



April 17, 2024

Planning, Permitting & Engineering Services  
Iowa Department of Natural Resources  
Wallace State Office Building  
Attn: Mike Sullivan  
502 East 9<sup>th</sup> Street  
Des Moines, IA 50319-0034

Re: Cedar Rapids Water Pollution Control Facilities Monofill  
Permit #57-SDP-07-85P  
Financial Assurance Submittal

Dear Mr. Sullivan,

Enclosed is the financial assurance documentation for year 2023 for the Cedar Rapids Water Pollution Control Facilities' monofill.

If you have any questions, please let me know.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jason A. Decker".

Jason A. Decker  
Utilities Environmental and Compliance Program Manager  
City of Cedar Rapids  
Water Pollution Control Facilities  
(319)286-5901

cc: Doug Luzbetak, HLW Engineering



# Municipal Solid Waste Sanitary Landfill Financial Assurance Report Form

## SECTION 1: FACILITY INFORMATION

*(please print or type)*

### Information Requested

Cedar Rapids Water Pollution Control Facilities Ash  
 Facility Name: Monofill Permit Number: 57-SDP-07-085P  
 Permitted Agency/Entity: City of Cedar Rapids

## SECTION 2: CLOSURE/POSTCLOSURE OR CORRECTIVE ACTION COST ESTIMATES

Information Requested	Cost Estimate	Date of Cost Estimate
Updated Closure Cost Estimate	\$ 469,500	1/9/2024
Updated Postclosure Cost Estimate	\$ 540,000	1/9/2024
Initial or Updated Corrective Action Cost Estimate	\$	

\*Attach closure/postclosure cost estimate(s) signed and certified by an Iowa-licensed professional engineer. Cost estimates shall include, at a minimum, each of the cost line items defined in 113.14(3)"c" for closure and 113.14(4)"c" for postclosure. Please provide closure and/or postclosure site area acreage information with the estimates.

Provide a cost estimate for corrective action only if corrective action is required and a corrective action plan has been approved by the Department. Attach the corrective action cost estimate signed and certified by an Iowa-licensed professional engineer. The cost estimate shall account for total costs of the activities described in the approved corrective action plan for the corrective action period.

## SECTION 3: FACILITY WASTE TONNAGE INFORMATION

Information Requested	Tons
Remaining permitted capacity as of the beginning of permit holder's current fiscal year	15,087
Amount of waste disposed of at the facility during the prior year	2,310

## SECTION 4: PROOF OF COMPLIANCE

### Publicly Owned Municipal Solid Waste Landfills

*(ATTACH AUDIT REPORT)*

Owner's Most Recent Annual Audit Report

Prepared by: Finance Department

For fiscal year ending: 2023

### Privately Owned Municipal Solid Waste Landfills

*(ATTACH AFFIDAVIT)*

Attach owner/operator's affidavit indicating that an annual review has been performed by a certified public accountant to determine whether the privately owned landfill is in compliance with IAC 567 Chapter 113. The affidavit shall state the name of the certified public accountant, the dates and conclusions of the review, and the steps taken to rectify any deficiencies identified by the accountant.

## SECTION 5: FINANCIAL ASSURANCE INSTRUMENT

Type and Value of Financial Assurance Instrument(s) (ATTACH INSTRUMENT(S))

Assurance Instrument	Establishment Date	Mechanism Covers	Instrument Value*
Trust Fund 567 IAC 113.14(6)"a"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Surety Bond 567 IAC 113.14(6)"b"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Letter of Credit 567 IAC 113.14(6)"c"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Insurance 567 IAC 113.14(6)"d"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Corporate Financial Test 567 IAC 113.14(6)"e"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Local Gov't. Financial Test 567 IAC 113.14(6)"f"	June 30, 2023	Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$ 1,009,500
Corporate Guarantee 567 IAC 113.14(6)"g"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Local Gov't Guarantee 567 IAC 113.14(6)"h"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$
Local Gov't. Dedicated Fund 567 IAC 113.14(6)"i"		Closure <input type="checkbox"/> Postclosure <input type="checkbox"/> Corrective Action <input type="checkbox"/>	\$

\*Pursuant to IAC 567 113.14(9), if account(s) are restricted/reserved to pay for closure, postclosure or corrective action costs, then the amount of the financial assurance instrument may be reduced by the sum of the cash balance of the account(s) established to comply with subrule 113.14(8).

## SECTION 6: INITIAL PROOF OF ESTABLISHMENT OF ACCOUNTS

Check Which Applies:  New Mechanism  Previously Submitted

Pursuant to IAC 567 Chapter 113.14(8)"f", documentation of the establishment of accounts is to be submitted to the department by April 1, 2003 for currently permitted MSWLFs. Permit holders for MSWLFs permitted after April 1, 2003, shall submit documentation of the establishment of accounts prior to the MSWLF's initial receipt of waste.

Please attach documentation indicating accounts/fund have been established for closure and postclosure care and if the account(s) are restricted/reserved for closure or postclosure care. Examples of documentation include bank statements for closure/postclosure accounts, letter signed by the chief financial officer, letter from certified public accountant, etc.

Accounts established pursuant to paragraph 113.14(6)“a” for trust funds or paragraph 113.14(6)“i” for local government dedicated funds also satisfies the requirements of this subrule, and the permit holder shall not be required to establish additional closure and postclosure accounts.

**SECTION 7: CLOSURE AND POSTCLOSURE ACCOUNTS**

Completion of the following closure and postclosure account information complies with the annual financial statement requirements of IAC 567 113.14(3)“a” and 113.14(4)“a” by indicating the current balance(s) of the closure/postclosure account(s) or dedicated/trust fund and the projected amount(s) to be deposited in the account(s).

Under “Beginning Balance”, please state the account/fund balance 30 days after the start of the previous fiscal year, for “Ending Balance”, indicate the account balance 30 days after the close of the previous fiscal year, and for “Projected Deposit”, indicate the amount to be deposited within 30 days of the close of the permit holder’s fiscal year.

Information Requested	Beginning Balance	Ending Balance	Projected Deposit
Closure Account Balance <i>(see formula below)</i>	\$	\$	\$
Postclosure Account Balance <i>(see formula below)</i>	\$	\$	\$
<b>Or</b>			
Dedicated Fund Balance <i>(see formula below)</i>	\$	\$	\$
Trust Fund Balance <i>(see formula below)</i>	\$	\$	\$

**Formula for Projected Deposits**

Closure or Postclosure Account

$$\frac{CE - CB}{RPC} \times TR$$

Where “CE” is the closure or postclosure cost estimate, “CB” is the balance 30 days after close of the previous fiscal year, “RPC” is the remaining permitted capacity in tons, of the landfill from the beginning of the current fiscal year, and “TR” is the total number of tons of solid waste disposed in the prior year.

Dedicated/Trust Fund

$$\frac{CE - CB}{Y}$$

Where “CE” is the closure or postclosure cost estimate, “CB” is the balance 30 days after close of the previous fiscal year, and “Y” is number of years remaining in the pay-in period.

If needed, the space below can be used to show calculations for projected deposits

Closure	Postclosure
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**SECTION 8: PERMIT HOLDER ENDORSEMENT**

Submittal of this completed and endorsed form along with all required documentation establishes Notification and Proof of Permit Holder Compliance with IAC 567 Chapter 113.

Name of Official: Roy Hesemann Title: Utilities Director

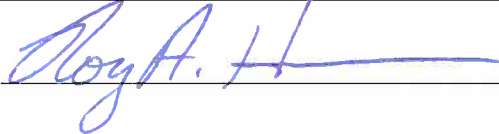
Agency/Entity: City of Cedar Rapids Water Pollution Control Facilities

Address: 7525 Bertram Rd SE

City: Cedar Rapids State: IA Zip: 524037111

Telephone: (319) 286-5972 Fax: \_\_\_\_\_

Email Address: r.hesemann@cedar-rapids.org

Signature of Official:  Date: 4/17/2024

Questions? Contact Bill Blum at (515) 240-6048 or [Bill.Blum@dnr.iowa.gov](mailto:Bill.Blum@dnr.iowa.gov)

**Authority**

The following calculations are based on rules published in 567 IAC Chapter 115.31, "Industrial monofill sanitary landfill financial assurance". This analysis is based on assuming a worst case scenario regarding closure of the monofill and assuming all work associated with closure and postclosure is performed by a third party (i.e., not by City staff), as per Regulations. **Note that costs are based on actual costs and therefore adjustments for inflation were determined not to be applicable in this closure/postclosure cost estimate.**

**Introduction**

The CRWPCF Ash Monofill originally consisted of two ash disposal areas referred to as the North Lagoon and the South Lagoon. The original operation was for ash to be deposited in the lagoons, allowed to dewater, and removed for beneficial use at which time additional ash would be placed in the lagoons.

Accumulated ash was removed from the South Lagoon in 2011 and a lined disposal area meeting EPA Subtitle D requirements was constructed in 2011 in the original south ash lagoon footprint. Accumulated ash was removed from the North Lagoon in 2013 and a lined disposal area meeting EPA Subtitle D requirements was constructed in 2016 in a portion of the original north ash lagoon footprint.

The approved Closure/Postclosure Plan for the monofill details the closure process as follows:

- (1) All ash will be excavated from the lagoons and properly disposed of.
- (2) All drainage layer material, rock, soil, protective cover, liner material, piping, manholes, and other infrastructure will be removed and properly disposed of.

**Closure Cost Estimate**

Closure costs for the North and South Lagoons include removal of accumulated ash, removal of the rock, soil, and concrete protective layers, removal of the sand drainage layer, removal of the soil base liner, removal of the flexible membrane liner(s) and various other geocomposites, and removal of piping, manholes, and other appurtenances. The area that will be disturbed by removal of the North and South Lagoons and infrastructure is approximately 5.2 acres. Cost of ash removal and disposal based on the current contracted price of \$36.00/ton. Note that this cost will be adjusted annually based on the current price for ash removal/disposal.

Ash Removal	9,600 tons	\$36.00 /ton	\$345,600
Infrastructure Removal and Regrading			\$50,000
Seeding and Mulching	5.2 acre	\$1,500 /acre	\$7,800
Erosion Control/SWPPP	5.2 acre	\$1,000 /acre	\$5,200
		Total	<u>\$408,600</u>
		Add a 10% contingency	\$40,900
		Clean Closure Documentation	\$20,000
		Total Closure Cost	<u>\$469,500</u>

**Postclosure Cost Estimate**

Since the facility anticipates all material and infrastructure being removed upon closure, semi-annual inspections will not be required during the postclosure period. Water quality reporting, monitoring well sampling, and monitoring well testing will be continued throughout the postclosure period. Assume these items will be of the same frequency, type, and method as at present. Assume costs associated with reporting, monitoring well sampling, and monitoring well testing are:

Annual Water Quality Report	<u><u>\$5,200</u></u>
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Monitoring Well Sampling and Testing

Assume monitoring well sampling and testing will be as per the SDP Permit dated October 29, 2021. Estimated testing costs are as follows:

April*	10 tests	\$175 /test	\$1,800
October*	10 tests	\$175 /test	\$1,800

\* 9 sampling points and 1 duplicate

Sampling costs are estimated to be:

April	\$2,100
October	<u>\$2,100</u>

Total, Monitoring Well Sampling and Testing	<u><u>\$7,800</u></u>
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The postclosure costs must be adjusted annually as a basis for Financial Assurance.

Financial Assurance postclosure cost estimate	<u><u>\$1,000</u></u>
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Assume financial and miscellaneous costs are approximately \$4,000 per year.	<u><u>\$4,000</u></u>
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**Financial Assurance Calculations**

**Closure**


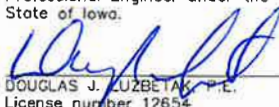
North and South Lagoons	<u>\$469,500</u>
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**Postclosure (annual)**

Water Quality Reporting	\$5,200
Monitoring Well Sampling and Testing	\$7,800
Financial Assurance	\$1,000
Financial and Miscellaneous Costs	<u>\$4,000</u>
	<u>\$18,000</u>

Estimated Postclosure Costs - Total

\$18,000 /year	30 years	<u>\$ 540,000</u>
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	<p>I hereby certify that this engineering document was prepared by me or under my direct personal supervision and that I am a duly licensed Professional Engineer under the laws of the State of Iowa.</p> <p style="text-align: center;">  <span style="float: right;">1/9/24</span> </p> <p> <small>DOUGLAS J. LUZBETAK, P.E.      DATE</small>  <small>License number 12654</small> </p> <p>My license renewal date is December 31, 2024.</p> <p>Pages <u>  44  </u> sheets covered by this seal:</p> <p>_____</p> <p>_____</p>
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# MUNICIPAL SOLID WASTE SANITARY LANDFILL LOCAL GOVERNMENT FINANCIAL TEST & CFO LETTER

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April 3, 2024

Iowa Department of Natural Resources  
Planning, Permitting & Engineering Services  
Wallace State Office Building  
502 East 9<sup>th</sup> Street  
Des Moines, IA 50319

Dear Sir or Madam:

I am the acting chief financial officer for City of Cedar Rapids, herein referred to as the "Owner". This letter is in support of the Owner's use of the Financial Test to demonstrate financial assurance for closure and/or postclosure care costs, as specified in IAC 567 Chapter 113.14(3) and 113.14(4).

The Owner is the owner and operator of the following municipal solid waste sanitary landfill(s) for which financial assurance for closure and/or postclosure care is demonstrated through the financial test, as specified in IAC 567 Chapter 113.14(6)"f":

Facility Name: Cedar Rapids Water Pollution Control Facilities Landfill

Address: 7525 Bertram Rd. S.E., Cedar Rapids, IA 52403-7111

Permit No: 57-SDP-85P

The current closure and/or postclosure care cost estimate, in accordance with IAC 567 Chapter 113.14(3) and 113.14(4), are shown below for each facility covered by the Financial Test:

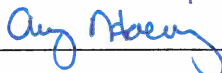
Closure cost to be assured: \$ 469,500

Postclosure cost to be assured: \$ 540,000

The Owner meets or exceeds the financial test criteria as shown below in [insert Alternative I or Alternative II] and agrees to comply with the requirements, as specified in subrule 113.14(6)"f".

*[Note: Fill in and attach either Alternative I if meeting the bond ratings or Alternative II if meeting the financial ratios of IAC 567 113.14(6)"f"(1)]*

As acting chief financial officer for the Owner, I hereby certify that the information provided in this letter is true to the best of my knowledge and that this letter is being submitted in accordance with IAC 567 Chapter 113.14(6)"f" for the Local Government Financial Test.

Signature: 

Name: Andy Hoenic, General Accounting Manager

Date: 04-03-2024

The figures for the following items are derived from the Owner's independently audited, year-end financial statements/audit report for the latest completed fiscal year, ended 2023.

## Alternative I

1. Sum of the current closure and/or postclosure cost estimates being assured by the Financial Test	\$1,009,500	\$974,600
	<b>From most recent annual auditor's report</b>	<b>From 2<sup>nd</sup> most recent annual auditor's report</b>
2. Total Revenues	\$45,633,628	\$38,610,289
3. Total Expenditures	\$25,707,527*	\$25,962,625*
4. Current bond rating of most recent outstanding general obligation bonds	Aa1	Aa1
<b>Must be able to answer "Yes" or "True" to the following</b>		
	<b>Yes/True</b>	<b>No/False</b>
5. Has evidence been provided of most recent bond rating?	Yes	
6. Are outstanding general obligation bonds rated at least Aaa, Aa, A, or Baa, as issued by Moody's or AAA, AA, A or BBB, as issued by Standard & Poor's?	Yes	
7. There are no outstanding general obligation bonds that are currently in default.	True	
8. There are no outstanding general obligation bonds rated lower than Baa as issued by Moody's or BBB as issued by Standard & Poor's.	True	
9. Have financial statements (audit) been prepared in conformity with Generally Accepted Accounting Principles or with Other Comprehensive Basis of Accounting?	Yes	
10. Is line 3 less than line 2 in each of the past two years?	Yes	
11. If answered "no" to line 10, line 3 does not exceed line 2 by more than 5 percent in each of the past two years.		
12. Is line 1 less than 43 percent of line 2?	Yes	
13. Have not received an adverse opinion or disclaimer of opinion from the independent certified public accountant or office of the auditor of the state of Iowa.	True	
14. Have closure and postclosure costs being assured been referenced in the owner's most recent audit report or instead placed in the owner's files if timing did not permit reference in the most recent audit?	Yes	

\* Page 37 of the 2023 Audit report. Operating expenses \$31,087,727 less depreciation of \$5,512,002 plus transfers of \$131,802.

**Definitions:**

"Deficit" - means total annual revenues minus total annual expenditures.

"Total revenues" - means revenues from all taxes and fees but does not include the proceeds from borrowing or asset sales, excluding revenue from funds managed by local government on behalf of a specific third party.

"Total expenditures" - means all expenditures excluding capital outlays and debt repayment.

"Cash plus marketable securities" - means all the cash plus marketable securities held by the local government on the last day of a fiscal year, excluding cash and marketable securities designated to satisfy past obligations such as pensions.

"Debt service" - means the amount of principal and interest due on a loan in a given time period, typically the current year.



# **CITY OF CEDAR RAPIDS, IOWA**



## **Annual Comprehensive Financial Report For the Fiscal Year Ended June 30, 2023**

*About the Cover*

**Cedar Rapids Transit Maintenance Facility:** This new maintenance garage is approximately 9,920 square feet which includes six single-stall bus maintenance bays. The facility construction began in fiscal year 2022 and was completed in fiscal year 2024. The total project costs were \$3.3M. The City received \$556K Iowa DOT Public Transit Infrastructure Grant to help offset some of the costs.

**ANNUAL  
COMPREHENSIVE  
FINANCIAL REPORT  
OF THE  
CITY OF CEDAR RAPIDS, IOWA  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2023**

**PREPARED BY  
GENERAL ACCOUNTING, FINANCE DEPARTMENT**

**CITY OF  
CEDAR RAPIDS, IOWA**



# CITY OF CEDAR RAPIDS, IOWA

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**CEDAR RAPIDS**

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City of Five Seasons®



April 15, 2024

The Honorable Mayor, City Council Members,  
And Citizens of the City of Cedar Rapids, Iowa:

The City of Cedar Rapids, Iowa, is required by various state and federal regulations to publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (generally accepted accounting principles or GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to these requirements, the Annual Comprehensive Financial Report (ACFR) of the City of Cedar Rapids, Iowa (City) for the fiscal year ended June 30, 2023 as prepared by the Finance Department is hereby submitted in accordance with the provisions of Chapter 11.6 of the Code of Iowa.

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

RSM US, LLP, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the City’s financial statements for the year ended June 30, 2023. The independent auditor’s report is located at the front of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated single audit designed to meet the special needs of federal grantor agencies. The standards governing single audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. Information related to this single audit, including the Schedule of Expenditures of Federal Awards, Independent Auditor’s 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 on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and Internal Control Over Compliance in Accordance with Uniform Grant Guidance, and Schedule of Findings and Questioned Costs is included in the section entitled Compliance Section.

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

## **PROFILE OF THE CITY OF CEDAR RAPIDS**

The City of Cedar Rapids, incorporated in 1849, is located twenty-five miles north of Iowa City and one hundred-thirty miles east of Des Moines, the State Capitol. Cedar Rapids is an important manufacturing, service, and trade area servicing an eight county area with a combined population estimated at 514,654 and occupies 71 square miles. The population of Linn County based upon the 2020 census is 230,299 of which 137,710 reside within Cedar Rapids. The City of Cedar Rapids is empowered to levy a property tax on real property located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time

The City of Cedar Rapids has operated under the city council-manager form of government which consists of nine council members. Five of the members represent a specific district. The remaining four council members are elected at-large, with the Mayor being one of those seats.

The City of Cedar Rapids provides a full range of services, including public safety, public works, solid waste collection, animal control, parking, ground transportation, community development, and municipal water and sewer. The City also provides various cultural and recreational opportunities through various departments.

The City's financial statements include all funds, departments, boards and commissions, and other government entities that do not have separate legal status as required by accounting principles generally accepted in the United States of America. Three component units are included in our financial report: The Eastern Iowa Airport, Cedar Rapids/Linn County Solid Waste Agency, and Cedar Rapids Public Library Foundation.

The annual budget serves as a foundation for the City's financial planning and control. The City Council is responsible for developing a budget proposal. Council is required to hold public hearings on the proposed budget and to adopt the final budget no later than March 15 for the fiscal year beginning the following July 1. The budget is prepared by fund and function. Department directors may transfer resources within the department as they see fit.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The City of Cedar Rapids has completed rebuilding its facilities that were damaged due to the 2008 flood. Now that rebuilding from 2008 flood has been completed the City of Cedar Rapids has moved its focus to creating a Flood Control System.

The Flood Control System will be designed to convey the same water volume as the flood of 2008, reducing flood risk through the heart of Cedar Rapids on both the west and east sides of the river. The system will include a combination of floodwalls, levees and gates and storm water pump stations, and incorporate aesthetic elements that reflect our community's culture, history, and vision. The improvements also includes raising of the 8<sup>th</sup> Avenue bridge in order to maintain critical access for fire, police, and emergency responders; preserve the ability for crews to construct temporary flood measures; allow for uninterrupted bridge access during a flood for normal business operations such as transit, business access, commuter access, and maintaining the local economy.

City Council formally adopted the Cedar River Flood Control System Master Plan on June 23, 2015. The master plan is a long-term plan that will provide direction for the implementation and construction of the flood control system, and has been developed to protect as many flood-vulnerable properties as possible.

### **Fast Facts**

- Designed to convey the same water volume as the flood of 2008
- Approximately 7.4 miles long
- Protects both sides of the river
- Combination of levees, gates, permanent and removable floodwalls, (approximately 15 percent removable and moving components) and bridge raising.
- Incorporates aesthetic and recreational elements that reflect culture and history of the community
- Includes pump stations and detention basins to protect against rain water flooding as pipes close to protect against river

Projects completed in 2023 included the completion of Shaver Road NE bridge, Riverside Park detention basin, and the 1<sup>st</sup> Avenue SE floodgate. Shaver Road NE Bridge raised the existing roadway 8' to cross over the levee, improving the City's overall flood response time. The Shaver Road Bridge is the longest three-span continuous concrete slab bridge in Iowa. The Riverside Park detention basin was constructed for river storage in the event of a flood until it can be safely pumped back into the Cedar River. 1<sup>st</sup> Avenue SE floodgate allows for the gate to roll across the road in times of flooding emergencies.

Cedar Rapids voters passed a one percent sales tax for street repair in November of 2013, which went into effect July 1, 2014, approving 10 years of funding. The public voted again in November 2021 to renew the tax for an additional 10 years. At present, the local option sales tax is set to expire on June 30, 2034. The one percent sales tax is known as Paving for Progress and it will capitalize on approximately \$23 million annually, set aside solely for the maintenance, repair, construction and reconstruction of public streets. These funds are used for improvements that typically would have required the City to issue debt.

To date, the program has made the following impacts:

- Linear miles of roadway improved to date: 105 miles
- Investment in roadways since the beginning of the program: \$206 million
- Projects completed to date: 310 projects
- 74 percent of completed projects have been local/residential
- 26 percent of completed projects have been arterial

The City of Cedar Rapids is committed to taking all feasible action to support conditions that encourage business expansion, job creation and private sector investment in the community. Economic Development Services Division staff works to implement the City's growth-related goals and objectives. Current Economic Development Strategic Plan focus areas are as follows:

- Enhance Economic Growth in Cedar Rapids
- Enhance Quality of Life
- Support Workforce Development
- Ensure adequate support services exist to meet the needs of local business and industry

In 2023, the City completed update to its strategic assessment for economic development. A new target industry study was delivered for the City. In addition, the City created for the first time a formal written strategy guiding municipal workforce development program activities. Since completion of the original strategic assessment in 2014, Cedar Rapids has seen nearly \$1.9 billion in total capital investment through development of City incentive projects. Over 3,677 jobs have been retained and 1,945 new jobs have been created.

To implement this vision for economic development, City economic development staff manages and coordinates a broad range of programming to support City priorities for growth. Select examples from the current year include:

- 1) Ensuring economic development partner organizations deliver services supportive of City economic development goals.
- 2) Identifying opportunities and catalyzing creation of higher-wage/higher-skill jobs through the use of City financial incentives.
- 3) Identifying opportunities to leverage and layering State and Federal resources with the City's for job creation, redevelopment, historic preservation, and creation of new housing options at all price points.
- 4) Marketing communications activities, including efforts to increase scope and reach within target segments.
- 5) Participation in specific, collaborative workforce development initiatives seeking to increase economic opportunity while boosting labor force participation in Cedar Rapids.
- 6) ISU-Cedar Rapids Partnership to grow the food and bioprocessing industry cluster.
- 7) Economic impact assessment and performance measurement.

- 8) Provision of commercial real estate market analysis and retail attraction services.
- 9) Supplying customized business intelligence and market research to realize successful outcomes in economic development for the City of Cedar Rapids.
- 10) New business and developer recruitment.
- 11) Workforce initiatives targeted at providing opportunities to under and unemployed residents with a focus on underserved and underutilized populations, specifically to fill low to middle skills jobs for existing industry.
- 12) Workforce initiatives quantifying workforce and education data to reflect related skills for Cedar Rapids occupations with an end result aimed at promoting growth and succession planning for existing employers and market our regions ability to provide skilled workforce confidently.

Additionally, the Cedar Rapids Economic Development Services Division maintains an active Business Retention and Expansion (BRE) program. Key findings about the business climate in Cedar Rapids are summarized below:

- Slightly over half of the companies participating in the business survey in 2022 had plans to expand or modernize facilities in the next three years.
- Companies in Cedar Rapids have seen stable growth through the COVID-19 pandemic: around 66% reported no change to sales, and half report increasing market share.
- 75% of businesses in our recent retention survey categorized the business climate in Cedar Rapids as excellent or very good.
- Ninety percent of businesses in our recent retention survey maintain a view of quality of life offered in Cedar Rapids as excellent or good.
- Two-thirds employers surveyed rank productivity of their existing workforce as good or excellent.
- The vast majority (+95%) of companies in Cedar Rapids are not deferring any capital reinvestment into facilities or operations due to lack of citywide flood control operating.
- On average, the Cedar Rapids workforce is 29% more productive than the U.S. national average.

### **Long-term financial planning**

Unassigned fund balance in the general fund was \$50.0 million or 32.4 percent of total general fund budgeted expenditures for fiscal year 2024. This percentage falls within the City’s policy guidelines for reserves, which at a minimum must be 25 percent of next fiscal year’s budgeted general fund expenditures as established by Council resolution. By maintaining an appropriate reserve balance the City is able to react to both known and unknown events that will have an impact on the City finances without disrupting services provided to its citizens in the short term.

The City completed a five year financial plan for all operating departments and capital improvement programs. The financial plan is a necessary element of Cedar Rapids strategy to remain competitive in today’s demanding environment. The City’s financial plan will provide a road map into the future and a framework for future decision-making. This financial plan reflects the following financial principles: 1) Sustainability; 2) Long-term Community Affordability; 3) Competitive and Responsive Community Services; and 4) Protecting Community Investment and Value.

In addition to the financial plan, performance measurements have been created by all City departments to measure effectiveness, efficiency, customer service, and organizational climate. These measurements will be reported on a regular basis to the City Council, City staff, and citizens of Cedar Rapids.

## **Relevant financial policies**

### **Internal Controls**

The management of the City is responsible for the establishment and continued maintenance of an internal control structure to ensure that all City assets are protected from loss, theft, or misuse. The management must also ensure that adequate accounting data is available to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable assurance these objectives are met. The concept of reasonable assurance recognizes: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

### **Single Audit**

A recipient of federal and state financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

### **Budgetary Controls**

The City's management team takes a very active role in the financial planning and management of the City for both short-term daily operations and long-range planning. The City adopts its annual program budget to include all funds except fiduciary funds. While budgetary control is exercised at the program level, management control is exercised on a major objective of expenditure basis. The daily operations are closely monitored through the City's automated and integrated on-line financial system which provides daily appropriations status capabilities, weekly cash management forecasting reports, and monthly, current and year-to-date budget by major object of expenditure reports. Estimated revenues are also closely monitored as to their impact on budgeted expenditures. If a department falls short of its discretionary revenue projections, adjustments must be made in its appropriations to reflect these shortfalls. Encumbrance accounting is employed in all funds for management control purposes. Appropriations, as adopted and amended, lapse at the end of the fiscal year. Encumbrances outstanding at year-end are reflected as assigned in the Governmental fund balances, which serve as authorizations for expenditures in the subsequent year. Capital projects are appropriated on a yearly basis.

In terms of long-range planning, the City annually develops and issues a five year capital improvements program as part of the annual budget, which is funded primarily through the sale of general obligation and revenue bonds, local option sales tax, and federal and state grants.

### **Debt Administration**

The City's debt management policy strives to repay 30 to 60 percent of the principal amount of its general obligation debt within five years and at least 60 percent within ten fiscal years. Capital projects financed through issuance of debt are programmed to be paid off completely within the expected useful life of the capital project. Currently, the City is on pace to repay over 58 percent of its GO debt and over 63 percent of all debt within ten fiscal years. Moody's Investor Services rate the City's general obligation bonds Aa1. This rating is predicated on the City's strong financial management, a diverse and substantial economic and tax base.

## AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Cedar Rapids, Iowa, for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This was the forty-third consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized ACFR 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 ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not be accomplished without the efficient and dedicated services of the Finance Operations General Accounting division as well as the entire staff of the Finance Department. We would also like to thank the members of the City Council for their prudent management of the City's finances.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Jeffrey A. Pomeranz", with a long horizontal flourish extending to the right.

Jeffrey A. Pomeranz  
City Manager





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Cedar Rapids  
Iowa**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

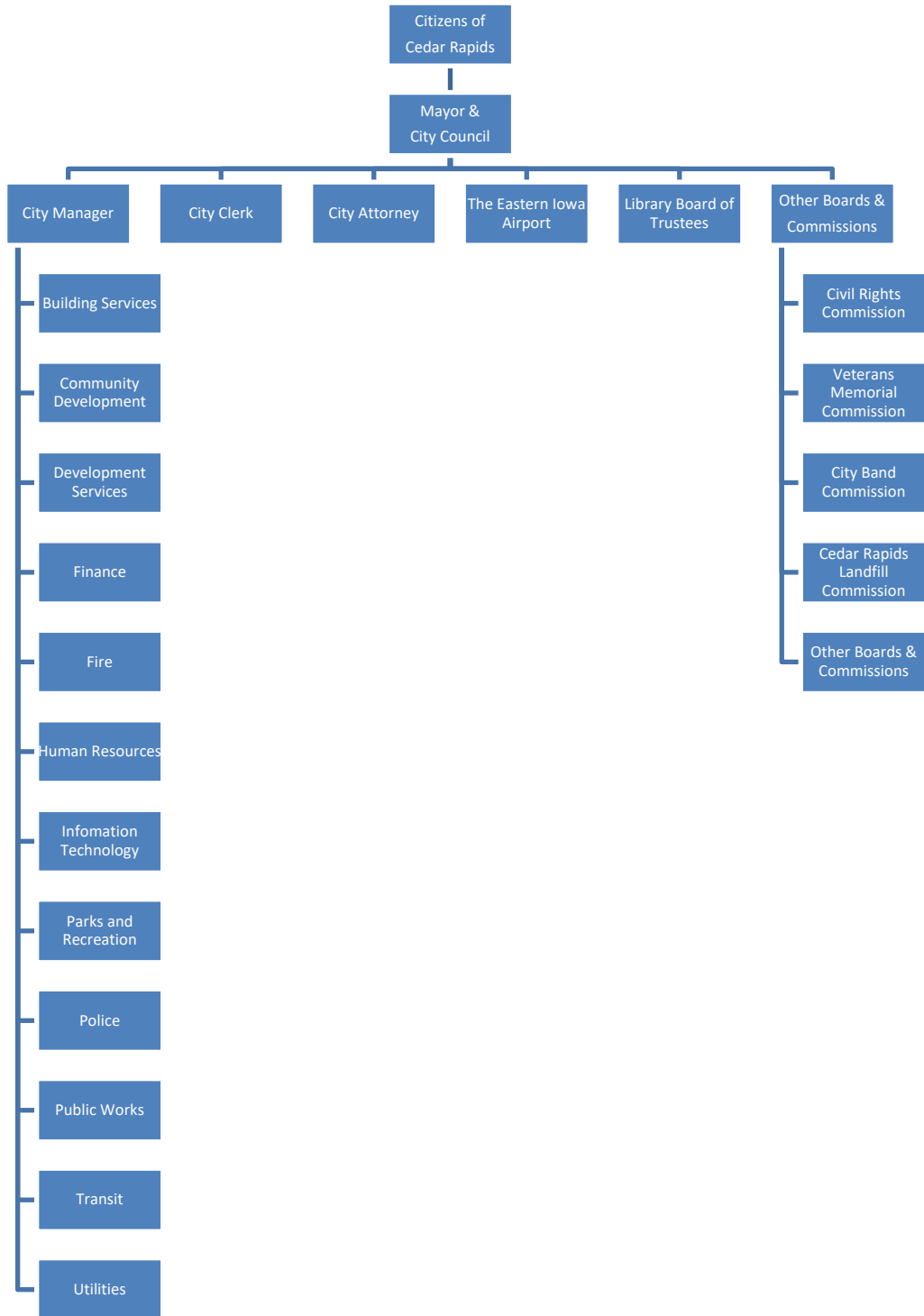
June 30, 2022

*Christopher P. Morill*

Executive Director/CEO



# The City of Cedar Rapids Organizational Chart



**CITY OF CEDAR RAPIDS, IOWA**

**City Manager Form of Government**

**CITY COUNCIL**

**Tiffany O'Donnell**  
Mayor

**Patrick Loeffler**  
At-Large

**Ann Poe**  
At-Large

**Tyler Olson**  
At-Large

**Martin Hoeger**  
District 1

**William Overland**  
District 2

**Dale Todd**  
District 3

**Scott Olson**  
District 4

**Ashley Vanorny**  
District 5

**Jeffrey A. Pomeranz**  
City Manager

## Independent Auditor's Report

RSM US LLP

Honorable Mayor and  
Members of City Council  
City of Cedar Rapids, Iowa

### Report on the Audit of the Financial Statements

#### **Opinions**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Cedar Rapids, Iowa (City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying 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, 2023, 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.

We did not audit the financial statements of the Cedar Rapids Public Library Foundation, which represent 3%, 3% and 2%, respectively, of the assets, net position and revenues of the aggregate discretely presented component units as of June 30, 2023. Those statements were audited by other auditors whose report has been furnished to us and, in our opinion, insofar as it relates to the amounts included for the Cedar Rapids Public Library Foundation, is based solely on the report of the other auditors.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of the Cedar Rapids Public Library Foundation were not audited in accordance with *Government Auditing Standards*.

#### **Emphasis of Matter**

As discussed in Note 19, the City adopted Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*, which resulted in the restatement of certain beginning capital assets and liabilities balances. Our opinions are not modified with respect to this matter.

#### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

***Required Supplementary Information***

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

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information consisting of the combining nonmajor fund financial statements, combining internal service fund financial statements, discretely presented component unit financial statements, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining nonmajor fund financial statements, combining internal service fund financial statements, discretely presented component unit financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

**RSM US LLP**

Cedar Rapids, Iowa  
April 15, 2024



**CEDAR RAPIDS**

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City of Five Seasons®



## **Management's Discussion and Analysis (Unaudited)**

As management of the City of Cedar Rapids, Iowa, we offer readers of the City of Cedar Rapids' financial statements this narrative overview and analysis of the financial statements of the City of Cedar Rapids for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 18-24 of this report.

### **Financial Highlights**

- The assets and deferred outflows of resources of the City of Cedar Rapids exceeded its liabilities and deferred inflows of resources at the close of June 30, 2023, by \$1.664 billion (net position).
- The government's total assets increased by approximately \$180.8 million.
- At the close of the current fiscal year, the City of Cedar Rapids' governmental funds reported combined ending fund balances of \$213.9 million, which is an increase of 11.8% from the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$50.0 million, or 30.4 percent of the total general fund expenditures.
- The City has a minimum fund balance policy of 25% of next year's budgeted general fund expenditures. The minimum fund balance for fiscal year 2023 is \$38.6 million or 70.0% of total fund balance less nonspendable.
- Total debt increased by \$40.3 million during the current fiscal year. The City issued \$59.7 million of new general obligation bonds, \$10.0 million of revenue bonds and \$11.0 million in notes payable and retired \$40.4 million of existing bonds and notes payable.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City of Cedar Rapids' basic financial statements. The City of Cedar Rapids' basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements.

The report consists of government-wide statements, fund financial statements, notes to the financial statements, required budgetary schedules, combining schedules of non-major funds and supplementary information. The first two statements are highly condensed and present a government-wide view of the City's finances. The governmental activities of the City of Cedar Rapids include general government, police and fire protection, streets and public buildings operation and maintenance, parks and recreation oriented activities and flood recovery. The major business-type activities of the City include a water and wastewater treatment facilities, a sanitary sewer system, an entertainment and convention facility, and hotel. Included within others are a ground transportation system, parking system, solid waste management collection, storm sewer system, a theatre, an ice arena, and golf courses. The City's three component units, The Eastern Iowa Airport, Cedar Rapids/Linn County Solid Waste Agency and Cedar Rapids Library Foundation, are also included. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

### **Government-wide Financial Statements**

The government-wide financial statements include the Statement of Net Position. The difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources are 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 is improving or deteriorating.

The Statement of Activities is also included in the government-wide financial statements. The focus of the Statement of Activities is to show how the government's assets 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).

A condensed version of the Statement of Net Position as of June 30, 2023 and 2022 follows:

**Table 1**  
**Statement of Net Position**  
**For Fiscal years Ending June 30, 2023 and 2022**  
(in millions)

	Governmental		Business-type		Total	
	Activities		Activities			
	2023	2022 as restated	2023	2022 as restated	2023	2022 as restated
Cash and investments	\$ 280.8	\$ 279.3	\$ 221.3	\$ 201.6	\$ 502.1	\$ 480.9
Restricted assets	54.1	50.0	34.3	26.9	88.4	76.9
Other assets	233.8	199.1	27.6	25.9	261.4	225.0
Capital assets	1,161.9	1,065.4	630.6	615.4	1,792.5	1,680.8
Total assets	<u>1,730.6</u>	<u>1,593.8</u>	<u>913.8</u>	<u>869.8</u>	<u>2,644.4</u>	<u>2,463.6</u>
Deferred outflows of resources	<u>20.6</u>	<u>21.5</u>	<u>2.8</u>	<u>2.9</u>	<u>23.4</u>	<u>24.4</u>
Other liabilities	148.5	153.1	53.5	49.2	202.0	202.3
Noncurrent liabilities	383.8	301.9	256.7	241.8	640.5	543.7
Total liabilities	<u>532.3</u>	<u>455.0</u>	<u>310.2</u>	<u>291.0</u>	<u>842.5</u>	<u>746.0</u>
Deferred inflows of resources	<u>152.3</u>	<u>204.2</u>	<u>9.2</u>	<u>22.2</u>	<u>161.5</u>	<u>226.4</u>
Net position:						
Net investment in capital assets	898.3	835.4	394.9	378.5	1,293.2	1,213.9
Restricted	58.4	38.4	-	-	58.4	38.4
Unrestricted	<u>109.9</u>	<u>82.3</u>	<u>202.3</u>	<u>181.0</u>	<u>312.2</u>	<u>263.3</u>
Total net position	<u>\$1,066.6</u>	<u>\$ 956.1</u>	<u>\$ 597.2</u>	<u>\$ 559.5</u>	<u>\$1,663.8</u>	<u>\$1,515.6</u>

### Governmental Activities

Total net position increased \$110.4 million or 11.6 percent for fiscal year 2023. The increase is mainly due an increase in capital improvement projects within the City.

