013	2012	2011
448.0	450.0	450.0	452.0	460.0	449.0
283.0	283.0	283.0	283.0	283.0	290.0
36.4	36.4	36.4	35.6	36.6	37.6
767.4	769.4	769.4	770.6	779.6	776.6
84.8	84.5	85.5	88.5	92.0	92.0
86.0	86.0	86.0	90.0	94.0	94.0
170.8	170.5	171.5	178.5	186.0	186.0
27.1	26.4	27.6	28.5	30.6	31.5
4.0	3.0	3.0	3.0	3.0	3.0
31.1	29.4	30.6	31.5	33.6	34.5
70.0	71.3	72.5	75.5	86.8	87.0
56.0	55.0	55.0	55.0	63.0	63.0
126.0	126.3	127.5	130.5	149.8	150.0
7.0	5.0	5.0	5.0	5.0	5.0
7.0	5.0	5.0	5.0	5.0	5.0
7.0	7.0	7.0	6.4	6.0	6.0
12.0	10.0	10.0	10.0	10.0	10.0
8.3	9.3	9.0	11.0	11.8	12.0
21.0	21.0	21.0	24.0	23.0	22.0
10.0	10.0	10.0	10.0	10.0	10.0
28.0	28.0	29.0	29.0	29.0	29.0
18.3	17.0	18.0	18.0	19.0	19.0
7.0	7.0	7.0	7.0	8.0	8.0
9.0	9.4	11.2	11.2	10.0	10.0
120.6	118.7	122.2	126.6	126.8	126.0
1222.9	1219.3	1226.2	1242.7	1280.7	1278.1
19.0	21.0	21.0	21.0	0.0	100.0
14.3	14.5	14.5	14.5	14.5	15.0
53.1	53.0	52.0	48.5	52.8	53.8
63.9	64.0	64.0	68.5	67.2	67.2
50.0	50.0	50.0	50.0	50.0	50.0
37.0	47.0	50.0	60.0	59.0	61.0
60.0	60.0	60.0	60.0	59.0	59.0
297.3	309.5	311.5	322.5	302.5	406.0
1520.2	1528.8	1537.7	1565.2	1583.2	1684.1

CITY OF DES MOINES, IOWA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS
(Unaudited)

	2020	2019	2018
Public safety:			
Police Department--calls to dispatch	200,409	446,723	389,044
Detective bureau--persons offenses assigned	1,158	5,127	4,931
Detective Bureau--property offenses assigned	9,207	12,810	13,818
Fire Department--total incidents	27,684	26,721	26,130
Fire suppression--total fires	706	609	726
Emergency medical services--medic calls	18,240	18,272	18,437
Emergency medical services--transports	15,439	20,204	15,300
Permit and Development Center--number of permits issued	17,703	18,091	17,287
Permit and Development Center--number of inspections	40,622	50,071	41,813
Permit and Development Center--number of plan reviews	12,953	12,928	13,261
Public works:			
Engineering Department--cost of awarded contracts	$106,828,709	$104,067,204	$68,117,323
Public Works Department--snow and ice control-lane miles	2,207	2,207	2,207
Health and social services:			
Low-income energy assistance (number of households)	**	**	**
Furnace repair/replacements (number of households)	**	**	**
Energy reconnect project (number of households)	**	**	**
NCS applications taken	95	53	54
Senior Living Program applications taken (households)	**	**	**
Culture and recreation:			
Library usage--annual visits	658,588	881,497	813,042
Aquatic center/pools attendance	19,797	96,313	91,331
Annuals (plants) distributed to organizations	179,000	210,000	233,000
Community center attendance (calendar year)	64,294	86,630	73,505
Cemeteries--burials	515	507	560
Community and economic development:			
Increment valuations in tax increment financing districts	$2,126,182,194	$1,945,522,995	$1,332,180,629
General government:			
Animal licenses issued (cat and dog)	17,950	19,286	19,510
Legal Department--written legal opinions	1,394	1,347	1,359
Tort litigation--traffic court trials	815	631	624
Enterprise funds:			
Number of sanitary sewer feet cleaned per year	2,981,663	2,986,489	3,202,117
Number of storm sewer feet cleaned per year	339,349	794,691	800,529
Solid waste collected annually (lbs) per year	128,374,000	158,126,431	162,013,940
Rounds of golf	103,271	84,961	84,057

Source: City records.