### Business-Type Activities

Total net position increased \$37.7 million or 6.7 percent for fiscal year 2023. The increase is mainly due an increase in cash and investments and an increase in capital improvement projects within the City.

A condensed version of the Statement of Activities as of June 30, 2023 and 2022 follows:

**Table 2**  
**Governmental and Business-type Activities**  
**For Fiscal years Ending June 30, 2023 and 2022**  
(in millions)

	Governmental		Business-type		Total	
	Activities		Activities			
	2023	2022 as restated	2023	2022 as restated	2023	2022 as restated
<b>Revenues</b>						
Charges for services	\$ 63.2	\$ 62.9	\$ 154.8	\$ 145.0	\$ 218.0	\$ 207.9
Operating grants and contributions	55.9	42.2	7.5	8.9	63.4	51.1
Capital grants and contributions	56.6	47.8	4.3	7.0	60.9	54.8
General revenues:						
Property taxes	132.0	127.5	5.7	5.7	137.7	133.2
Hotel-Motel taxes	4.6	4.1	-	-	4.6	4.1
Local option sales taxes	25.3	26.0	-	-	25.3	26.0
Franchise taxes	11.2	11.4	-	-	11.2	11.4
Investment income	6.7	1.2	3.5	0.5	10.2	1.7
Gain on sale of assets	-	-	0.1	0.1	0.1	0.1
Total revenues	<u>355.5</u>	<u>323.1</u>	<u>175.9</u>	<u>167.2</u>	<u>531.4</u>	<u>490.2</u>
<b>Expenses</b>						
Public safety	80.9	71.8	-	-	80.9	71.8
Public works	62.3	61.2	-	-	62.3	61.2
Culture and recreation	25.9	23.4	-	-	25.9	23.4
Community and economic development	32.0	25.4	-	-	32.0	25.4
General government	35.8	45.8	-	-	35.8	45.8
Debt service	8.0	6.2	-	-	8.0	6.2
Water	-	-	36.8	35.2	36.8	35.2
Water pollution control	-	-	32.9	33.7	32.9	33.7
Sanitary sewer	-	-	8.1	9.0	8.1	9.0
Alliant Energy PowerHouse	-	-	12.2	12.2	12.2	12.2
Doubletree by Hilton	-	-	12.3	9.9	12.3	9.9
Ground transportation system	-	-	10.8	10.5	10.8	10.5
Parking system	-	-	1.4	1.2	1.4	1.2
Solid waste management	-	-	12.0	11.0	12.0	11.0
Golf	-	-	3.2	2.7	3.2	2.7
Storm Sewer	-	-	1.4	1.5	1.4	1.5
Paramount theatre	-	-	4.4	5.6	4.4	5.6
Ice arena	-	-	2.8	2.4	2.8	2.4
Total expenses	<u>244.9</u>	<u>233.8</u>	<u>138.3</u>	<u>134.9</u>	<u>383.2</u>	<u>368.7</u>
Increase in net position before transfers	110.6	89.3	37.6	32.3	148.2	121.6
Transfers	(0.1)	(1.2)	0.1	1.2	-	-
Changes in net position	<u>110.5</u>	<u>88.1</u>	<u>37.7</u>	<u>33.5</u>	<u>148.2</u>	<u>121.6</u>
Beginning net position	956.1	868.0	559.5	526.0	1,515.6	1,394.0
Ending net position	<u>\$ 1,066.6</u>	<u>\$ 956.1</u>	<u>\$ 597.2</u>	<u>\$ 559.5</u>	<u>\$1,663.8</u>	<u>\$1,515.6</u>

## **Governmental Activities**

Charges for services remained consistent from the prior year and increased \$.3 million or .5 percent. Charges for services make up 17.8 percent of governmental revenues. Operating and capital grants, primarily due to street projects, 2020 Derecho FEMA recovery grants and flood mitigation grants, make up another 31.6 percent of governmental revenues. The remaining revenue comes from taxes, primarily property taxes & one-percent local option sales tax. Overall expenses increased \$11.2 million or 4.8 percent which included increases due to personal services budget mainly for increased pension expenses.

## **Business-type Activities**

As expected, charges for services are the primary revenue source for business-type activities. Water fees, wastewater fees and sanitary sewer charges are the primary charges for services that make up 67.7 percent of charges for services. Operating and capital grants only make up 6.7 percent of overall revenue.

## **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, like other state and local governments, uses fund accounting to insure and demonstrate compliance with finance-related legal requirements. All of the funds of the City 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 financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers can better understand the long-term impact of the City'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 Cedar Rapids maintains twenty 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 balance for the General fund, Infrastructure Construction fund, Flood Mitigation fund, 2020 Derecho fund and Special Revenue Other, which are considered to be major funds. Data from the other 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 the report.

The General Fund revenues increased \$1.7 million and expenditures increased \$3.7 million over the prior year resulting in an increase in fund balance of \$.1 million. Property tax revenue increased \$1.0 million or 1.6 percent. Personal services also increased \$5.3 million due to increase in employee wages and health care costs. The City has continued to maintain its minimum fund balance policy of 25 percent of the next year's expenditure budget in the General Fund of \$36.2 million and is 70% of total fund balance, less nonspendable fund balance. Infrastructure Construction Fund expenditures increased by \$3.7 million or 6.7 percent due to an increase in streets improvements. General revenue decreased in the Infrastructure Construction Fund by \$2.6 million but the issuance of \$10.9 million in bonds resulted in an increase in fund balance of \$3.9 million. With the issuance of \$34.8 million in bonds, the Flood Mitigation Fund had an increase in fund balance of \$9.3 million, which has led to the fund to have an overall positive fund balance of \$51.1 million. The 2020 Derecho Fund ended the year with a negative fund balance of \$15.9 million compared to \$32.0 million in the prior year, but the City anticipates receiving insurance and federal and state reimbursement in fiscal year 2024 to eliminate this deficit fund balance. The Special Revenue Other Fund ending fund balance decrease \$3.7 million to have an overall positive fund balance of \$18.1 million.

### **Proprietary Funds**

The City of Cedar Rapids 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. The City uses enterprise funds to account for its water, water pollution control, sanitary sewer, convention complex, hotel, and other nonmajor funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of Cedar Rapids uses internal service funds to account for its risk management functions, joint communications, fleet services and facilities maintenance. Because all of these services predominately benefit governmental rather than business type functions, they have been included within the governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Water Pollution Control, Sanitary Sewer, Alliant Energy PowerHouse and DoubleTree by Hilton as these are considered major funds of the City. Data from the other seven enterprise funds are combined into a single aggregate presentation. Individual fund data for each of the non-major enterprise funds is provided in the form of combining statements elsewhere in this report. All Internal Service funds are combined into a single aggregate presentation in the proprietary fund financial statements. Individual fund data for internal service funds is provided in the form of combining statements elsewhere in this report.

Water's change in net position increased in the current year by \$13.7 million as compared to \$11.7 million in fiscal year 2022. The increase is related to increase in charges for services. Water Pollution Control's change in net position increased in the current year by \$11.8 million as compared to an increase of \$4.7 million in fiscal year 2022. The increase is related to increase in charges for services. Sewer's change in net position increased \$7.3 million compared to an increase of \$5.4 million in fiscal year 2022. The increase is related to the decrease in purchased service costs in the current year.

### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected on the government-wide financial statements because the resources of those funds are not available to support the City of Cedar Rapids' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

### **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. The notes to the financial statements can be found on pages 43-90 of this report.

## Other Information

The combining statements referred to earlier in connection with non-major governmental, non-major enterprise funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 105-117 of this report.

## Budgetary Highlights

The City presents budgetary information as allowed by GASB Statement No. 41. Budgets are based on ten functional areas as required by state statute, not by fund or fund type.

The City had one budget amendment during the fiscal year that is our common practice. This amendment increased the expenditure budget by \$80.6 million to a total of \$773.4 million. This represented a 11.6 percent increase. Public safety expenditures increased due to charges for use of internal administrative services and bad debt expense. Community Development increased due to economic development grants and cost of internal administrative services. Capital project and Enterprise fund expenditures increased due to timing of capital improvement projects. Budgetary comparison can be found on pages 91-92 of this report.

## Capital Assets and Debt Administration

### Capital Assets

As of June 30, 2023, the City had invested \$1.8 billion in capital assets as reflected in the following table. This investment includes land, buildings, improvements, machinery and equipment, roads, highways and bridges.

**Table 3**  
**Capital Assets at Fiscal year-End**  
**(Net of Depreciation)**  
(in millions)

	Governmental Activities		Business-type Activities		Totals	
	2022	2022 as restated	2023	2022 as restated	2023	2022 as restated
Land	\$ 141.7	\$ 137.4	\$ 22.9	\$ 22.9	\$ 164.6	\$ 160.3
Building and structures	126.4	128.0	191.1	194.1	317.5	322.1
Improvements other than buildings	733.7	657.8	358.5	351.1	1,092.2	1,008.9
Machinery and equipment	41.0	41.7	8.7	9.0	49.7	50.7
Construction in progress	116.6	98.4	48.9	37.6	165.5	136.0
Right-to-use leased buildings	0.9	1.0	-	0.1	0.9	1.1
Right-to-use leased equipment	0.2	0.2	0.4	0.5	0.6	0.7
IT Subscriptions	1.4	0.9	0.1	0.1	1.5	1.0
Total	<u>\$ 1,161.9</u>	<u>\$ 1,065.4</u>	<u>\$ 630.6</u>	<u>\$ 615.4</u>	<u>\$ 1,792.5</u>	<u>\$ 1,680.8</u>

The following table reconciles the change in capital assets. Included with additions is construction in progress balances. The amount for governmental activities is \$1,161.9 million that represents a 9.1 percent increase. For business type activities the amount is \$630.6 million that is a 2.5 percent increase. Detail of this summary is presented in Note 7 of the notes.

**Table 4**  
**Change in Capital Assets**  
(in millions)

	Governmental Activities		Business-type Activities		Totals	
	2023	2022 as restated	2023	2022 as restated	2023	2022 as restated
Beginning Balance	\$ 1,065.4	\$ 990.8	\$ 615.4	\$ 603.7	\$ 1,680.8	\$ 1,594.5
Additions	141.1	118.9	38.1	34.0	179.2	152.9
Retirement	(4.9)	(7.2)	(1.1)	(0.9)	(6.0)	(8.1)
Depreciation, net	(39.7)	(37.1)	(21.8)	(21.4)	(61.5)	(58.5)
Ending Balance	<u>\$ 1,161.9</u>	<u>\$ 1,065.4</u>	<u>\$ 630.6</u>	<u>\$ 615.4</u>	<u>\$ 1,792.5</u>	<u>\$ 1,680.8</u>

### Governmental Activities

Major capital assets events during the current fiscal year included the following:

- Street Improvements, \$50.5 million or 35.8% of total additions
- Flood control system, \$46.6 million or 33.0% of total additions
- Fleet purchases \$7.8 million or 5.5% of total additions

### Business-type Activities

Major capital assets events during the current fiscal year included the following:

- Improvements at Water Pollution Control plant, \$9.9 million or 26.0% of total additions
- Improvements at Water Distribution plant, \$18.7 million or 49.2% of total additions
- Sanitary Sewer improvements, \$5.2 million or 13.8% of total additions

Additional information on the City of Cedar Rapids' capital assets can be found in Note 7 of this report.

### Debt Administration

The amount of debt outstanding at fiscal year end was \$552.3 million as compared to \$512.0 million last fiscal year. Of the total debt outstanding, \$366.1 million is backed by the full faith and credit of the City. The remainder is revenue debt and loans abated by enterprise revenues.

**Table 5**  
**Outstanding Debt at Year End**  
(in millions)

	Totals	
	2023	2022
Governmental		
General obligation	\$ 293.9	\$ 259.9
Business-type		
General obligation		
Abated by:		
Water	2.6	4.4
Water Pollution Control	2.5	3.1
Sanitary Sewer	2.3	3.2
Alliant Energy PowerHouse	30.0	32.3
Doubletree by Hilton	25.3	28.2
Other	9.5	3.4
Sub-totals	<u>72.2</u>	<u>74.6</u>
Notes Payable		
Abated by:		
Water	27.8	20.9
Water Pollution Control	14.4	14.3
Sub-totals	<u>42.2</u>	<u>35.2</u>
Revenue		
Abated by:		
Water	78.9	73.2
Water Pollution Control	46.5	49.5
Sanitary Sewer	18.6	19.6
Sub-totals	<u>144.0</u>	<u>142.3</u>
Totals	<u>\$ 552.3</u>	<u>\$ 512.0</u>

Moody's Investor Services rated the City's general obligation bonds Aa1.

For more detailed information on the City's debt and amortization terms, please refer to Note 9 of the Notes to the Financial Statements.

### **Economic Factors**

Cedar Rapids' unemployment rate increased 3.0% to 3.5% for fiscal year ending 2023, which is higher than the state unemployment rate of 2.7% and is lower than the national unemployment rate of 3.6% for the same time period.

The Cedar Rapids median household income in 2023 was \$63,170 as compared to \$60,787 in 2022.

The total value of building permits in FY 2023 was approximately \$525.4 million. This compares with an amount of \$733.0 million for FY 2022.

### **Next Year's Budget and Rates**

Approximately 69.8 percent of our operating costs in the General fund are for Personal Services. Changes in Personal Services can be due to changes in the pay rates, changes in benefits and cost of benefits, changes in number of employees, or any combination of these. The Personal Services within the General Fund increased by \$3.4 million or an increase of 4.8 percent.



Water, Sewer and Solid Waste fees combined are expected to increase approximately 6.0 percent in fiscal year 2024 for the average residential customer. The amount of dollar increase on the average residential user (usage of 10 units of water per month) will be \$82.80 annually. Even with these increases in rates, our combined water and sewer rates are still far below other large cities in Iowa that provide similar services.

### **Financial Information Contact**

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability). If you have questions about the report or need additional financial information, please contact the Finance Department at 101 First Street SE, Cedar Rapids, Iowa, 52401.

**City of Cedar Rapids, Iowa**  
**Statement of Net Position**  
**June 30, 2023**

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Airport	Cedar Rapids/ Linn County Solid Waste Agency	Cedar Rapids Public Library Foundation
<b>ASSETS</b>						
<b>Current assets:</b>						
Cash and investments	\$ 280,836,409	\$ 221,269,393	\$ 502,105,802	\$ 31,952	\$ 14,535,291	\$ 9,447,884
<b>Receivables:</b>						
Taxes	141,642,499	5,772,444	147,414,943	-	-	-
Accounts and unbilled usage, net	-	-	-	-	-	-
\$26,370,503 of allowance for doubtful accounts	10,419,314	16,642,031	27,061,345	267,220	520,520	429,129
Special assessments	4,167,471	-	4,167,471	-	-	-
Interest	2,217,431	97,441	2,314,872	-	374,756	-
Leases	5,164,148	845,887	6,010,035	5,619,392	-	-
Internal balances, net	(2,450,814)	2,450,814	-	-	-	-
Due from primary government	-	-	-	43,782,345	-	-
Due from other governments	32,060,011	244,201	32,304,212	25,429,641	202,452	-
Inventories	1,475,710	578,323	2,054,033	-	-	-
Prepaid items	37,036,638	317,035	37,353,673	21,296	166,008	11,940
Other assets	307,482	623,687	931,169	-	-	-
<b>Total current assets</b>	<b>512,876,299</b>	<b>248,841,256</b>	<b>761,717,555</b>	<b>75,151,846</b>	<b>15,799,027</b>	<b>9,888,953</b>
<b>Noncurrent assets:</b>						
Restricted cash and investments	54,135,941	34,353,980	88,489,921	-	22,637,177	-
Notes receivable, net \$72,099 allowance	1,674,107	-	1,674,107	-	-	-
Land	141,716,965	22,911,452	164,628,417	11,866,700	6,039,313	3,508,453
Buildings and structures	198,943,984	410,513,996	609,457,980	154,933,872	12,096,665	-
Improvements other than buildings	1,113,633,990	611,999,517	1,725,633,507	198,374,590	44,122,228	-
Machinery and equipment	116,150,328	26,891,714	143,042,042	11,909,772	10,241,842	-
Right-to-use leased buildings and structures	1,563,086	43,067	1,606,153	-	-	-
Right-to-use leased equipment	251,367	673,546	924,913	-	1,574	-
IT subscriptions	1,922,665	68,336	1,991,001	398,757	-	-
Accumulated depreciation and amortization	(528,827,985)	(491,454,501)	(1,020,282,486)	(180,638,608)	(32,878,115)	-
Construction in progress	116,573,905	48,931,384	165,505,289	30,403,009	2,103,067	-
<b>Total noncurrent assets</b>	<b>1,217,738,353</b>	<b>664,932,491</b>	<b>1,882,670,844</b>	<b>227,248,092</b>	<b>64,363,751</b>	<b>3,508,453</b>
<b>Total assets</b>	<b>1,730,614,652</b>	<b>913,773,747</b>	<b>2,644,388,399</b>	<b>302,399,938</b>	<b>80,162,778</b>	<b>13,397,406</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Pension related deferred outflows	17,049,551	2,757,388	19,806,939	499,067	417,118	-
OPEB related deferred outflows	3,561,371	-	3,561,371	-	-	-
Deferred loss on refunding	10,901	35,487	46,388	-	-	-
<b>Total deferred outflows of resources</b>	<b>20,621,823</b>	<b>2,792,875</b>	<b>23,414,698</b>	<b>499,067</b>	<b>417,118</b>	<b>-</b>
<b>LIABILITIES</b>						
<b>Current liabilities:</b>						
Vouchers payable	36,481,292	13,944,739	50,426,031	5,545,080	654,414	28,569
Contracts payable	5,693,817	2,065,648	7,759,465	1,475,186	-	3,100,000
Claims and judgments payable	2,011,043	-	2,011,043	-	-	-
Accrued expenses	3,861,357	8,978,636	12,839,993	166,526	49,145	23,101
Revenues collected in advance	22,623,148	2,216,509	24,839,657	866,069	14,827	-
Due to component unit	43,782,345	-	43,782,345	-	-	-
Due to other governments	2,166,787	456,439	2,623,226	-	234,054	-
Due to general public	571,759	3,490	575,249	-	-	-
Security deposits	491,514	1,554,799	2,046,313	119,208	13,930	-
General obligation bonds payable, net	20,976,891	8,658,109	29,635,000	-	-	-
Revenue bonds payable, net	-	8,980,000	8,980,000	-	-	-
Lease agreements	326,657	115,240	441,897	-	533	-
IT subscriptions	583,156	16,688	599,844	-	-	-
Interest payable	876,536	641,888	1,518,424	-	-	-
Closure/post closure landfill	-	-	-	-	431,523	-
Compensated absences	8,108,723	1,696,250	9,804,973	408,360	175,728	-
Note Payable	-	4,102,000	4,102,000	-	-	-
<b>Total current liabilities</b>	<b>148,555,025</b>	<b>53,430,435</b>	<b>201,985,460</b>	<b>8,580,429</b>	<b>1,574,154</b>	<b>3,151,670</b>
<b>Noncurrent liabilities:</b>						
Claims and judgments payable	7,115,446	-	7,115,446	-	-	-
General obligation bonds payable, net	288,475,365	64,345,992	352,821,357	-	-	-
Revenue bonds payable, net	-	142,585,687	142,585,687	-	-	-
Note Payable	-	38,071,546	38,071,546	-	-	-
Lease agreements	757,180	293,772	1,050,952	-	-	-
IT subscriptions	410,867	35,684	446,551	-	-	-
Closure/post closure landfill	-	974,600	974,600	-	21,240,914	-
<b>Total OPEB liabilities</b>	<b>16,011,416</b>	<b>-</b>	<b>16,011,416</b>	<b>-</b>	<b>-</b>	<b>-</b>
Compensated absences	32,295	-	32,295	-	-	-
Net pension liability	71,021,183	10,438,114	81,459,297	795,732	1,147,275	-
<b>Total noncurrent liabilities</b>	<b>383,823,752</b>	<b>256,745,395</b>	<b>640,569,147</b>	<b>795,732</b>	<b>22,388,189</b>	<b>-</b>
<b>Total liabilities</b>	<b>532,378,777</b>	<b>310,175,830</b>	<b>842,554,607</b>	<b>9,376,161</b>	<b>23,962,343</b>	<b>3,151,670</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Lease related deferred inflows	5,686,281	821,858	6,508,139	5,302,947	-	-
Pension related deferred inflows	4,486,847	1,832,837	6,319,684	334,563	181,386	-
OPEB related deferred inflows	3,808,671	-	3,808,671	-	-	-
Deferred gain on refunding	576,298	803,130	1,379,428	-	-	-
Property taxes	137,734,600	5,743,451	143,478,051	-	-	-
<b>Total deferred inflows of resources</b>	<b>152,292,697</b>	<b>9,201,276</b>	<b>161,493,973</b>	<b>5,637,510</b>	<b>181,386</b>	<b>-</b>

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Airport	Cedar Rapids/ Linn County Solid Waste Agency	Cedar Rapids Public Library Foundation
NET POSITION						
Net investment in capital assets	898,274,916	394,894,482	1,293,169,398	225,772,906	41,726,041	408,453
Restricted for:						
Closure/postclosure care	-	-	-	-	964,740	-
Donor restrictions - expendable	-	-	-	-	-	3,103,632
Donor restrictions - non-expendable	112,990	-	112,990	-	-	1,609,171
Debt service	5,219,169	-	5,219,169	-	-	-
Community and economic development	4,884,297	-	4,884,297	-	-	-
General government						
Vets memorial	2,097,228	-	2,097,228	-	-	-
Animal control	239,477	-	239,477	-	-	-
Public safety						
Fire	109,555	-	109,555	-	-	-
Police	1,387,725	-	1,387,725	-	-	-
Culture and recreation						
Library	1,204,277	-	1,204,277	-	-	-
Band	185,284	-	185,284	-	-	-
Parks	1,170,771	-	1,170,771	-	-	-
Public works	147,605	-	147,605	-	-	-
SSMID projects	160,024	-	160,024	-	-	-
Capital projects	41,494,973	-	41,494,973	-	-	-
Unrestricted	109,876,710	202,295,034	312,171,744	62,112,428	13,745,386	5,124,480
	<u>\$ 1,066,565,001</u>	<u>\$ 597,189,516</u>	<u>\$ 1,663,754,517</u>	<u>\$ 287,885,334</u>	<u>\$ 56,436,167</u>	<u>\$ 10,245,736</u>

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

**City of Cedar Rapids, Iowa  
Statement of Activities  
For the Year Ended June 30, 2023**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary government:</b>				
Governmental activities:				
Public safety	\$ 80,901,885	\$ 18,643,290	\$ 1,534,699	\$ 2,485,130
Public works	62,319,734	5,689,586	32,428,438	52,727,102
Culture and recreation	25,893,170	7,972,484	2,379,689	1,201,582
Community and economic development	32,035,184	1,060,519	13,872,348	155,581
General government	35,863,517	29,852,370	5,701,275	75,000
Interest on long-term debt	7,963,176	-	-	-
Total governmental activities	<u>244,976,666</u>	<u>63,218,249</u>	<u>55,916,449</u>	<u>56,644,395</u>
Business-type activities:				
Water	36,788,056	48,173,919	-	793,902
Water pollution control	32,871,842	43,160,071	138,515	1,009,836
Sanitary sewer	8,075,808	13,506,032	-	914,583
Alliant Energy PowerHouse	12,231,585	7,493,238	1,029,681	-
DoubleTree by Hilton	12,305,090	12,169,983	-	-
Ground transportation system	10,844,592	519,445	5,498,213	1,326,751
Parking system	1,379,822	530,528	-	-
Solid waste management	12,054,446	12,247,577	-	-
Golf	3,217,065	3,877,358	-	278,517
Storm sewer	1,415,739	8,479,208	-	-
Paramount Theatre	4,368,084	2,912,299	829,157	-
Ice arena	2,847,378	1,698,960	-	-
Total business-type activities	<u>138,399,507</u>	<u>154,768,618</u>	<u>7,495,566</u>	<u>4,323,589</u>
Total primary government	<u>383,376,173</u>	<u>217,986,867</u>	<u>63,412,015</u>	<u>60,967,984</u>
<b>Component units:</b>				
Airport	27,218,062	22,160,569	12,248,546	23,242,198
Cedar Rapids / Linn County Solid Waste Agency	15,012,887	10,631,007	132,906	-
Cedar Rapids Public Library Foundation	792,246	-	922,617	-
Total component units	<u>43,023,195</u>	<u>32,791,576</u>	<u>13,304,069</u>	<u>23,242,198</u>

General revenues:  
 Property taxes  
 Hotel-Motel taxes  
 Local option sales taxes  
 Franchise taxes  
 Investment income  
 Gain on sale of assets  
 Transfers  
 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 Units		
Governmental Activities	Business-type Activities	Total	Airport	Cedar Rapids/ Linn County Solid Waste Agency	Cedar Rapids Public Library Foundation
\$ (58,238,766)	\$ -	\$ (58,238,766)	\$ -	\$ -	\$ -
28,525,392	-	28,525,392	-	-	-
(14,339,415)	-	(14,339,415)	-	-	-
(16,946,736)	-	(16,946,736)	-	-	-
(234,872)	-	(234,872)	-	-	-
(7,963,176)	-	(7,963,176)	-	-	-
<u>(69,197,573)</u>	<u>-</u>	<u>(69,197,573)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	12,179,765	12,179,765	-	-	-
-	11,436,580	11,436,580	-	-	-
-	6,344,807	6,344,807	-	-	-
-	(3,708,666)	(3,708,666)	-	-	-
-	(135,107)	(135,107)	-	-	-
-	(3,500,183)	(3,500,183)	-	-	-
-	(849,294)	(849,294)	-	-	-
-	193,131	193,131	-	-	-
-	938,810	938,810	-	-	-
-	7,063,469	7,063,469	-	-	-
-	(626,628)	(626,628)	-	-	-
-	(1,148,418)	(1,148,418)	-	-	-
-	28,188,266	28,188,266	-	-	-
<u>(69,197,573)</u>	<u>28,188,266</u>	<u>(41,009,307)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	30,433,251	-	-
-	-	-	-	(4,248,974)	-
-	-	-	-	-	130,371
-	-	-	30,433,251	(4,248,974)	130,371
131,995,762	5,746,412	137,742,174	-	-	-
4,590,549	-	4,590,549	-	-	-
25,325,095	-	25,325,095	-	-	-
11,210,521	-	11,210,521	-	-	-
6,651,472	3,519,286	10,170,758	825,453	1,001,651	750,695
-	63,082	63,082	22,035	4,654	-
(144,216)	144,216	-	-	-	-
<u>179,629,183</u>	<u>9,472,996</u>	<u>189,102,179</u>	<u>847,488</u>	<u>1,006,305</u>	<u>750,695</u>
110,431,610	37,661,262	148,092,872	31,280,739	(3,242,669)	881,066
956,133,391	559,528,254	1,515,661,645	256,604,595	59,678,836	9,364,670
<u>\$ 1,066,565,001</u>	<u>\$ 597,189,516</u>	<u>\$ 1,663,754,517</u>	<u>\$ 287,885,334</u>	<u>\$ 56,436,167</u>	<u>\$ 10,245,736</u>

**City of Cedar Rapids, Iowa  
Balance Sheet  
Governmental Funds  
June 30, 2023**

	General	Infrastructure Construction	Flood Mitigation	2020 Derecho	Special Revenue Other	Nonmajor Governmental Funds	Total
<b>ASSETS</b>							
Cash and investments	\$ 98,707,960	\$ 37,145,325	\$ 26,503,041	\$ -	\$ 41,921,072	\$ 80,939,811	\$ 285,217,209
Receivables:							
Taxes	62,923,141	-	-	-	-	78,719,358	141,642,499
Accounts, net \$25,504,412 of allowance for doubtful accounts	4,915,122	383,802	-	-	12,559	393,664	5,705,147
Special assessments	541,525	3,594,252	-	-	-	31,694	4,167,471
Interest	1,785,761	-	-	-	1,350	430,201	2,217,312
Leases	49,788	-	-	-	4,989,225	-	5,039,013
Advance to other funds	272,111	-	-	-	-	-	272,111
Due from other funds	251,101	7,599,933	-	-	-	-	7,851,034
Due from other governments	261,131	8,544,012	-	18,034,204	100,315	5,006,095	31,945,757
Notes receivable, net \$72,099 of allowance	3,268	-	-	-	23,163	1,647,676	1,674,107
Inventories	866,609	-	-	-	-	-	866,609
Prepaid items	1,074,359	13,822	32,635,959	-	364,741	611,175	34,700,056
Other assets	307,482	-	-	-	-	-	307,482
Total assets	<u>171,959,358</u>	<u>57,281,146</u>	<u>59,139,000</u>	<u>18,034,204</u>	<u>47,412,425</u>	<u>167,779,674</u>	<u>521,605,807</u>
<b>LIABILITIES</b>							
Vouchers payable	6,127,394	13,551,024	5,705,226	629,609	1,638,329	5,291,292	32,942,874
Contracts payable	697	2,689,301	2,317,429	308,526	-	377,864	5,693,817
Accrued expenditures	3,540,520	-	-	-	14,906	46,474	3,601,900
Revenues collected in advance	1,150,817	43,772	-	-	21,314,271	89,915	22,598,775
Due to other funds	-	-	-	14,999,352	-	7,851,034	22,850,386
Due to component unit	43,782,345	-	-	-	-	-	43,782,345
Due to general public	-	-	-	-	263,767	307,992	571,759
Due to other governments	199,422	-	-	-	-	1,967,365	2,166,787
Security deposits	1,915	-	-	-	489,599	-	491,514
Total liabilities	<u>54,803,110</u>	<u>16,284,097</u>	<u>8,022,655</u>	<u>15,937,487</u>	<u>23,720,872</u>	<u>15,931,936</u>	<u>134,700,157</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Lease related deferred inflows	48,964	-	-	-	5,514,225	-	5,563,189
Unavailable revenue - property taxes	62,615,417	-	-	-	-	75,119,183	137,734,600
Unavailable revenue - other taxes	-	-	-	-	-	1,202,370	1,202,370
Unavailable revenue - intergovernmental	140,105	5,559,343	-	17,990,477	83,104	1,169,540	24,942,569
Unavailable revenue - special assessments	-	3,594,252	-	-	-	-	3,594,252
Total deferred inflows of resources	<u>62,804,486</u>	<u>9,153,595</u>	<u>-</u>	<u>17,990,477</u>	<u>5,597,329</u>	<u>77,491,093</u>	<u>173,036,980</u>
<b>FUND BALANCES (DEFICITS)</b>							
Nonspendable	1,940,968	13,822	32,635,959	-	477,731	611,175	35,679,655
Restricted	2,430,117	13,956,454	18,480,386	-	3,619,831	80,009,725	118,496,513
Committed	-	-	-	-	14,597,557	-	14,597,557
Assigned	-	17,873,178	-	-	-	-	17,873,178
Unassigned	49,980,677	-	-	(15,893,760)	(600,895)	(6,264,255)	27,221,767
Total fund balances (deficits)	<u>54,351,762</u>	<u>31,843,454</u>	<u>51,116,345</u>	<u>(15,893,760)</u>	<u>18,094,224</u>	<u>74,356,645</u>	<u>213,868,670</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 171,959,358</u>	<u>\$ 57,281,146</u>	<u>\$ 59,139,000</u>	<u>\$ 18,034,204</u>	<u>\$ 47,412,425</u>	<u>\$ 167,779,674</u>	<u>\$ 521,605,807</u>

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

**City of Cedar Rapids, Iowa**  
**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**  
**June 30, 2023**

Fund balances-total governmental funds		\$ 213,868,670
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 funds.		1,127,392,411
Other long-term assets not available to pay for current-period expenditures and, therefore, are reported as deferred inflows of resources in the funds		29,739,191
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	16,371,138	
Deferred inflows of resources	(4,035,906)	12,335,232
Internal service funds:		
Capital assets	34,535,894	
Other current assets	72,653,851	
Internal balances	2,473,859	
Deferred outflows of resources	4,239,784	
Other current liabilities	(6,201,254)	
Noncurrent liabilities	(25,794,100)	
Deferred inflows of resources	(4,382,704)	77,525,330
Internal service funds allocated to business-type activities		(5,196,784)
Long-term liabilities, including bonds payable, compensated absences payable, net pension liabilities, lease agreements and accrued interest payable, are not due and payable in current period and therefore are not reported in the funds:		
Compensated absences	(7,788,771)	
Lease agreements	(969,021)	
IT Subscriptions	(994,023)	
Net pension liability	(68,453,045)	
Bonds payable	(293,947,140)	
Bond premium	(15,627,802)	
Bond discount	122,686	
Deferred gain on refunding, net of loss	(565,397)	
Accrued interest on long-term debt	(876,536)	(389,099,049)
Net position of governmental activities		<u>\$ 1,066,565,001</u>

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

**City of Cedar Rapids, Iowa**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2023**

	General	Infrastructure Construction	Flood Mitigation	2020 Derecho	Special Revenue Other	Nonmajor Governmental Funds	Total
<b>Revenues:</b>							
Property taxes	\$ 61,037,203	\$ -	\$ -	\$ -	\$ -	\$ 70,958,559	\$ 131,995,762
Hotel-Motel taxes	-	-	-	-	-	4,620,039	4,620,039
Local option sales taxes	-	-	-	-	-	26,151,254	26,151,254
Franchise taxes	11,210,521	-	-	-	-	-	11,210,521
Licenses and permits	3,505,249	-	-	-	8,300	-	3,513,549
Intergovernmental	4,633,344	7,289,656	-	16,814,149	5,385,773	47,554,585	81,677,507
Charges for services	30,876,183	-	-	-	133,244	225,381	31,234,808
Fines and forfeits	13,359,125	-	-	-	9,200	-	13,368,325
Use of money and property	3,604,323	78,267	-	-	107,799	2,544,695	6,335,084
Rents and royalties	717,885	-	-	-	111,260	-	829,145
Miscellaneous	431,363	453,801	-	-	2,888,409	1,353,771	5,127,344
<b>Total revenues</b>	<b>129,375,196</b>	<b>7,821,724</b>	<b>-</b>	<b>16,814,149</b>	<b>8,643,985</b>	<b>153,408,284</b>	<b>316,063,338</b>
<b>Expenditures:</b>							
<b>Current:</b>							
Public safety	81,971,907	-	-	-	1,883,196	655,943	84,511,046
Public works	27,748,926	1,436,359	322,315	192,917	-	1,235,136	30,935,653
Culture and recreation	23,045,775	-	-	333,745	456,530	660,811	24,496,861
Community and economic development	6,040,930	-	-	3,793	3,942,128	22,124,240	32,111,091
General government	22,717,826	-	-	1,237,817	133,474	1,084,321	25,173,438
<b>Debt service:</b>							
Principal	1,254,338	-	-	-	43,033	19,284,839	20,582,210
Interest	106,421	-	-	-	582	8,916,619	9,023,622
Bond issuance costs	-	-	-	-	-	386,576	386,576
Capital outlay	1,294,116	57,019,895	48,952,444	3,852,675	2,822,637	15,590,354	129,532,121
<b>Total expenditures</b>	<b>164,180,239</b>	<b>58,456,254</b>	<b>49,274,759</b>	<b>5,620,947</b>	<b>9,281,580</b>	<b>69,938,839</b>	<b>356,752,618</b>
Excess (deficiency) of revenues over expenditures	(34,805,043)	(50,634,530)	(49,274,759)	11,193,202	(637,595)	83,469,445	(40,689,280)
<b>Other Financing Sources (Uses):</b>							
Long-term debt issued	-	10,901,459	34,780,000	-	-	7,610,500	53,291,959
Premium on bonds issued	-	1,923,541	1,220,000	-	-	399,745	3,543,286
Insurance recoveries	-	-	-	4,538,711	-	-	4,538,711
Proceeds from sale of capital assets	170,115	-	-	-	110,025	40	280,180
Lease arrangements	77,918	-	-	-	130,754	-	208,672
IT subscriptions	1,018,845	-	-	-	-	-	1,018,845
Transfers in	41,604,696	42,472,621	22,570,426	417,308	3,189,195	15,874,596	126,128,842
Transfers (out)	(7,990,473)	(739,611)	-	-	(6,461,047)	(110,601,277)	(125,792,408)
<b>Total other financing sources (uses)</b>	<b>34,881,101</b>	<b>54,558,010</b>	<b>58,570,426</b>	<b>4,956,019</b>	<b>(3,031,073)</b>	<b>(86,716,396)</b>	<b>63,218,087</b>
Net change in fund balances (deficits)	76,058	3,923,480	9,295,667	16,149,221	(3,668,668)	(3,246,951)	22,528,807
Fund balances (deficits) - July 1, 2022	54,275,704	27,919,974	41,820,678	(32,042,981)	21,762,892	77,603,596	191,339,863
Fund balances (deficits) - June 30, 2023	\$ 54,351,762	\$ 31,843,454	\$ 51,116,345	\$ (15,893,760)	\$ 18,094,224	\$ 74,356,645	\$ 213,868,670

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



**City of Cedar Rapids, Iowa**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**To the Statement of Activities**  
**For the Year Ended June 30, 2023**

Net change in fund balances-total governmental funds \$ 22,528,807

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

Governmental funds reported 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. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	129,532,121	
Contributions of capital assets	4,384,532	
Depreciation and amortization expense	(37,475,935)	96,440,718

Governmental funds reported proceeds from sale of capital assets	(280,180)
Transfer of capital assets to business-type activities	(1,298,203)
Loss on sale of capital assets	(144,278)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds 21,741,573

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal 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. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Payments of bond principal	19,284,839	
Lease agreements	160,056	
IT Subscriptions	(90,204)	
Premium on bond issued	(3,543,286)	
Issuance of debt	(53,291,959)	
Accrued interest	(133,485)	
Amortization	1,580,507	(36,033,532)

The current year City employer share of IPERS and MFPRSI contributions are reported as expenditures in the governmental funds, but are reported as a deferred outflow of resources in the statement of net position. 11,297,763

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, as follows:

Compensated absences	(236,257)
Pension expense	(4,425,064)

Internal service funds net change reported in governmental activities	181,904
Change in internal service funds activities allocated to business-type activities	658,359

Change in net position - governmental activities \$ 110,431,610

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

**City of Cedar Rapids, Iowa**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2023**

	Business-type Activities - Enterprise Funds			
	Water	Water Pollution Control	Sanitary Sewer	Alliant Energy PowerHouse
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and investments	\$ 52,490,281	\$ 78,061,042	\$ 25,009,475	\$ 5,353,769
<b>Receivables:</b>				
Taxes	-	-	-	-
Accounts and unbilled usage, net	-	-	-	-
\$801,001 of allowance for doubtful accounts	5,312,394	7,088,904	144,159	113,611
Interest	56,731	40,710	-	-
Leases	41,335	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	105,716	90,273	-
Inventories	409,190	-	-	29,683
Prepaid items	73,257	56,036	2,023	32,054
Other assets	-	-	-	19,771
<b>Total current assets</b>	<b>58,383,188</b>	<b>85,352,408</b>	<b>25,245,930</b>	<b>5,548,888</b>
<b>Noncurrent assets:</b>				
Advance to other funds	-	-	-	-
Restricted cash and investments	16,589,307	5,994,208	4,009,472	-
Land	1,300,746	1,361,147	1,262,327	9,345,614
Buildings and structures	56,691,940	97,451,394	-	102,314,902
Improvements other than buildings	276,490,598	136,197,997	183,420,588	709,948
Machinery and equipment	6,378,972	1,281,513	1,164,213	951,428
Right-to-use leased buildings and structures	-	-	-	-
Right-to-use leased equipment	-	101,900	-	-
IT subscriptions	-	-	-	-
Accumulated depreciation and amortization	(135,740,097)	(174,178,643)	(67,471,796)	(30,367,855)
Construction in progress	28,669,682	17,270,729	-	192,671
<b>Total noncurrent assets</b>	<b>248,381,148</b>	<b>85,480,245</b>	<b>122,577,475</b>	<b>82,954,037</b>
<b>Total assets</b>	<b>306,764,336</b>	<b>170,832,653</b>	<b>147,823,405</b>	<b>88,502,925</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related deferred outflows	898,285	742,502	195,140	-
OPEB related deferred outflows	-	-	-	-
Deferred loss on refunding	17,623	15,172	2,692	-
<b>Total deferred outflows of resources</b>	<b>915,908</b>	<b>757,674</b>	<b>197,832</b>	<b>-</b>
<b>LIABILITIES</b>				
<b>Current liabilities:</b>				
Vouchers payable	5,620,287	4,555,800	974,210	5,310
Contracts payable	1,385,702	328,560	193,234	-
Claims and judgments payable	-	-	-	-
Accrued expenses	349,556	275,631	82,742	4,271,378
Compensated absences	579,466	471,549	99,448	-
Revenues collected in advance	-	-	-	1,017,463
Due to other governments	324,435	110,808	-	-
Due to general public	3,490	-	-	-
Security deposits	1,552,424	-	-	-
Notes payable	3,125,000	977,000	-	-
General obligation bonds payable, net	1,465,000	685,000	850,000	2,276,000
Revenue bonds payable, net	4,795,000	3,135,000	1,050,000	-
Lease agreements	-	-	-	-
IT subscriptions	-	-	-	-
Matured bonds interest payable	299,814	154,938	62,493	57,510
<b>Total current liabilities</b>	<b>19,500,174</b>	<b>10,694,286</b>	<b>3,312,127</b>	<b>7,627,661</b>
<b>Noncurrent liabilities:</b>				
Advance from other funds	-	-	-	-
Claims and judgments payable	-	-	-	-
General obligation bonds payable, net	1,205,350	1,887,755	1,532,609	28,128,919
Revenue bonds payable, net	78,671,323	45,521,646	18,392,718	-
Notes payable	24,664,826	13,406,720	-	-
Lease agreements	-	-	-	-
IT subscriptions	-	-	-	-
Total OPEB liabilities	-	-	-	-
Closure/post closure landfill	-	974,600	-	-
Net pension liability	3,400,463	2,810,748	738,705	-
<b>Total noncurrent liabilities</b>	<b>107,941,962</b>	<b>64,601,469</b>	<b>20,664,032</b>	<b>28,128,919</b>
<b>Total liabilities</b>	<b>127,442,136</b>	<b>75,295,755</b>	<b>23,976,159</b>	<b>35,756,580</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Lease related deferred inflows	39,765	-	-	-
Pension related deferred inflows	597,090	493,541	129,710	-
OPEB related deferred inflows	-	-	-	-
Deferred gain on refunding	250,255	39,418	13,744	342,749
Property taxes	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>887,110</b>	<b>532,959</b>	<b>143,454</b>	<b>342,749</b>
<b>NET POSITION</b>				
Net investment in capital assets	132,836,315	19,514,318	100,547,862	52,206,369
Unrestricted	46,514,683	76,247,295	23,353,762	197,227
<b>Total</b>	<b>\$ 179,350,998</b>	<b>\$ 95,761,613</b>	<b>\$ 123,901,624</b>	<b>\$ 52,403,596</b>

Total enterprise fund net position  
Amounts reported for business-type activities in the statement of net position are different due to:  
Internal service funds are used by management to charge the cost of certain services to individual funds.  
The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The cumulative effect of the internal service funds allocated to enterprise funds.

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

DoubleTree by Hilton	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
\$ 9,540,335	\$ 50,814,491	\$ 221,269,393	\$ 49,755,141
-	5,772,444	5,772,444	-
735,382	3,247,581	16,642,031	4,714,167
-	-	97,441	119
-	804,552	845,887	125,135
-	-	-	14,999,352
-	48,212	244,201	114,254
33,738	105,712	578,323	609,101
116,429	37,236	317,035	2,336,582
494,025	109,891	623,687	-
<u>10,919,909</u>	<u>60,940,119</u>	<u>246,390,442</u>	<u>72,653,851</u>
-	-	-	2,473,859
-	7,760,993	34,353,980	-
-	9,641,618	22,911,452	1,016,663
39,839,062	114,216,698	410,513,996	6,270,815
-	15,180,386	611,999,517	2,118,571
63,953	17,051,635	26,891,714	76,836,612
-	43,067	43,067	154,638
-	571,646	673,546	53,219
-	68,336	68,336	-
(9,701,402)	(73,994,708)	(491,454,501)	(53,477,917)
-	4,798,302	48,931,384	1,563,293
<u>30,201,613</u>	<u>95,337,973</u>	<u>664,932,491</u>	<u>37,009,753</u>
<u>41,121,522</u>	<u>156,278,092</u>	<u>911,322,933</u>	<u>109,663,604</u>
-	921,461	2,757,388	678,413
-	-	-	3,561,371
-	-	35,487	-
-	921,461	2,792,875	4,239,784
184,137	2,604,995	13,944,739	3,538,418
-	158,152	2,065,648	-
-	-	-	2,011,043
3,208,689	790,640	8,978,636	259,457
-	545,787	1,696,250	352,247
318,362	880,684	2,216,509	24,373
-	21,196	456,439	-
-	-	3,490	-
-	2,375	1,554,799	-
-	-	4,102,000	-
2,970,000	412,109	8,658,109	-
-	-	8,980,000	-
-	115,240	115,240	15,716
-	16,688	16,688	-
33,157	33,976	641,888	-
<u>6,714,345</u>	<u>5,581,842</u>	<u>53,430,435</u>	<u>6,201,254</u>
-	2,745,970	2,745,970	-
-	-	-	7,115,446
22,322,454	9,268,905	64,345,992	-
-	-	142,585,687	-
-	-	38,071,546	-
-	293,772	293,772	99,100
-	35,684	35,684	-
-	-	-	16,011,416
-	-	974,600	-
-	3,488,198	10,438,114	2,568,138
<u>22,322,454</u>	<u>15,832,529</u>	<u>259,491,365</u>	<u>25,794,100</u>
<u>29,036,799</u>	<u>21,414,371</u>	<u>312,921,800</u>	<u>31,995,354</u>
-	782,093	821,858	123,092
-	612,496	1,832,837	450,941
-	-	-	3,808,671
156,855	109	803,130	-
-	5,743,451	5,743,451	-
<u>156,855</u>	<u>7,138,149</u>	<u>9,201,276</u>	<u>4,382,704</u>
4,752,304	85,037,314	394,894,482	34,421,078
7,175,564	43,609,719	197,098,250	43,104,252
<u>\$ 11,927,868</u>	<u>\$ 128,647,033</u>	<u>\$ 591,992,732</u>	<u>\$ 77,525,330</u>
		\$ 591,992,732	
		5,196,784	
		<u>\$ 597,189,516</u>	

**City of Cedar Rapids, Iowa**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2023**

	Business-type Activities - Enterprise Funds			
	Water	Water Pollution Control	Sanitary Sewer	Alliant Energy PowerHouse
Operating revenues:				
Charges for services	\$ 47,212,236	\$ 42,712,963	\$ 13,392,834	\$ 7,493,238
Use of money and property	844,718	442,009	2,786	-
Rents and royalties	16,485	-	-	-
Miscellaneous	100,480	5,099	110,412	-
Total operating revenues	<u>48,173,919</u>	<u>43,160,071</u>	<u>13,506,032</u>	<u>7,493,238</u>
Operating expenses:				
Personal services	10,154,190	8,102,579	2,129,336	-
Purchased services	9,826,585	11,442,548	1,947,126	8,156,969
Supplies and materials	6,167,171	5,825,178	492,425	1,268,007
Other	372,538	205,420	18,982	-
Depreciation and amortization	7,360,275	5,512,002	2,811,926	2,116,301
Total operating expenses	<u>33,880,759</u>	<u>31,087,727</u>	<u>7,399,795</u>	<u>11,541,277</u>
Operating income (loss)	<u>14,293,160</u>	<u>12,072,344</u>	<u>6,106,237</u>	<u>(4,048,039)</u>
Nonoperating revenues (expenses):				
Intergovernmental	-	138,515	-	1,029,681
Investment earnings	912,275	1,325,206	418,761	14,558
Property tax revenue	-	-	-	-
Gain (loss) on sale of capital assets	11,821	11,427	10,630	-
Bond issuance costs	(161,699)	-	-	-
Interest and amortization expense	(2,585,022)	(1,636,573)	(646,309)	(632,298)
Total nonoperating revenue (expenses)	<u>(1,822,625)</u>	<u>(161,425)</u>	<u>(216,918)</u>	<u>411,941</u>
Income (loss) before transfers and capital contributions	<u>12,470,535</u>	<u>11,910,919</u>	<u>5,889,319</u>	<u>(3,636,098)</u>
Capital contributions	793,902	1,009,836	914,583	-
Transfers in	477,683	-	488,685	3,225,518
Transfers out	(575,783)	(131,802)	(11,045)	-
Change in net position	<u>13,166,337</u>	<u>12,788,953</u>	<u>7,281,542</u>	<u>(410,580)</u>
Total net position, beginning	<u>166,184,661</u>	<u>82,972,660</u>	<u>116,620,082</u>	<u>52,814,176</u>
Total net position, ending	<u>\$ 179,350,998</u>	<u>\$ 95,761,613</u>	<u>\$ 123,901,624</u>	<u>\$ 52,403,596</u>

Net changes in net position in enterprise funds

Internal service funds are used by management to charge various costs of various activities internally to individual funds. The net expense of certain activities of internal service funds is reported with business-type activities

Change in net position of business-type activities

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

DoubleTree by Hilton	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
\$ 12,169,983	\$ 27,991,661	\$ 150,972,915	\$ 55,500,293
-	33,942	1,323,455	5,297
-	1,230,393	1,246,878	3,885,766
-	1,009,379	1,225,370	3,194,164
<u>12,169,983</u>	<u>30,265,375</u>	<u>154,768,618</u>	<u>62,585,520</u>
-	10,816,542	31,202,647	7,622,775
8,464,651	14,426,583	54,264,462	41,491,524
1,734,242	4,685,030	20,172,053	6,772,400
668,738	1,547,151	2,812,829	330,847
930,274	3,924,468	22,655,246	6,379,039
<u>11,797,905</u>	<u>35,399,774</u>	<u>131,107,237</u>	<u>62,596,585</u>
<u>372,078</u>	<u>(5,134,399)</u>	<u>23,661,381</u>	<u>(11,065)</u>
-	6,327,370	7,495,566	-
76,013	772,473	3,519,286	327,794
-	5,746,412	5,746,412	-
(34,055)	(170,802)	(170,979)	351,197
-	(110,032)	(271,731)	-
<u>(391,406)</u>	<u>(236,511)</u>	<u>(6,128,119)</u>	<u>(5,372)</u>
<u>(349,448)</u>	<u>12,328,910</u>	<u>10,190,435</u>	<u>673,619</u>
22,630	7,194,511	33,851,816	662,554
-	1,605,268	4,323,589	-
3,365,327	918,643	8,475,856	1,707,130
<u>(275,227)</u>	<u>(7,337,783)</u>	<u>(8,331,640)</u>	<u>(2,187,780)</u>
3,112,730	2,380,639	38,319,621	181,904
8,815,138	126,266,394	553,673,111	77,343,426
<u>\$ 11,927,868</u>	<u>\$ 128,647,033</u>	<u>\$ 591,992,732</u>	<u>\$ 77,525,330</u>
		38,319,621	
		<u>(658,359)</u>	
		<u>\$ 37,661,262</u>	

**City of Cedar Rapids, Iowa  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2023**

	Business-type Activities - Enterprise Funds			
	Water	Water Pollution Control	Sanitary Sewer	Alliant Energy PowerHouse
<b>Cash flows from operating activities:</b>				
Cash received from users	\$ 47,842,713	\$ 41,561,487	\$ 13,480,854	\$ 7,439,675
Cash paid to employees	(10,864,119)	(8,828,898)	(2,285,987)	-
Cash paid to suppliers	(16,749,521)	(15,287,575)	(2,041,243)	(9,403,284)
Net cash flows provided by (used in) operating activities	<u>20,229,073</u>	<u>17,445,014</u>	<u>9,153,624</u>	<u>(1,963,609)</u>
<b>Cash flows from non-capital financing activities:</b>				
Loans to other funds	-	-	-	-
Closure/post-closure landfill costs	-	22,000	-	-
Intergovernmental	-	138,515	-	1,029,681
Transfers in	477,683	-	488,685	3,225,518
Transfers out	(575,783)	(131,802)	(11,045)	-
Property taxes	-	-	-	-
Net cash flows provided by (used in) non-capital financing activities	<u>(98,100)</u>	<u>28,713</u>	<u>477,640</u>	<u>4,255,199</u>
<b>Cash flows from capital and related financing activities:</b>				
Purchase of capital assets	(17,344,968)	(9,674,646)	(4,419,260)	-
Proceeds from sale of capital assets	11,821	11,427	10,630	-
Capital contributions	-	1,009,836	-	-
Lease agreements	-	(51,967)	-	-
IT subscriptions	-	-	-	-
Revenue bonds issued	10,030,000	-	-	-
State revolving loan issued	9,971,087	1,041,783	-	-
General obligation bonds issued	-	-	-	-
Premium on bonds	540,913	-	-	-
Principal paid	(9,123,000)	(4,638,000)	(1,925,000)	(2,221,000)
Issuance costs paid	(161,699)	-	-	-
Interest paid	(3,286,985)	(2,037,688)	(834,855)	(732,851)
Net cash flows provided by (used in) capital and related financing activities	<u>(9,362,831)</u>	<u>(14,339,255)</u>	<u>(7,168,485)</u>	<u>(2,953,851)</u>
<b>Cash flows from investing activities:</b>				
Interest on investments	863,170	1,295,319	418,761	14,558
Purchase of investments	(3,850,216)	(6,274,349)	(2,796,717)	-
Sale of investments	1,430,490	2,120,877	656,257	470,710
Net cash flows provided by (used in) investing activities	<u>(1,556,556)</u>	<u>(2,858,153)</u>	<u>(1,721,699)</u>	<u>485,268</u>
Net increase (decrease) in cash and cash equivalents	9,211,586	276,319	741,080	(176,993)
Cash and cash equivalents, July 1, 2022	10,018,798	9,871,361	5,408,852	4,082,074
Cash and cash equivalents, June 30, 2023	<u>\$ 19,230,384</u>	<u>\$ 10,147,680</u>	<u>\$ 6,149,932</u>	<u>\$ 3,905,081</u>
<b>Reconciliation of operating income (loss) to net cash flows provided by (used in) operating activities</b>				
Operating income (loss)	\$ 14,293,160	\$ 12,072,344	\$ 6,106,237	\$ (4,048,039)
<b>Adjustments to reconcile operating income (loss) to net cash flows provided by (used in) operating activities:</b>				
Depreciation and amortization expense	7,360,275	5,512,002	2,811,926	2,116,301
Change in assets and liabilities:				
(Increase) decrease in prepaid items	(44,870)	(23,938)	(991)	18,753
Increase (decrease) in vouchers payable	(88,364)	2,209,509	418,281	2,963
Increase (decrease) in accrued expenses	54,413	27,413	14,267	796,439
Increase in compensated absences	30,208	6,561	-	-
(Increase) decrease in accounts receivable	(850,102)	(1,512,663)	(39,943)	(81,274)
(Increase) decrease in lease receivable	16,012	-	-	-
(Increase) decrease in other assets	-	-	-	13,445
(Increase) decrease in inventories	(249,993)	-	-	(24)
(Increase) decrease in due from other governments	210,792	(105,716)	14,765	-
Increase in due to general public	257	-	-	-
Increase in due to other governments	219,460	19,795	-	-
Increase (decrease) in revenues collected in advance	-	-	-	(782,173)
Increase in security deposit	88,860	-	-	-
Decrease in pension deferred outflows	24,108	44,453	12,676	-
Increase (decrease) in lease deferred inflows	(16,485)	-	-	-
(Decrease) in pension deferred inflows	(4,096,781)	(3,511,117)	(927,824)	-
Increase in net pension liability	3,278,123	2,706,371	711,142	-
Decrease in OPEB deferred outflows	-	-	-	-
Increase in OPEB deferred inflows	-	-	-	-
(Decrease) in post-employment liability	-	-	-	-
(Decrease) in open claims payable	-	-	-	-
Net cash flows provided by (used in) operating activities	<u>\$ 20,229,073</u>	<u>\$ 17,445,014</u>	<u>\$ 9,153,624</u>	<u>\$ (1,963,609)</u>
<b>Reconciliation of cash and cash equivalents to specific assets on the combined statement of net position:</b>				
Cash and investments	\$ 69,079,588	\$ 84,055,250	\$ 29,018,947	\$ 5,353,769
Less items not meeting the definition of cash equivalents	(49,849,204)	(73,907,570)	(22,869,015)	(1,448,688)
Cash and cash equivalents at end of the year	<u>\$ 19,230,384</u>	<u>\$ 10,147,680</u>	<u>\$ 6,149,932</u>	<u>\$ 3,905,081</u>
<b>Schedule of noncash investing and capital and related financing activities:</b>				
Acquisition of capital assets through accounts and contracts payable	<u>\$ 595,304</u>	<u>\$ 260,668</u>	<u>\$ (86,472)</u>	<u>\$ -</u>
Acquisition of capital assets through private contributions	<u>\$ 793,902</u>	<u>\$ -</u>	<u>\$ 914,583</u>	<u>\$ -</u>
Acquisition of capital assets through leases	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Change in fair market value on investments	<u>\$ 279,845</u>	<u>\$ 414,904</u>	<u>\$ 128,383</u>	<u>\$ 8,133</u>

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

DoubleTree by Hilton	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
\$ 13,320,391	\$ 29,404,599	\$ 153,049,719	\$ 61,266,285
-	(11,337,082)	(33,316,086)	(7,374,617)
(11,517,146)	(20,262,389)	(75,261,158)	(49,907,701)
<u>1,803,245</u>	<u>(2,194,872)</u>	<u>44,472,475</u>	<u>3,983,967</u>
-	(440,698)	(440,698)	17,520,351
-	-	22,000	-
-	6,396,084	7,564,280	-
3,365,327	918,643	8,475,856	1,707,130
(275,227)	(7,337,783)	(8,331,640)	(2,187,780)
-	5,750,239	5,750,239	-
<u>3,090,100</u>	<u>5,286,485</u>	<u>13,040,037</u>	<u>17,039,701</u>
-	(3,798,555)	(35,237,429)	(8,396,249)
-	33,998	67,876	614,725
-	1,326,751	2,336,587	-
-	(110,660)	(162,627)	(42,279)
-	(15,964)	(15,964)	-
-	-	10,030,000	-
-	-	11,012,870	-
-	6,423,041	6,423,041	-
-	110,173	651,086	-
(2,940,000)	(244,161)	(21,091,161)	-
-	(110,032)	(271,731)	-
(427,822)	(221,300)	(7,541,501)	(5,372)
<u>(3,367,822)</u>	<u>3,393,291</u>	<u>(33,798,953)</u>	<u>(7,829,175)</u>
76,013	772,473	3,440,294	327,814
(323,451)	(1,942,889)	(15,187,622)	(8,874,073)
74,669	1,356,421	6,109,424	3,291,355
<u>(172,769)</u>	<u>186,005</u>	<u>(5,637,904)</u>	<u>(5,254,904)</u>
1,352,754	6,670,909	18,075,655	7,939,589
5,585,552	4,739,475	39,706,112	27,574
<u>\$ 6,938,306</u>	<u>\$ 11,410,384</u>	<u>\$ 57,781,767</u>	<u>\$ 7,967,163</u>
\$ 372,078	\$ (5,134,399)	\$ 23,661,381	\$ (11,065)
930,274	3,924,468	22,655,246	6,379,039
(20,319)	34,020	(37,345)	(498,290)
(151,953)	562,004	2,952,440	1,204,662
(471,979)	165,560	586,113	28,642
-	10,630	80,487	30,881
164,722	(111,358)	(2,430,618)	(1,255,228)
-	37,724	53,736	(125,135)
667,324	(3,494)	677,275	-
(5,264)	(11,603)	(266,884)	15,225
-	-	119,841	(47,592)
-	-	257	-
-	11,765	251,020	-
318,362	(753,694)	(1,217,505)	(14,372)
-	1,375	90,235	-
-	39,995	121,232	26,274
-	(48,376)	(64,861)	123,092
-	(4,280,165)	(12,815,887)	(3,135,073)
-	3,360,676	10,056,312	2,474,674
-	-	-	1,040,140
-	-	-	450,638
-	-	-	(668,018)
-	-	-	(2,034,527)
<u>\$ 1,803,245</u>	<u>\$ (2,194,872)</u>	<u>\$ 44,472,475</u>	<u>\$ 3,983,967</u>
\$ 9,540,335	\$ 58,575,484	\$ 255,623,373	\$ 49,755,141
(2,602,029)	(47,165,100)	(197,841,606)	(41,787,978)
<u>\$ 6,938,306</u>	<u>\$ 11,410,384</u>	<u>\$ 57,781,767</u>	<u>\$ 7,967,163</u>
\$ -	\$ 54,344	\$ 823,844	\$ (2,931)
\$ -	\$ 278,517	\$ 1,987,002	\$ -
\$ -	\$ 6,711	\$ 6,711	\$ 83,055
<u>\$ 14,607</u>	<u>\$ 265,355</u>	<u>\$ 1,111,227</u>	<u>\$ 234,591</u>

**City of Cedar Rapids, Iowa**  
**Statement of Fiduciary Net Position**  
**Custodial Funds**  
**June 30, 2023**

	Corridor Metropolitan Planning Organization
<b>ASSETS</b>	
Cash and investments	\$ 154,856
Due from other governments	172,760
Prepaid items	1,250
Total assets	\$ 328,866
<b>LIABILITIES</b>	
Vouchers payable	\$ 43,726
Total liabilities	\$ 43,726
<b>NET POSITION</b>	
Restricted, other organizations	\$ 285,140

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



**City of Cedar Rapids, Iowa**  
**Statement of Changes in Fiduciary Net Position**  
**Custodial Funds**  
**For the Year Ended June 30, 2023**

	<u>Corridor Metropolitan Planning Organization</u>
<b>Additions</b>	
Grant reimbursements	\$ 416,130
Member dues	144,298
Other local revenue	22,091
Interest	3,133
Total additions	\$ 585,652
<b>Deductions</b>	
Salaries and fringe benefits	\$ 283,020
Professional and technical service fees	123,934
Other fees	7,758
Supplies and materials	4,050
Computer software maintenance	71,183
Insurance	2,498
Advertising	40
Telephone	1,544
Printing, binding and duplicating	1,295
Travel and mileage	15,012
Dues and memberships	440
Postage and freight	10
Rent	10,202
Total deductions	\$ 520,986
Change in net position	\$ 64,666
Total net position, beginning	220,474
Total net position, ending	\$ 285,140

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

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**Note 1: Summary of Significant Accounting Policies**

**Reporting Entity**

The City of Cedar Rapids, incorporated in 1849, operates under the council-manager form of government. The City provides a broad range of service to its citizens, including general government, public safety, street cleaning and maintenance, cultural, and park facilities. It also operates a parking system, a mass transportation system, water, sewer and other sanitation utilities, several recreational, convention and entertainment oriented facilities, and through its component units, an airport and solid waste disposal facilities.

In accordance with Governmental Accounting and Financial Reporting Standards, the basic financial statements include all funds, organizations, agencies, boards, commissions, authorities and material component units and have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The accompanying financial statements present the City and its component units. Component units, although legally separate entities, are, in substance, part of the City's operations. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City. Each entity has a June 30 year end. They are as follows:

1. The Eastern Iowa Airport (Airport) and related parking is operated by the Cedar Rapids Airport Commission. The Commission has all the powers granted to the City except for the authority to sell the airport. The Mayor appoints the members of the Airport Commission with City Council approval. The City also approves its operating budget. The Eastern Iowa Airport does not publish its own annual financial report.
2. The Cedar Rapids/Linn County Solid Waste Agency (Agency) is the result of a 28E agreement as provided under the Code of Iowa. The Agency disposes of solid wastes into the combined City/County landfills in an integrated manner for the public benefit. The City of Cedar Rapids has the authority to appoint the majority of the Agency's board of directors, and is able to impose its will on the Agency's operations. The Agency publishes its own annual financial report, which is available at their office, 1954 County Home Road, Marion, Iowa 52302 upon request. Further reference regarding the City's ongoing financial interest as a result of this agreement can be found in Note 14 Closure and Post closure Care Cost.
3. The Cedar Rapids Public Library Foundation is a nonprofit corporation organized under the laws of the State of Iowa. The purpose the Foundation is to provide resources to be used for the direct benefit of the Cedar Rapids Public Library, a department of the City. The Foundation is considered a discretely presented component unit under GASB 39. The Foundation publishes its own annual financial report, using the Financial Accounting Standards Board guidance reporting model, which is available at their office, 450 5<sup>th</sup> Ave S.E., Cedar Rapids, IA 52401.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**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 and its component units. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services. Likewise, the City is reported separately from discrete component units.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead 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. Non-major funds are combined into a single column within the governmental and proprietary funds in the financial section of the basic financial statements and are detailed in the supplemental information.

**Measurement focus, basis of accounting, and financial statement presentation**

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

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

Property taxes, when levied for, franchise taxes, licenses, permits, fines and forfeitures, rents and royalties, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

Substantially all shared revenues are recorded when the underlying exchange transaction has occurred.

Revenue from federal awards is recognized when the City has done everything necessary to meet the eligibility requirements. For governmental funds, revenue from federal grants is recognized when they become both measurable and available. Miscellaneous and other revenues are recorded as revenue when received in cash because they are generally not measurable until actually received.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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The City of Cedar Rapids reports the following major governmental funds:

**General Fund**

The General Fund accounts for and reports all financial resources not accounted for and reported in another fund. The revenues of the General Fund are primarily derived from general property taxes, charges for services, fines and forfeitures, licenses and permits, and certain revenues from state and federal sources. The expenditures of the General Fund primarily relate to general administration, police and fire protection, streets and public buildings operation and maintenance, and parks and recreation oriented activities.

**Infrastructure Construction Fund**

The Infrastructure Construction Fund (a capital project fund) accounts for the construction or replacement of City infrastructure capital assets such as streets, bridges, dams, sidewalks, and storm sewers.

**Flood Mitigation Fund**

The Flood Mitigation Fund (a capital project fund) accounts for the construction related to the city's flood control system along the Cedar River.

**2020 Derecho Fund**

The 2020 Derecho Fund (a capital project fund) accounts for the construction, repairs and cleanup related to the August 2020 derecho that impacted the City.

**Special Revenue Other Fund**

The Special Revenue Other Fund (a special revenue fund) accounts for various revenues that are restricted or committed for a specific purpose.

The City reports the following major enterprise funds:

**Water Fund**

The Water Fund accounts for the operation and maintenance of the City's water system.

**Water Pollution Control Fund**

The Water Pollution Control Fund accounts for the operation and maintenance of the City's water pollution control facility. This facility also provides services to the cities of Hiawatha, Marion, and Robins, Iowa for fees based on usage.

**Sanitary Sewer Fund**

The Sanitary Sewer Fund accounts for the operation and maintenance of the City's sanitary sewer system.

**Alliant Energy PowerHouse**

The Alliant Energy PowerHouse accounts for the operation, maintenance, and construction of the Convention Complex and Parking Ramp. Included in the capital improvement program is the construction of the convention center and parking ramp.

**DoubleTree by Hilton**

The DoubleTree by Hilton accounts for the operation, maintenance, and construction of the Hotel and Skywalk.

Additionally, the City reports the following fund types:

Internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost reimbursement basis. These include the risk management activities, joint communications, fleet services and facility maintenance services for the City.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

Special revenue funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Capital project funds accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets that are not related to proprietary activities of the City.

Fiduciary funds account for assets held by the City in a trustee or custodial capacity for others which cannot be used to support the City's own programs. Custodial funds are used to hold assets that benefit another individual, organization or government entity. The City holds these assets until it is determined how and where the resources should be appropriated/redistributed. These funds are not included in the government-wide statements because the assets are not owned by the City.

Nonmajor enterprise funds account for operations and activities that are financed and operated in a manner similar to a private business enterprise, and where the costs of providing goods or services to the general public on a continuing basis are expected to be financed or recovered primarily through user charges, or where the City has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City has seven funds classified as nonmajor enterprise funds and they are as follows: Transit System, Parking System, Solid Waste Management, Golf, Storm Sewer, Paramount Theatre and Ice Arena.

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

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

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

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 proprietary funds are user fees and charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, claims, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Capital contributions include both cash and noncash contributions. Revenue is recognized at the time the cash is received or at the time noncash items are accepted or approved by Council.

**Assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position or fund balances**

**Cash Management and Investments**

The City maintains one primary demand deposit account through which the majority of the City's cash resources are processed.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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Substantially all City investment activity is transacted by the City in an investment pool, except for those funds required to maintain their investments separately. The earnings on the pooled investments are allocated to the funds on a systematic basis.

For purposes of the Statement of Cash Flows, the City considers investments with maturities of 90 days or less of when purchased to be cash equivalents.

#### Receivables and Payables

Accounts receivables consists of outstanding payments for licenses and permits, fines and forfeits, rents and royalties and charges for services. These receivables are recorded net of allowance.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Property taxes receivable are recognized at the time an enforceable legal claim is established. This is determined to occur when the budget is certified. All City property taxes must be certified to the Linn County Auditor on or before the fifteenth day of March of each year for the upcoming fiscal year, which runs from July 1 to June 30. The county auditor is then required to place these City taxes upon the tax list. This levying of property taxes procedurally occurs during June prior to the fiscal year for which the taxes are to be collected. The property taxes actually become an enforceable lien against the property when the budget is certified.

Property taxes levied by the Linn County Auditor for the year ended June 30, 2023, were due by July 1, 2022, with the first half installment being delinquent after September 30, 2022, and the second half installment being delinquent after March 31, 2023. Any collections remitted to the City within sixty days subsequent to year-end are recorded as property tax revenue. The tax receivable includes the 2022 levy certified on March 15, 2023, based on 2022 assessed valuations. As the levy is intended for use in the 2024 fiscal year, the deferred inflow of resources has been recorded as deferred inflows of resources in the Statement of Net Position and in the Balance Sheet for governmental funds.

#### Leases

A lessor should recognize a lease receivable and a deferred inflow of resources at the commencement of the lease term, with exceptions for leases of assets held as investments, certain regulated leases, short-term leases and leases that transfer ownership of the underlying asset. A lessor should not derecognize the asset underlying the lease. The lease receivable should be measured at the present value of lease payments expected to be received during the lease term. The deferred inflow of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods.

#### Subscription Based Information Technology Arrangements (SBITA)

At the commencement of the IT subscription term, the City initially measures the subscription liability at the present value of payment expected to be made during the subscription term. Subsequently, the IT subscription liability is reduced by the principal portion of the payments made. The right-to-use IT subscription asset is initially measured as sum of the initial IT subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus capitalization implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subsequently, the right-to-use IT subscription asset is amortized on a straight-line basis over its useful life. Right-to-use IT subscription assets are reported with other capital assets and IT subscription liabilities are reported with long-term debt on the statement of net position.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

Inventories and Prepaid Items

Inventories are recognized only in those funds in which they are material to the extent they affect operations. Inventories for supplies are reported at cost whereas inventories held for resale are carried at lower of cost or market (first-in, first-out). The consumption method of accounting is applied to the governmental fund type inventories.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded using the consumption method as prepaid items in both government-wide and fund financial statements.

Restricted Assets

Assets, which are restricted for specific uses by bonded debt requirements, grant provisions, or other requirements are classified as restricted assets.

Capital Assets

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

Tangible and intangible capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and \$50,000 respectively and an estimated useful life of two or more years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

Buildings, improvements other than buildings, machinery and equipment, right-to-use leased assets and IT subscriptions of the primary government, as well as component units, are depreciated using the straight line method over the following estimated useful lives:

Buildings and structures	20 to 50 years
Improvements other than buildings	5 to 100 years
Infrastructure	10 to 70 years
Machinery and equipment	3 to 20 years
Right-to-use leased assets	2 to 10 years
IT subscriptions (Intangible)	3 to 6 years

Collections such as library books, are held for public exhibition, education, or research in the furtherance of public service rather than financial gain, protected, kept unencumbered, cared for, and preserved, and are subject to an organizational policy that requires the proceeds from sales of collections to be used to acquire other items for collections or access to the collections and therefore are not capitalized.

Deferred Outflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of the difference in the carrying value of refunded debt and its acquisition price and the unrecognized items not yet charged to pension and OPEB expense and pension contributions from the City after the measurement date but before the end of the City's reporting period.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

Compensated Absences

All full-time employees accumulate compensated absence and sick leave hours for subsequent use or for payment annually and/or upon termination, death, or retirement. Compensated absence benefits vest when earned.

Sick leave accumulations consist of a vesting and non-vested portion. The vesting portion is related to an employment contract that no longer offers this option. The amounts of vested sick leave which are included within these financial statements, at June 30, 2023, are as follows:

Governmental	\$	32,295
Total	\$	32,295

For governmental funds, the current portion of unpaid compensated absences is the amount that is due. The amount of the liability not considered due is not reported in the fund financial statements unless they are due and payable. However, the entire compensated absence liability and the vested portion of sick leave is reported on the government-wide and proprietary fund financial statements.

Long-term Obligations

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

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

Revenues Collected in Advance

Governmental funds, proprietary funds and the governmental activities defer revenue recognition in connection with resources that have been received but not yet earned as revenues collected in advance.

Net Pension Liability

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of both Iowa Public Employees' Retirement System (IPERS) and Municipal Fire and Police Retirement System of Iowa (MRPRSI) and additions to/deductions from IPERS and MFPRSI's fiduciary net position have been determined on the same basis as they are reported by IPERS and MFPRSI. For the 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 net pension liability attributable to the governmental activities will be paid primarily by the General Fund.

Total OPEB Liability

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



**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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 assets that applies to 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 property taxes, special assessments, other taxes and intergovernmental revenue. These amounts are considered a deferred inflow of resources until the period that the amounts become available. In the City's government wide and proprietary fund financial statements, include the property tax revenue as 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 the Statement of Net Position deferred inflows of resources also consist of the difference in the carrying value of refunded debt and its acquisition price and the unrecognized items not yet charged to pension or OPEB expense.

Fund balance

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

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

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

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

Assigned: Amounts constrained by the City's intent to use them for a specific purpose. The authority to assign fund balance has been delegated by the City Council to the City Manager and Finance Director. The general and infrastructure fund amounts were constrained for the intent to be used for a specific purpose as approved through the budgeting process approved by City Council.

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.

The City's minimum fund balance policy is to maintain twenty-five (25) percent of next year's total general fund budgeted expenditures as minimum unassigned fund balance. This is set by City Council through resolution and can only be revoked by City Council through resolution.

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

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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 debt associated with unspent bond proceeds. There were unspent bond proceeds in the Sanitary Sewer fund of \$4,009,472, Water fund of \$16,589,307, Water Pollution Control fund of \$5,994,208, Paramount Theater fund of \$177,388, Transit System of \$99,037, Parking System fund of \$6,929,612, Golf fund of \$554,956 and \$54,135,941 in governmental activities. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. When both restricted net position and unrestricted net position are available for use, it is the City's policy to use restricted-net position first and then unrestricted net position.

Net position restricted through enabling legislation included \$5,219,169 for debt service, \$2,336,705 for general government, \$41,494,973 for capital projects, \$4,884,297 for community and economic development, \$1,497,280 for public safety, \$2,560,332 for culture and recreation, and \$160,024 for Self-Supported Municipal Improvement District (SSMID) projects.

**Use of Estimates**

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

**Budgetary Control, Compliance, and Appropriation Data**

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 functional areas as required by state statute for its legally adopted budget.

**Note 2: Internal and Component Unit Balances, Receivables and Payables**

Fund receivables and payables at June 30, 2023, were:

	Receivables	Payables
Due to/from other funds:		
Governmental:		
General	\$ 251,101	\$ -
Infrastructure Construction Fund	7,599,933	-
2020 Derecho	-	14,999,351
Nonmajor Governmental Funds	-	7,851,034
Total Governmental	7,851,034	22,850,385
Proprietary:		
Governmental Activities - Internal Service	14,999,351	-
Total unrestricted	14,999,351	-
Total due to/from other funds	\$ 22,850,385	\$ 22,850,385

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

	<u>Advances to/Receivable</u>	<u>Advances from/Payable</u>
Governmental:		
General	\$ 272,111	\$ -
Internal Service Funds	2,473,859	-
Proprietary:		
Nonmajor Funds	-	2,745,970
Total advance to/from other funds	<u>\$ 2,745,970</u>	<u>\$ 2,745,970</u>

These balances resulted from advances from the General and Risk Management Funds for improvements in the Nonmajor Business-type Funds until subsequent funding is received. The interfund receivables and payables are scheduled to be collected in the subsequent year whereas the interfund advances are not.

Primary government and component unit Receivables and Payables:

	<u>Receivables</u>	<u>Payables</u>
Governmental:		
General	\$ -	\$ 43,782,345
Component Unit:		
Airport	43,782,345	-
Total primary government and component unit	<u>\$ 43,782,345</u>	<u>\$ 43,782,345</u>

These balances resulted from the Airport investing in the City's cash and investment pool.