*Current year not available

**The Community Action Agency was taken over by Impact Community Action Partnership on October 1, 2015

Table 18

2017	2016	2015	2014	2013	2012	2011
367,194	363,543	372,977	380,692	387,237	330,493	322,453
8,788	9,314	9,212	5,720	6,271	7,525	6,855
13,776	12,306	8,793	13,782	14,459	14,286	14,495
24,971	23,206	22,440	21,833	21,326	20,128	19,649
619	587	653	715	748	795	720
17,540	16,587	15,547	16,009	15,283	15,078	14,784
14,406	13,452	13,004	12,681	12,150	11,684	11,232
15,567	15,543	15,464	15,039	10,991	11,848	15,520
12,399	41,254	41,172	33,438	32,764	30,814	28,716
35,803	12,770	12,455	10,646	10,764	10,314	14,583
$50,534,697	$34,798,141	$16,483,904	$32,538,737	$120,961,394	$122,891,377	$118,852,698
2,207	2,207	2,207	2,207	2,207	2,207	2,207
**	**	6,001	6,194	6,546	6,743	7,207
**	**	148	179	173	185	195
**	**	-	5	376	103	47
42	37	3	8	16	49	89
**	**	99	142	120	107	136
866,329	2,223,053	2,674,409	973,456	1,106,879	1,304,080	1,335,720
114,404	113,154	107,161	64,309	113,064	144,810	131,875
258,000	323,300	277,660	211,369	190,000	356,171	104,200
91,951	126,665	98,974	188,209	488,609	168,641	175,757
504	613	645	594	608	539	581
$1,367,806,860	$1,235,548,361	$1,220,550,250	$1,245,474,135	$1,210,792,190	$1,225,945,910	$1,229,650,820
20,174	22,355	21,731	21,306	21,760	22,841	23,036
1,335	1,297	1,041	1,140	1,160	993	998
988	1,532*	1,532	820	1,113*	1,113*	1,113*
4,002,646	2,931,359	3,191,128	2,812,129	2,229,031	1,921,251	1,094,511
515,145	562,710	670,900	515,626	654,568	237,498	257,387
153,713,820	169,916,000	167,000,000	161,000,000	154,000,000	122,000,000	121,207,500
87,185	84,990	87,903	82,948	89,987	95,252	86,908

CITY OF DES MOINES, IOWA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

	2020	2019	2018	2017
Function/Program				
Public Safety:				
Police:				
Number of Stations	1	1	1	1
Fire:				
Number of Stations	10	10	10	10
Stations with EMS transport capability	9	9	9	8
Public Works:				
Streets paved lane miles	2,167	2,143	2,141	2,139
Streets unpaved lane miles	79	74	74	74
Sanitary sewer miles	1,006	942	942	942
Storm sewer miles	568	529	529	529
Number of street lights	25,200	25,200	24,880	24,750
Area--number of city square miles	91	91	91	91
Culture and Recreation:				
Parks-number of park areas	76	75	75	75
Total park acres	4,033	4,031	4,031	4,031
Number of boulevards	9	9	9	9
Number of playgrounds	59	58	58	62
Number of golf courses	3	3	3	3
Number of soccer fields	12	12	12	12
Number of aquatic centers/pools	5	5	5	5
Number of tennis courts	64	64	64	64
Number of softball diamonds	8	8	8	8
Number of baseball diamonds	8	8	8	8
Number of community centers	2	2	2	2
Miles of bike trails	86	83	81	81
Cemeteries:				
Number of facilities	7	7	7	7
Number of acres	345	345	345	345
Library:				
Number of Facilities	6	6	6	6
Number of Volumes	450,658	481,218	478,237	478,993

Source: City Records

Table 19

2016	2015	2014	2013	2012	2011
1	1	1	1	1	1
10	10	10	10	10	10
8	8	7	8	7	8
2,139	2,134	2,167	2,076	2,073	2,070
74	74	40	76	77	78
942	935	935	935	935	935
529	493	493	493	494	493
25,900	25,700	25,500	25,500	25,500	25,400
91	91	91	91	91	91
76	76	76	76	76	73
4,031	3,877	2,877	3,875	3,875	3,560
9	9	9	9	9	9
63	63	63	65	68	78
3	3	3	3	3	3
12	12	12	12	12	12
5	5	5	5	5	5
64	64	59	61	61	52
8	8	8	9	9	9
8	8	8	8	8	8
3	3	3	3	3	4
81	78	45	45	42	42
7	7	7	7	7	7
345	345	345	345	345	345
6	6	6	6	6	6
548,848	522,809	560,890	590,242	596,718	571,476