**Note 3: Fund Transfer Reconciliation**

Transfers in and out for the year ended June 30, 2023, were:

	<u>Transfer In</u>	<u>Transfer Out</u>
Governmental:		
General Fund	\$ 41,604,696	\$ 7,990,473
Infrastructure Construction Fund	42,472,621	739,611
Flood Mitigation Fund	22,570,426	-
2020 Derecho	417,308	-
Special Revenue Other	3,189,195	6,461,047
Nonmajor Funds	15,874,596	110,601,277
Internal Service Funds	1,707,130	2,187,780
Total Governmental	<u>127,835,972</u>	<u>127,980,188</u>
Business-type:		
Water	477,683	575,783
Water Pollution Control	-	131,802
Sanitary Sewer	488,685	11,045
Alliant Energy PowerHouse	3,225,518	-
Double Tree by Hilton	3,365,327	275,227
Nonmajor Funds	918,643	7,337,783
Total Business-Type	<u>8,475,856</u>	<u>8,331,640</u>
Total	<u>\$ 136,311,828</u>	<u>\$ 136,311,828</u>

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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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 governmental or proprietary funds in accordance with budgetary authorizations.

**Note 4: Self-Supported Municipal Improvement District**

During the year ended June 30, 1988, the City established the Downtown Cedar Rapids Self-Supported Municipal Improvement District (SSMID) pursuant to the provisions of Chapter 386, Code of Iowa (the Act). By establishing SSMID, the City may certify taxes against the property within the district each year, in addition to all other taxes, commencing with the levy of taxes for collection in the fiscal year beginning July 1, 2009, and continuing for 7 additional years. In 2017, the City Council approved a new 10 year agreement that will expire June 30, 2027. The levy is for the purpose of paying expenses of the SSMID as are authorized by the Act, including, but not limited to, the administrative expenses of the SSMID and part or all of the maintenance expenses of improvements or self-liquidating improvements, as defined in the Act, for a period of 8 years. Even though the boundaries of SSMID overlap the Tax Incremental Financing District, as amended, they are not co-terminus.

The Medical Self-Supporting Municipal Improvement District (SSMID) was approved in 2010, as 55 square blocks adjacent to the Downtown SSMID. The City established the SSMID pursuant to the provisions of Chapter 386, Code of Iowa (the Act). By establishing SSMID, the City may certify taxes against the property within the SSMID each year, in addition to all other taxes, commencing with the levy of taxes for collection in the fiscal year beginning July 1, 2012, and continuing for 19 additional years. The levy is for the purpose of paying expenses of the SSMID as are authorized by the Act, including, but not limited to, the administrative expenses of the SSMID and part or all of the maintenance expenses of improvements or self-liquidating improvements, as defined in the Act, for a period of 20 years. Even though the boundaries of SSMID overlap the Tax Incremental Financing District, as amended, they are not co-terminus.

The Czech Village-New Bohemia Self-Supporting Municipal Improvement District (SSMID) was approved in 2016. The City established the SSMID pursuant to the provisions of Chapter 386, Code of Iowa (the Act). By establishing SSMID, the City may certify taxes against the property within the SSMID each year, in addition to all other taxes, commencing with the levy of taxes for collection in the fiscal year beginning July 1, 2016, and continuing for 6 additional years. The levy is for the purpose of paying expenses of the SSMID as are authorized by the Act, including, but not limited to, the administrative expenses of the SSMID and part or all of the maintenance expenses of improvements or self-liquidating improvements, as defined in the Act, for a period of 7 years. Even though the boundaries of SSMID overlap the Tax Incremental Financing District, as amended, they are not co-terminus.

The amount of property taxes received for SSMID during the year ended June 30, 2023, between the district overlapping the Tax Incremental Financing District (TIF) and the district associated only to SSMID were as follows:

	Downtown SSMID	Medical SSMID	Czech Village SSMID
SSMID only	\$ 228,966	\$ 235,420	\$ 39,312
SSMID within TIF	438,504	109,137	5,888
	<u>\$ 667,470</u>	<u>\$ 344,557</u>	<u>\$ 45,200</u>

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

State law requires the City to receipt property taxes into the TIF special revenue fund when the SSMID and TIF boundaries overlap. The City then transfers the respective property taxes out of TIF into SSMID.

**Note 5: Construction Commitments**

The total outstanding construction commitments of the City at June 30, 2023 amount to \$275,978,361. The majority of these commitments relate to road construction and flood recovery. Of these commitments, \$89,536,946 will be funded by federal and state grants. The total outstanding construction commitments of the Airport, a discretely presented component unit, at June 30, 2023 amount to \$70,691,774. Of these commitments, \$40,991,817 will be funded by federal and state grants.

**Note 6: Cash and Investments**

The City maintains a cash and investment pool that is available for use by all funds and the Airport, a discretely presented component unit, where the resources have been pooled in order to maximize investment opportunities. Investment income is allocated to the various funds based on a systematic allocation and in accordance with accounting principles generally accepted in the United States of America. In addition, some funds are required to maintain their investments separately and therefore are not included in the investment pool.

Chapter 12B.10 of the Code of Iowa allows the City to invest in U.S. Treasury Bills, U.S. Agency Securities, Notes, and Bonds; state and local government securities; collateralized prime bankers' acceptances; real estate and real estate mortgages; and collateralized commercial paper; perfected repurchase agreements; certain registered open-ended management investment companies or in time deposits as provided by Chapter 12B.10. Common, preferred, or guaranteed stocks are an exception for public funds investment. However the City's investment policy additionally limits investments in commercial paper and other short-term corporate debt to obligations that mature within 270 days of purchase and is rated within the two highest classifications, established by at least one of the standard rating services approved by the superintendent of banking rules adopted pursuant to Chapter 17A, provided that at the time of purchase no more than 10% of the investment portfolio shall be invested in commercial paper or debt, no more than 5% of the investment portfolio shall be invested in securities of a single issuer, and no more than 5% of all amounts invested in commercial paper shall be invested in paper and debt rated in the second highest classification. 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 10% of the investment portfolio shall be invested in prime bankers' acceptances, and no more than 5% of the investment portfolio shall be invested in the securities of a single issuer.

*Interest Rate Risk:* Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City's investment policy states that risks of market price volatility shall be controlled through maturity diversification so that aggregate price losses on instruments with maturities approaching one year shall not be greater than coupon interest and investment income received from the balance of the portfolio.

**CITY OF CEDAR RAPIDS, IOWA**  
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**JUNE 30, 2023**

As of June 30, 2023, the City had the following investments with the following maturities:

Investment Type:	Fair Value	Less than 1 Year	1-5 Years	6-10 Years	More than 10 Years	Totals
US Treasuries	\$ 126,405,150	\$ 106,561,292	\$ 19,843,858	\$ -	\$ -	\$ 126,405,150
GNMA'S	79,153	-	1,152	78,001	-	\$ 79,153
FFCB	65,278,960	6,668,803	58,610,157	-	-	\$ 65,278,960
FHLB	20,367,475	-	20,367,475	-	-	\$ 20,367,475
FHLMC	38,306,335	17,263,598	21,031,968	10,769	-	\$ 38,306,335
FNMA	32,275,933	13,056,288	19,219,645	-	-	\$ 32,275,933
<b>Total</b>	<b>\$ 282,713,006</b>	<b>\$ 143,549,981</b>	<b>\$ 139,074,255</b>	<b>\$ 88,770</b>	<b>\$ -</b>	<b>\$ 282,713,006</b>

*Credit Risk:* Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. U.S. Treasuries and agency securities expressly guaranteed by the U.S. Government (GNMA's) are fully backed by the United States Government. Equity mutual funds are not subject to credit risk.

As of June 30, 2023 the City's investments had the following ratings:

	Moody's	Standard & Poor's
FFCB	AAA	AA+
FHLB	AAA	AA+
FHLMC	AAA	AA+
FNMA	AAA	AA+

*Concentration of Credit Risk:* The City's investment policy seeks diversification to reduce overall portfolio risk. Where possible, it is the policy of the City to diversify its investment portfolio. Assets shall be diversified to eliminate the risk of loss resulting from over-concentration of assets in a specific maturity, a specific issuer, or a specific class of securities. Portfolio maturities shall be staggered in a way that avoids undue concentration of assets in a specific maturity sector. The City's investment policy limits holding of securities by single issuer, other than government securities, to no more than 5% of the investment portfolio and commercial paper, other short-term corporate debt, or bankers' prime acceptances to no more than 10% of the total investment portfolio for each class as mentioned above. More than 5% of the City's investments are in FFCB, FHLB, FHLMC and FNMA securities. These securities represent 23%, 7%, 14% and 11% of the City's total investments, respectively.

*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 to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Chapter 12C of the Code of Iowa requires all City funds be deposited into an approved depository and be either insured or collateralized. As of June 30, 2023, the City's deposits were entirely insured by federal depository insurance or insured by the state through pooled collateral, state sinking funds, and by the state's ability to assess for lost funds. The City's investments are not exposed to custodial credit risk as of June 30, 2023 as they are held by financial institutions in the name of the City.

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Fair value measurements: GASB Statement No. 72 provides guidance for determining fair value measurement for reporting purposes and applies fair value to certain investments and disclosures related to all fair value measurements. The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include: a) quoted prices for similar assets or liabilities in active markets; b) quoted prices for identical or similar assets or liabilities in markets that are not active; and c) inputs other than quoted prices that are observable for the asset or liability, such as: (1) interest rates and yield curves observable at commonly quoted intervals; (2) implied volatilities and (3) credit spreads. Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of June 30, 2023:

- Equity mutual funds of \$180,479 and US Treasury securities of \$126,405,150 are valued using quoted market prices (level 1).
- Agency securities of \$156,307,856 are valued using a yield curve that incorporates relevant trade data and benchmark quotes and spreads (level 2).

The Cedar Rapids/Linn County Solid Waste Agency’s cash and investments consist of deposits, including certificates of deposit. As of June 30, 2023, the Agency’s deposits were entirely insured by federal depository insurance or insured by the state through pooled collateral, state sinking funds, and by the state’s ability to assess for lost funds. The Agency held no investments in the current year subject to custodial credit risk.

The Cedar Rapids Public Library Foundation (a discrete component unit) follows Financial Accounting Standards Board guidance, therefore, GASB Statements No. 3, No. 40 and No. 72 are not applicable. The Airport’s cash and investments consist of \$100 in cash and in petty cash, which are not subject to custodial credit risk.

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

Deposit accounts	\$ 307,602,755
Cash on hand	311,915
Investments at fair value	<u>282,713,006</u>
	<u>\$ 590,627,676</u>
Cash and investments, City	\$ 502,105,803
Cash and investments, Airport	31,952
Restricted cash and investments	<u>88,489,921</u>
	<u>\$ 590,627,676</u>

**CITY OF CEDAR RAPIDS, IOWA**  
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**Note 7: Capital Assets**

Capital asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balance, As Restated	Increases/ Transfers	Decreases/ Transfers	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 137,382,229	\$ 4,722,215	\$ (387,479)	\$ 141,716,965
Construction in progress	98,399,877	61,625,048	(43,451,020)	116,573,905
Total capital assets, not being depreciated	<u>235,782,106</u>	<u>66,347,263</u>	<u>(43,838,499)</u>	<u>258,290,870</u>
Capital assets, being depreciated:				
Buildings	195,487,226	3,456,758	-	198,943,984
Improvements other than buildings	1,007,952,418	105,681,572	-	1,113,633,990
Machinery and equipment	112,833,126	7,749,676	(4,432,474)	116,150,328
Right-to-use leased buildings	1,351,364	291,727	(80,005)	1,563,086
Right-to-use leased equipment	251,367	-	-	251,367
IT Subscriptions	903,820	1,018,845	-	1,922,665
Total capital assets being depreciated	<u>1,318,779,321</u>	<u>118,198,578</u>	<u>(4,512,479)</u>	<u>1,432,465,420</u>
Less accumulated depreciation and amortization for:				
Buildings	(67,508,316)	(5,014,063)	-	(72,522,379)
Improvements other than buildings	(350,170,353)	(29,779,480)	-	(379,949,833)
Machinery and equipment	(71,115,947)	(8,115,147)	4,131,967	(75,099,127)
Right-to-use leased buildings	(345,170)	(351,475)	80,005	(616,640)
Right-to-use leased equipment	(45,197)	(48,500)	-	(93,697)
IT Subscriptions	-	(546,309)	-	(546,309)
Total accumulated depreciation and amortization	<u>(489,184,983)</u>	<u>(43,854,974)</u>	<u>4,211,972</u>	<u>(528,827,985)</u>
Total capital assets, being depreciated, net	<u>829,594,338</u>	<u>74,343,604</u>	<u>(300,507)</u>	<u>903,637,435</u>
Governmental activities capital assets, net	<u>\$ 1,065,376,444</u>	<u>\$ 140,690,867</u>	<u>\$ (44,139,006)</u>	<u>\$ 1,161,928,305</u>

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

Governmental activities:	
Public safety	\$ 1,457,177
Public works	32,008,401
Culture and recreation	1,826,201
Community and economic development	88,968
General government	2,095,188
Internal service funds	6,379,039
Total depreciation expense - governmental activities	<u>\$ 43,854,974</u>



**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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	Beginning Balance, As Restated	Increases/ Transfers	Decreases/ Transfers	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 22,909,425	\$ 2,027	\$ -	\$ 22,911,452
Construction in progress	37,620,091	27,083,987	(15,772,694)	48,931,384
Total capital assets, not being depreciated	<u>60,529,516</u>	<u>27,086,014</u>	<u>(15,772,694)</u>	<u>71,842,836</u>
Capital assets, being depreciated:				
Buildings	406,378,670	4,135,326	-	410,513,996
Improvements other than buildings	590,440,990	21,558,527	-	611,999,517
Machinery and equipment	26,885,760	1,086,684	(1,080,730)	26,891,714
Right-to-use leased buildings	43,067	-	-	43,067
Right-to-use leased equipment	671,657	6,710	(4,821)	673,546
IT Subscriptions	68,336	-	-	68,336
Total capital assets being depreciated	<u>1,024,488,480</u>	<u>26,787,247</u>	<u>(1,085,551)</u>	<u>1,050,190,176</u>
Less accumulated depreciation and amortization for:				
Buildings	(212,327,332)	(7,129,950)	-	(219,457,282)
Improvements other than buildings	(239,291,730)	(14,211,268)	-	(253,502,998)
Machinery and equipment	(17,866,176)	(1,130,274)	841,877	(18,154,573)
Right-to-use leased buildings	(7,178)	(14,356)	-	(21,534)
Right-to-use leased equipment	(153,537)	(153,319)	4,821	(302,035)
IT Subscriptions	-	(16,079)	-	(16,079)
Total accumulated depreciation and amortization	<u>(469,645,953)</u>	<u>(22,655,246)</u>	<u>846,698</u>	<u>(491,454,501)</u>
Total capital assets, being depreciated, net	<u>554,842,527</u>	<u>4,132,001</u>	<u>(238,853)</u>	<u>558,735,675</u>
Business-type activities capital assets, net	<u>\$ 615,372,043</u>	<u>\$ 31,218,015</u>	<u>\$ (16,011,547)</u>	<u>\$ 630,578,511</u>
Business-type activities:				
Water			\$ 7,360,275	
Water Pollution Control			5,512,002	
Sanitary Sewer			2,811,926	
Alliant Energy PowerHouse			2,116,301	
Doubletree Hotel			930,274	
Transit System			792,046	
Parking System			1,042,986	
Solid Waste Management			14,356	
Golf			335,585	
Storm Sewer			34,817	
Paramount Theatre			853,720	
Ice Arena			850,958	
Total depreciation and amortization expense - business-type activities			<u>\$ 22,655,246</u>	

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Activity for the Airport for the year ended June 30, 2023, was as follows:

	Beginning Balance	Increases/ Transfers	Decreases/ Transfers	Ending Balance
Discrete Component Unit: Airport				
Capital assets, not being depreciated:				
Land	\$ 10,409,915	\$ 1,456,785	\$ -	\$ 11,866,700
Construction in progress	37,784,977	30,575,467	(37,957,435)	30,403,009
Total capital assets, not being depreciated	<u>48,194,892</u>	<u>32,032,252</u>	<u>(37,957,435)</u>	<u>42,269,709</u>
Capital assets, being depreciated:				
Buildings	147,807,990	7,125,882	-	154,933,872
Improvements other than buildings	168,999,822	29,374,768	-	198,374,590
Machinery and equipment	10,563,952	1,387,398	(41,578)	11,909,772
IT Subscriptions	-	398,757	-	398,757
Total capital assets being depreciated	<u>327,371,764</u>	<u>38,286,805</u>	<u>(41,578)</u>	<u>365,616,991</u>
Less accumulated depreciation for:				
Buildings	(59,651,086)	(5,011,837)	-	(64,662,923)
Improvements other than buildings	(101,972,388)	(7,493,323)	-	(109,465,711)
Machinery and equipment	(5,723,972)	(777,122)	41,578	(6,459,516)
IT Subscriptions	-	(50,458)	-	(50,458)
Total accumulated depreciation and amortization	<u>(167,347,446)</u>	<u>(13,332,740)</u>	<u>41,578</u>	<u>(180,638,608)</u>
Total capital assets, being depreciated, net	<u>160,024,318</u>	<u>24,954,065</u>	<u>-</u>	<u>184,978,383</u>
Airport capital assets, net	<u>\$ 208,219,210</u>	<u>\$ 56,986,317</u>	<u>\$ (37,957,435)</u>	<u>\$ 227,248,092</u>

Depreciation expense was \$13,332,740.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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Activity for Cedar Rapids/Linn County Solid Waste Agency for the year ended June 30, 2023, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Discrete Component Unit: Agency				
Capital assets, not being depreciated:				
Land	\$ 6,039,313	\$ -	\$ -	\$ 6,039,313
Construction in progress	285,417	1,845,954	(28,304)	2,103,067
Total capital assets, not being depreciated	<u>6,324,730</u>	<u>1,845,954</u>	<u>(28,304)</u>	<u>8,142,380</u>
Capital assets, being depreciated:				
Buildings and structures	12,274,813	-	(178,148)	12,096,665
Improvements other than buildings	43,645,345	476,883	-	44,122,228
Machinery and equipment	9,798,278	618,004	(174,440)	10,241,842
Right-to-use leased equipment	1,574	-	-	1,574
Total capital assets being depreciated	<u>65,720,010</u>	<u>1,094,887</u>	<u>(352,588)</u>	<u>66,462,309</u>
Less accumulated depreciation for:				
Buildings and structures	(5,598,103)	(612,916)	178,148	(6,032,871)
Improvements other than buildings	(17,546,790)	(1,985,935)	-	(19,532,725)
Machinery and equipment	(6,731,547)	(741,895)	161,972	(7,311,470)
Right-to-use leased equipment	(525)	(524)	-	(1,049)
Total accumulated depreciation	<u>(29,876,965)</u>	<u>(3,341,270)</u>	<u>340,120</u>	<u>(32,878,115)</u>
Total capital assets, being depreciated, net	<u>35,843,045</u>	<u>(2,246,383)</u>	<u>(12,468)</u>	<u>33,584,194</u>
Total capital assets, net	<u>\$ 42,167,775</u>	<u>\$ (400,429)</u>	<u>\$ (40,772)</u>	<u>\$ 41,726,574</u>

Depreciation expense was \$3,341,270.

Activity for Cedar Rapids Public Library Foundation for the year ended June 30, 2023, was as follows:

	Beginning Balance	Increases/ Transfers	Decreases/ Transfers	Ending Balance
Component Unit: Cedar Rapids Public Library Foundation				
Land	\$ -	\$ 3,508,453	\$ -	\$ 3,508,453

**Note 8: Retirement Systems**

Employees of the City, Airport and Cedar Rapids/Linn County Solid Waste Agency are eligible to participate in one of two pension plans, Iowa Public Retirement System (IPERS) and Municipal Fire and Police Retirement System of Iowa (MFPRSI). Below is a summary of amounts reported by the City as of and for the year ended June 30, 2023.

	City			Airport	Agency
	IPERS	MFPRSI	Total	IPERS	IPERS
Deferred Outflows	\$ 7,803,854	\$ 12,003,085	\$ 19,806,939	\$ 499,067	\$ 417,118
Deferred Inflows	(5,187,223)	(1,132,461)	(6,319,684)	(334,563)	(181,386)
Net Pension (Liability)	(29,541,545)	(51,917,752)	(81,459,297)	(795,732)	(1,147,275)
Pension Expense	(424,151)	4,908,338	4,484,187	(33,878)	(16,472)

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**Municipal Fire and Police Retirement System of Iowa (MFPRSI)**

Plan Description – MFPRSI membership is mandatory for fire fighters and police officers covered by the provisions of Chapter 411 of the Code of Iowa. Employees of the City are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by the 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, IA 50266 or at [www.MFPRSI.org](http://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. Members who perform more than 22 years of service receive an additional 2% of the member's average final compensation 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 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 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 annual retirement benefit at the member's earliest date eligible and 100% if the member delays enrollment for 24 months. At the member's actual date of retirement, the member's DROP account will be distributed to the member in the form of a lump sum or rollover to an eligible plan.

Disability and Death Benefits – Disability may be either 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 benefits 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.

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Benefits are increased annually in accordance with Iowa Code Chapter 411.6 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, the contribution rate was 9.40% of the earnable compensation for the year ended June 30, 2023.

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 for all members, further reduced by member contributions and state appropriations. Under the Code of Iowa the City's contribution rate cannot be less than 17.00% of the earnable compensation. The contribution rate was 23.90% for the year ended June 30, 2023.

The City's contributions to MFPRSI for the year end June 30, 2023 totaled \$7,847,590

If approved by State Legislature, state appropriations 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 nonemployer contributing entity in accordance with the provisions of the Governmental Accounting Standards Board Statement No. 67 – Financial Reporting for Pension Plans.

There were no state appropriations to MFPRSI during the year ended June 30, 2023.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2023, the City reported a liability of \$51,917,752 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the net 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, 2022, the City's collective proportion was 9.245100% which was a decrease of 0.124039% from its proportion measured as of June 30, 2021.

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For the year ended June 30, 2023, the City recognized pension expense of \$4,908,338. At June 30, 2023, 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	\$ 3,223,972	\$ 66,759
Changes in assumptions	145,635	-
Net difference between projected and actual earnings on pension plan investments	-	615,135
Changes in proportion and differences between City contributions and proportionate share of contributions	785,888	450,567
City contributions subsequent to the measurement date	7,847,590	-
Total	\$ 12,003,085	\$ 1,132,461

\$7,847,590 reported as 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 in the year ended June 30, 2024. The deferred outflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized in pension expense over five years. The other deferred inflows and outflows will be recognized as a component of pension expense using the average expected remaining service lives of all MFPRSI members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees. Deferred outflows of resources and deferred inflows of resources will be recognized as pension expense as follows:

Year End June 30,	
2024	\$ 109,864
2025	(870,365)
2026	(3,557,410)
2027	7,188,484
2028	152,461
	\$ 3,023,034

Actuarial Assumptions - The net pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of actuarial experience study for the period of July 1, 2010 to June 30, 2020.

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (i.e. expected returns, net of 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 best estimates of geometric real rates of return for each major asset class are summarized in the following tables:

Asset Class	Long-Term Expected Real Rate of Return
Broad fixed income	3.5%
Broad US equity	6.7
Global equity	6.8
Broad non-US equity	7.0
Managed futures	5.1
Emerging markets	7.2
Real estate - core	6.4
Opportunistic real estate	11.0
Global infrastructure	6.8
Private credit	8.6
Private equity	12.0
Asset Class	Asset Allocation
Core investments	43.0%
Strategic investments	35.0
Private markets	22.0
100%	

Discount Rate – The discount rate used to measure the net pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that employee 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, MFPRSI 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 net 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 7.5%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5%) or 1-percentage-point higher (8.5%) 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	\$ 93,961,453	\$ 51,917,752	\$ 17,083,973

**CITY OF CEDAR RAPIDS, IOWA**  
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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 website at [www.mfprsi.org](http://www.mfprsi.org).

Payables to the Pension Plan – At June 30, 2023, the City reported payables to the defined benefit pension plan of \$647,292 for legally required employer contributions and \$254,583 for legally required employee contributions which had been withheld from employee wages but not yet remitted to MFPRSI.

**Iowa Public Employees Retirement System (IPERS)**

Plan Description – IPERS membership is mandatory for employees of the City, which includes the Airport, a discrete component unit of the City, and Cedar Rapids/Linn County Solid Waste Agency (Agency), a discrete component unit, except for those covered by another retirement system. Employees of the City, Airport and Agency are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by IPERS. IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive P.O. Box 9117, Des Moines, Iowa 50306-9117 or at [www.ipers.org](http://www.ipers.org).

IPERS benefits are established under Iowa Code Chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general information 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, anytime after reaching age 62 with 20 or more years of covered employment, or when the member’s years of service plus the member’s age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member’s first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member’s monthly IPERS benefit includes:

- A multiplier based on years of service.
- The member’s highest five-year average salary, except 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.

Protection occupation members may retire at normal retirement age which is generally at age 55 and may retire anytime after reaching age 50 with 22 or more years of covered employment. The formula used to calculate protection occupation members’ monthly IPERS benefit includes:

- 60% of average salary after completion of 22 years of service, plus an additional 1.5% of average salary for years of service greater than 22 but not more than 30 years of service.
- The member’s highest three-year average salary.

If a member retires before normal retirement age, the member’s monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% 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.



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

Contributions – Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS’ Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires 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 2023, pursuant to the required rate, Regular members contributed 6.29% of pay and the City, Airport and Agency contributed 9.44% for a total rate of 15.73%. Protection occupation members at the Airport contributed 6.21% of pay and the Airport contributed 9.31% for a total rate of 15.52%.

The City and Agency’s total contributions to IPERS for the year ended June 30, 2023 were \$6,163,994, including \$330,575 related to the Airport, and \$242,867 respectively.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2023, the City and Agency reported a liability of \$30,337,277 and \$1,147,275, respectively, for the proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the net pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City and Agency’s proportion of the net pension liability was based on the City and Agency’s share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2022, the City and Agency’s collective proportion was (0.802892%) and (0.020935%) respectively. This represents an increase to the City 0.726232% and for the Agency an increase of 0.00797% from its proportion measured as of June 30, 2021.

The Airport, which is included in the City’s proportionate share, was allocated (based on contributions) \$795,732 of the City’s net pension liability as of June 30, 2023. Deferred outflows of resources and deferred inflows of resources of the City were also allocated to the Airport as indicated on the following pages.

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For the year ended June 30, 2023, the City recognized pension expense of (\$424,151). At June 30, 2023, 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	\$ 1,309,574	\$ 404,655
Changes in assumptions	25,065	707
Net difference between projected and actual earnings on pension plan investments	-	3,162,328
Changes in proportion and differences between City contributions and proportionate share of contributions	305,221	1,619,533
City contributions subsequent to the measurement date	6,163,994	-
Total	\$ 7,803,854	\$ 5,187,223

\$6,163,994 reported as 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 in the year ended June 30, 2024. The deferred outflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized as a reduction in pension expense over five years. The other deferred inflows and outflows will be recognized as a component of pension expense using the average expected remaining service lives of all IPERS members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees. Deferred outflows of resources and deferred inflows of resources will be recognized as pension expense as follows:

Year End June 30,	
2024	\$ (3,100,130)
2025	(2,451,193)
2026	(4,235,955)
2027	6,232,534
2028	7,381
	\$ (3,547,363)

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For the year ended June 30, 2023, the Airport recognized pension expense of (\$33,878). At June 30, 2023, the Airport 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	\$ 154,909	\$ 15,721
Changes in assumptions	965	65,511
Net difference between projected and actual earnings on pension plan investments	-	188,047
Changes in proportion and differences between Airport contributions and proportionate share of contributions	12,618	65,284
Airport contributions subsequent to the measurement date	330,575	-
Total	\$ 499,067	\$ 334,563

\$330,575 reported as deferred outflows of resources related to pensions resulting from the Airport contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The deferred outflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized as a reduction in pension expense over five years. The other deferred inflows and outflows will be recognized as a component of pension expense using the average expected remaining service lives of all IPERS members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees. Deferred outflows of resources and deferred inflows of resources will be recognized as pension expense as follows:

Year End June 30,	
2024	\$ (163,960)
2025	(128,858)
2026	(232,850)
2027	360,536
2028	(939)
	\$ (166,071)

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For the year ended June 30, 2023, the Agency recognized pension expense of (\$16,472). At June 30, 2023, the Agency 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	\$ 50,859	\$ 15,715
Changes in assumptions	973	27
Net difference between projected and actual earnings on pension plan investments	-	122,812
Changes in proportion and differences between Agency contributions and proportionate share of contributions	122,419	42,832
Agency contributions subsequent to the measurement date	242,867	-
Total	\$ 417,118	\$ 181,386

\$242,867 reported as deferred outflows of resources related to pensions resulting from the Agency contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The deferred outflows and deferred inflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized as a reduction in pension expense over five years. The other deferred inflows and outflows will be recognized as a reduction of pension expense using the average expected remaining service lives of all IPERS members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees. Deferred outflows of resources and deferred inflows of resources will be recognized as pension expense as follows:

Year End June 30,	
2024	\$ (75,278)
2025	(56,284)
2026	(128,912)
2027	254,244
2028	(905)
	\$ (7,135)

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Actuarial Assumptions – The net pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of a quadrennial experience study covering the period of dated July 1, 2017 through June 30, 2021.

Mortality rates used in the 2022 valuation were based on the PubG-2010 mortality tables with future mortality improvements modeled using Scale MP-2021.

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
Domestic equity	22.0%	3.57%
International equity	17.5	4.79
Global smart beta equity	6.0	4.16
Core plus fixed income	20.0	1.66
Public credit	4.0	3.77
Cash	1.0	0.77
Private equity	13.0	7.57
Private real assets	8.5	3.55
Private credit	8.0	3.63
	<u>100%</u>	

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Discount Rate – The discount rate used to measure the net pension liability was 7.0%. 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, Airport and Agency 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 net pension liability.

Sensitivity of the City, including the Airport, and Agency’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the City, Airport and Agency’s proportionate share of the net pension liability calculated using the discount rate of 7.0%, as well as what the City, Airport and Agency’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0%) or 1-percentage-point higher (8.0%) 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	\$ 55,039,451	\$ 29,541,545	\$ 7,070,882
Airport's proportionate share of the net pension liability (asset)	\$ 2,214,138	\$ 795,732	\$ (452,120)
Agency's proportionate share of the net pension liability	\$ 2,137,511	\$ 1,147,275	\$ 274,605

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS’ website at [www.ipers.org](http://www.ipers.org).

Payables to the Pension Plan – At June 30, 2023, the City reported payables to the defined benefit pension plan of \$506,096 for legally required employer contributions and \$337,218 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS. At June 30, 2023, the Airport reported payables to the defined benefit pension plan of \$25,742 for legally required employer contributions and \$17,157 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS. At June 30, 2023, the Agency reported payables to the defined benefit pension plan of \$28,310 for legally required employer contributions and \$18,864 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

**Note 9: Long-Term Liabilities**

Bonded Debt

General Obligation Bonds

There was \$366,140,000 of general obligation bonds outstanding as of June 30, 2023. Un-matured general obligation bonds to be paid by governmental funds totaled \$293,947,140. General obligation bonds to be paid by enterprise revenue and therefore included as Enterprise Fund obligations total \$72,192,860. These general obligation bonds bear interest rates ranging from 0.65% to 6.00% and mature in varying amounts ranging from \$10,000 to \$6,815,000 with the final payments due in the year ending June 30, 2053.

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On June 15, 2023, the City issued \$53,670,000 Series A general obligation bonds. The proceeds of the bonds were used for the purpose paying capital improvements of the City. The bonds bear interest 4.0% - 5.0% and mature in varying amounts ranging from \$1,115,000 and \$6,815,000 through fiscal year June 30, 2053 with an average life of 14.31 years.

On June 15, 2023, the City issued \$6,045,000 Series B general obligation bonds. The proceeds of the bonds were used for the purpose paying capital improvements of the City. The bonds bear interest 4.35% - 6.0% and mature in varying amounts ranging from \$185,000 and \$450,000 through fiscal year June 30, 2043 with an average life of 12.00 years.

Revenue Bonds

On June 15, 2023, the City issued \$10,030,000 Series D Water revenue bonds. The proceeds of the bonds were used for the purpose of paying costs of improvements and extensions to the municipal sanitary sewer system. The bonds bear interest 4.0% - 5.0% and mature in varying amounts ranging from \$300,000 and \$705,000 through fiscal year June 30, 2043 with an average life of 11.80 years.

Water Pollution Control:

There was \$46,475,000 of revenue bonds outstanding as of June 30, 2023 related to Water Pollution Control. The City has pledged future water pollution control customer revenue, net of specified operating expenses, to repay these revenue bonds. Total principal and interest remaining to be paid on the bonds is \$57,973,565 and is payable through 2042. Principal and interest paid for the current year and total customer net revenues were \$4,764,024 and \$12,072,344, respectively. The revenue bonds were issued to finance construction and improvements at the wastewater treatment facilities. The bonds require several covenants including maintaining net revenues of at least 110% of the amount of principal and interest due in revenue bonds in the same year and maintaining a reserve fund.

Sanitary Sewer:

There was \$18,610,000 of revenue bonds outstanding as of June 30, 2023 related to Sanitary Sewer. The City has pledged future sanitary sewer customer revenue, net of specified operating expenses, to repay these revenue bonds. Total principal and interest remaining to be paid on the bonds is \$23,857,558 and is payable through 2042. Principal and interest paid for the current year and total customer net revenues were \$1,713,470 and \$6,106,237, respectively. The revenue bonds were issued to finance improvements and extension to the Municipal Sanitary Sewer System. The bonds require several covenants including maintaining net revenues of at least 110% of the amount of principal and interest due in revenue bonds in the same year and maintaining a reserve fund.

Water:

There was \$78,945,000 of revenue bonds outstanding as of June 30, 2023 related to Water. The City has pledged future water customer revenue, net of specified operating expenses, to repay these revenue bonds. Total principal and interest remaining to be paid on the bonds is \$101,806,366 and is payable through 2042. Principal and interest paid for the current year and total customer net revenues were \$7,003,211 and \$14,293,160, respectively. The revenue bonds were issued to finance improvements and extensions to the Municipal Waterworks System. The bonds require several covenants including maintaining net revenues of at least 110% of the amount of principal and interest due in revenue bonds in the same year and maintaining a reserve fund.

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Notes Payable

During fiscal year June 30, 2008, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$39,390,000. Total outstanding as of June 30, 2023 was \$14,343,000. This line of credit was taken out to finance the ultra-violet disinfection system improvements by the Water Fund. The interest rate for this line of credit is 1.75%. Annual payments began during fiscal year June 30, 2010, with the last payment in fiscal year 2029. The City has pledged future water customer revenues, net of specified operating expenses, to repay the note payable. The note payable is payable solely from water customer net revenues included in the Water Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total interest and principal remaining to be paid is \$15,243,183. Principal and interest paid for the current year and total customer net revenues were \$2,441,680 and \$14,293,160, respectively.

During fiscal year June 30, 2022, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$21,619,000. Total outstanding as of June 30, 2023 was \$13,446,826. This line of credit was taken out to finance the northwest water treatment plant softening basin addition project by the Water Fund. The interest rate for this line of credit is 1.75%. Annual payments began during fiscal year June 30, 2023, with the last payment in fiscal year 2042. The City has pledged future water customer revenues, net of specified operating expenses, to repay the note payable. The note payable is payable solely from water customer net revenues included in the Water Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total interest and principal remaining to be paid is \$16,951,127. Principal and interest paid for the current year and total customer net revenues were \$980,911 and \$14,293,160, respectively.

During fiscal year June 30, 2009, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$10,900,000. Total outstanding as of June 30, 2023 was \$3,853,000. This line of credit was taken out to finance the construction of certain wastewater treatment facilities. The interest rate for this line of credit is 1.75%. Annual payments began during fiscal year June 30, 2010, with the last payment in fiscal year 2029. The City has pledged future waste water customer revenues, net of specified operating expenses, to repay the note payable. The note payable is payable solely from waste water customer net revenues included in the Water Pollution Control Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total interest and principal remaining to be paid is \$4,095,305. Principal and interest paid for the current year and total customer net revenues were \$650,455 and \$12,072,344, respectively.

During fiscal year June 30, 2011, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$5,767,000. Total outstanding as of June 30, 2023 was \$3,176,000. This line of credit was taken out to finance the construction of certain wastewater treatment facilities. The interest rate for this line of credit is 1.75%. Annual payments began during fiscal year June 30, 2014, with the last payment in fiscal year 2033. The City has pledged future waste water customer revenues in the Water Pollution Control Fund, net of specified operating expenses, to repay the note payable. The note payable is payable solely from waste water customer net revenues included in the Water Pollution Control Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total estimated interest and principal remaining to be paid is \$3,493,240. Principal and interest paid for the current year and total customer net revenues were \$335,393 and \$12,072,344, respectively.



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During fiscal year June 30, 2015, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$2,130,000. Total outstanding as of June 30, 2023 was \$1,374,000. This line of credit was taken out to finance a roughing dome for Water Pollution Control. The interest rate for this line of credit is 1.75%. Annual payments began during fiscal year June 30, 2016, with the last payment in 2035. The City has pledged future waste water customer revenues in the Water Pollution Control Fund, net of specified operating expenses, to repay the note payable. The note payable is payable solely from waste water customer net revenues included in the Water Pollution Control Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total estimated interest and principal remaining to be paid is \$1,535,875. Principal and interest paid for the current year and total customer net revenues were \$125,795 and \$12,072,344, respectively.

During fiscal year June 30, 2021, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$5,500,000. As of June 30, 2023, the City has received \$5,323,076. This line of credit was taken out to finance the construction of certain wastewater treatment facilities. The interest rate for this line of credit is 0.0%. Annual payments will not begin until the project is completed in fiscal year 2024. The City has pledged future waste water customer revenues in the Water Pollution Control Fund, net of specified operating expenses, to repay the note payable. The note payable is payable solely from waste water customer net revenues included in the Water Pollution Control Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total estimated interest and principal remaining to be paid is \$4,938,938. Interest paid for the current year and total customer net revenues were \$0 and \$12,072,344, respectively.

During fiscal year June 30, 2023, the City entered into an agreement with the Iowa State Revolving Fund for a line of credit up to \$13,300,000. As of June 30, 2023, the City has received \$657,644. This line of credit was taken out to finance the construction of certain wastewater treatment facilities. The interest rate for this line of credit is 0.0%. Annual payments will not begin until the project is completed in fiscal year 2024. The City has pledged future waste water customer revenues in the Water Pollution Control Fund, net of specified operating expenses, to repay the note payable. The note payable is payable solely from waste water customer net revenues included in the Water Pollution Control Fund. Annual principal and interest payments on the note payable are expected to require less than 24% of net revenues. Total estimated interest and principal remaining to be paid is \$657,644. Interest paid for the current year and total customer net revenues were \$0 and \$12,072,344, respectively.

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Changes in long-term liabilities:

Long-term debt activity for the year ended June 30, 2023 was as follows:

	Balance June 30, 2022	Additions	Retirements	Balance June 30, 2023
Primary government:				
Governmental				
General obligation	\$ 259,940,020	\$ 53,291,959	\$ 19,284,839	\$ 293,947,140
Plus: unamortized premium	13,576,745	3,543,286	1,492,229	15,627,802
Less: unamortized discount	140,975	-	18,289	122,686
Total general obligation	<u>273,375,790</u>	<u>56,835,245</u>	<u>20,758,779</u>	<u>309,452,256</u>
Business-type activities				
General obligation				
Water Pollution Control	3,120,000	-	670,000	2,450,000
Water	4,385,000	-	1,760,000	2,625,000
Sanitary Sewer	3,215,000	-	915,000	2,300,000
Alliant Energy PowerHouse	32,259,000	-	2,221,000	30,038,000
DoubleTree by Hilton	28,205,000	-	2,940,000	25,265,000
Other business-type funds	3,335,980	6,423,041	244,161	9,514,860
Notes Payable (Direct Placement):				
Water Pollution Control	14,289,937	1,041,783	948,000	14,383,720
Water	20,861,739	9,971,087	3,043,000	27,789,826
Revenue Bonds:				
Water Pollution Control	49,495,000	-	3,020,000	46,475,000
Water	73,235,000	10,030,000	4,320,000	78,945,000
Sanitary Sewer	19,620,000	-	1,010,000	18,610,000
Plus: unamortized premium	9,119,973	651,086	1,321,847	8,449,212
Less: unamortized discounts	120,443	-	18,159	102,284
Total business-type activities	<u>261,021,186</u>	<u>28,116,997</u>	<u>22,394,849</u>	<u>266,743,334</u>
Total long-term debt	<u>\$ 534,396,976</u>	<u>\$ 84,952,242</u>	<u>\$ 43,153,628</u>	<u>\$ 576,195,590</u>

	Due within one year
Primary government:	
Governmental	
General obligation	\$ 20,976,891
Business-type activities:	
Water pollution control	4,797,000
Water	9,385,000
Sanitary Sewer	1,900,000
Alliant Energy PowerHouse	2,276,000
DoubleTree by Hilton	2,970,000
Other business-type funds	412,109
Total primary government	<u>\$ 42,717,000</u>

Payments on bonds that pertain to the City's governmental activities are made by the debt service fund.

**CITY OF CEDAR RAPIDS, IOWA**  
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At June 30, 2023, the general obligation debt issued by the City did not exceed its legal debt margin compiled as follows:

Total estimated actual valuation - real property	\$ 13,045,820,684
Debt limit - 5% of total valuation	652,291,034
Debt applicable to debt limit:	
General obligation bonded debt outstanding	366,140,000
 Legal debt margin	 \$ 286,151,034

A summary of the bond principal and interest maturities by type of bond is as follows:

Year Ending	Governmental General Obligation		Business-type activities General Obligation		General Obligation Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
June 30:						
2024	\$ 20,976,891	\$ 10,304,153	\$ 8,658,109	\$ 1,980,434	\$ 29,635,000	\$ 12,284,587
2025	14,144,936	9,658,065	8,100,064	1,559,613	22,245,000	11,217,678
2026	14,357,106	9,018,069	7,217,894	1,350,595	21,575,000	10,368,664
2027	14,565,271	8,426,857	6,664,729	1,203,956	21,230,000	9,630,813
2028	14,840,482	7,830,085	6,129,517	1,063,720	20,969,999	8,893,805
2029-2033	72,463,085	30,697,782	24,536,916	3,348,245	97,000,001	34,046,027
2034-2038	61,340,490	19,661,456	5,589,510	1,434,109	66,930,000	21,095,565
2039-2043	38,583,879	10,956,906	5,296,121	534,395	43,880,000	11,491,301
2044-2048	23,025,000	6,055,731	-	-	23,025,000	6,055,731
2049-2053	19,650,000	1,923,975	-	-	19,650,000	1,923,975
	\$ 293,947,140	\$ 114,533,079	\$ 72,192,860	\$ 12,475,067	\$ 366,140,000	\$127,008,146

Revenue

Year Ending	Principal		Interest	
June 30:	Principal	Interest	Principal	Interest
2024	\$ 8,980,000	\$ 5,182,425		
2025	9,355,000	4,784,121		
2026	9,770,000	4,353,771		
2027	10,150,000	3,934,221		
2028	10,500,000	3,541,859		
2029-2033	49,520,000	12,046,941		
2034-2038	34,410,000	4,839,881		
2039-2043	11,345,000	924,269		
	\$ 144,030,000	\$ 39,607,488		

**CITY OF CEDAR RAPIDS, IOWA**  
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A summary of the business-type note payable principal and interest maturities is as follows:

Year Ending June 30:	Note Payable	
	Principal	Interest
2024	\$ 4,102,000	\$ 665,223
2025	4,216,000	754,089
2026	4,331,000	689,028
2027	4,451,000	615,248
2028	4,575,000	539,455
2029-2033	16,737,720	1,663,182
2034-2037	3,760,826	644,315
	\$ 42,173,546	\$ 5,570,540

Other long-term liability activity for the year ended June 30, 2023 was as follows:

	Beginning Balance, As Restated	Additions	Reductions	Ending Balance	Due within one year
Governmental activities:					
Claims and Judgments	\$ 11,161,016	\$ 35,514,354	\$ 32,362,565	\$ 14,312,805	\$ 3,814,927
Compensated absences	7,873,880	8,705,454	8,438,316	8,141,018	8,108,723
Lease agreements	1,203,116	291,727	411,006	1,083,837	326,657
IT Subscriptions	903,820	1,018,845	928,642	994,023	583,156
Governmental activity Long-term liabilities	21,141,832	45,530,380	42,140,529	24,531,683	12,833,463
Business-type activities:					
Compensated absences	1,615,763	1,971,851	1,891,364	1,696,250	1,696,250
Closure/post closure landfill	952,600	22,000	-	974,600	-
Lease agreements	564,928	6,711	162,627	409,012	115,240
IT Subscriptions	68,336	-	15,964	52,372	16,688
Business-type activity Long-term liabilities	3,201,627	2,000,562	2,069,955	3,132,234	1,828,178
Component Units:					
Airport					
Compensated absences	375,653	461,685	428,978	408,360	408,360
CRLCSWA					
Compensated absences	175,844	175,794	175,910	175,728	175,725
Closure/post closure landfill	18,211,871	3,936,245	475,679	21,672,437	431,523
Lease agreements	1,057	-	524	533	533
Long-term liabilities	\$ 18,388,772	\$ 4,112,039	\$ 652,113	\$ 21,848,698	\$ 607,781

**CITY OF CEDAR RAPIDS, IOWA**  
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The City leases buildings and equipment from others. These leases have terms between 2 years and 14 years and 6 months with payment terms requiring monthly, quarterly or annual payments. As of June 30, 2023, the principal and interest requirements to maturity for the lease liability is as follows:

Year End June 30,	Principal	Interest	Total
2024	\$ 441,897	\$ 52,256	\$ 494,153
2025	375,359	36,449	411,808
2026	316,571	22,084	338,655
2027	236,332	9,736	246,068
2028	83,077	2,725	85,802
2029-2033	39,613	3,738	43,351
	\$ 1,492,849	\$ 126,988	\$ 1,619,837

The Agency has one lease for equipment from others. The lease has a 5 year term with payments terms requiring quarterly payments. As of June 30, 2023, the principal and interest requirements to maturity for the lease liability is as follows:

Year End June 30,	Principal	Interest	Total
2024	\$ 533	\$ 5	\$ 538

The City has entered into contracts that convey control of the right-to-use of information technology software. The City recognized an IT subscription liability in the amount of \$1,136,209. The IT subscriptions leases have terms between 3 and 6 years with payment terms requiring monthly or annual payments. As of June 30, 2023, the principal and interest requirements to maturity for the IT subscription liability is as follows:

Year End June 30,	Principal	Interest	Total
2024	\$ 599,844	\$ 28,962	\$ 628,806
2025	428,313	20,150	448,463
2026	18,238	828	19,066
	\$ 1,046,395	\$ 49,940	\$ 1,096,335

The compensated absences liability attributable to the governmental activities will be liquidated by several of the City’s governmental and internal service funds. In the past, approximately 94% has been paid by the General Fund and the remainder by other governmental and internal service funds. The claims and judgment liability will generally be liquidated by the City’s Risk Management Fund (See Note 12, also). The Risk Management Fund will finance the payment of those claims by charging the other funds based on management’s assessment of the relative insurance risk that should be assumed by the individual funds. Currently, the General Fund bears approximately 65% of the claims and judgment costs; no other individual fund is charged more than 9% of the total amount.

**Industrial Revenue Bonds (Conduit Debt)**

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

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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As of June 30, 2023, there were two series of Industrial Revenue Bonds outstanding. The aggregate principal balance as of June 30, 2023 due on bonds issued is \$45,500,000.

**Note 10: Deficit Fund Equity**

At June 30, 2023, individual funds with deficit fund balances were as follows:

Special Revenue:	
Tax Incremental Financing	\$6,257,555
2020 Derecho	\$15,893,760

The Tax Incremental Financing Fund requires expenditure certification in order to receive future revenue, and therefore the current deficit will be cleared with future property tax revenue. The 2020 Derecho Fund is funded by non-exchange grant revenues and insurance reimbursements that will be received in future years. Management feels that these are temporary deficits and will be rectified within future fiscal years.

**Note 11: Deferred Compensation Plans**

The City and Airport offers its employees several deferred compensation plans created in accordance with Internal Revenue Code Section 457. These plans, available to all City and Airport employees, permit them to defer a portion of their salary until future years. The four types of matching programs are:

- Employees covered by a bargaining contract-employer contributes a one to one match up to ½% of bargaining employee’s base salary.
- City Manager-employer contributes based on employment agreement in lieu of IPERS.
- Airport salaried non-bargaining employees-employer contributions 75% of participant’s contribution.
- Airport full-time hourly employees-employer contribution ½% of participant’s annual salary.

The City does not match non-bargaining employee’s contributions. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency and participation in the plan is optional. Employees are immediately vested upon participation in these plans, so there are no forfeitures. The City and Airport contributed \$188,689 and \$162,329 respectively to the plans in the current year.

The City does not own or administer the amount deferred by employees and, therefore, the liability and corresponding investment are not reflected in the basic financial statements.

**Note 12: Risk Management**

The City's risk management program strives to protect the City's assets in a cost effective and responsible manner using a combination of the four recognized methods of treating risks: elimination, reduction, transfer, and retention. Safety and loss prevention programs help reduce the City's exposure to risks. Those risks that cannot be eliminated or reduced are either transferred or retained.

The Eastern Iowa Airport, one of the City’s component units, uses a combination of the four recognized methods as well. The major airport liability risk is transferred by purchasing an airport liability policy and errors and employment practice liability policy. The other component unit, Cedar Rapids Linn County Solid Waste Agency, transfers all of its risk by purchasing commercial insurance.

For those risks covered by insurance policies, settled claims have not exceeded the insurance coverage purchased for each of the past three fiscal years.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**Torts and errors:**

During fiscal year 2023, the City purchased liability insurance to cover its airport, underground fuel tanks, two specific vehicles used in housing operations and liquor liability. The City self-insures for its general liability, errors and employment practices liability, police liability, auto liability and bus liability exposures which are accounted for and financed under a separate subdivision of the Risk Management Fund. Losses on claims are limited under the City purchased public entity excess liability insurance policy with a \$500,000 self-insured retention and a \$10,000,000 limit of liability to cover its public liability exposures. The City self-administers claims and utilizes an independent appraisal firm to write vehicle damage repair estimates and an adjusting firm to negotiate bodily injury and non-vehicle property damage claims. All City Departments and Enterprise Funds are charged a liability premium based on their exposures and loss experience. The total premium charged for fiscal year 2023 was determined using independent actuarial projections for ultimate limited liability losses, liability expenses and premiums for separate insurance policies. An estimated outstanding liability of \$2,173,845 as of June 30, 2023 was calculated by an independent actuary at a 75% confidence level by using the case reserves, the development of known claims and incurred but not reported claims. The claims liabilities shown below are in accordance with the requirements of GASB Statement No. 10.

Changes in the Tort Liability Fund's claims liability amount are as follows:

	Beginning Fiscal Year	Additions & Change in		Ending Fiscal Year
	<u>Liability</u>	<u>Accrual</u>	<u>Claims Paid</u>	<u>Liability</u>
7/21 – 6/22	\$2,731,230	\$2,025,585	(\$1,087,943)	\$3,668,872
7/22 – 6/23	\$3,668,872	(\$863,763)	(\$631,264)	\$2,173,845

**Theft of, damage to, or destruction of assets:**

The City purchased property insurance with a \$100,000 per occurrence deductible. The City has excess coverage for its flood exposure with a \$250,000 deductible. City Departments and Enterprise Funds are charged a property insurance premium based on a percentage of the projected cost of full coverage. The difference between the premium charged departments and the premium paid to the insurer is used to pay losses that fall between the \$5,000 departmental deductible and the \$100,000 policy deductible. The City's infrastructure assets are not insured.

**Job related injuries to employees:**

Benefits due to City employees under the Iowa Workers' Compensation Laws are accounted for and financed under a separate subdivision of the Risk Management Fund without excess insurance. Claims administration is performed by City staff. All City Departments and Enterprise funds are charged a premium based on their share of past losses. The June 30, 2023 claims liability of \$5,313,644 was calculated at a 75% confidence level by an independent actuary.

Changes in the Workers' Compensation Fund's claims liability amount are as follows:

	Beginning Fiscal Year	Additions & Change in		Ending Fiscal Year
	<u>Liability</u>	<u>Accrual</u>	<u>Claims Paid</u>	<u>Liability</u>
7/21 – 6/22	\$8,356,599	(\$729,243)	(\$1,789,212)	\$5,838,144
7/22 – 6/23	\$5,838,144	\$2,010,799	(\$2,535,299)	\$5,313,644

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**Health care benefits for employees, retirees, and dependents:**

The City has been accounting for and financing health care benefits under a separate subdivision of the Risk Management Fund since January 1, 1992. Claims administration is provided by a third party administrator. The City does purchase stop loss insurance as part of the healthcare coverage. All City Departments and Enterprise Funds are charged a premium based on the number of single and family plans in place each month. Retirees and COBRA participants pay 102% of the monthly plan premium. The total premium charged is the amount needed to pay expected claim and administrative costs. A \$1,609,000 claims liability for incurred but unpaid medical bills as of June 30, 2023 was determined by an independent actuary. Changes in the Health Fund's claims liability amount are as follows:

	Beginning Fiscal Year <u>Liability</u>	Additions & Change in <u>Accrual</u>	<u>Claims Paid</u>	Ending Fiscal Year <u>Liability</u>
7/21 – 6/22	\$1,289,000	\$23,656,338	(\$23,326,338)	\$1,619,000
7/22 – 6/23	\$1,619,000	\$28,130,001	(\$28,140,001)	\$1,609,000

**Dental Care benefits for employees and dependents:**

Effective April 1, 1993, the City began to account for and finance dental care benefits under a separate subdivision of the Risk Management Fund. Claims administration is provided by a third party administrator. All City Departments and Enterprise Funds are charged a premium based on the number of plans in place each month. Employees pay the extra cost to purchase family plan coverage. COBRA participants pay 102% of the single or family plan monthly premium. The total premium charged is the estimated amount needed to pay expected claim and administrative costs. An independent actuary examined the claims payment records and determined the claims liability for incurred but unpaid dental bills as of June 30, 2023 to be \$30,000.

Changes in the Dental Fund's claims liability amount are as follows:

	Beginning Fiscal Year <u>Liability</u>	Additions & Change in <u>Accrual</u>	<u>Claims Paid</u>	Ending Fiscal Year <u>Liability</u>
7/21 – 6/22	\$35,000	\$1,004,209	(\$1,004,209)	\$35,000
7/22 – 6/23	\$35,000	\$1,051,001	(\$1,056,001)	\$30,000

**Note 13: Contingent Liabilities**

There are numerous lawsuits pending against the City for various reasons. The outcome and eventual liability of the City, if any, from these cases and from any unasserted claims is not known at this time. Lawsuits stemming from the operation of the City's airport are covered by insurance purchased by the City. For other risks, which have not been transferred to an insurance company, the City accounts for and finances these lawsuits through the Risk Management Fund, an internal service fund. This fund includes an open and incurred but not reported claims liability determined by an independent actuary comprised of an estimate of the possibility of unfavorable outcomes involving these pending lawsuits, all open claims, and any possible unasserted claims unknown to the City. It is the joint opinion of management and counsel that there are no known lawsuits or open claims other than those recorded that will have a material adverse effect on the City's Risk Management Fund or the City's financial position.

Amounts received or receivable from grant agencies are subject to audit and adjustments by grantor agencies, principally the federal government. And disallowed claims, including amounts already collected, may constitute a liability of the applicable funds.



**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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**Note 14: Closure and Postclosure Care Cost**

State and federal laws and regulations require the Agency to place a final cover on the landfill sites when the Agency stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, the liabilities of closure and postclosure care costs are to be expensed in each period the landfill accepts waste based upon landfill capacity used as of each statement date.

The City's and Linn County's liability for closure and postclosure care costs as of July 1, 1994 were fixed as part of the aforementioned Chapter 28E agreement based on estimated care costs and the percentage of landfill capacity utilized for each of the two respective landfill sites.

The Agency is liable for all closure and postclosure care costs at the two landfill sites. The Agency's liability as of June 30, 2023, is summarized below. These amounts are based on the estimated cost to perform all closure and postclosure care costs as of June 30, 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

	Former City Landfill	Former County Landfill	Total
Total care costs	\$ 7,034,706	\$ 18,179,000	\$ 25,213,706
Care costs remaining to be recognized attributable to unutilized capacity	-	(3,541,269)	(3,541,269)
Care costs recognized attributable to utilized capacity	<u>\$ 7,034,706</u>	<u>\$ 14,637,731</u>	<u>\$ 21,672,437</u>
Capacity utilized	<u>100.00%</u>	<u>80.52%</u>	
Estimated remaining life	<u>0 years</u>	<u>5.8 years</u>	

The City operates an ash sanitary landfill consisting of two lagoons at the City's Water Pollution Control facility. The purpose of the landfill is to hold the sandy material leftover from the incineration of solids created during treatment or settled out of the wastewater. Each lagoon will hold up to two to three years of waste. Once filled, the lagoon is permitted to rest for a year or two and then the ash is excavated and used as daily cover at the Cedar Rapids/Linn County Solid Waste Agency landfill. Once the lagoon is excavated, it will be ready to receive more ash. The estimated total current costs of the landfill closure and post-closure care costs as of June 30, 2023, was estimated by a professional engineer and is \$974,600. This liability is accrued in the Water Pollution Control fund. The City is required by federal and state laws and regulations to provide some form of financial assurance to finance closure and post-closure care. The City will meet its financial assurance obligations through existing cash reserves.

**CITY OF CEDAR RAPIDS, IOWA**  
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**JUNE 30, 2023**

**Note 15: Leases (Lessor)**

The City leases buildings and land assets to others. These leases have terms between 3 years and 50 years, with payments required monthly or annually. The total lease revenue and interest recognized during the year was \$212,342 and \$35,411 respectively. Below is a schedule of future payments that are included in the measurement of the lease receivable:

Year End June 30,	Principal	Interest	Total
2024	\$ 153,401	\$ 31,320	\$ 184,721
2025	105,382	25,730	131,112
2026	64,458	344,425	408,883
2027	58,185	342,447	400,633
2028	57,171	340,572	397,743
2029-2033	1,018,852	950,568	1,969,420
2034-2038	1,381,381	588,039	1,969,420
2039-2043	1,350,018	376,430	1,726,448
2044-2048	1,485,429	167,071	1,652,500
2049-2053	329,175	6,450	335,625
2054-2058	1,606	894	2,500
2059-2063	1,862	638	2,500
2064-2068	2,158	342	2,500
2069-2070	957	43	1,000
	<u>\$ 6,010,035</u>	<u>\$ 2,035,062</u>	<u>\$ 3,492,511</u>

The Airport leases building space to others. These leases have terms between 2 years and 20 years, with payments required monthly or annually. The total lease revenue and interest recognized during the year was \$2,326,584 and \$257,821 respectively. Below is a schedule of future payments that are included in the measurement of the lease receivable:

Year End June 30,	Principal	Interest	Total
2024	\$ 2,409,728	\$ 172,941	\$ 2,582,668
2025	828,629	110,393	939,022
2026	730,357	79,014	809,371
2027	619,320	53,524	672,844
2028	582,623	30,502	613,125
2029-2033	433,402	17,166	450,569
2034	15,333	179	15,512
	<u>\$ 5,619,392</u>	<u>\$ 463,719</u>	<u>\$ 6,083,111</u>

**CITY OF CEDAR RAPIDS, IOWA**  
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There are various regulated leases relating to buildings and land that are excluded from the measurement of lease receivable for the Airport. The broad range includes agreements related to passenger airlines, hangers, cargo facilities, air taxi, charters, flight training and other agreements related to the movement of passengers, baggage, mail and cargo. The Department of Transportation and the Federal Aviation Administration (FAA), through Federal statutes, require the Airport to be available for public use on reasonable conditions and without unjust discrimination. This Federal regulation and other provisions ultimately provide the FAA final authority and oversight for many of the regulated agreements the Airport executes. For the year ending June 30, 2023, revenue totaling \$2,434,257 was recognized for such regulated leases. The schedule of projected revenue for regulated agreements reflects projected future revenue related to these regulated agreements.

Year End June 30,	Total
2024	\$ 2,611,051
2025	2,557,341
2026	2,557,341
2027	2,301,033
2028	2,218,115
2029-2033	5,785,277
2034-2038	254,190
2034-2041	<u>165,224</u>
	<u>\$ 18,449,572</u>

**Note 16: Other Post Employment Benefits (OPEB)**

Plan Description and Funding Policy

The City sponsors a single-employer health care plan that provides medical benefits to employees and retirees. The City issues a stand-alone unaudited report which is available upon request by contacting the Finance Department at 101 First Street SE, Cedar Rapids, Iowa, 52401. Full-time fire fighters and police officers participate in MFPRSI and may retire after age 55 with 22 years of service or if disabled. All other full-time employees participate in the IPERS and may retire with health coverage after age 55 with 33 years of service, under the Rule of 88, at age 62 with 20 years of service or if disabled.

Employees pay a small (10% or less) share of the health insurance premium. The City pays the remainder of the health insurance premium for employees. Retirees may elect to stay on the City's group health plan until they reach age 65. Retirees pay 102% of the group rates calculated on the expected costs based on the entire group of actives, COBRA participants, and retirees. COBRA participants may elect to stay on the City's group health plan and dental plan by paying 102% of the group rates.

The current funding policy of the City is to pay health and dental claims as they occur through internal allocated funds. This arrangement does not qualify as a trust with OPEB plan assets under GASB for current GASB reporting. The City establishes and amends contribution requirements.

For fiscal year 2023, the City made \$861,470 in benefit payments.

Employees covered benefit terms: At June 30, 2023, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits	99
Inactive employees entitled to but not yet receiving benefits	0
Active employees	<u>1,243</u>
	<u><u>1,342</u></u>

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
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Total OPEB Liability – The City’s total OPEB liability of was measured as of June 30, 2022 and then rolled forward for June 30, 2023 to determine the actuarial valuation as of that date of \$15,165,452.

Actuarial Assumptions – The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement.

Rate of inflation	
(effective June 30, 2022)	3.00 percent per annum
Rates of salary increase	
(effective June 30, 2022)	3.25 percent per annum, including inflation
Discount rate	
(effective June 30, 2023)	3.86 percent, compounded annually, including inflation
Healthcare cost trend rate	7.0 percent initial rate, decreasing to 0.5 percent in the first two
(effective June 30, 2023)	years to 6.0 percent in year three, and then decreasing by 0.25 percent annually to an ultimate rate of 5.00 percent

The discount rate was based on the June 30, 2023 Fidelity General Obligation AA 20-Year Yield.

Mortality rates for general employees, retirees and disabled retirees were based on the PubG.H-2010 Employee, Healthy Annuitant, and Disabled Retirees, Generational with Projection Scale MP-2021 for males or females, as appropriate.

Mortality rates for public safety employees, retirees and disable retirees were based on PubS.H-2010 Employee, Healthy Annuitant, and Disabled Retirees, Generational with Projection Scale MP-2021 for males or females, as appropriate.

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Total OPEB liability beginning of year	\$ 16,679,434
Changes for the year:	
Service cost	800,137
Interest	628,727
Differences between expected and actual experience	(85,577)
Changes in assumptions	(1,149,835)
Benefit payments	<u>(861,470)</u>
Net changes	<u>(668,018)</u>
Total OPEB liability end of year	<u>\$ 16,011,416</u>

Changes in assumptions

Discount rate	The discount rate was increased from 3.69 percent to 3.86 percent.
Mortality Rates	The mortality improvement was updated from Scale MP-2020 to Scale MP-2021.
Health Plan Claim Costs	Change first two projection years from 6.5 percent in year 1 to 7.0 percent and from 6.25 percent in year 2 to 6.5 percent.

**CITY OF CEDAR RAPIDS, IOWA**  
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Sensitivity of the City's total OPEB liability to the changes in the discount rate – The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1.0% lower (2.86%) or 1% higher (4.86%) than the current discount rate.

		1% Decrease (2.86%)		Discount Rate (3.86%)		1% Increase (4.86%)
Total OPEB Liability	\$	17,392,184	\$	16,011,416	\$	14,740,601

Sensitivity of the City's total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the City, as well as what the City's total liability would be if it were calculated using healthcare cost trend rates that are 1.0% lower (6.0% decreasing to 4.0%) or 1.0% higher (8.0% decreasing to 6.0%) than the current healthcare cost trend rates.

		1% Decrease (6.0% Decreasing to 4.0%)		Health Care Cost Trend Rates (7.0% decreasing to 5.0%)		1% Increase (8.0% Decreasing to 6.0%)
Total OPEB Liability	\$	14,168,426	\$	16,011,416	\$	18,209,303

OPEB expense and deferred outflows of resources related to OPEB – For the year ended June 30, 2023, the City recognized OPEB expense of \$1,684,231. At June 30, 2023, the City reported deferred inflows of resources related to OPEB from the following resources:

	Deferred Outflows of Resources		Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,358,859	\$	725,399
Changes in assumptions or other inputs	2,202,512		3,083,272
Total	\$ 3,561,371	\$	3,808,671

Amounts reported as 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:

Year End June 30,		
2024	\$	255,367
2025		255,367
2026		21,121
2027		(169,187)
2028		(389,017)
Thereafter		(220,951)
	\$	(247,300)

**CITY OF CEDAR RAPIDS, IOWA**  
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**JUNE 30, 2023**

**Note 17: Governmental Fund Balance Classification**

GASB Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions” establishes criteria for classifying fund balances specifically defined classifications and clarifies definitions for governmental fund types. The following represents these classifications and the purposes for which the amounts can be spent.

	General	Infrastructure Construction	Flood Mitigation	2020 Derecho	Special Revenue Other	Other Governmental	Total
<b>Fund Balances:</b>							
<b>Nonspendable:</b>							
Corpus of principal	\$ -	\$ -	\$ -	\$ -	\$ 112,990	\$ -	\$ 112,990
Inventories	866,609	-	-	-	-	-	866,609
Prepaid items	1,074,359	13,822	32,635,959	-	364,741	611,175	34,700,056
<b>Total Nonspendable</b>	<b>1,940,968</b>	<b>13,822</b>	<b>32,635,959</b>	<b>-</b>	<b>477,731</b>	<b>611,175</b>	<b>35,679,655</b>
<b>Restricted:</b>							
Capital projects	-	13,956,454	18,480,386	-	-	63,194,074	95,630,914
Community and economic development	-	-	-	-	239,786	4,644,511	4,884,297
Culture and recreation							
Library	-	-	-	-	1,204,277	-	1,204,277
Band	185,284	-	-	-	-	-	185,284
Parks	-	-	-	-	1,170,771	-	1,170,771
Debt service	-	-	-	-	-	-	6,618,683
Employee benefits	-	-	-	-	-	-	4,660,673
General government							
Vets memorial	2,097,228	-	-	-	-	-	2,097,228
Animal control	-	-	-	-	239,477	-	239,477
Public safety							
Fire	-	-	-	-	2,667	106,888	109,555
Police	-	-	-	-	762,853	624,872	1,387,725
Public works	147,605	-	-	-	-	-	147,605
SSMID	-	-	-	-	-	160,024	160,024
<b>Total Restricted</b>	<b>2,430,117</b>	<b>13,956,454</b>	<b>18,480,386</b>	<b>-</b>	<b>3,619,831</b>	<b>80,009,725</b>	<b>118,496,513</b>
<b>Committed:</b>							
Culture and recreation							
Parks	-	-	-	-	755,019	-	755,019
Economic development	-	-	-	-	-	2,920,852	-
General government							
Training and development	-	-	-	-	60,544	-	60,544
Vets memorial	-	-	-	-	4,042	-	4,042
Real estate disposal	-	-	-	-	1,072,117	-	1,072,117
Public safety services							
Fire	-	-	-	-	126,837	-	126,837
Police	-	-	-	-	9,658,146	-	9,658,146
<b>Total Committed</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,597,557</b>	<b>-</b>	<b>14,597,557</b>
<b>Assigned:</b>							
Capital improvements and equipment	-	17,873,178	-	-	-	-	17,873,178
<b>Total Assigned</b>	<b>-</b>	<b>17,873,178</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,873,178</b>
<b>Unassigned:</b>	<b>49,980,677</b>	<b>-</b>	<b>-</b>	<b>(15,893,760)</b>	<b>(600,895)</b>	<b>(6,264,255)</b>	<b>27,221,767</b>
<b>Total fund balances</b>	<b>\$ 54,351,762</b>	<b>\$ 31,843,454</b>	<b>\$ 51,116,345</b>	<b>\$(15,893,760)</b>	<b>\$ 18,094,224</b>	<b>\$ 74,356,645</b>	<b>\$ 213,868,670</b>

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**Note 18: 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 tax abatements for urban renewal and economic development projects with tax increment financing as provided for in Chapters 15A and 403 of the Code of Iowa. For these types of projects, the City enters into agreements with developers which require the City, after developers meet the terms of the agreements, to rebate a portion of the property tax paid by the developers, to pay the developers an economic development grant or to pay the developers a predetermined dollar amount. No other commitments were made by the City as part of these agreements.

For the year ended June 30, 2023, the City abated \$7,504,563 of property tax under the urban renewal and economic development projects.

**Note 19: Accounting Change**

The following pronouncement was implemented effective July 1, 2022:

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. The new requirements require the reporting of certain right-to-use subscription based IT arrangements and liabilities which were previously not reported. The result of these changes had no effect on the beginning net position.

	Governmental Activities - Capital Assets	Governmental Activities - Other Long- Term Liabilities	Business-Type Activities - Capital Assets	Governmental Activities - Other Long- Term Liabilities
Balances June 30, 2022, as previously reported	1,064,472,624	20,238,012	615,303,707	3,133,291
Change to implement GASB No. 96	903,820	903,820	68,336	68,336
Balances July 1, 2022, as restated	1,065,376,444	21,141,832	615,372,043	3,201,627

**Note 20: Adopted and Pending Pronouncements**

As of June 30, 2023, the City adopted the following Governmental Accounting Standards Board (GASB) Statement:

- GASB 91, *Conduit Debt Obligations*, was 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 issuers, (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 obligations; and improving required note disclosures.

**CITY OF CEDAR RAPIDS, IOWA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

- GASB 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, was effective for the City beginning with its fiscal year ending June 30, 2023. This statement will improve financial reporting by addressing issues related to public-private and public-public partnership and provides guidance for accounting and reporting for availability payment arrangements.
- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, was effective for the City beginning with its fiscal year ending June 30, 2023. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This statement (1) defines an SBITA; (2) establishes that an SBITA results in a right-to-use subscription asset --an intangible asset --and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of an SBITA; and (4) requires note disclosure regarding an SBITA.
- GASB Statement No. 99, *Omnibus 2022*, was effective for the City beginning with its fiscal year ending June 30, 2023. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

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. 100, *Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62*, will be effective for the City June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.
- GASB Statement No. 101, *Compensated Absences*, will be effective for the City June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources.

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





**CEDAR RAPIDS**

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City of Five Seasons®

**City of Cedar Rapids, Iowa**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule of Receipts,**  
**Disbursements, and Changes in Balances -**  
**Budget and Actual - All Governmental Funds and Proprietary Funds,**  
**and Discretely Presented Component Units (Unaudited)**  
**Year ended June 30, 2023**

	Governmental Fund Types Actual Budgetary Basis	Proprietary Fund Types Actual Budgetary Basis	Discretely Presented Component Units Actual Budgetary Basis
<b>Revenues:</b>			
Property taxes	\$ 112,272,309	\$ 5,746,412	\$ -
TIF revenues	19,723,453	-	-
Other taxes	41,981,814	-	-
Licenses and permits	3,513,549	-	45,168
Use of money and property	6,335,084	4,848,621	18,786,387
Intergovernmental	81,677,507	7,495,566	35,666,364
Charges for services	32,063,953	211,605,852	13,741,052
Special assessments	521,409	327,211	-
Miscellaneous	22,512,971	8,743,123	2,072,762
Total revenues	<u>320,602,049</u>	<u>238,766,785</u>	<u>70,311,733</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Public safety	87,194,085	-	-
Public works	27,807,898	-	-
Culture and recreation	23,711,954	-	-
Community and economic development	30,031,576	-	-
General government	23,236,141	-	-
Debt service	28,588,034	-	-
Capital projects	138,710,308	-	-
Business-type	-	274,156,668	28,898,196
Total expenditures	<u>359,279,996</u>	<u>274,156,668</u>	<u>28,898,196</u>
Excess (deficiency) of revenues over (under) expenditures	(38,677,947)	(35,389,883)	41,413,537
Other financing sources, net	61,206,754	14,757,733	-
Net change in fund balances, net position	22,528,807	(20,632,150)	41,413,537
Fund balances, budgetary basis net position - July 1, 2022	191,339,863	346,397,343	279,034,399
Fund balances, budgetary basis net position - June 30, 2023	<u>\$ 213,868,670</u>	<u>\$ 325,765,193</u>	<u>\$ 320,447,936</u>
<b>Adjustments not budgeted:</b>			
Other accrued liabilities	-	(9,634,414)	(1,542,771)
Bond proceeds	-	(266,743,334)	-
Accrued bond interest	-	(641,888)	-
Capital outlay variance from depreciation	-	620,772,505	25,416,336
Fund balances, net position - June 30, 2023 GAAP basis	<u>\$ 213,868,670</u>	<u>\$ 669,518,062</u>	<u>\$ 344,321,501</u>

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

Net	Budgeted Amounts		Final to Actual Variance
	Original	Final	
\$ 118,018,721	\$ 113,538,197	\$ 113,538,197	\$ 4,480,524
19,723,453	20,282,011	20,282,011	(558,558)
41,981,814	37,807,645	39,836,589	2,145,225
3,558,717	3,491,700	3,491,700	67,017
29,970,092	23,476,180	28,148,219	1,821,873
124,839,437	103,114,352	127,060,172	(2,220,735)
257,410,857	205,843,774	225,970,202	31,440,655
848,620	309,500	521,357	327,263
33,328,856	42,562,331	68,330,251	(35,001,395)
<u>629,680,567</u>	<u>550,425,690</u>	<u>627,178,698</u>	<u>2,501,869</u>
87,194,085	69,993,424	91,647,756	4,453,671
27,807,898	26,667,904	28,076,990	269,092
23,711,954	22,396,534	23,916,615	204,661
30,031,576	26,643,432	42,485,282	12,453,706
23,236,141	23,802,927	27,674,220	4,438,079
28,588,034	38,651,391	40,164,063	11,576,029
138,710,308	142,935,296	174,602,526	35,892,218
303,054,864	341,704,643	344,856,907	41,802,043
<u>662,334,860</u>	<u>692,795,551</u>	<u>773,424,359</u>	<u>111,089,499</u>
(32,654,293)	(142,369,861)	(146,245,661)	113,591,368
75,964,487	119,411,932	94,865,793	(18,901,306)
43,310,194	(22,957,929)	(51,379,868)	94,690,062
816,771,605	54,300,598	(355,874,480)	1,172,646,085
<u>\$ 860,081,799</u>	<u>\$ 31,342,669</u>	<u>\$ (407,254,348)</u>	<u>\$ 1,267,336,147</u>

CITY OF CEDAR RAPIDS, IOWA  
**REQUIRED SUPPLEMENTARY INFORMATION**  
Note to Required Supplementary Information – Budgetary Reporting  
June 30, 2023

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 and non-program. Function disbursements required to be budgeted include disbursements for the general fund, special revenue funds, debt service fund, capital projects funds, and permanent funds. The legal level of control is at the aggregated function level, not at the fund or fund type level. During the year, one budget amendment increased budget disbursements by \$80,628,808. This budget amendment is reflected in the final budgeted amounts.

The operations of the Cedar Rapids Public Library Foundation discretely presented component unit are not included in the City's budget.

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of the City's Proportionate Share of the Net Pension Liability**  
**Iowa Public Employees' Retirement System (Unaudited)**  
**Year ended June 30, 2023**

Iowa Public Employees' Retirement System  
Last 9 Fiscal Years

Measurement date	2023	2022	2021	2020
	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
City's proportion of the net pension liability (asset)	0.802891%	0.766589%	0.807712%	0.810353%
City's proportionate share of the net pension liability	\$ 30,337,277	\$ 264,647	\$ 56,739,654	\$ 47,162,754
City's covered payroll	\$ 66,545,711	\$ 65,068,799	\$ 65,220,829	\$ 63,230,664
City's proportionate share of the net pension liability as a percentage of it's covered payroll	45.59%	0.41%	87.00%	74.59%
Plan fiduciary net pension as a percentage of the net pension liability	91.41%	100.81%	82.90%	85.45%

Measurement date	2019	2018	2017	2016	2015
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
City's proportion of the net pension liability (asset)	0.793297%	0.805481%	0.782384%	0.793024%	0.812356%
City's proportionate share of the net pension liability	\$ 50,201,776	\$ 53,655,255	\$ 49,294,558	\$ 39,179,223	\$ 32,217,265
City's covered payroll	\$ 60,638,797	\$ 61,113,638	\$ 57,121,176	\$ 55,400,903	\$ 54,399,409
City's proportionate share of the net pension liability as a percentage of it's covered payroll	82.79%	87.80%	86.30%	70.72%	59.22%
Plan fiduciary net pension as a percentage of the net pension liability	83.62%	82.21%	81.82%	85.19%	87.61%

See note 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.