CITY OF DES MOINES, IOWA
SCHEDULE OF INSURANCE IN FORCE
June 30, 2020
(Unaudited)

TYPE OF INSURANCE / INSURANCE COMPANY	POLICY NUMBER	POLICY PERIOD
PROPERTY INSURANCE		
Alliant Insurance Services, Inc.	017471589/06 (Dec 05)	7-1-19/20
Housing Authority Property Insurance	HAPI-342-196544-2020	1-1-19/20
FLOOD INSURANCE		
Selective Insurance Co. (N.F.I.P.)	Various	7-1-19/20
Selective Insurance	FLD2068053	1-1-19/20
CRIME INSURANCE		
Travelers Casualty & Surety Co. of America	105645396	7-1-19/20
SPECIAL EXCESS LIABILITY INSURANCE		
Allied World Insurance Company	5110-0049-03	7-1-19/20
GENERAL LIABILITY INSURANCE		
Housing Authority Risk Retention Group	HARRG-342-196544-2020	1-1-19/20
AUTO LIABILITY INSURANCE		
The Travelers Indemnity Company of America	H-810-9160P789-IND-19	7-1-19/20
WORKERS COMPENSATION INSURANCE		
National Union Fire Ins. Co. of Pittsburgh, PA (VFIS)	CFP-5516-0128E-4	7-1-19/20
National Union Fire Ins. Co. of Pittsburgh, PA	SRG-0009103048-E	7-1-19/20
Mutual of Omaha	SR2014IA-P-052502	7-1-19/20
EXCESS WORKERS COMPENSATION INSURANCE		
Safety National Casualty Corp	SP 4060805	7-1-19/20

Table 20

NAMED INSURED / DETAILS OF COVERAGE		POLICY LIMITS	ANNUAL PREMIUM
City of Des Moines			
Buildings & Contents	$	710,352,414	$ 463,399
Policy Aggregate Loss Limit:		500,000,000	
Business Interruption & Extra Expense		100,000,000	Included
Boiler & Machinery		100,000,000	Included
Earthquake		20,000,000	Included
Flood		5,000,000	Included
Municipal Housing Agency			
Buildings & Contents	$	44,430,088	$ 62,447
City of Des Moines & Housing Authority			
(6 buildings in Flood Zone "A")		Various	$ 57,915
2309 Euclid Ave	$	421,000	$ 3,877
Shared: City, WRA & DMMHA			
Employee Theft	$	5,000,000	$ 18,789
Computer Fraud		5,000,000	included
Funds Tranfer Fraud		5,000,000	included
Shared: City & DMMHA			
Citywide General, Automobile, Law	$	10,000,000	$ 190,457
Enforcement, Public Officials Liability, etc		2,000,000 SIR	
Municipal Housing Agency			
General Liability	$	2,000,000	$ 42,370
Shared: City & DMMHA			
Following enterpise fund activities included:	$	2,000,000	$ 110,888
Curbside Recycling Pickup Program			Included
Sanitary/Storm Sewer			Included
Solid Waste Collection			Included
Municipal Housing Agency			Included
City - HazMat Team/Fire Dept Mutual Aid			
Primary Occupational Medical	$	250,000	$ 23,176
Excess Occupational Medical		500,000	9,740
Excess Occupational Medical		500,000	11,704
City of Des Moines (including WRA Operations)			
Employers Liability Limit	$	1,250,000	$ 366,195
WRA Operations Liability Limit		500,000	

CITY OF DES MOINES

City of Des Moines, Iowa

Single Audit Compliance Report
Year Ended June 30, 2020

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RSM US LLP

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*

Independent Auditor's Report

Honorable Mayor and
Members of the City Council
City of Des Moines, 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, the major fund, and the aggregate remaining fund information of the City of Des Moines, Iowa (the City), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 16, 2020.

Our report includes reference to other auditors who audited the financial statements of the Des Moines Airport Authority and the Des Moines Public Library Foundation, which are discretely presented component units, as described in our report on the City's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by the Des Moines Airport Authority auditors. The financial statements of the Des Moines Public Library Foundation were not audited in accordance with *Government Auditing Standards*.