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of the City's Contributions**  
**Iowa Public Employees' Retirement System (Unaudited)**  
**Year ended June 30, 2023**

Iowa Public Employees' Retirement System  
Last 10 Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Statutorily required contribution	\$ 6,494,569	\$ 6,280,574	\$ 6,122,974	\$ 6,137,280	\$ 5,951,586
Contributions in relation to the statutorily required contribution	<u>\$ (6,494,569)</u>	<u>\$ (6,280,574)</u>	<u>\$ (6,122,974)</u>	<u>\$ (6,137,280)</u>	<u>\$ (5,951,586)</u>
Contribution deficiency (excess)	-	-	-	-	-
City's covered payroll	\$ 68,812,213	\$ 66,545,711	\$ 65,068,799	\$ 65,220,829	\$ 63,230,664
Contribution as percentage of covered payroll	9.44%	9.44%	9.41%	9.41%	9.41%
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Statutorily required contribution	\$ 5,410,885	\$ 5,458,894	\$ 5,103,564	\$ 4,958,360	\$ 4,868,583
Contributions in relation to the statutorily required contribution	<u>\$ (5,410,885)</u>	<u>\$ (5,458,894)</u>	<u>\$ (5,103,564)</u>	<u>\$ (4,958,360)</u>	<u>\$ (4,868,583)</u>
Contribution deficiency (excess)	-	-	-	-	-
City's covered payroll	\$ 60,638,797	\$ 61,113,638	\$ 57,121,176	\$ 55,400,903	\$ 54,399,409
Contribution as percentage of covered payroll	8.92%	8.93%	8.95%	8.95%	8.95%

See note to required supplementary information.

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of the CRLCSW's Proportionate Share of the Net Pension Liability**  
**Iowa Public Employees' Retirement System (Unaudited)**  
**Year ended June 30, 2023**

Iowa Public Employees' Retirement System  
Last 9 Fiscal Years

	2023	2022	2021	2020	
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	
Agency's proportion of the net pension liability (asset)	0.0289050%	0.0297810%	0.0273205%	0.0276891%	
Agency's proportionate share of the net pension liability	\$ 1,147,275	\$ 41,750	\$ 1,905,810	\$ 1,603,381	
Agency's covered payroll	\$ 2,444,364	\$ 2,417,087	\$ 2,153,093	\$ 2,107,246	
Agency's proportionate share of the net pension liability as a percentage of it's covered payroll	46.94%	1.73%	88.51%	76.09%	
Plan fiduciary net pension as a percentage of the net pension liability	91.41%	100.81%	82.90%	85.45%	
	2019	2018	2017	2016	2015
Measurement date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Agency's proportion of the net pension liability (asset)	0.0259650%	0.0259156%	0.0253421%	0.0247752%	0.0283861%
Agency's proportionate share of the net pension liability	\$ 1,642,614	\$ 1,726,305	\$ 1,594,856	\$ 1,224,016	\$ 1,125,768
Agency's covered payroll	\$ 1,950,896	\$ 1,934,471	\$ 1,830,026	\$ 1,697,324	\$ 1,857,469
Agency's proportionate share of the net pension liability as a percentage of it's covered payroll	84.20%	89.24%	87.15%	72.11%	60.61%
Plan fiduciary net pension as a percentage of the net pension liability	83.62%	82.21%	81.82%	85.19%	87.61%

See note 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.

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of the CRLCSW's Contributions**  
**Iowa Public Employees' Retirement System (Unaudited)**  
**Year ended June 30, 2023**

Iowa Public Employees' Retirement System  
Last 10 Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Statutorily required contribution	\$ 242,867	\$ 230,748	\$ 228,173	\$ 203,252	\$ 198,924
Contributions in relation to the statutorily required contribution	<u>(242,867)</u>	<u>(230,748)</u>	<u>(228,173)</u>	<u>(203,252)</u>	<u>(198,924)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Agency's covered payroll	\$ 2,572,744	\$ 2,444,364	\$ 2,417,087	\$ 2,153,093	\$ 2,107,246
Contribution as percentage of covered payroll	9.44%	9.44%	9.44%	9.44%	9.44%
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Statutorily required contribution	\$ 174,215	\$ 172,748	\$ 163,421	\$ 151,571	\$ 165,872
Contributions in relation to the statutorily required contribution	<u>(174,215)</u>	<u>(172,748)</u>	<u>(163,421)</u>	<u>(151,571)</u>	<u>(165,872)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Agency's covered payroll	\$ 1,950,896	1,934,471	1,830,026	\$ 1,697,324	\$ 1,857,469
Contribution as percentage of covered payroll	8.93%	8.93%	8.93%	8.93%	8.93%

See note to required supplementary information.



**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Notes to Other Information – Pension Liability**  
**Iowa Public Employees’ Retirement System (Unaudited)**  
**Year ended June 30, 2023**

*Changes of benefit terms:*

There are no significant changes in benefit terms.

*Changes of assumptions:*

The 2022 valuation incorporated the following refinements after a quadrennial experience study:

- Changed mortality assumptions to the PubG-2010 mortality tables with mortality improvements modeled using Scale MP-2021.
- Adjusted retirement rates for Regular members.
- Lowered disability rates for Regular members.
- Adjusted termination rates for all membership groups.

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

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

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

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

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

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

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of the City's Proportionate Share of the Total Pension Liability**  
**Municipal Fire and Police Retirement System of Iowa (Unaudited)**  
**Year ended June 30, 2023**

Municipal Fire and Police Retirement System of Iowa  
Last 9 Fiscal Years

	2023	2022	2021	2020
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
City's proportion of the total pension liability (asset)	9.245100%	9.121061%	9.152008%	9.065805%
City's proportionate share of the total pension liability	\$ 51,917,752	\$ 20,483,544	\$ 72,996,443	\$ 59,465,024
City's covered payroll	\$ 31,224,920	\$ 29,639,245	\$ 29,076,264	\$ 27,443,406
City's proportionate share of the total pension liability as a percentage of it's covered payroll	166.27%	69.11%	251.05%	216.68%
Plan fiduciary total pension as a percentage of the total pension liability	84.62%	93.62%	76.47%	79.94%

	2019	2018	2017	2016	2015
Measurement date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
City's proportion of the total pension liability (asset)	9.187972%	9.657767%	9.313457%	9.357442%	9.301296%
City's proportionate share of the total pension liability	\$ 54,705,506	\$ 56,640,395	\$ 58,233,408	\$ 59,514,641	\$ 48,448,867
City's covered payroll	\$ 26,705,818	\$ 27,263,904	\$ 25,188,187	\$ 24,539,494	\$ 23,752,726
City's proportionate share of the total pension liability as a percentage of it's covered payroll	204.84%	207.75%	231.19%	242.53%	203.97%
Plan fiduciary total pension as a percentage of the total pension liability	81.07%	80.60%	78.20%	83.04%	86.27%

See note 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.

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of the City's Contributions**  
**Municipal Fire and Police Retirement System of Iowa (Unaudited)**  
**Year ended June 30, 2023**

Municipal Fire and Police Retirement System of Iowa  
Last 10 Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Statutorily required contribution	\$ 7,847,590	\$ 8,174,684	\$ 7,501,693	\$ 7,097,516	\$ 7,140,774
Contributions in relation to the statutorily required contribution	<u>(7,847,590)</u>	<u>(8,174,684)</u>	<u>(7,501,693)</u>	<u>(7,097,516)</u>	<u>(7,140,774)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
City's covered payroll	\$ 32,835,105	\$ 31,224,920	\$ 29,639,245	\$ 29,076,264	\$ 27,443,406
Contribution as percentage of covered payroll	23.90%	26.18%	25.31%	24.41%	26.02%
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Statutorily required contribution	\$ 6,858,052	\$ 7,089,930	\$ 7,008,819	\$ 7,462,460	\$ 7,154,321
Contributions in relation to the statutorily required contribution	<u>(6,858,052)</u>	<u>(7,089,930)</u>	<u>(7,008,819)</u>	<u>(7,462,460)</u>	<u>(7,154,321)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
City's covered payroll	\$ 26,705,818	\$ 27,263,904	\$ 25,188,187	\$ 24,539,494	\$ 23,752,726
Contribution as percentage of covered payroll	25.68%	25.92%	27.77%	30.41%	30.12%

See note to required supplementary information.

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Note to Other Information – Pension Liability**  
**Municipal Fire and Police Retirement System of Iowa (Unaudited)**  
**Year ended June 30, 2023**

*Changes of benefit terms:*

There were no significant changes of benefit terms.

*Changes of assumptions:*

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

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

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

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

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

**CITY OF CEDAR RAPIDS, IOWA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Schedule of Changes in the City's Total**  
**OPEB Liability and Related Ratios**  
**Year ended June 30, 2023**

	2023	2022	2021
Total OPEB Liability			
Service cost	\$ 800,137	\$ 1,005,048	\$ 618,405
Interest	628,727	346,250	386,804
Differences between expected and actual experience	(85,577)	1,562,611	(62,338)
Changes in assumptions	(1,149,835)	(2,894,692)	1,601,147
Benefit payments	(861,470)	(737,189)	(632,269)
Net changes	(668,018)	(717,972)	1,911,749
Total OPEB liability beginning of year	16,679,434	17,397,406	15,485,657
Total OPEB liability end of year	<u>\$ 16,011,416</u>	<u>\$ 16,679,434</u>	<u>\$ 17,397,406</u>
Covered Employee Payroll	\$ 95,912,718	\$ 92,893,674	\$ 91,833,772
Total OPEB Liability as a percentage of covered employee payroll	16.69%	17.96%	18.94%
	2020	2019	2018
Total OPEB Liability			
Service cost	\$ 635,834	\$ 659,234	\$ 642,376
Interest	435,294	365,638	394,384
Differences between expected and actual experience	(1,145,347)	849,479	(233,188)
Changes in assumptions	2,477,503	790,243	(55,829)
Benefit payments	(355,688)	(479,376)	(137,465)
Net changes	2,047,596	2,185,218	610,278
Total OPEB liability beginning of year	13,438,061	11,252,843	10,642,565
Total OPEB liability end of year	<u>\$ 15,485,657</u>	<u>\$ 13,438,061</u>	<u>\$ 11,252,843</u>
Covered Employee Payroll	\$ 88,943,121	\$ 84,734,430	\$ 82,067,245
Total OPEB Liability as a percentage of covered employee payroll	17.41%	15.86%	13.71%

See note to required supplementary information.

**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.

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

**CITY OF CEDAR RAPIDS, IOWA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 Notes to Schedule of Changes in the City's Total  
 OPEB Liability and Related Ratios  
 Year ended June 30, 2023**

*Changes of benefit terms:*

None

*Changes of assumptions:*

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

2017	3.56%
2018	3.62%
2019	3.13%
2020	2.45%
2021	1.92%
2022	3.69%
2023	3.86%

Mortality tables

2017 – 2018	RPH-2014 Employee, Healthy Annuity and Disabled Retiree Generational with MP-2017
2019	PubG.H-2010 for general employees and PubS.H-2010 for Public Safety employees. Generational with Scale MP-2018.
2020	PubG.H-2010 for general employees and PubS.H-2010 for Public Safety employees. Generational with Scale MP-2019.
2021	PubG.H-2010 for general employees and PubS.H-2010 for Public Safety employees. Generational with Scale MP-2020.
2022 – 2023	PubG.H-2010 for general employees and PubS.H-2010 for Public Safety employees. Generational with Scale MP-2021.



**CEDAR RAPIDS**

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City of Five Seasons®

**City of Cedar Rapids, Iowa  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2023**

	Special Revenue Funds						
	Community Development Block Grants	H.O.M.E.	Hotel-Motel Tax	Local Option Sales Tax	Tax Incremental Financing	Road Use Tax	Growth Reinvestment
<b>ASSETS</b>							
Cash and investments	\$ -	\$ -	\$ 3,864,076	\$ 11,709,710	\$ -	\$ 14,507,154	\$ -
Receivables:							
Taxes	-	-	1,202,370	2,039,920	20,812,300	-	-
Accounts and unbilled usage, net							
\$639,362 of allowance for doubtful accounts	3,640	23,594	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Interest	-	-	-	-	212,177	-	-
Due from other governments	264,538	150,662	-	-	-	3,078,931	-
Notes receivable, net \$72,099 of allowance	-	-	-	-	1,632,129	-	-
Prepaid items	6,700	-	-	-	-	-	-
Total assets	<u>274,878</u>	<u>174,256</u>	<u>5,066,446</u>	<u>13,749,630</u>	<u>22,656,606</u>	<u>17,586,085</u>	<u>-</u>
<b>LIABILITIES</b>							
Vouchers payable	161,379	-	126,133	-	601,865	-	-
Contracts payable	-	-	-	-	-	-	-
Accrued expenditures	11,940	1,120	-	-	-	-	-
Revenues collected in advance	-	-	-	-	-	-	-
Due to other funds	101,559	149,542	-	-	7,599,933	-	-
Due to general public	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Total liabilities	<u>274,878</u>	<u>150,662</u>	<u>126,133</u>	<u>-</u>	<u>8,201,798</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable revenue - property taxes	-	-	-	-	20,712,363	-	-
Unavailable revenue - other taxes	-	-	1,202,370	-	-	-	-
Unavailable revenue - intergovernmental	-	23,594	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>23,594</u>	<u>1,202,370</u>	<u>-</u>	<u>20,712,363</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES (DEFICITS)</b>							
Nonspendable	6,700	-	-	-	-	-	-
Restricted	-	-	3,737,943	13,749,630	-	17,586,085	-
Unassigned	(6,700)	-	-	-	(6,257,555)	-	-
Total fund balances (deficits)	<u>-</u>	<u>-</u>	<u>3,737,943</u>	<u>13,749,630</u>	<u>(6,257,555)</u>	<u>17,586,085</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 274,878</u>	<u>\$ 174,256</u>	<u>\$ 5,066,446</u>	<u>\$ 13,749,630</u>	<u>\$ 22,656,606</u>	<u>\$ 17,586,085</u>	<u>\$ -</u>



Leased Housing	SSMID	Employee Benefits	Fire Retirement	Police Retirement	Total	Debt Service	Capital Projects		Total Nonmajor Governmental Funds
						Debt Service	Other Construction	2008 Flood	
\$ 1,313,682	\$ 230,932	\$ 5,784,110	\$ 998,524	\$ 606,372	\$ 39,014,560	\$ 6,415,099	\$ 34,229,730	\$ 1,280,422	\$ 80,939,811
-	504,218	18,325,081	2,459,304	4,218,605	49,561,798	29,157,560	-	-	78,719,358
-	-	76	-	-	27,310	-	366,354	-	393,664
-	-	-	-	-	-	-	31,694	-	31,694
-	-	-	5	123	212,305	217,896	-	-	430,201
26,208	-	-	-	-	3,520,339	-	1,485,756	-	5,006,095
-	-	-	-	-	1,632,129	-	-	15,547	1,647,676
570,186	-	-	-	-	576,886	-	34,289	-	611,175
<u>1,910,076</u>	<u>735,150</u>	<u>24,109,267</u>	<u>3,457,833</u>	<u>4,825,100</u>	<u>94,545,327</u>	<u>35,790,555</u>	<u>36,147,823</u>	<u>1,295,969</u>	<u>167,779,674</u>
29,064	72,807	149,272	-	2,226	1,142,746	148,275	4,000,271	-	5,291,292
-	-	-	-	-	-	-	377,864	-	377,864
24,684	-	-	-	-	37,744	-	8,730	-	46,474
71,582	-	-	-	-	71,582	-	18,333	-	89,915
-	-	-	-	-	7,851,034	-	-	-	7,851,034
307,992	-	-	-	-	307,992	-	-	-	307,992
-	-	1,063,623	903,742	-	1,967,365	-	-	-	1,967,365
<u>433,322</u>	<u>72,807</u>	<u>1,212,895</u>	<u>903,742</u>	<u>2,226</u>	<u>11,378,463</u>	<u>148,275</u>	<u>4,405,198</u>	<u>-</u>	<u>15,931,936</u>
-	502,319	18,235,699	2,447,203	4,198,002	46,095,586	29,023,597	-	-	75,119,183
-	-	-	-	-	1,202,370	-	-	-	1,202,370
-	-	-	-	-	23,594	-	1,145,946	-	1,169,540
<u>-</u>	<u>502,319</u>	<u>18,235,699</u>	<u>2,447,203</u>	<u>4,198,002</u>	<u>47,321,550</u>	<u>29,023,597</u>	<u>1,145,946</u>	<u>-</u>	<u>77,491,093</u>
570,186	-	-	-	-	576,886	-	34,289	-	611,175
906,568	160,024	4,660,673	106,888	624,872	41,532,683	6,618,683	30,562,390	1,295,969	80,009,725
-	-	-	-	-	(6,264,255)	-	-	-	(6,264,255)
<u>1,476,754</u>	<u>160,024</u>	<u>4,660,673</u>	<u>106,888</u>	<u>624,872</u>	<u>35,845,314</u>	<u>6,618,683</u>	<u>30,596,679</u>	<u>1,295,969</u>	<u>74,356,645</u>
<u>\$ 1,910,076</u>	<u>\$ 735,150</u>	<u>\$ 24,109,267</u>	<u>\$ 3,457,833</u>	<u>\$ 4,825,100</u>	<u>\$ 94,545,327</u>	<u>\$ 35,790,555</u>	<u>\$ 36,147,823</u>	<u>\$ 1,295,969</u>	<u>\$ 167,779,674</u>

**City of Cedar Rapids, Iowa**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2023**

	Special Revenue Funds						
	Community Development Block Grants	H.O.M.E.	Hotel-Motel Tax	Local Option Sales Tax	Tax Incremental Financing	Road Use Tax	Growth Reinvestment
<b>Revenues:</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 19,723,453	\$ -	\$ -
Hotel-Motel taxes	-	-	4,620,039	-	-	-	-
Local option sales tax	-	-	-	26,151,254	-	-	-
Intergovernmental	805,400	290,063	-	-	5,658	19,167,188	14,997,105
Charges for services	-	-	-	-	-	-	-
Use of money and property	-	1,208	-	243,403	16,321	197,790	-
Miscellaneous	26,128	14,126	-	-	7,493	-	-
<b>Total revenues</b>	<b>831,528</b>	<b>305,397</b>	<b>4,620,039</b>	<b>26,394,657</b>	<b>19,752,925</b>	<b>19,364,978</b>	<b>14,997,105</b>
<b>Expenditures:</b>							
<b>Current:</b>							
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Community and economic development	834,933	304,189	1,782,639	-	7,703,997	-	-
General government	-	-	-	-	-	-	-
<b>Debt service:</b>							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>834,933</b>	<b>304,189</b>	<b>1,782,639</b>	<b>-</b>	<b>7,703,997</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(3,405)</b>	<b>1,208</b>	<b>2,837,400</b>	<b>26,394,657</b>	<b>12,048,928</b>	<b>19,364,978</b>	<b>14,997,105</b>
<b>Other Financing Sources (Uses):</b>							
Long-term debt issued	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-
Proceeds from sale of capital assets	40	-	-	-	-	-	-
Transfers in	36,036	-	-	20,200	-	-	-
Transfers (out)	-	(36,036)	(1,157,728)	(28,498,687)	(14,009,241)	(16,651,420)	(21,879,977)
<b>Total other financing sources (uses)</b>	<b>36,076</b>	<b>(36,036)</b>	<b>(1,157,728)</b>	<b>(28,478,487)</b>	<b>(14,009,241)</b>	<b>(16,651,420)</b>	<b>(21,879,977)</b>
<b>Net change in fund balances</b>	<b>32,671</b>	<b>(34,828)</b>	<b>1,679,672</b>	<b>(2,083,830)</b>	<b>(1,960,313)</b>	<b>2,713,558</b>	<b>(6,882,872)</b>
Fund balances (deficits) - July 1, 2022	(32,671)	34,828	2,058,271	15,833,460	(4,297,242)	14,872,527	6,882,872
Fund balances (deficits) - June 30, 2023	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,737,943</b>	<b>\$ 13,749,630</b>	<b>\$ (6,257,555)</b>	<b>\$ 17,586,085</b>	<b>\$ -</b>

Leased Housing	SSMID	Employee Benefits	Fire Retirement	Police Retirement	Total	Debt Service	Capital Projects		Total Nonmajor Governmental Funds
						Debt Service	Other Construction	2008 Flood	
\$ -	\$ 503,698	\$ 17,715,734	\$ 2,398,329	\$ 4,083,642	\$ 44,424,856	\$ 26,533,703	\$ -	\$ -	\$ 70,958,559
-	-	-	-	-	4,620,039	-	-	-	4,620,039
-	-	-	-	-	26,151,254	-	-	-	26,151,254
7,917,138	80,200	536,378	72,614	123,640	43,995,384	803,341	2,755,860	-	47,554,585
183,414	-	-	-	-	183,414	-	41,967	-	225,381
32,126	1,652	-	43	455	492,998	2,029,238	20,525	1,934	2,544,695
-	63,000	-	-	-	110,747	-	1,242,809	215	1,353,771
<u>8,132,678</u>	<u>648,550</u>	<u>18,252,112</u>	<u>2,470,986</u>	<u>4,207,737</u>	<u>119,978,692</u>	<u>29,366,282</u>	<u>4,061,161</u>	<u>2,149</u>	<u>153,408,284</u>
-	-	-	349,808	274,464	624,272	-	31,671	-	655,943
-	-	-	-	-	-	-	1,235,136	-	1,235,136
-	-	-	-	-	-	-	660,811	-	660,811
7,949,943	1,159,400	-	-	-	19,735,101	-	2,389,003	136	22,124,240
-	-	17,618	-	-	17,618	-	1,066,703	-	1,084,321
-	-	-	-	-	-	19,284,839	-	-	19,284,839
-	-	-	-	-	-	8,916,619	-	-	8,916,619
-	-	-	-	-	-	386,576	-	-	386,576
-	-	-	-	-	-	-	15,590,354	-	15,590,354
<u>7,949,943</u>	<u>1,159,400</u>	<u>17,618</u>	<u>349,808</u>	<u>274,464</u>	<u>20,376,991</u>	<u>28,588,034</u>	<u>20,973,678</u>	<u>136</u>	<u>69,938,839</u>
<u>182,735</u>	<u>(510,850)</u>	<u>18,234,494</u>	<u>2,121,178</u>	<u>3,933,273</u>	<u>99,601,701</u>	<u>778,248</u>	<u>(16,912,517)</u>	<u>2,013</u>	<u>83,469,445</u>
-	-	-	-	-	-	-	7,610,500	-	7,610,500
-	-	-	-	-	-	399,745	-	-	399,745
-	-	-	-	-	40	-	-	-	40
-	553,529	-	-	-	609,765	3,115,178	12,149,653	-	15,874,596
-	-	(18,291,690)	(2,125,103)	(3,966,947)	(106,616,829)	(2,268,657)	(1,601,093)	(114,698)	(110,601,277)
-	553,529	(18,291,690)	(2,125,103)	(3,966,947)	(106,007,024)	1,246,266	18,159,060	(114,698)	(86,716,396)
182,735	42,679	(57,196)	(3,925)	(33,674)	(6,405,323)	2,024,514	1,246,543	(112,685)	(3,246,951)
1,294,019	117,345	4,717,869	110,813	658,546	42,250,637	4,594,169	29,350,136	1,408,654	77,603,596
<u>\$ 1,476,754</u>	<u>\$ 160,024</u>	<u>\$ 4,660,673</u>	<u>\$ 106,888</u>	<u>\$ 624,872</u>	<u>\$ 35,845,314</u>	<u>\$ 6,618,683</u>	<u>\$ 30,596,679</u>	<u>\$ 1,295,969</u>	<u>\$ 74,356,645</u>

**City of Cedar Rapids, Iowa**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**June 30, 2023**

	Business-type Activities - Other Enterprise Funds			
	Transit System	Parking System	Solid Waste Management	Golf
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 16,088,623	\$ 1,203,341	\$ 14,042,498	\$ 2,018,685
Receivables:				
Taxes	5,772,444	-	-	-
Accounts and unbilled usage, net				
\$270,831 of allowance for doubtful accounts	98,222	22,672	1,994,716	35,766
Leases	804,552	-	-	-
Due from other governments	48,209	-	3	-
Inventories	-	-	-	105,712
Prepaid items	-	-	5,441	29,830
Other assets	-	-	-	-
Total current assets	<u>22,812,050</u>	<u>1,226,013</u>	<u>16,042,658</u>	<u>2,189,993</u>
Noncurrent assets:				
Restricted cash and investments	99,037	6,929,612	-	554,956
Land	2,445,367	5,910,325	27,229	602,704
Buildings and structures	8,824,993	40,173,018	214,837	4,207,903
Improvements other than buildings	3,179,167	4,479,910	-	6,551,595
Machinery and equipment	13,339,514	1,489,075	675,842	294,405
Right-to-use leased buildings and structures	-	-	43,067	-
Right-to-use leased equipment	-	-	-	571,646
IT subscriptions	-	-	-	-
Accumulated depreciation and amortization	(17,039,892)	(26,855,775)	(912,369)	(4,986,861)
Construction in progress	3,431,051	741,284	-	270,834
Total noncurrent assets	<u>14,279,237</u>	<u>32,867,449</u>	<u>48,606</u>	<u>8,067,182</u>
Total assets	<u>37,091,287</u>	<u>34,093,462</u>	<u>16,091,264</u>	<u>10,257,175</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related deferred outflows	409,059	11,677	336,405	106,210
Total deferred outflows of resources	<u>409,059</u>	<u>11,677</u>	<u>336,405</u>	<u>106,210</u>
<b>LIABILITIES</b>				
Current liabilities:				
Vouchers payable	905,254	78,179	1,222,396	180,467
Contracts payable	154,801	2,778	98	-
Accrued expenses	152,845	4,296	124,138	46,379
Compensated absences	228,375	5,562	205,092	78,793
Revenues collected in advance	-	-	2,250	3,356
Due to other governments	-	-	-	21,196
Security deposits	1,000	-	-	1,375
General obligation bonds payable, net	6,247	352,200	-	38,223
Lease agreements	-	-	14,929	100,311
IT subscriptions	-	-	-	-
Matured bonds interest payable	653	29,406	-	2,678
Total current liabilities	<u>1,449,175</u>	<u>472,421</u>	<u>1,568,903</u>	<u>472,778</u>
Noncurrent liabilities:				
Advance from other funds	-	-	-	272,111
General obligation bonds payable, net	182,748	7,806,510	-	871,955
Lease agreements	-	-	7,847	285,925
IT subscriptions	-	-	-	-
Net pension liability	1,548,497	44,203	1,273,462	402,059
Total noncurrent liabilities	<u>1,731,245</u>	<u>7,850,713</u>	<u>1,281,309</u>	<u>1,832,050</u>
Total liabilities	<u>3,180,420</u>	<u>8,323,134</u>	<u>2,850,212</u>	<u>2,304,828</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Lease related deferred inflows	782,093	-	-	-
Pension related deferred inflows	271,902	7,762	223,608	70,598
Deferred gain on refunding	-	-	-	109
Unavailable revenue - property taxes	5,743,451	-	-	-
Total deferred inflows of resources	<u>6,797,446</u>	<u>7,762</u>	<u>223,608</u>	<u>70,707</u>
<b>NET POSITION</b>				
Net investment in capital assets	13,935,441	24,705,961	25,732	6,770,659
Unrestricted (deficit)	13,587,039	1,068,282	13,328,117	1,217,191
Total net position	<u>\$ 27,522,480</u>	<u>\$ 25,774,243</u>	<u>\$ 13,353,849</u>	<u>\$ 7,987,850</u>

Storm Sewer	Paramount Theatre	Ice Arena	Total
\$ 8,258,210	5,226,967	\$ 3,976,167	\$ 50,814,491
-	-	-	5,772,444
992,554	75,852	27,799	3,247,581
-	-	-	804,552
-	-	-	48,212
765	-	1,200	105,712
-	69,256	40,635	37,236
9,251,529	5,372,075	4,045,801	109,891
-	177,388	-	60,940,119
-	655,993	-	7,760,993
-	42,489,032	18,306,915	9,641,618
-	-	969,714	114,216,698
355,868	34,104	862,827	15,180,386
-	-	-	17,051,635
-	-	-	43,067
-	-	-	571,646
-	-	68,336	68,336
(247,224)	(14,974,056)	(8,978,531)	(73,994,708)
-	322,766	32,367	4,798,302
108,644	28,705,227	11,261,628	95,337,973
9,360,173	34,077,302	15,307,429	156,278,092
58,110	-	-	921,461
58,110	-	-	921,461
64,870	41,281	112,548	2,604,995
-	475	-	158,152
26,782	62,966	373,234	790,640
27,965	-	-	545,787
-	820,569	54,509	880,684
-	-	-	21,196
-	-	-	2,375
-	15,439	-	412,109
-	-	-	115,240
-	-	16,688	16,688
-	1,239	-	33,976
119,617	941,969	556,979	5,581,842
-	-	2,473,859	2,745,970
-	407,692	-	9,268,905
-	-	-	293,772
-	-	35,684	35,684
219,977	-	-	3,488,198
219,977	407,692	2,509,543	15,832,529
339,594	1,349,661	3,066,522	21,414,371
-	-	-	782,093
38,626	-	-	612,496
-	-	-	109
-	-	-	5,743,451
38,626	-	-	7,138,149
108,644	28,281,621	11,209,256	85,037,314
8,931,419	4,446,020	1,031,651	43,609,719
\$ 9,040,063	\$ 32,727,641	\$ 12,240,907	\$ 128,647,033

**City of Cedar Rapids, Iowa**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2023**

	Business-type Activities - Other Enterprise Funds			
	Transit System	Parking System	Solid Waste Management	Golf
Operating revenues:				
Charges for services	\$ 412,424	\$ -	\$ 12,164,325	\$ 2,504,367
Use of money and property	25,660	-	8,282	-
Rents and royalties	79,568	-	-	1,150,825
Miscellaneous	1,793	530,528	74,970	222,166
Total operating revenues	<u>519,445</u>	<u>530,528</u>	<u>12,247,577</u>	<u>3,877,358</u>
Operating expenses:				
Personal services	4,816,892	139,165	4,041,377	1,142,152
Purchased services	2,639,074	-	6,729,978	950,320
Supplies and materials	929,031	-	1,121,620	662,741
Other	1,384,627	-	77,177	68,391
Depreciation and amortization	792,046	1,042,986	14,356	335,585
Total operating expenses	<u>10,561,670</u>	<u>1,182,151</u>	<u>11,984,508</u>	<u>3,159,189</u>
Operating income (loss)	<u>(10,042,225)</u>	<u>(651,623)</u>	<u>263,069</u>	<u>718,169</u>
Nonoperating revenues (expenses):				
Intergovernmental	5,498,213	-	-	-
Investment earnings	259,086	20,078	234,659	31,462
Property tax revenue	5,746,412	-	-	-
Gain (loss) on sale of capital assets	(200,006)	-	21,468	7,736
Bond issuance costs	(937)	(107,255)	-	(1,840)
Interest and amortization expense	(2,324)	(88,326)	(1,164)	(47,536)
Total nonoperating revenue (expenses)	<u>11,300,444</u>	<u>(175,503)</u>	<u>254,963</u>	<u>(10,178)</u>
Income (loss) before transfers and capital contributions	1,258,219	(827,126)	518,032	707,991
Capital contributions	1,326,751	-	-	278,517
Transfers in	3,957	236,223	-	124,094
Transfers out	-	(501,417)	(51,848)	-
Change in net position	<u>2,588,927</u>	<u>(1,092,320)</u>	<u>466,184</u>	<u>1,110,602</u>
Total net position, beginning	<u>24,933,553</u>	<u>26,866,563</u>	<u>12,887,665</u>	<u>6,877,248</u>
Total net position, ending	<u>\$ 27,522,480</u>	<u>\$ 25,774,243</u>	<u>\$ 13,353,849</u>	<u>\$ 7,987,850</u>

<u>Storm Sewer</u>	<u>Paramount Theatre</u>	<u>Ice Arena</u>	<u>Total</u>
\$ 8,451,794	\$ 2,912,299	\$ 1,546,452	\$ 27,991,661
-	-	-	33,942
-	-	-	1,230,393
27,414	-	152,508	1,009,379
<u>8,479,208</u>	<u>2,912,299</u>	<u>1,698,960</u>	<u>30,265,375</u>
676,956	-	-	10,816,542
523,604	1,884,721	1,698,886	14,426,583
156,474	1,605,924	209,240	4,685,030
16,956	-	-	1,547,151
34,817	853,720	850,958	3,924,468
<u>1,408,807</u>	<u>4,344,365</u>	<u>2,759,084</u>	<u>35,399,774</u>
<u>7,070,401</u>	<u>(1,432,066)</u>	<u>(1,060,124)</u>	<u>(5,134,399)</u>
-	829,157	-	6,327,370
134,158	40,487	52,543	772,473
-	-	-	5,746,412
-	-	-	(170,802)
-	-	-	(110,032)
-	(14,650)	(82,511)	(236,511)
<u>134,158</u>	<u>854,994</u>	<u>(29,968)</u>	<u>12,328,910</u>
7,204,559	(577,072)	(1,090,092)	7,194,511
-	-	-	1,605,268
-	31,869	522,500	918,643
(6,701,728)	-	(82,790)	(7,337,783)
<u>502,831</u>	<u>(545,203)</u>	<u>(650,382)</u>	<u>2,380,639</u>
<u>8,537,232</u>	<u>33,272,844</u>	<u>12,891,289</u>	<u>126,266,394</u>
<u>\$ 9,040,063</u>	<u>\$ 32,727,641</u>	<u>\$ 12,240,907</u>	<u>\$ 128,647,033</u>

**City of Cedar Rapids, Iowa**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2023**

	Business-type Activities -			
	Transit System	Parking System	Solid Waste Management	Golf
Cash flows from operating activities:				
Cash received from users	\$ 420,576	\$ 529,070	\$ 12,321,584	\$ 3,887,920
Cash paid to employees	(4,841,856)	(148,690)	(4,389,188)	(1,209,869)
Cash paid to suppliers	(5,310,716)	67,055	(7,495,296)	(1,663,294)
Net cash flows provided by (used in) operating activities	<u>(9,731,996)</u>	<u>447,435</u>	<u>437,100</u>	<u>1,014,757</u>
Cash flows from non-capital financing activities:				
Loans to other funds	-	-	-	(267,606)
Intergovernmental	5,566,927	-	-	-
Transfers in	3,957	236,223	-	124,094
Transfers out	-	(501,417)	(51,848)	-
Property taxes	5,750,239	-	-	-
Net cash flows provided by (used in) non-capital financing activities	<u>11,321,123</u>	<u>(265,194)</u>	<u>(51,848)</u>	<u>(143,512)</u>
Cash flows from capital and related financing activities:				
Purchase of capital assets	(3,519,755)	(119,453)	-	(56,398)
Proceeds from sale of capital assets	4,794	-	21,468	7,736
Capital contributions	1,326,751	-	-	-
Lease agreements	-	-	(13,759)	(96,901)
IT subscriptions	-	-	-	-
General obligation bonds issued	127,532	6,045,000	-	250,509
Premium on bonds	13,405	70,438	-	26,330
Principal paid	(1,968)	(157,200)	-	(68,476)
Issuance costs paid	(937)	(107,255)	-	(1,840)
Interest paid	(1,990)	(67,770)	(1,164)	(52,513)
Net cash flows provided by (used in) capital financing activities	<u>(2,052,168)</u>	<u>5,663,760</u>	<u>6,545</u>	<u>8,447</u>
Cash flows from investing activities:				
Interest on investments	259,086	20,078	234,659	31,462
Purchase of investments	(208,517)	(37,130)	(707,208)	(284,940)
Sale of investments	461,589	34,455	393,980	47,977
Net cash flows provided by (used in) investing activities	<u>512,158</u>	<u>17,403</u>	<u>(78,569)</u>	<u>(205,501)</u>
Net increase (decrease) in cash and cash equivalents	49,117	5,863,404	313,228	674,191
Cash and cash equivalents, July 1, 2022	53,249	1,068,884	-	330,539
Cash and cash equivalents, June 30, 2023	<u>\$ 102,366</u>	<u>\$ 6,932,288</u>	<u>\$ 313,228</u>	<u>\$ 1,004,730</u>
Reconciliation of operating income (loss) to net cash flows provided by (used in) operating activities				
Operating income (loss)	\$ (10,042,225)	\$ (651,623)	\$ 263,069	\$ 718,169
Adjustments to reconcile operating income (loss) to net cash flows provided by (used in) operating activities:				
Depreciation and amortization expense	792,046	1,042,986	14,356	335,585
Change in assets and liabilities:				
(Increase) decrease in prepaid items	-	-	14,929	21,056
Increase (decrease) in vouchers payable	(19,682)	67,055	418,550	8,705
Increase (decrease) in accrued expenses	11,252	476	20,492	(21,427)
Increase (decrease) in compensated absences	12,557	1,553	3,747	(9,502)
(Increase) decrease in accounts receivable	(88,217)	(1,458)	71,760	(4,937)
Decrease in lease receivable	37,724	-	-	-
(Increase) decrease in other assets	-	-	-	-
Decrease in inventories	-	-	-	(11,603)
Increase (decrease) in due to other governments	-	-	(3)	11,768
Increase (decrease) in revenues collected in advance	(5,282)	-	2,250	2,356
Increase in security deposits	-	-	-	1,375
(Increase) decrease in pension deferred outflows	15,710	603	26,674	(10,689)
(Decrease) in lease deferred inflows	(48,376)	-	-	-
(Decrease) in pension deferred inflows	(1,889,661)	(54,731)	(1,624,029)	(415,489)
Increase in net pension liability	1,492,158	42,574	1,225,305	389,390
Net cash flows provided by (used in) operating activities	<u>\$ (9,731,996)</u>	<u>\$ 447,435</u>	<u>\$ 437,100</u>	<u>\$ 1,014,757</u>
Reconciliation of cash and cash equivalents to specific assets on the combined statement of net position:				
Cash and investments	\$ 16,187,660	\$ 8,132,953	\$ 14,042,498	\$ 2,573,641
Less items not meeting the definition of cash equivalents	(16,085,294)	(1,200,665)	(13,729,270)	(1,568,911)
Cash and cash equivalents at end of the year	<u>\$ 102,366</u>	<u>\$ 6,932,288</u>	<u>\$ 313,228</u>	<u>\$ 1,004,730</u>
Schedule of noncash investing and capital and related financing activities:				
Acquisition of capital assets through contracts payable	<u>\$ 136,030</u>	<u>\$ (26,074)</u>	<u>\$ -</u>	<u>\$ -</u>
Acquisition of capital assets through private contributions	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 278,517</u>
Acquisition of capital assets through leases	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,711</u>
Change in fair market value on investments	<u>\$ 90,300</u>	<u>\$ 6,740</u>	<u>\$ 77,074</u>	<u>\$ 9,386</u>