The City's basic financial statements include the Municipal Housing Agency, a major enterprise fund. Our report below does not extend to the Municipal Housing Agency because it is reported on in a separately issued financial report of the Municipal Housing Agency.

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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.

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

Comments involving statutory or other legal matters about the City's operations for the year ended June 30, 2020, are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the City. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory or 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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RSM US LLP

Des Moines, Iowa
December 16, 2020

RSM

RSM US LLP

Report on Compliance for the Major Federal Program;
Report on Internal Control Over Compliance and
Report on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance

Independent Auditor's Report

Honorable Mayor and
Members of the City Council
City of Des Moines, Iowa

Report on Compliance for the Major Federal Program
We have audited the City of Des Moines, Iowa's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended June 30, 2020. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Scope
The City's basic financial statements include the financial statements of the Des Moines Airport Authority and the Des Moines Public Library Foundation which were audited by other auditors. Accordingly, our audit, described below, does not extend to these discretely presented component units.

The City's basic financial statements include the operations of the Municipal Housing Agency, an enterprise fund. Our audit, described below, did not extend to the operations of the Municipal Housing Agency because it is reported in a separately issued financial report and compliance report of the Municipal Housing Agency.

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.

Auditor's Responsibility
Our responsibility is to express an opinion on compliance for the City's major federal program 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 City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on the Major Federal Program
In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2020.

Report on Internal Control Over Compliance
Management of the City 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 City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with 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 City'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 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.

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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance
We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, the major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 16, 2020, which contained unmodified opinions on those financial statements. Our report was modified to include a reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Uniform Guidance 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 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 schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

RSM US LLP

Des Moines, Iowa
January 26, 2021, except for our report on the
Schedule of Expenditures of Federal Awards, for which
the date is December 16, 2020

CITY OF DES MOINES, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020

FEDERAL GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	PASSED THROUGH TO SUBRECIPIENTS	FEDERAL EXPENDITURES (7/1/19 - 6/30/20)
U.S. Department of Housing and Urban Development				
Community Development Block Grant Program Entitlement:				
Community Development Block Grant - 2015	14.218		$ 105,345	$ 105,345
Community Development Block Grant - 2017	14.218		---	92,882
Community Development Block Grant - 2018	14.218		---	14,997
Community Development Block Grant - 2019	14.218		304,367	1,792,497
Community Development Block Grant - 2020	14.218		493,545	1,380,864
COVID-19 Community Development Block Grant	14.218		22,083	22,083
	CDBG - Entitlements Grants Cluster, 14.218 Total		925,340	3,408,668
Fair Housing Assistance Program	14.401		---	84,900
Continuum of Care Program:				
HMIS November 1, 2018 - October 31, 2019	14.267		44,043	44,222
HMIS November 1, 2019 - October 31, 2020	14.267		62,144	64,265
Anawim Permanent Supportive Hsg December 1, 2018 - November 30, 2019	14.267		69,204	72,647
Primary Health Care Rapid Re-Housing October 1, 2018 - September 30, 2019	14.267		43,731	48,788
Primary Health Care Rapid Re-Housing October 1, 2019 - September 30, 2020	14.267		141,134	146,524
Anawim Homeless Opportunity Program November 1, 2018 - October 31, 2019	14.267		149,396	157,171
Anawim Homeless Opportunity Program November 1, 2019 - October 31, 2020	14.267		631,247	641,332
West Des Moines Rapid Re-Housing November 1, 2018 - October 31, 2019	14.267		30,870	31,088
CoC Planning December 1, 2018 - November 30, 2019	14.267		43,792	43,792
CoC Planning December 1, 2019 - November 30, 2020	14.267		57,409	57,409
Primary Health Care - Rapid Re-Housing November 1, 2018 - October 31, 2019	14.267		23,248	23,248
Primary Health Care - Rapid Re-Housing November 1, 2019 - October 31, 2020	14.267		52,671	54,130
IHYC-Rapid Re-Housinjg November 1, 2018 - October 31, 2019	14.267		43,116	43,362
IHYC-Rapid Re-Housinjg November 1, 2019 - October 31, 2020	14.267		103,193	108,286
Anawim Homeless Opportunity Program 2 November 1, 2018 - October 31, 2019	14.267		104,768	105,694
Primary Health Care - Centralized Intake September 1, 2018 - August 31, 2019	14.267		806	2,230
Primary Health Care - Centralized Intake September 1, 2019 - August 31, 2020	14.267		116,823	120,254
IHYC-Transitional & Rapid Re-Housinjg October 1, 2018 - September 30, 2019	14.267		116,051	125,066
IHYC-Transitional & Rapid Re-Housinjg October 1, 2019 - September 30, 2020	14.267		215,368	222,373
Primary Health Care-Rapid Re-Housing-S&F2 December 1, 2018 - November 30, 2019	14.267		42,016	43,342

CITY OF DES MOINES, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020

FEDERAL GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	PASSED THROUGH TO SUBRECIPIENTS	FEDERAL EXPENDITURES (7/1/19 - 6/30/20)
U.S. Department of Housing and Urban Development (continued)				
Primary Health Care-Rapid Re-Housing-S&F2				
December 1, 2019 - November 30, 2020	14.267		52,857	54,167
CFI - Rapid Re-Housing				
September 1, 2019 - August 31, 2020	14.267		54,965	58,127
Shelter Plus Care - Anawim II - Consolidated				
May 1, 2019 - April 30, 2020	14.267		925,953	925,953
Shelter Plus Care - Anawim II - Consolidated				
April 1, 2020 - March 31, 2021	14.267		180,472	180,472
		14.267 Total	3,305,277	3,373,942
Youth Homelessness Demonstration Grant				
March 24, 2020 - March 23, 2021	14.276		33,522	33,522
Emergency Shelter Grant Program - 2017	14.231		104,653	104,653
Emergency Shelter Grant Program - 2018	14.231		181,033	181,033
Emergency Shelter Grant Program - 2019	14.231		79,756	100,231
Emergency Shelter Grant Program - 2020	14.231		21,213	21,213
COVID-19 Emergency Shelter Grant Program	14.231		122,831	122,831
		14.231 Total	509,486	529,961
Home Investment in Affordable Housing - 2016	14.239		---	56,250
Home Investment in Affordable Housing - 2018	14.239		---	92,583
Home Investment in Affordable Housing - 2019	14.239		---	352,886
Home Investment in Affordable Housing - 2020	14.239		---	56,477
		14.239 Total	---	558,196
Total U.S. Department of Housing and Urban Development			**$ 4,773,625**	**$ 7,989,189**
U.S. Department of Justice				
Public Safety and Community Policing Grants:				
Edward Byrne Memorial Justice Assistance Grant-2018	16.738		16,136	16,136
Edward Byrne Memorial Justice Assistance Grant-2019	16.738		---	139,323
		16.738 Total	16,136	155,459
Violence Against Women	16.588		---	2,003
Violence Against Women	16.588		---	12,030
		16.588 Total	---	14,033
Project Safe Neighborhoods	16.609		---	41,237
COVID-19 - Coronavirus Emergency Supplemental Funding	16.034		---	10,470
Equitable Sharing Agreement	16.922		---	148,561
Total U.S. Department of Justice			**$ 16,136**	**$ 369,760**

CITY OF DES MOINES, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020

FEDERAL GRANTOR AND PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	PASSED THROUGH TO SUBRECIPIENTS	FEDERAL EXPENDITURES (7/1/19 - 6/30/20
U.S. Department of Transportation				
(Passed through the Iowa Department of Public Safety)				
Governor's Traffic Safety Program				
October 1, 2018 - September 30, 2019	20.600	PAP 19-410	---	55,631
Governor's Traffic Safety Program				
October 1, 2019 - September 30, 2020	20.600	PAP 20-410	---	124,065
		Highway Safety Cluster, 20.600 Total	---	179,696
Highway Research, Planning, and Construction Cluster:				
(Passed through the Iowa Department of Transportation)				
Court Ave Bridge over Des Moines River Rehab	20.205	STP-U-1945(839)--70-77	---	3,154,363
Locust Street Bridge over Des Moines River	20.205	STP-U-1945(838)--70-77	---	391,527
Zone 1 Signal Timing Update	20.205	STP-A-1945(834)--86-77	---	18,720
		20.205 Total	---	3,564,610
Des Moines River Trail Phase 2	20.219	TAP-T-1945(837)--8V-77	---	689,118
		Total Highway Research, Planning, and Construction Cluster:	---	4,253,728
Total U.S. Department of Transportation			**$ ---**	**$ 4,433,424**
U.S. Department of Homeland Security				
(Passed through the IA Dept of Homeland Security)				
2018 SWAT/WMD Homeland Security Grant	97.067	EMW-2018-SS-00010	---	363,231
(Passed through Pottawattamie County)				
2018 WMD Homeland Security Grant	97.067	HSGP-18 18-20-06	---	40,183
		97.067 Total	---	403,414
U.S. Federal Emergency Management Agency				
(Passed through the IA Dept of Homeland Security)				
Disaster Mitigation	97.036	HMGP-DR-4386	---	179,913
Total U.S. Department of Homeland Security			**$ ---**	**$ 583,327**
Total All Federal Grants			**$ 4,789,761**	**$ 13,375,700**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City of Des Moines, Iowa under programs of the federal government for the year ended June 30, 2020. The accompanying schedule of expenditures of federal awards does not include any awards pertaining to the Municipal Housing Agency, an enterprise fund of the City or the Des Moines Airport Authority and the Des Moines Public Library Foundation, which are discretely presented component units, which are reported under separate covers. All other federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies expended during the year is included in the Schedule. The information in this Schedule is presented in accordance with the requirements of the 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 City, it is not intended to and does not present the financial position, change in net positions or cash flows of the City.