Storm Sewer	Paramount Theatre	Ice Arena	Total
\$ 8,427,822	\$ 2,127,553	\$ 1,690,074	\$ 29,404,599
(747,479)	-	-	(11,337,082)
(662,052)	(3,517,867)	(1,680,219)	(20,262,389)
<u>7,018,291</u>	<u>(1,390,314)</u>	<u>9,855</u>	<u>(2,194,872)</u>
-	-	(173,092)	(440,698)
-	829,157	-	6,396,084
-	31,869	522,500	918,643
(6,701,728)	-	(82,790)	(7,337,783)
-	-	-	5,750,239
<u>(6,701,728)</u>	<u>861,026</u>	<u>266,618</u>	<u>5,286,485</u>
-	(66,008)	(36,941)	(3,798,555)
-	-	-	33,998
-	-	-	1,326,751
-	-	-	(110,660)
-	-	(15,964)	(15,964)
-	-	-	6,423,041
-	-	-	110,173
-	(16,517)	-	(244,161)
-	-	-	(110,032)
-	(15,352)	(82,511)	(221,300)
<u>-</u>	<u>(97,877)</u>	<u>(135,416)</u>	<u>3,393,291</u>
134,158	40,487	52,543	772,473
(455,914)	(10,286)	(238,894)	(1,942,889)
<u>230,503</u>	<u>79,819</u>	<u>108,098</u>	<u>1,356,421</u>
(91,253)	110,020	(78,253)	186,005
225,310	(517,145)	62,804	6,670,909
400	3,139,994	146,409	4,739,475
<u>\$ 225,710</u>	<u>\$ 2,622,849</u>	<u>\$ 209,213</u>	<u>\$ 11,410,384</u>
\$ 7,070,401	\$ (1,432,066)	\$ (1,060,124)	\$ (5,134,399)
34,817	853,720	850,958	3,924,468
(765)	-	(1,200)	34,020
35,747	7,289	44,340	562,004
4,511	(34,511)	184,767	165,560
2,275	-	-	10,630
(51,386)	(25,435)	(11,685)	(111,358)
-	-	-	37,724
-	(11,009)	7,515	(3,494)
-	-	-	(11,603)
-	-	-	11,765
-	(748,302)	(4,716)	(753,694)
-	-	-	1,375
7,697	-	-	39,995
-	-	-	(48,376)
(296,255)	-	-	(4,280,165)
211,249	-	-	3,360,676
<u>\$ 7,018,291</u>	<u>\$ (1,390,314)</u>	<u>\$ 9,855</u>	<u>\$ (2,194,872)</u>
\$ 8,258,210	\$ 5,404,355	\$ 3,976,167	\$ 58,575,484
(8,032,500)	(2,781,506)	(3,766,954)	(47,165,100)
<u>\$ 225,710</u>	<u>\$ 2,622,849</u>	<u>\$ 209,213</u>	<u>\$ 11,410,384</u>
<u>\$ -</u>	<u>\$ 9,605</u>	<u>\$ (65,217)</u>	<u>\$ 54,344</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 278,517</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,711</u>
<u>\$ 45,093</u>	<u>\$ 15,615</u>	<u>\$ 21,147</u>	<u>\$ 265,355</u>

**City of Cedar Rapids, Iowa**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2023**

	Facilities Maintenance	Fleet Services	Joint Communications	Risk Management	Total
<b>ASSETS</b>					
<b>Current assets:</b>					
Cash and investments	\$ 4,705,550	\$ 6,297,330	\$ 3,107,970	\$ 35,644,291	\$ 49,755,141
Receivables:					
Accounts and unbilled usage, net					
\$81,505 of allowance for doubtful accounts	644,944	3,052,321	361,832	655,070	4,714,167
Interest	-	-	-	119	119
Leases	125,135	-	-	-	125,135
Due from other funds	-	-	-	14,999,352	14,999,352
Due from other governments	-	114,248	6	-	114,254
Inventories	-	609,101	-	-	609,101
Prepaid items	8,000	15,508	39,082	2,273,992	2,336,582
Total current assets	<u>5,483,629</u>	<u>10,088,508</u>	<u>3,508,890</u>	<u>53,572,824</u>	<u>72,653,851</u>
<b>Noncurrent assets:</b>					
Advance to other funds	-	-	-	2,473,859	2,473,859
Land	1,016,663	-	-	-	1,016,663
Buildings and structures	6,250,109	-	20,706	-	6,270,815
Improvements other than buildings	2,084,996	33,575	-	-	2,118,571
Machinery and equipment	66,846	61,205,840	15,563,926	-	76,836,612
Right-to-use leased buildings and structures	83,055	-	71,583	-	154,638
Right-to-use leased equipment	-	53,219	-	-	53,219
Accumulated depreciation and amortization	(7,309,853)	(37,475,659)	(8,692,405)	-	(53,477,917)
Construction in progress	-	1,563,293	-	-	1,563,293
Total noncurrent assets	<u>2,191,816</u>	<u>25,380,268</u>	<u>6,963,810</u>	<u>2,473,859</u>	<u>37,009,753</u>
Total assets	<u>7,675,445</u>	<u>35,468,776</u>	<u>10,472,700</u>	<u>56,046,683</u>	<u>109,663,604</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pension related deferred outflows	178,257	276,160	223,996	-	678,413
OPEB related deferred outflows	-	-	-	3,561,371	3,561,371
Total deferred outflows of resources	<u>178,257</u>	<u>276,160</u>	<u>223,996</u>	<u>3,561,371</u>	<u>4,239,784</u>
<b>LIABILITIES</b>					
<b>Current liabilities:</b>					
Vouchers payable	292,540	2,172,932	105,147	967,799	3,538,418
Contracts payable	-	-	-	-	-
Claims and judgments payable	-	-	-	2,011,043	2,011,043
Accrued expenses	69,170	97,792	88,127	4,368	259,457
Revenues collected in advance	-	-	-	24,373	24,373
Compensated absences	82,219	173,366	96,662	-	352,247
Lease agreements	7,037	8,679	-	-	15,716
Total current liabilities	<u>450,966</u>	<u>2,452,769</u>	<u>289,936</u>	<u>3,007,583</u>	<u>6,201,254</u>
<b>Noncurrent liabilities:</b>					
Claims and judgments payable	-	-	-	7,115,446	7,115,446
Lease agreements	70,931	28,169	-	-	99,100
Total OPEB liabilities	-	-	-	16,011,416	16,011,416
Net pension liability	674,795	1,045,404	847,939	-	2,568,138
Total noncurrent liabilities	<u>745,726</u>	<u>1,073,573</u>	<u>847,939</u>	<u>23,126,862</u>	<u>25,794,100</u>
Total liabilities	<u>1,196,692</u>	<u>3,526,342</u>	<u>1,137,875</u>	<u>26,134,445</u>	<u>31,995,354</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Lease related deferred inflows	123,092	-	-	-	123,092
Pension related deferred inflows	118,488	183,563	148,890	-	450,941
OPEB related deferred inflows	-	-	-	3,808,671	3,808,671
Total deferred inflows of resources	<u>241,580</u>	<u>183,563</u>	<u>148,890</u>	<u>3,808,671</u>	<u>4,382,704</u>
<b>NET POSITION</b>					
Investment in capital assets	2,113,848	25,343,420	6,963,810	-	34,421,078
Unrestricted	4,301,582	6,691,611	2,446,121	29,664,938	43,104,252
	<u>\$ 6,415,430</u>	<u>\$ 32,035,031</u>	<u>\$ 9,409,931</u>	<u>\$ 29,664,938</u>	<u>\$ 77,525,330</u>

**City of Cedar Rapids, Iowa**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended June 30, 2023**

	Facilities Maintenance	Fleet Services	Joint Communications	Risk Management	Total
Operating revenues:					
Charges for services	\$ 1,354,768	\$ 17,927,130	\$ 3,559,485	\$ 32,658,910	\$ 55,500,293
Use of money and property	5,297	-	-	-	5,297
Rents and royalties	3,885,766	-	-	-	3,885,766
Miscellaneous	6,276	301,637	-	2,886,251	3,194,164
Total operating revenues	<u>5,252,107</u>	<u>18,228,767</u>	<u>3,559,485</u>	<u>35,545,161</u>	<u>62,585,520</u>
Operating expenses:					
Personal services	1,982,128	3,103,800	2,397,079	139,768	7,622,775
Purchased services	2,803,701	2,290,661	1,094,841	35,302,321	41,491,524
Supplies and materials	412,723	6,321,511	16,168	21,998	6,772,400
Other	9,996	33,050	19,189	268,612	330,847
Depreciation and amortization	115,425	5,226,024	1,037,590	-	6,379,039
Total operating expenses	<u>5,323,973</u>	<u>16,975,046</u>	<u>4,564,867</u>	<u>35,732,699</u>	<u>62,596,585</u>
Operating income (loss)	<u>(71,866)</u>	<u>1,253,721</u>	<u>(1,005,382)</u>	<u>(187,538)</u>	<u>(11,065)</u>
Nonoperating revenues (expenses):					
Investment earnings	77,202	109,668	60,856	80,068	327,794
Gain (Loss) on sale of capital assets	2,725	348,472	-	-	351,197
Interest and amortization expense	(2,564)	(1,654)	(1,154)	-	(5,372)
Total nonoperating revenue (expenses)	<u>77,363</u>	<u>456,486</u>	<u>59,702</u>	<u>80,068</u>	<u>673,619</u>
Income (loss) before transfers and capital contributions	5,497	1,710,207	(945,680)	(107,470)	662,554
Transfers in	549,604	42,026	-	1,115,500	1,707,130
Transfers out	(42,026)	-	(1,000,000)	(1,145,754)	(2,187,780)
Change in net position	513,075	1,752,233	(1,945,680)	(137,724)	181,904
Total net position, beginning	5,902,355	30,282,798	11,355,611	29,802,662	77,343,426
Total net position, ending	<u>\$ 6,415,430</u>	<u>\$ 32,035,031</u>	<u>\$ 9,409,931</u>	<u>\$ 29,664,938</u>	<u>\$ 77,525,330</u>

**City of Cedar Rapids, Iowa**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended June 30, 2023**

	Facilities Maintenance	Fleet Services	Joint Communications	Risk Management	Total
<b>Cash flows from operating activities:</b>					
Cash received from users	\$ 5,013,128	\$ 18,117,943	\$ 3,240,862	\$ 34,894,352	\$ 61,266,285
Cash paid to employees	(2,095,585)	(3,372,142)	(2,585,815)	678,925	(7,374,617)
Cash paid to suppliers	(3,205,025)	(8,061,968)	(1,102,902)	(37,537,806)	(49,907,701)
Net cash flows provided by (used in) operating activities	<u>(287,482)</u>	<u>6,683,833</u>	<u>(447,855)</u>	<u>(1,964,529)</u>	<u>3,983,967</u>
<b>Cash flows from non-capital financing activities:</b>					
Borrowing from other funds	-	-	-	17,520,351	17,520,351
Transfers in	549,604	42,026	-	1,115,500	1,707,130
Transfers out	(42,026)	-	(1,000,000)	(1,145,754)	(2,187,780)
Net cash flows provided by (used in) non-capital financing activities	<u>507,578</u>	<u>42,026</u>	<u>(1,000,000)</u>	<u>17,490,097</u>	<u>17,039,701</u>
<b>Cash flows from capital and related financing activities:</b>					
Purchase of capital assets	(13,130)	(7,781,000)	(602,119)	-	(8,396,249)
Proceeds from sale of capital assets	2,725	612,000	-	-	614,725
Lease agreements	(5,087)	(8,346)	(28,846)	-	(42,279)
Interest paid	(2,564)	(1,654)	(1,154)	-	(5,372)
Net cash flows (used in) capital financing activities	<u>(18,056)</u>	<u>(7,179,000)</u>	<u>(632,119)</u>	<u>-</u>	<u>(7,829,175)</u>
<b>Cash flows from investing activities:</b>					
Interest on investments	77,202	109,668	60,856	80,088	327,814
Purchase of investments	(270,646)	-	-	(8,603,427)	(8,874,073)
Sale of investments	131,025	342,973	2,019,118	798,239	3,291,355
Net cash flows provided by (used in) investing activities	<u>(62,419)</u>	<u>452,641</u>	<u>2,079,974</u>	<u>(7,725,100)</u>	<u>(5,254,904)</u>
Net increase (decrease) in cash and cash equivalents	139,621	(500)	-	7,800,468	7,939,589
Cash and cash equivalents, July 1, 2022	-	510	-	27,064	27,574
Cash and cash equivalents, June 30, 2023	<u>\$ 139,621</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ 7,827,532</u>	<u>\$ 7,967,163</u>
<b>Reconciliation of operating income (loss) to net cash flows provided by (used in) operating activities</b>					
Operating income (loss)	\$ (71,866)	\$ 1,253,721	\$ (1,005,382)	\$ (187,538)	\$ (11,065)
<b>Adjustments to reconcile operating income (loss) to net cash flows provided by (used in) operating activities</b>					
Depreciation and amortization expense	115,425	5,226,024	1,037,590	-	6,379,039
Change in assets and liabilities:					
(Increase) in prepaid items	-	(157)	(27,933)	(470,200)	(498,290)
Increase in vouchers payable	21,395	568,186	55,229	559,852	1,204,662
Increase (decrease) in accrued expenses	17,676	6,970	8,063	(4,067)	28,642
Increase (decrease) in compensated absences	11,864	20,083	(1,066)	-	30,881
(Increase) in accounts receivable	(236,936)	(63,238)	(318,617)	(636,437)	(1,255,228)
(Increase) in lease receivable	(125,135)	-	-	-	(125,135)
Decrease in inventories	-	15,225	-	-	15,225
(Increase) in due from other governments	-	(47,586)	(6)	-	(47,592)
(Decrease) in revenues collected in advance	-	-	-	(14,372)	(14,372)
Decrease in pension deferred outflows	1,308	19,522	5,444	-	26,274
(Decrease) in pension deferred inflows	(795,284)	(1,321,104)	(1,018,685)	-	(3,135,073)
Increase in net pension liability	650,979	1,006,187	817,508	-	2,474,674
Decrease in OPEB deferred outflows	-	-	-	1,040,140	1,040,140
Increase in lease deferred inflows	123,092	-	-	-	123,092
Increase in OPEB deferred inflows	-	-	-	450,638	450,638
(Decrease) in post-employment liability	-	-	-	(668,018)	(668,018)
(Decrease) in open claims payable	-	-	-	(2,034,527)	(2,034,527)
Net cash flows provided by (used in) operating activities	<u>\$ (287,482)</u>	<u>\$ 6,683,833</u>	<u>\$ (447,855)</u>	<u>\$ (1,964,529)</u>	<u>\$ 3,983,967</u>
<b>Reconciliation of cash and cash equivalents to specific assets on the combined statement of net position:</b>					
Cash and investments	\$ 4,705,550	\$ 6,297,330	\$ 3,107,970	\$ 35,644,291	\$ 49,755,141
Less items not meeting the definition of cash equivalents	(4,565,929)	(6,297,320)	(3,107,970)	(27,816,759)	(41,787,978)
Cash and cash equivalents at end of the year	<u>\$ 139,621</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ 7,827,532</u>	<u>\$ 7,967,163</u>
<b>Schedule of noncash investing and capital and related financing activities:</b>					
Acquisition of capital assets through contracts payable	\$ (2,931)	\$ -	\$ -	\$ -	\$ (2,931)
Acquisition of capital assets through leases	\$ 83,055	\$ -	\$ -	\$ -	\$ 83,055
Change in fair market value on investments	\$ 25,632	\$ 35,352	\$ 17,448	\$ 156,159	\$ 234,591

**City of Cedar Rapids, Iowa**  
**Statements of Revenues, Expenses, and Changes in Fund Net Position**  
**Discretely Presented Component Units**  
**For the Year Ended June 30, 2023**

	<u>Airport</u>	<u>Cedar Rapids/ Linn County Solid Waste Agency</u>
Operating revenues:		
Charges for services	\$ 5,191,661	\$ 8,549,391
Licenses and permits	45,168	-
Use of money and property	257,696	119,903
Rents and royalties	16,581,684	-
Miscellaneous	84,360	1,961,713
Total operating revenues	<u>22,160,569</u>	<u>10,631,007</u>
Operating expenses:		
Personal services	4,929,559	3,630,094
Purchased services	6,715,677	2,447,673
Supplies and materials	2,115,472	1,530,775
Closure and post closure care	-	3,865,347
Other	124,614	197,715
Depreciation and amortization	<u>13,332,740</u>	<u>3,341,270</u>
Total operating expenses	<u>27,218,062</u>	<u>15,012,874</u>
Operating (loss)	<u>(5,057,493)</u>	<u>(4,381,867)</u>
Nonoperating revenues:		
Intergovernmental	12,248,546	132,906
Investment earnings	825,453	1,001,651
Gain on sale of assets	22,035	4,654
Interest	-	(13)
Total nonoperating revenue	<u>13,096,034</u>	<u>1,139,198</u>
Capital contributions	<u>23,242,198</u>	<u>-</u>
Change in net position	31,280,739	(3,242,669)
Total net position, beginning	256,604,595	59,678,836
Total net position, ending	<u>\$ 287,885,334</u>	<u>\$ 56,436,167</u>

**City of Cedar Rapids, Iowa**  
**Statements of Cash Flows**  
**Discretely Presented Component Units**  
**For the Year Ended June 30, 2023**

	Airport	Cedar Rapids/ Linn County Solid Waste Agency
Cash flows from operating activities:		
Cash received from users	\$ 22,969,435	\$ 11,120,700
Cash paid to employees	(5,227,951)	(3,937,208)
Cash paid to suppliers	(7,509,664)	(4,798,683)
Net cash flows provided by operating activities	10,231,820	2,384,809
Cash flows from non-capital financing activities:		
Borrowing from other funds	15,411,784	-
Loans to other funds	(5,935,184)	-
Intergovernmental	279,976	132,906
Net cash flows provided by non-capital financing activities	9,756,576	132,906
Cash flows from capital and related financing activities:		
Purchase of capital assets	(32,035,587)	(2,912,537)
Capital contributions	11,192,588	-
Proceeds from sale of capital assets	22,035	17,123
Lease agreements	-	(524)
Interest paid	-	(13)
Net cash flows (used in) financing activities	(20,820,964)	(2,895,951)
Cash flows from investing activities:		
Interest on investments	825,453	651,364
Net increase (decrease) in cash and cash equivalents	(7,115)	273,128
Cash and cash equivalents, July 1, 2022	39,067	36,899,340
Cash and cash equivalents, June 30, 2023	\$ 31,952	\$ 37,172,468
Reconciliation of operating income to net cash flows from operating activities		
Operating (loss)	\$ (5,057,493)	\$ (4,381,867)
Adjustments to reconcile operating income (loss) to net cash flows provided by (used in) operating activities:		
Depreciation and amortization expense	13,332,740	3,341,270
Change in assets and liabilities:		
(Increase) decrease in prepaid items	47,999	(94,676)
Increase (decrease) in vouchers payable	1,398,100	(123,063)
Increase (decrease) in compensated absences	32,707	(116)
Increase (decrease) in accrued expenses	10,220	(85,871)
Decrease in accounts receivable	689,728	308,192
Decrease in lease receivable	1,935,505	-
Increase in revenues collected in advance	43,831	229
Decrease in due from other governments	-	243,773
(Decrease) in due to other governments	-	(60,106)
Increase (decrease) in security deposits	600	(2,395)
(Increase) in leases deferred inflows	(1,860,798)	-
(Increase) decrease in pension deferred outflows	(28,690)	41,963
(Decrease) in pension deferred inflows	(1,908,556)	(1,368,615)
Increase in net pension asset/liability	1,595,927	1,105,525
Increase in closure/postclosure payable	-	3,460,566
Net cash flows provided by operating activities	\$ 10,231,820	\$ 2,384,809
Schedule of noncash capital and related financing activities:		
Acquisition of capital assets through accounts and contracts payable	\$ 326,035	\$ -

## STATISTICAL SECTION

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

Contents	Page
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time.	121
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, the property tax (or sales tax).	134
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.	143
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	150
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	153

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

City of Cedar Rapids, Iowa

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

	Fiscal Year			
	2014	2015	2016	2017
Governmental activities:				
Net investment in capital assets	\$ 523,398,811	\$ 552,231,885	\$ 608,754,210	\$ 666,218,852
Restricted	46,380,534	43,941,079	48,146,702	42,822,074
Unrestricted	63,259,061	17,257,321	15,783,922	21,578,264
<b>Total governmental activities</b>				
<b>net position</b>	<b>633,038,406</b>	<b>613,430,285</b>	<b>672,684,834</b>	<b>730,619,190</b>
Business-type activities:				
Net investment in capital assets	280,051,202	285,181,418	295,415,030	301,785,747
Unrestricted	88,891,350	77,307,607	97,194,053	116,800,797
<b>Total business-type activities</b>				
<b>net position</b>	<b>368,942,552</b>	<b>362,489,025</b>	<b>392,609,083</b>	<b>418,586,544</b>
Primary government:				
Net investment in capital assets	803,450,013	837,413,303	904,169,240	968,004,599
Restricted	46,380,534	43,941,079	48,146,702	42,822,074
Unrestricted	152,150,411	94,564,928	112,977,975	138,379,061
<b>Total primary government assets</b>				
<b>net position</b>	<b>\$1,001,980,958</b>	<b>\$ 975,919,310</b>	<b>\$1,065,293,917</b>	<b>\$1,149,205,734</b>



Fiscal Year					
2018	2019	2020	2021	2022	<b>2023</b>
\$ 705,854,715	\$ 739,830,020	\$ 777,398,258	\$ 807,925,886	\$ 835,408,567	\$ 898,274,916
36,692,228	30,106,850	20,444,502	51,090,933	38,432,485	58,413,375
40,549,134	54,387,299	67,799,959	8,972,796	82,292,339	109,876,710
<b>783,096,077</b>	<b>824,324,169</b>	<b>865,642,719</b>	<b>867,989,615</b>	<b>956,133,391</b>	<b>1,066,565,001</b>
312,102,892	331,742,565	346,579,468	362,699,192	378,467,647	394,894,482
134,186,281	139,153,740	153,583,105	163,257,018	181,060,607	202,295,034
<b>446,289,173</b>	<b>470,896,305</b>	<b>500,162,573</b>	<b>525,956,210</b>	<b>559,528,254</b>	<b>597,189,516</b>
1,017,957,607	1,071,572,585	1,123,977,726	1,170,625,078	1,213,876,214	1,293,169,398
36,692,228	30,106,850	20,444,502	51,090,933	38,432,485	58,413,375
174,735,415	193,541,039	221,383,064	172,229,814	263,352,946	312,171,744
<b>\$ 1,229,385,250</b>	<b>\$ 1,295,220,474</b>	<b>\$ 1,365,805,292</b>	<b>\$ 1,393,945,825</b>	<b>\$ 1,515,661,645</b>	<b>\$ 1,663,754,517</b>

City of Cedar Rapids, Iowa

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

	Fiscal Year				
	2014	2015	2016	2017	2018
Expenses:					
Governmental activities:					
Public safety	\$ 62,794,319	\$ 75,484,947	\$ 67,541,559	\$ 61,315,283	\$ 69,268,590
Public Works	42,027,298	41,712,704	45,455,870	54,425,055	48,231,884
Culture and recreation	19,276,563	19,338,905	18,429,078	18,258,499	19,989,572
Community and economic development	44,000,867	36,510,740	41,198,885	32,469,132	22,416,840
General government	22,137,547	33,755,032	22,757,214	24,764,086	21,995,008
Interest on long-term debt	6,128,343	6,166,942	5,116,100	5,313,432	4,767,498
<b>Total governmental activities expenses</b>	<b>196,364,937</b>	<b>212,969,270</b>	<b>200,498,706</b>	<b>196,545,487</b>	<b>186,669,392</b>
Business -type activities:					
Water	27,838,023	29,890,562	28,964,693	29,923,562	31,268,765
Water pollution control	28,637,227	27,085,717	27,751,662	28,912,424	28,799,989
Sanitary sewer	7,059,463	7,311,198	7,320,419	6,897,841	8,312,443
Alliant Energy PowerHouse	12,730,138	13,798,661	14,700,635	13,420,516	15,179,302
DoubleTree by Hilton	10,331,261	11,079,544	11,223,372	11,327,033	11,785,183
Ground transportation system	9,019,980	8,696,186	8,669,107	8,769,347	9,075,466
Parking system	2,711,534	1,136,893	1,133,383	1,268,260	1,143,581
Solid waste management	9,615,960	11,865,450	9,502,847	10,177,455	10,491,326
Golf	3,378,600	3,275,241	3,236,113	3,120,561	2,869,565
Storm Sewer	1,519,395	1,615,746	1,572,560	1,765,858	620,732
Paramount theatre	3,970,607	3,715,189	3,571,654	3,594,664	3,301,434
Ice arena	1,583,447	1,896,615	2,123,769	2,174,697	2,102,876
<b>Total business-type activities expenses</b>	<b>118,395,635</b>	<b>121,367,002</b>	<b>119,770,214</b>	<b>121,352,218</b>	<b>124,950,662</b>
<b>Total primary government expenses</b>	<b>314,760,572</b>	<b>334,336,272</b>	<b>320,268,920</b>	<b>317,897,705</b>	<b>311,620,054</b>
Program revenue:					
Governmental activities:					
Charges for services:					
Public safety	12,516,149	13,880,729	16,575,470	16,748,345	11,053,530
Public works	5,044,318	4,768,013	4,287,181	5,308,235	7,192,799
Culture and recreation	3,101,233	3,398,843	3,565,712	3,866,624	3,907,761
Community and economic development	2,602,583	2,664,507	3,738,736	4,046,111	4,183,157
General government	16,904,005	20,785,657	16,236,390	20,183,052	20,733,384
Operating grants and contributions:					
Public safety	2,688,446	2,677,702	336,345	922,724	726,942
Public works	9,501,460	5,541,686	16,990,400	8,701,978	18,429,975
Culture and recreation	4,118,634	4,363,868	2,384,253	1,441,171	225,150
Community development	23,321,516	27,140,389	23,837,952	20,761,322	10,604,132
General government	15,711,105	5,811,897	17,900,767	8,165,693	5,007,922
Capital grants and contributions					
Public safety	4,140,177	209,858	804,654	203,588	107,051
Public works	32,112,469	27,534,947	32,885,758	38,541,944	37,316,176
Culture and recreation	2,677,520	408,724	1,075,140	614,267	374,857
Community and economic development	6,764,020	6,638,645	102,253	20,550	51,809
General government	15,901,863	5,287,528	384,200	7,935	175,125
<b>Total governmental activities program revenue</b>	<b>157,105,498</b>	<b>131,112,993</b>	<b>141,105,211</b>	<b>129,533,539</b>	<b>120,089,770</b>
Business-type activities:					
Charges for services:					
Water	34,196,231	33,679,744	35,054,702	36,150,252	37,802,899
Water pollution control	32,476,106	32,976,588	34,995,170	36,428,015	34,781,800
Sanitary sewer	7,810,972	7,716,165	8,483,668	9,771,722	10,589,920
Alliant Energy PowerHouse	8,416,739	10,075,277	10,731,875	9,028,344	10,725,868
Doubletree by Hilton	8,285,200	9,918,527	10,999,619	10,724,374	11,221,033
Ground transportation system	1,000,877	1,133,690	1,031,421	1,001,443	1,029,726
Parking system	299,505	1,177,383	1,128,914	1,237,195	1,298,600
Solid waste management	9,365,339	9,980,061	10,550,288	11,199,603	11,602,493
Golf	2,735,489	2,601,524	3,002,633	2,690,216	2,676,829
Storm Sewer	3,680,772	4,181,679	4,137,845	4,690,635	5,356,864
Paramount theatre	1,812,750	1,853,066	1,990,410	2,184,415	2,099,608
Ice arena	1,018,369	1,355,487	1,596,594	1,518,638	1,588,078

		Fiscal Year				
		2019	2020	2021	2022	2023
\$	67,065,304	\$ 79,631,237	\$ 82,717,369	\$ 71,846,667	\$ 80,901,885	
	54,242,149	55,076,574	110,536,607	61,223,411	62,319,734	
	20,413,202	20,410,407	24,898,586	23,281,402	25,893,170	
	30,576,794	23,501,726	23,363,638	25,414,643	32,035,184	
	27,838,109	27,562,294	46,848,030	45,802,948	35,863,517	
	4,725,708	4,669,311	5,386,966	6,194,534	7,963,176	
	204,861,266	210,851,549	293,751,196	233,763,605	244,976,666	
	32,038,158	32,781,365	31,883,177	35,202,245	36,788,056	
	29,476,584	31,080,625	32,568,823	33,700,261	32,871,842	
	8,928,690	8,188,527	8,631,367	8,958,899	8,075,808	
	15,136,639	10,404,231	6,003,583	12,220,083	12,231,585	
	12,124,618	10,296,646	7,280,235	9,873,013	12,305,090	
	9,897,698	9,821,578	10,457,678	10,509,710	10,844,592	
	1,156,293	1,219,229	1,261,505	1,241,209	1,379,822	
	11,141,747	10,756,804	11,509,731	10,995,212	12,054,446	
	2,798,656	2,746,135	2,743,259	2,733,873	3,217,065	
	1,276,257	1,711,206	1,720,645	1,508,186	1,415,739	
	3,647,023	3,548,281	3,002,387	5,595,093	4,368,084	
	2,074,619	2,175,622	1,139,209	2,414,104	2,847,378	
	129,696,982	124,730,249	118,201,599	134,951,888	138,399,507	
	334,558,248	335,581,798	411,952,795	368,715,493	383,376,173	
	5,812,268	19,515,633	19,663,285	22,403,841	18,643,290	
	6,935,684	6,791,420	9,004,096	5,758,553	5,689,586	
	4,451,495	4,011,051	4,428,063	6,768,314	7,972,484	
	3,940,024	3,924,049	2,018,782	1,853,371	1,060,519	
	19,045,109	13,488,033	35,968,829	26,124,546	29,852,370	
	768,985	594,871	3,904,311	797,333	1,534,699	
	3,247,405	81,669	105,476	24,964,783	32,428,438	
	209,482	212,672	249,454	2,135,123	2,379,689	
	7,460,631	7,146,717	9,137,244	10,118,857	13,872,348	
	4,167,848	3,815,671	3,804,707	4,224,934	5,701,275	
	83,864	3,644,886	369,126	263,392	2,485,130	
	38,316,081	36,443,070	43,310,595	47,044,713	52,727,102	
	296,324	314,340	182,935	239,821	1,201,582	
	9,387	11,833	46,012	36,253	155,581	
	5,283,977	6,673,112	570,819	221,330	75,000	
	100,028,564	106,669,027	132,763,734	152,955,164	175,779,093	
	37,693,951	39,707,721	41,839,229	45,354,662	48,173,919	
	33,366,345	35,686,558	37,777,832	38,258,717	43,160,071	
	12,473,150	12,510,347	13,156,970	13,397,509	13,506,032	
	10,563,206	7,284,431	3,029,999	7,509,128	7,493,238	
	11,483,467	8,508,119	5,674,041	9,159,951	12,169,983	
	1,064,698	786,116	232,316	302,975	519,445	
	1,372,535	1,245,845	436,345	590,125	530,528	
	12,017,982	12,073,303	12,350,963	12,325,321	12,247,577	
	2,432,327	2,167,688	2,461,560	3,149,063	3,877,358	
	6,138,658	6,738,898	7,183,674	7,848,747	8,479,208	
	2,377,418	3,857,667	2,085,923	4,618,308	2,912,299	
	1,549,200	1,502,104	480,165	2,494,251	1,698,960	

City of Cedar Rapids, Iowa

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

	2014	2015	2016	2017	2018
Operating grants and contributions:					
Water	\$ -	\$ 6,826	\$ 154,394	\$ -	\$ -
Water pollution control	-	18,622	-	-	-
Sanitary sewer	-	-	-	-	-
Alliant Energy PowerHouse	-	-	-	-	-
Ground transportation system	3,852,969	3,764,791	3,894,646	4,048,447	4,162,961
Solid waste management	-	60,101	-	85,872	-
Golf	-	41,732	9,452	20,697	4,641
Parking system	-	4,584	-	-	-
Storm Sewer	-	-	-	-	-
Paramount theatre	-	-	-	-	-
Capital grants and contributions					
Water	875,824	674,516	1,425,281	516,795	676,016
Water pollution control	(76,375)	-	-	17,911	-
Sanitary sewer	5,521,562	1,955,407	2,698,900	729,104	433,917
Alliant Energy PowerHouse	16,953	497,960	569,591	1,023,735	1,041,064
Ground transportation system	-	1,342,334	-	102,000	-
Parking system	-	-	-	-	9,735
Solid waste management	59,755	-	-	-	-
Golf	23,592	-	-	-	-
Storm Sewer	36	-	-	-	-
Paramount theatre	2,951,247	-	-	-	-
Ice arena	-	-	-	-	-
<b>Total business-type activities program revenues</b>	<b>124,323,912</b>	<b>125,016,064</b>	<b>132,455,403</b>	<b>133,169,413</b>	<b>137,102,052</b>
<b>Total primary government program revenues</b>	<b>281,429,410</b>	<b>256,129,057</b>	<b>273,560,614</b>	<b>262,702,952</b>	<b>257,191,822</b>
Net (expense) revenue					
Governmental activities	(39,259,439)	(81,856,277)	(59,393,495)	(67,011,948)	(66,579,622)
Business-type activities	5,928,277	3,649,062	12,685,189	11,817,195	12,151,390
<b>Total primary government net expense</b>	<b>(33,331,162)</b>	<b>(78,207,215)</b>	<b>(46,708,306)</b>	<b>(55,194,753)</b>	<b>(54,428,232)</b>
General revenues and other changes in net position:					
Governmental activities:					
Taxes:					
Property taxes	95,741,367	99,019,891	97,878,079	97,896,100	99,105,742
Hotel-Motel taxes	3,103,713	3,512,298	3,542,693	3,712,345	3,751,902
Local option sales taxes	18,457,259	19,331,507	19,590,043	19,490,648	19,522,078
Franchise taxes	6,962,603	6,666,465	6,978,250	9,651,657	10,184,385
Gain on sale of assets	-	-	-	-	-
Investment Earnings	99,203	1,589,169	2,364,873	2,537,177	1,193,059
Transfers	(6,508,979)	726,063	(11,705,894)	(8,341,623)	(8,632,112)
<b>Total governmental activities</b>	<b>117,855,166</b>	<b>130,845,393</b>	<b>118,648,044</b>	<b>124,946,304</b>	<b>125,125,054</b>
Business-type activities					
Taxes:					
Property taxes	4,666,154	4,704,287	4,832,272	4,873,236	5,161,057
Gain on sale of capital assets	-	88,700	294,987	152,994	180,678
Investment earnings	336,493	426,959	601,716	792,413	1,577,392
Transfers	6,508,979	(726,063)	11,705,894	8,341,623	8,632,112
<b>Total business-type activities</b>	<b>29,427,330</b>	<b>11,511,626</b>	<b>4,493,883</b>	<b>17,434,869</b>	<b>14,160,266</b>
<b>Total primary government</b>	<b>121,830,708</b>	<b>129,366,792</b>	<b>135,339,276</b>	<b>136,082,913</b>	<b>139,106,570</b>
Changes in net position:					
Governmental activities	78,595,727	48,989,116	59,254,549	57,934,356	58,545,432
Business-type activities	35,355,607	15,160,688	17,179,072	29,252,064	26,311,656
<b>Total primary government</b>	<b>\$ 113,951,334</b>	<b>\$ 64,149,804</b>	<b>\$ 76,433,621</b>	<b>\$ 87,186,420</b>	<b>\$ 84,857,088</b>

2019	2020	2021	2022	2022
\$ -	\$ 108,379	\$ 4,767	\$ -	\$ -
-	-	14,420	-	138,515
-	-	1,104	-	-
-	-	-	2,617,125	1,029,681
5,245,264	4,359,267	6,548,148	5,064,383	5,498,213
-	-	1,224	-	-
-	-	-	-	-
-	-	-	-	-
9,686	-	166	-	-
-	-	-	1,272,176	829,157
498,485	863,435	890,140	1,123,194	793,902
-	-	14,959	167,905	1,009,836
515,048	544,163	635,743	543,679	914,583
1,211,503	-	-	-	-
-	-	126,000	712,000	1,326,751
1,419,543	10,722	-	816,912	-
-	-	-	-	-
-	-	132,008	3,027,319	278,517
-	-	-	-	-
1,682,540	1,462,825	-	-	-
-	-	3,744,885	680,234	-
143,115,006	139,417,588	138,822,581	161,033,684	166,587,773
243,143,570	246,086,615	271,586,315	313,988,848	342,366,866
(104,832,702)	(104,182,522)	(160,987,462)	(80,808,441)	(69,197,573)
13,418,024	14,687,339	20,620,982	26,081,796	28,188,266
(91,414,678)	(89,495,183)	(140,366,480)	(54,726,645)	(41,009,307)
107,250,681	111,441,548	120,578,922	127,505,606	131,995,762
3,936,530	3,227,258	3,333,559	4,047,405	4,590,549
20,810,367	22,605,986	26,914,025	26,050,888	25,325,095
10,318,852	10,229,670	9,704,612	11,360,888	11,210,521
-	57,974	-	-	-
6,813,759	4,802,295	1,396,194	1,160,735	6,651,472
(3,069,395)	(6,863,659)	1,407,492	(1,173,305)	(144,216)
146,060,794	145,501,072	163,334,804	168,952,217	179,629,183
5,398,717	5,478,950	5,665,901	5,719,059	5,746,412
90,707	27,720	103,489	97,258	63,082
2,630,289	2,208,600	810,757	500,626	3,519,286
3,069,395	6,863,659	(1,407,492)	1,173,305	144,216
15,551,239	11,189,108	5,172,655	7,490,248	9,472,996
140,676,293	157,249,902	168,507,459	176,442,465	189,102,179
41,228,092	41,318,550	2,347,342	88,143,776	110,431,610
28,969,263	25,876,447	25,793,637	33,572,044	37,661,262
\$ 70,197,355	\$ 67,194,997	\$ 28,140,979	\$ 121,715,820	\$ 148,092,872

City of Cedar Rapids, Iowa

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

Function/Program	Fiscal Year			
	2014	2015	2016	2017
<b>Governmental activities:</b>				
Public safety	\$ 19,344,772	\$ 16,768,289	\$ 17,716,469	\$ 17,874,657
Public works	46,658,247	37,844,646	54,163,339	52,552,157
Culture and recreation	9,897,387	8,171,435	7,025,105	5,922,062
Community and economic development	32,688,119	36,443,541	27,678,941	24,827,983
General government	48,516,973	31,885,082	34,521,357	28,356,680
<b>Total governmental activities</b>	<b>157,105,498</b>	<b>131,112,993</b>	<b>141,105,211</b>	<b>129,533,539</b>
<b>Business-type activities:</b>				
Water	35,072,055	34,361,086	36,634,377	36,667,047
Water pollution control	32,399,731	32,995,210	34,995,170	36,445,926
Sanitary sewer	13,332,534	9,671,572	11,182,568	10,500,826
Alliant Energy PowerHouse	8,433,692	10,573,237	11,301,466	10,052,079
Doubltree by Hilton	8,285,200	9,918,527	10,999,619	10,724,374
Ground transportation system	4,853,846	6,240,815	4,926,067	5,151,890
Parking system	299,505	1,181,967	1,128,914	1,237,195
Solid waste management	9,425,094	10,040,162	10,550,288	11,285,475
Golf	2,759,081	2,643,256	3,012,085	2,710,913
Storm Sewer	3,680,808	4,181,679	4,137,845	4,690,635
Paramount theatre	4,763,997	1,853,066	1,990,410	2,184,415
Ice arena	1,018,369	1,355,487	1,596,594	1,518,638
<b>Total business-type activities</b>	<b>124,323,912</b>	<b>125,016,064</b>	<b>132,455,403</b>	<b>133,169,413</b>
<b>Total primary government</b>	<b>\$ 281,429,410</b>	<b>\$ 256,129,057</b>	<b>\$ 273,560,614</b>	<b>\$ 262,702,952</b>