Note 2. Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenses are not allowable or are limited as to reimbursement.

Note 3. Indirect Cost Rate

The City has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

City of Des Moines, Iowa

Schedule of Findings and Questioned Costs
Year Ended June 30, 2020

I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	☐ Yes	☑ No
Significant deficiencies identified?	☐ Yes	☑ None Reported
Noncompliance material to financial statements noted?	☐ Yes	☑ No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	☐ Yes	☑ No
Significant deficiencies?	☐ Yes	☑ None Reported

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

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)?	☐ Yes	☑ No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
14.267	Continuum of Care

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

Auditee qualified as low-risk auditee?	☑ Yes	☐ No

(Continued)

II. Findings Related to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

A. Internal Controls

None reported

B. Compliance Findings

None reported

III. Findings and Questioned Costs for Federal Awards

A. Internal Controls

None reported

B. Compliance Findings

None reported.

IV. Other Findings Related to Required Statutory Reporting

IV-A-20

Certified budget: We noted expenditures for the year ended June 30, 2020 exceeded the general government, capital outlay, and debt service budgeted amounts. Chapter 384.20 of the Code of Iowa states in part that public monies may not be expended or encumbered except under an accrual or continuing appropriation.

Recommendation: The budget should have been amended in accordance with Chapter 384.18 of the Code of Iowa before expenditures were allowed to exceed budget.

Response: The City will work to eliminate any overages in the budget.

Conclusion: Response accepted.

IV-B-20

Questionable expenditures: We noted no expenditures for parties, banquets or other entertainment for employees that we believe may constitute an unlawful expenditure from public funds as defined in the Attorney General's opinion dated April 25, 1979.

IV-C-20

Travel expense: No expenditures of City money for travel expenses of spouses of City officials or employees were noted.

IV-D-20

Business transactions: The City represents there are no business transactions between the City and City officials or employees in accordance with Chapter 362.5(10) of the Code of Iowa and none were noted in performing the audit.

IV-E-20

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

IV-F-20

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

IV-G-20

Deposits and investments: No instances of noncompliance with the deposit and investments provisions of Chapters 12B and 12C of the Code of Iowa and the City's investment policy were noted.

IV-H-20

Revenue notes: No instances of noncompliance with the City's revenue bond provisions were noted.

IV-I-20

Urban renewal annual report: The urban renewal annual report was properly approved and certified to the Iowa Department of Management on or before December 1.

IV-J-20

Financial Condition: At June 30, 2020, the City had a deficit balance in the following funds:

Fund	Amount
Special Revenue, Community Services	$ 235,393
Enterprise, Golf	372,766
Internal Service, Equipment Service Center	1,923,989
Internal Service, Forestry	1,270,946
Internal Service, Radio Communications	414,043

Recommendation: The City should investigate alternatives to eliminate these deficits to return these funds to a sound financial position.

Response: The City will review available resources to return these funds to a sound financial position.

Conclusion: Response accepted.

City of Des Moines, Iowa

Summary Schedule of Prior Audit Findings
Year Ended June 30, 2020

The prior year single audit disclosed no findings in the *Schedule of Findings and Questioned Costs and* no uncorrected or unresolved findings exist from the prior audit's *Summary of Prior Audit Findings.*