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 11,887,523	\$ 6,665,117	\$ 23,755,390	\$ 23,936,722	\$ 23,464,566	\$ 22,663,119
62,938,950	48,499,170	43,316,159	52,420,167	77,768,049	90,845,126
4,507,768	4,957,301	4,538,063	4,860,452	9,143,258	11,553,755
14,839,098	11,410,042	11,082,599	11,202,038	12,008,481	15,088,448
25,916,431	28,496,934	23,976,816	40,344,355	30,570,810	35,628,645
120,089,770	100,028,564	106,669,027	132,763,734	152,955,164	175,779,093
38,478,915	38,192,436	40,679,535	42,734,136	46,477,856	48,967,821
34,781,800	33,366,345	35,686,558	37,807,211	38,426,622	44,308,422
11,023,837	12,988,198	13,054,510	13,793,817	13,941,188	14,420,615
11,766,932	11,774,709	7,284,431	3,029,999	10,126,253	8,522,919
11,221,033	11,483,467	8,508,119	5,674,041	9,159,951	12,169,983
5,192,687	6,309,962	5,145,383	6,906,464	6,079,358	7,344,409
1,308,335	2,792,078	1,256,567	436,345	1,407,037	530,528
11,602,493	12,017,982	12,073,303	12,352,187	12,325,321	12,247,577
2,681,470	2,432,327	2,167,688	2,593,568	6,176,382	4,155,875
5,356,864	6,148,344	6,738,898	7,183,840	7,848,747	8,479,208
2,099,608	4,059,958	5,320,492	2,085,923	5,890,484	3,741,456
1,588,078	1,549,200	1,502,104	4,225,050	3,174,485	1,698,960
137,102,052	143,115,006	139,417,588	138,822,581	161,033,684	166,587,773
\$ 257,191,822	\$ 243,143,570	\$ 246,086,615	\$ 271,586,315	\$ 313,988,848	\$ 342,366,866

City of Cedar Rapids, Iowa

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

	Fiscal Year			
	2014	2015	2016	2017
General Fund:				
Nonspendable	\$ 436,499	\$ 1,278,405	\$ 1,762,510	\$ 1,600,299
Restricted	436,777	671,113	763,833	722,923
Assigned	200,000	200,000	-	-
Unassigned	38,474,257	39,048,484	39,823,729	41,061,841
<b>Total General Fund</b>	<b>39,547,533</b>	<b>41,198,002</b>	<b>42,350,072</b>	<b>43,385,063</b>
All Other Government Funds:				
Nonspendable	2,048,224	5,751,181	679,110	1,179,715
Restricted	58,545,863	63,086,804	63,588,342	62,783,212
Committed	5,244,838	4,598,289	4,873,685	5,091,605
Assigned	20,775,941	14,914,248	16,904,839	6,211,757
Unassigned	(24,865,918)	(1,770,352)	(1,360,575)	(14,448,955)
<b>Total all other government funds</b>	<b>\$ 61,748,948</b>	<b>\$ 86,580,170</b>	<b>\$ 84,685,401</b>	<b>\$ 60,817,334</b>



Fiscal Year					
2018	2019	2020	2021	2022	<b>2023</b>
\$ 1,827,737	\$ 1,641,259	\$ 2,220,581	\$ 1,859,932	\$ 1,803,657	\$ 1,940,968
998,885	1,345,317	1,724,775	2,027,040	2,119,482	2,430,117
-	-	-	-	-	-
42,619,378	46,277,196	46,760,185	48,479,816	50,352,565	49,980,677
45,446,000	49,263,772	50,705,541	52,366,788	54,275,704	54,351,762
1,102,149	2,015,935	2,801,226	5,541,522	29,085,936	33,738,687
65,363,941	61,067,745	75,672,131	116,566,452	109,600,834	116,066,396
7,565,529	7,877,578	15,361,076	15,933,528	18,072,940	14,597,557
8,051,555	8,706,728	20,300,413	13,393,347	17,140,738	17,873,178
(8,728,464)	(690,880)	(636,644)	(54,191,414)	(36,836,289)	(22,758,910)
\$ 73,354,710	\$ 78,977,106	\$ 113,498,202	\$ 97,243,435	\$ 137,064,159	\$ 159,516,908

City of Cedar Rapids, Iowa

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

	Fiscal Year			
	2014	2015	2016	2017
Revenues:				
Taxes	\$ 124,196,490	\$ 128,459,398	\$ 126,591,680	\$ 131,419,844
License and permits	2,518,806	2,526,590	2,607,889	2,629,720
Intergovernmental	123,152,460	80,797,235	98,342,019	78,104,584
Charges for services	20,758,374	22,494,418	23,900,184	26,504,810
Fines and forfeitures	8,121,511	9,756,389	12,032,744	12,348,441
Use of money and property	515,480	1,480,990	2,184,183	2,270,103
Rents and royalties	949,373	1,016,785	1,128,265	1,307,238
Miscellaneous	4,926,051	3,342,150	2,779,492	3,028,453
<b>Total revenues</b>	<b>285,138,545</b>	<b>249,873,955</b>	<b>269,566,456</b>	<b>257,613,193</b>
Expenditures:				
Public safety	61,893,789	64,410,514	68,135,610	71,171,439
Public works	28,036,639	25,768,617	26,573,164	35,131,241
Culture and recreation	17,767,022	17,787,295	16,831,286	17,512,040
Community and economic development	36,417,848	37,075,646	41,316,883	32,783,682
General government	18,277,191	17,674,279	18,858,095	22,628,141
Capital outlay	87,200,235	55,267,754	77,168,187	86,652,509
Debt service:				
Principal	14,653,110	25,711,403	26,034,621	32,145,580
Bond issuance costs	156,992	343,725	95,559	194,184
Interest	6,237,128	6,067,307	6,005,472	5,849,001
<b>Total expenditures</b>	<b>270,639,954</b>	<b>250,106,540</b>	<b>281,018,877</b>	<b>304,067,817</b>
<b>Excess of revenues (under) expenditures</b>	<b>14,498,591</b>	<b>(232,585)</b>	<b>(11,452,421)</b>	<b>(46,454,624)</b>
Other financing sources (uses):				
Transfers in	57,751,579	79,990,780	80,697,067	86,927,528
Transfers out	(65,535,949)	(78,743,629)	(93,188,042)	(94,944,440)
Payment to refunded bond escrow agent	-	-	-	-
Issuance of long-term debt	9,660,000	23,705,000	20,360,000	28,645,000
Premium (discount) on long-term debt	32,354	1,250,940	2,019,538	2,294,465
Insurance recoveries	-	-	-	-
Proceeds from sale of capital assets	1,529,989	511,185	821,159	698,995
Lease agreements	-	-	-	-
IT subscriptions	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>3,437,973</b>	<b>26,714,276</b>	<b>10,709,722</b>	<b>23,621,548</b>
<b>Net changes in fund balance</b>	<b>\$ 17,936,564</b>	<b>\$ 26,481,691</b>	<b>\$ (742,699)</b>	<b>\$ (22,833,076)</b>
Debt service as a percentage of noncapital expenditures	11.39%	16.31%	15.72%	17.48%

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 132,098,948	\$ 140,622,933	\$147,478,721	\$157,335,459	\$173,926,687	\$173,977,576
3,223,350	3,204,177	3,286,534	4,121,163	4,749,408	3,513,549
68,683,806	52,413,345	49,307,897	57,018,079	87,033,468	81,677,507
26,526,333	27,198,568	27,574,766	31,271,677	30,919,075	31,234,808
1,768,307	568,878	13,963,460	13,310,680	15,432,043	13,368,325
5,392,583	6,630,182	4,645,733	1,284,986	1,052,213	6,335,084
1,166,143	1,168,141	956,432	609,616	793,380	829,145
4,112,175	8,683,036	3,337,478	8,937,113	3,563,194	5,127,344
242,971,645	240,489,260	250,551,021	273,888,773	317,469,468	316,063,338
65,594,035	64,809,411	73,442,331	75,783,022	80,313,836	84,511,046
27,241,737	30,417,838	29,068,605	82,550,730	33,667,520	30,935,653
18,079,179	18,536,622	18,130,278	22,627,393	22,216,560	24,496,861
22,320,593	30,438,779	23,147,111	23,023,598	25,260,970	32,111,091
20,179,573	19,518,251	20,634,118	26,036,122	30,016,918	25,173,438
67,845,018	62,386,370	78,073,852	92,936,424	115,403,819	129,532,121
30,018,464	13,925,388	50,210,318	23,044,526	18,718,552	20,582,210
273,425	108,909	713,906	251,504	246,918	386,576
5,548,827	5,706,245	6,042,922	6,548,560	7,527,553	9,023,622
257,100,851	245,847,813	299,463,441	352,801,879	333,372,646	356,752,618
(14,129,206)	(5,358,553)	(48,912,420)	(78,913,106)	(15,903,178)	(40,689,280)
89,674,300	92,390,414	100,888,118	104,419,952	115,346,201	126,128,842
(100,635,101)	(95,148,843)	(105,708,726)	(100,731,024)	(116,087,838)	(125,792,408)
-	(4,688,423)	-	-	-	-
36,771,267	20,439,000	83,052,000	55,415,000	53,006,165	53,291,959
1,443,176	1,227,324	6,273,975	4,510,169	1,257,645	3,543,286
-	-	-	-	2,500,875	4,538,711
1,473,877	579,249	369,918	705,935	1,411,622	280,180
-	-	-	-	198,148	208,672
-	-	-	-	-	1,018,845
28,727,519	14,798,721	84,875,285	64,320,032	57,632,818	63,218,087
\$ 14,598,313	\$ 9,440,168	\$ 35,962,865	\$ (14,593,074)	\$ 41,729,640	\$ 22,528,807
18.79%	10.68%	25.41%	11.39%	12.04%	13.03%



**CEDAR RAPIDS**

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City of Five Seasons®

City of Cedar Rapids, Iowa

**Tax Revenues by Source, Governmental Funds**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*  
**(Unaudited)**

Fiscal Year	Property	Local Option Sales Tax	Utility Replacement Excise Tax	Other Tax	Total
2014	\$ 91,276,333	\$ 18,457,259	\$ 4,465,034	\$ 3,035,261	\$ 117,233,887
2015	94,356,828	19,331,507	4,663,063	3,441,535	121,792,933
2016	93,158,003	18,255,938	4,720,076	3,479,413	119,613,430
2017	93,304,637	20,166,423	4,675,721	3,705,664	121,852,445
2018	94,514,279	19,150,019	4,591,463	3,658,802	121,914,563
2019	102,670,825	19,150,019	4,579,856	3,822,238	130,222,938
2020	107,002,596	21,978,180	4,438,952	3,829,323	137,249,051
2021	115,929,730	24,196,412	4,649,192	2,855,513	147,630,847
2022	127,505,606	31,179,741	4,469,400	3,880,452	167,035,199
<b>2023</b>	107,698,934	26,151,254	4,758,201	4,620,039	143,228,429
Change 2014-2023	\$ 16,422,601	\$ 7,693,995	\$ 293,167	\$ 1,584,779	\$ 25,994,542

City of Cedar Rapids, Iowa

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

Fiscal Year	Residential Property	Commercial Property	Multi-Residential Property	Industrial Property	Utilities
2014	\$ 3,161,515,932	\$ 1,901,539,361	\$ -	\$ 338,746,938	\$ 363,469,257
2015	3,257,825,201	1,911,645,041	-	335,787,697	374,326,371
2016	3,389,017,764	1,879,822,511	-	343,628,214	377,407,461
2017	3,422,048,656	1,682,626,246	190,841,651	355,914,079	371,694,032
2018	3,688,198,304	1,764,798,961	195,009,215	373,276,165	368,559,075
2019	3,708,576,989	2,021,463,306	201,378,575	388,670,325	364,055,409
2020	3,856,095,299	2,040,356,883	201,093,279	403,114,566	351,829,095
2021	3,882,634,338	2,055,386,140	228,864,369	429,616,148	361,881,936
2022	4,036,276,214	2,039,455,144	229,818,117	418,322,363	338,956,983
<b>2023</b>	4,043,970,093	2,091,707,137	311,602,594	428,918,624	353,844,996

Source: Linn County Auditor's Office

**Note:** There is no personal property tax (on cars or jewelry). The above information presents the information for each period for which it is levied. A tax levy provides taxes remitted in the following year.

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Military Exemptions	Total Taxable Assessed Value	Percent Growth	Total Direct Tax Rate	Estimated Actual Taxable Value	Value as a Percentage of Actual Value
\$ (12,080,596)	\$ 5,753,190,892	1.16%	15.22	\$ 9,347,805,591	61.55%
(11,726,864)	5,867,857,446	1.99%	15.22	9,635,493,397	60.90%
(11,022,548)	5,978,853,402	1.89%	15.22	9,803,513,649	60.99%
(10,611,682)	6,012,512,982	0.56%	15.22	9,959,752,143	60.37%
(10,419,074)	6,379,422,646	6.10%	15.22	10,346,394,789	61.66%
(9,932,276)	6,674,212,328	4.62%	15.22	11,140,204,267	59.91%
(9,619,796)	6,842,869,326	2.53%	15.44	11,658,165,264	58.70%
(9,417,791)	6,948,965,140	1.55%	15.88	12,176,100,143	57.07%
(9,072,948)	7,053,755,873	1.51%	15.87	12,371,836,114	57.01%
(8,772,924)	7,221,270,520	2.37%	16.03	13,035,493,913	55.40%

**City of Cedar Rapids, Iowa**

**Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years**

Tax Year Levied	City Direct Rates							
	General Levy	Tort	Band	Library Book Levy	Memorial Fund	FICA/ IPERS	Fire & Police Pension Fund	Other Benefits
2014	8.10000	0.14882	0.01667	0.04000	0.20082	0.75997	0.76000	1.74601
2015	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.74601
2016	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.69601
2017	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.69601
2018	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.64601
2019	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.64601
2020	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.64601
2021	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.80000	1.78980
2022	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.90000	1.68980
<b>2023</b>	8.10000	0.14882	0.01667	-	0.20082	0.75997	0.90000	1.69980

Source: Linn County Auditor's Office

Note: Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all City property owners, although the County property tax rates apply to all City property owners.



City Direct Rates			Overlapping rates			
Debt Levy	Bus	Total Direct	C.R. Community School	College Community Schools	Linn Mar Community Schools	Marion Independent Schools
2.63605	0.80787	15.21621	15.47881	15.08387	17.26780	17.45846
2.63605	0.80787	15.21621	15.48446	14.80342	17.00411	18.41490
2.68605	0.80787	15.21621	15.38030	15.81016	17.37861	18.55533
2.68605	0.80787	15.21621	15.37507	16.06203	17.37723	18.57839
2.73605	0.80787	15.21621	15.37529	16.64476	17.37544	18.01606
2.73605	0.80787	15.21621	15.07020	16.60836	17.37262	17.99203
2.95605	0.80787	15.43621	15.07063	16.60706	18.01522	17.97287
3.03225	0.80787	15.65620	15.36229	16.60721	18.01155	17.99451
3.25225	0.80787	15.87620	15.36072	16.60869	17.86914	18.00000
3.40225	0.79787	16.02620	14.72971	16.60981	17.35888	18.00049



**CEDAR RAPIDS**

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City of Five Seasons®

City of Cedar Rapids, Iowa

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

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Estimated Actual Valuation	Taxable Assessed Value	Rank	Percentage of Total Estimated Actual Valuation
Interstate Power & Light Co	\$ 1,103,969,534	1	66.43%			
ADM Corn Processing	192,497,354	2	11.58%	\$ 107,179,683	2	15.69%
St. Lukes Methodist Hospital	78,805,700	3	4.74%			0.00%
Transamerica Life Insurance Co	53,631,500	4	3.23%			
Rockwell Collins	45,161,800	5	2.72%	37,487,530	6	5.49%
International Paper Company	44,019,700	6	2.65%	50,752,891	4	7.43%
QUAPAW Investments	40,536,700	7	2.44%			
SDG Macerich Properties (Lindale Mall)	36,249,400	8	2.18%	35,412,858	7	5.18%
RCS-Cedar Rapids Facility LLC	33,472,800	9	2.01%			
Casey's Marketing Co	33,395,000	10	2.01%			0.00%
Alliant Industries				242,114,955	1	35.43%
Aegon USA				71,325,930	3	10.44%
Qwest				43,391,233	5	6.35%
Mid-American Energy				32,651,829	8	4.78%
Wal-Mart Stores/Sam's Club				31,808,199	9	4.66%
Nextera Energy				31,140,090	10	4.56%
<b>Total</b>	<u>\$ 1,661,739,488</u>		<u>100.00%</u>	<u>\$ 683,265,198</u>		<u>100.00%</u>

Source: Linn County Auditor's Office

**City of Cedar Rapids, Iowa**

**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	
			Amount	Percentage of Levy
2014	2013	\$ 100,195,059	\$ 100,270,954	100.08%
2015	2014	104,819,808	103,594,916	98.83%
2016	2015	102,585,246	102,606,085	100.02%
2017	2016	102,867,500	102,722,739	99.86%
2018	2017	104,165,127	104,204,560	100.04%
2019	2018	113,019,297	112,258,450	99.33%
2020	2019	118,219,310	116,891,029	98.88%
2021	2020	124,356,219	124,664,100	100.25%
2022	2021	132,314,833	133,221,591	100.69%
<b>2023</b>	2022	138,578,409	137,835,785	99.46%

Source: Linn County Auditor's Office

**Note:** There is no personal property tax (on cars or jewelry). The above information presents the information for each period for which it is levied. A tax levy provides taxes remitted in the following year. Beginning in 2013 collections in subsequent years are reported in the year levied and not in the year collected.

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Collections in Subsequent Years	Total Collections to Date	
	Amount	Percentage of Levy
\$ 1,903	\$ 100,272,857	100.08%
24,622	103,619,538	98.85%
54,903	102,660,988	100.07%
36,966	102,820,719	99.95%
392,984	104,536,530	100.36%
29,352	112,287,802	99.35%
1,561,117	118,452,145	100.20%
(10,180)	124,653,920	100.24%
(101,996)	133,119,595	100.61%
-	137,835,785	99.46%

City of Cedar Rapids, Iowa

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

Fiscal Year	Governmental Activities	Business-type Activities			Less Amount Available in Debt Service	Total Primary Government
	General Obligation Bonds (A)	General Obligation Bonds (B)	Revenue Bonds	Notes Payable		
2014	\$ 165,795,484	\$ 171,701,928	\$ 71,651,422	\$ 45,271,592	\$ 2,742,398	\$ 451,678,028
2015	164,811,743	157,680,246	87,571,696	42,759,920	900,543	451,923,062
2016	159,989,758	139,915,374	103,387,426	42,662,000	2,181,647	443,772,911
2017	158,068,571	128,582,704	112,073,811	40,066,000	1,297,332	437,493,754
2018	165,032,942	116,269,277	125,949,502	36,686,000	1,079,453	442,858,268
2019	167,185,014	106,352,668	137,534,535	34,627,000	1,350,022	444,349,195
2020	203,634,971	95,076,957	140,411,170	31,786,000	1,388,933	469,520,165
2021	239,051,822	85,013,111	146,149,964	30,463,546	1,629,822	499,048,621
2022	273,375,790	75,476,381	150,393,129	35,151,676	3,608,003	530,788,973
<b>2023</b>	<b>309,452,256</b>	<b>73,004,101</b>	<b>151,565,687</b>	<b>42,173,546</b>	<b>5,219,169</b>	<b>570,976,421</b>

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

<sup>1</sup> See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

<sup>2</sup> Population data can be found in the Schedule of Demographic and Economic Statistics

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Debt Per Capita <sup>2</sup>	Percentage of Per Capita <sup>2</sup>	Percentage of Personal Income <sup>2</sup>	Total General Bonded Debt (A+B)	Percentage of Actual Property Value <sup>1</sup>	Percentage of Per Capita <sup>2</sup>	Percentage of Personal Income <sup>2</sup>
3,597	12.62%	6.22%	\$ 337,497,412	3.61%	9.37%	4.64%
3,585	12.64%	6.20%	322,491,989	3.35%	9.00%	4.42%
3,530	11.96%	6.22%	299,905,132	3.06%	8.05%	4.20%
3,473	11.72%	6.00%	286,651,275	2.88%	7.65%	3.93%
3,514	11.49%	5.87%	281,302,219	2.72%	7.28%	3.73%
3,371	10.67%	5.10%	273,537,682	2.46%	6.55%	3.14%
3,432	10.22%	4.95%	298,711,928	2.56%	6.48%	3.15%
3,624	10.82%	5.52%	324,064,933	2.66%	7.02%	3.58%
3,792	11.15%	6.24%	348,852,171	2.82%	7.33%	4.10%
4,253	12.21%	6.73%	382,456,357	2.93%	8.18%	4.51%



**CEDAR RAPIDS**

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City of Five Seasons®



City of Cedar Rapids, Iowa

**Direct and Overlapping Governmental Activities Debt  
For the Year Ended June 30, 2023  
(Unaudited)**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
College Community School District	\$ 119,995,506	65.50%	\$ 78,597,056
Kirkwood Community College	152,446,341	25.97%	39,590,315
Linn Mar Community School District	64,188,870	34.62%	22,222,187
Marion Independent School District	33,106,000	5.41%	1,791,035
Cedar Rapids Community School District	1,347,880	80.25%	1,081,674
Linn County	52,735,232	58.55%	30,876,478
<b>Subtotal, overlapping debt</b>	<b>423,819,829</b>		<b>174,158,745</b>
City Direct Debt	309,452,256	100.00%	309,452,256
<b>Total direct and overlapping debt</b>	<b>\$ 733,272,085</b>		<b>\$ 483,611,001</b>

Source: Linn County Auditor's Office

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Cedar Rapids. This process recognized that, when considering the government'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 Cedar Rapids, Iowa

Legal Debt Margin Information (in millions)

Last Ten Fiscal Years

(dollars in thousands)

(Unaudited)

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	2014	2015	2016	2017
Debt limit	\$ 467,842,577	\$ 482,427,468	\$ 490,817,852	\$ 498,689,692
Total net debt applicable to limit	330,870,000	315,200,000	291,045,000	276,385,000
Legal debt margin	\$ 136,972,577	\$ 167,227,468	\$ 199,772,852	\$ 222,304,692
<b>Total net debt applicable to the limit as a percentage of debt limit</b>	70.72%	65.34%	59.30%	55.42%

Legal Debt Margin Calculation for Fiscal Year 2022

Assessed value	<u>\$ 13,045,820,684</u>
Debt limit (5% of assessed value)	<u>652,291,034</u>
Debt applicable to limit:	
General obligation bonds	<u>366,140,000</u>
Legal debt margin	<u>\$ 286,151,034</u>

2018	2019	2020	2021	2022	<b>2023</b>
\$ 518,037,804	\$ 557,695,117	\$ 583,571,497	\$ 609,293,755	\$ 619,105,885	\$ 652,291,034
271,585,000	264,200,000	286,435,000	308,940,000	334,460,000	366,140,000
<u>\$ 246,452,804</u>	<u>\$ 293,495,117</u>	<u>\$ 297,136,497</u>	<u>\$ 300,353,755</u>	<u>\$ 284,645,885</u>	<u>\$ 286,151,034</u>
52.43%	47.37%	49.08%	50.70%	54.02%	56.13%

City of Cedar Rapids, Iowa

Pledged-Revenue Coverage  
Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Revenue Bonds						Coverage
	Utility Charges	Less Operating Expense	Net Available Revenue	Debt Service			
				Principal	Interest		
2014	\$ 74,483,309	\$ 56,634,049	\$ 17,849,260	\$ 71,605,000	\$ 27,927,012	\$ (81,682,752)	
2015	74,372,497	56,954,119	17,418,378	85,540,000	31,908,489	(100,030,111)	
2016	78,533,540	58,501,593	20,031,947	100,610,000	35,360,413	(115,938,466)	
2017	82,349,989	62,631,564	19,718,425	107,705,000	35,341,233	(123,327,808)	
2018	83,174,619	64,323,102	18,851,517	120,150,000	39,154,792	(140,453,275)	
2019	83,533,446	65,016,638	18,516,808	130,635,000	41,329,599	(153,447,791)	
2020	87,904,626	67,119,356	20,785,270	133,375,000	39,413,029	(152,002,759)	
2021	92,774,031	66,151,083	26,622,948	137,495,000	38,586,542	(149,458,594)	
2022	97,010,888	72,290,879	24,720,009	142,350,000	39,851,614	(157,481,605)	
<b>2023</b>	104,840,022	72,368,281	32,471,741	144,030,000	39,607,489	(151,165,748)	

City of Cedar Rapids, Iowa

Demographic and Economic Statistics  
 Last Ten Fiscal Years  
 (Unaudited)

Fiscal Year Ended June 30	School Enrollment (3)						Unemployment Rate (4)
	Population (1)	Per Household Income (2)	Per Capita Income (2)	Median Age (2)	Public	Private	
2014	126,326	\$ 57,520	\$ 28,503	38	16,201	2,724	4.5
2015	126,326	57,746	28,361	36.4	15,618	2,158	4.2
2016	126,326	56,510	29,506	35.6	15,664	2,125	4.1
2017	126,326	57,685	29,643	35.6	17,091	2,759	3.4
2018	126,326	59,724	30,580	35.6	17,129	2,047	2.7
2019	132,228	65,841	31,585	36	16,717	3,034	2.4
2020	137,211	69,071	33,572	35.8	16,294	2,948	9.7
2021	137,710	65,657	33,499	36.3	16,236	2,458	5.7
2022	139,986	60,787	34,019	36.5	16,086	2,520	3.0
<b>2023</b>	134,266	63,170	34,817	36.4	15,959	1,842	3.5

Note: The demographic statistic is being added to the report

- Sources:
1. World Population Review
  2. Data USA
  3. Iowa Department of Education
  4. U.S. Bureau of Labor Statistics



**CEDAR RAPIDS**

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City of Five Seasons®

**City of Cedar Rapids, Iowa**

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

Employer	2023			2014		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Collins Aerospace	9,000	1	32.73%			
Unity Point Health-St. Lukes Hospital	2,979	2	10.83%	3,184	3	11.63%
Cedar Rapids Community School District	2,879	3	10.47%	2,936	4	10.72%
Transamerica/TATA	2,600	4	9.45%	3,872	2	14.14%
Hy-Vee Food Stores	2,356	5	8.57%			
Nordstrom Direct	2,150	6	7.82%	1,200	8	4.38%
Mercy Medical Center	2,140	7	7.78%	2,312	5	8.44%
City of Cedar Rapids	1,309	8	4.76%	1,311	7	4.79%
Four Oaks	1,100	9	4.00%			
Linn-Mar Community School District	987	10	3.59%	954	10	3.48%
Kirkwood Community College				1,895	6	6.92%
Quaker Foods and Snacks				1,018	9	3.72%
Rockwell				8,700	1	31.77%

**Source:** Cedar Rapids Area Chamber of Commerce and Woods and Poole Economics

Note: Total employment encompasses the Cedar Rapids Metropolitan Statistical Area

City of Cedar Rapids, Iowa

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

Functions/Program	Full-Time Equivalent Employees as of June 30			
	2023	2022	2021	2020
<b>General Government:</b>				
Animal Control	-	-	-	-
Attorney	8.00	6.00	6.00	6.00
Building Services	33.00	32.00	32.00	30.00
City Manager	21.00	19.00	19.00	15.00
Civil Rights	5.00	5.00	5.00	5.00
Clerk	5.50	5.50	5.50	5.50
Community Development	13.10	13.10	13.10	14.80
Council and Mayor	3.33	3.33	3.33	3.33
Development Services	16.00	13.00	13.00	13.00
Public Works	166.45	167.45	165.06	161.81
Finance	44.00	45.25	45.25	45.25
Fire Department	148.48	148.48	148.48	148.48
Human Resource	11.00	9.00	9.00	9.00
Information Technology	38.00	35.00	35.00	34.00
Library	69.97	68.93	67.93	67.59
Memorial	9.28	8.84	8.56	8.56
Parks & Recreation Department	126.55	125.50	124.60	125.48
Police Department	270.00	270.00	268.00	266.00
Purchasing Services	-	-	-	-
<b>Total General Fund</b>	<b>988.66</b>	<b>975.38</b>	<b>968.81</b>	<b>958.80</b>
<b>Enterprise Funds</b>				
Eastern Iowa Airport	57.90	57.40	57.40	54.40
Golf	21.10	21.10	27.22	26.10
Five Seasons Parking	2.00	2.00	3.00	3.00
Sewer Maintenance	31.35	31.35	31.35	31.35
Solid Waste & Recycling	49.30	49.00	49.00	49.00
Storm Water	9.00	9.00	9.00	9.00
Transit	65.00	65.00	65.00	57.00
Water Department	114.09	112.49	112.49	112.49
Water Pollution Control	86.74	86.74	86.74	86.74
<b>Total Enterprise Funds</b>	<b>436.48</b>	<b>434.08</b>	<b>441.20</b>	<b>429.08</b>
<b>Special Revenue Fund</b>				
H.O.M.E./CD	5.00	5.00	5.00	5.00
Leased Housing	11.00	8.00	8.00	8.00
Library	2.00	2.00	2.00	2.00
Real Estate Disposal	1.00	1.00	1.00	1.00
<b>Total Special Revenue Funds</b>	<b>19.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>
<b>Internal Service Funds</b>				
Joint Communications	27.00	27.00	27.00	27.00
Facilities Maintenance	26.00	26.00	26.00	26.00
Fleet Maintenance	36.00	36.00	36.00	36.00
<b>Total Internal Service Funds</b>	<b>89.00</b>	<b>89.00</b>	<b>89.00</b>	<b>89.00</b>
<b>Total FTE's</b>	<b>1,533.14</b>	<b>1,514.46</b>	<b>1,515.01</b>	<b>1,492.88</b>

Source: City's Finance Department Budget



Full-Time Equivalent Employees as of June 30

2019	2018	2017	2016	2015	2014
-	-	11.00	11.00	9.00	9.00
6.00	6.00	6.00	6.00	6.00	6.00
30.00	30.00	30.00	30.00	32.00	32.00
14.00	14.00	14.00	14.00	15.00	14.00
5.00	5.00	5.00	5.00	5.00	5.00
5.50	5.50	5.50	5.50	5.50	5.50
14.58	14.10	14.10	14.60	11.00	10.00
3.33	3.33	3.33	3.33	3.33	4.33
13.00	13.00	13.00	14.00	9.00	9.00
157.81	153.81	136.09	136.09	160.89	161.89
46.75	42.75	39.00	39.00	40.00	41.00
148.54	148.54	148.54	148.54	148.54	149.54
9.00	12.00	15.00	15.00	15.00	15.63
34.00	34.00	34.00	34.00	32.00	32.00
63.61	62.65	62.21	63.41	61.06	48.65
9.41	9.41	9.41	9.41	9.41	9.41
127.18	127.67	138.73	138.27	113.01	114.50
254.00	254.00	243.00	243.00	234.00	234.00
-	-	4.75	4.75	4.75	4.75
<b>941.71</b>	<b>935.76</b>	<b>932.66</b>	<b>934.90</b>	<b>914.49</b>	<b>906.20</b>
53.40	53.40	44.00	44.00	42.00	42.00
26.42	26.88	28.88	29.88	30.68	30.81
3.00	4.00	4.00	4.00	5.00	5.00
35.35	33.35	33.35	32.35	31.35	29.35
49.00	48.00	47.08	46.08	51.54	54.54
-	-	-	-	-	-
57.00	56.00	55.00	55.00	55.00	55.00
112.49	112.66	109.66	107.76	106.10	105.50
84.74	85.74	86.74	87.74	87.40	88.00
<b>421.40</b>	<b>420.03</b>	<b>408.71</b>	<b>406.81</b>	<b>409.07</b>	<b>410.20</b>
5.00	8.00	8.00	6.00	6.00	6.00
9.00	9.00	12.00	13.75	13.75	15.75
2.00	2.00	2.00	4.00	3.75	4.73
1.00	1.00	1.00	1.00	1.00	1.00
<b>17.00</b>	<b>20.00</b>	<b>23.00</b>	<b>24.75</b>	<b>24.50</b>	<b>27.48</b>
27.00	27.00	27.00	27.00	27.00	27.00
26.00	26.00	25.00	25.00	25.00	25.00
36.00	36.00	37.00	38.00	38.00	38.00
<b>89.00</b>	<b>89.00</b>	<b>89.00</b>	<b>90.00</b>	<b>90.00</b>	<b>90.00</b>
<b>1,469.11</b>	<b>1,464.79</b>	<b>1,453.37</b>	<b>1,456.46</b>	<b>1,438.06</b>	<b>1,433.88</b>

**City of Cedar Rapids, Iowa**

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

Function/Program	2014	2015	2016	2017
<b>Police:</b>				
Calls for service	137,356	141,566	141,678	145,089
Adult arrest	7,794	6,669	6,618	6,658
Juvenile arrest	1,085	1,121	996	889
Speeding citations	1,584	1,446	1,457	1,816
Traffic citations	8,638	5,646	6,885	9,345
<b>Fire:</b>				
Total fire runs	5,001	5,054	5,115	5,669
Total rescue runs	5,345	5,635	6,008	6,236
Property loss	6,684,768	26,146,008	5,321,115	2,540,342
<b>Building Safety:</b>				
Total building permits	5,062	6,485	5,334	5,060
Total value all permits	213,405,547	237,413,927	245,985,451	243,367,263
Library, volumes in collection	133,715	144,441	216,794	219,970
<b>Public Service:</b>				
Garbage collected (ton)	18,831	19,234	20,313	20,457
Bulky Items collected (ton)	665	442	498	487
Recycling collected (ton)	7,953	7,803	7,873	8,163
Yard Waste collected (ton)	12,259	13,164	13,169	13,918
<b>Parks and Recreation:</b>				
Recreation program attendance	110,241	139,243	182,740	228,474
Aquatics program attendance	203,838	191,781	234,816	211,977
Golf rounds played	101,952	96,684	107,145	96,684
Bever Park Zoo attendance	35,697	35,955	115,000	120,000
Street trees maintained	5,390	5,472	928	2,083

Source: Various City departments

2018	2019	2020	2021	2022	2023
146,480	145,366	153,312	145,293	140,577	140,229
6,226	6,137	5,463	4,937	5,262	6,114
963	1,153	980	588	578	568
1,777	1,631	7,690	870	809	747
7,163	8,647	5,578	4,922	5,946	7,396
5,995	6,476	6,531	8,076	7,021	7,073
6,669	6,345	6,772	7,205	7,668	7,688
1,334,389	5,239,357	3,478,375	11,919,278	6,935,825	5,100,968
4,544	4,657	5,393	15,391	13,761	9,773
341,774,994	330,764,940	348,211,952	411,121,820	733,049,878	525,367,131
201,062	192,075	188,810	202,881	207,346	212,899
20,960	21,874	23,308	26,424	24,592	23,039
597	704	660	528	545	595
8,061	8,170	8,346	8,919	8,513	7,586
12,031	13,562	14,332	14,669	11,059	9,921
237,260	233,483	143,144	99,589	109,726	146,758
204,764	183,534	109,012	38,836	139,114	141,750
94,361	81,365	77,188	90,213	102,178	124,386
81,000	87,693	38,599	15,400	21,014	37,439
1,581	3,865	4,448	2,079	3,907	2,774

**City of Cedar Rapids, Iowa**

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

Function/Program	2014	2015	2016	2017	2018
Police:					
Stations	1	1	1	1	1
Fire, Fire Stations	9	9	9	9	9
Refuse Collections:					
Collection Trucks	37	37	37	37	38
Street (Miles)	627	628	628	628	640
Parks and Recreation:					
Acreage	4,171	4,171	4,171	4,171	4,171
Parks	96	96	96	96	96
Golf Courses	4	4	4	4	4
Golf Mini-Golf	-	-	-	-	-
Swimming Pools	6	6	6	6	6
Baseball/Softball Diamonds	37	37	37	37	37
Soccer/Football Fields	34	34	34	34	34
Tennis Courts	23	23	23	23	23
Recreation Centers	1	1	1	1	1
Library:					
Facilities	2	2	2	2	2
Volumes	133,715	144,441	216,794	219,970	201,062
Water:					
Storage Capacity (MGPD)	25	25	25	25	25
Average Daily Consumption (MGPD)	38	36	37	37	39
Peak Consumption (MGPD)	50	46	49	48	48
Wastewater:					
Sanitary Sewers (miles)	666	667	668	670	670
Storm Sewers (miles)	511	521	513	550	556

Source: Various City departments

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2019	2020	2021	2022	2023
1	1	1	1	1
9	9	9	9	9
38	38	38	38	39
640	660	668	678	682
4,171	4,171	4,281	4,281	4,281
95	95	96	96	106
4	4	3	3	3
-	-	1	1	1
6	6	6	6	6
34	34	34	35	36
34	34	34	34	40
23	23	23	23	31
1	1	1	1	1
2	2	2	2	2
192,075	188,810	202,881	207,346	212,899
25	26	26	26	26
39	37	38	38	37
48	48	54	54	54
671	672	698	743	680
561	575	587	628	623



**CEDAR RAPIDS**

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City of Five Seasons®

CITY OF CEDAR RAPIDS, IOWA  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
 FISCAL YEAR ENDED JUNE, 30, 2023

Federal Grantor / Pass Through Grantor and Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Agriculture:</b>				
Passed through Iowa Department of Natural Resources:				
Cooperative Forestry Assistance	10.664	None	\$ -	\$ 7,335
Direct:				
Urban and Community Forestry Program	10.675		-	121,250
Emergency Watershed Protection Program	10.923		-	821,592
Regional Conservative Partnership Program	10.932		-	131,515
Total U.S. Department of Agriculture			<u>-</u>	<u>1,081,692</u>
<b>U.S. Department of Housing and Urban Development:</b>				
Direct:				
CDBG - Entitlement Cluster: Community Development Block Grants/Entitlement Grants	14.218		348,422	789,497
CDBG - Entitlement Cluster: COVID-19 Community Development Block Grants/Entitlement Grants	14.218		-	15,903
Passed through Iowa Department of Economic Development:				
CDBG - Entitlement Cluster: COVID-19 Community Development Block Grants/Entitlement Grants	14.218	COVID-19 - CDBG	-	601,939
Total CDBG - Entitlement Cluster			<u>348,422</u>	<u>1,407,339</u>
CDBG: Community Development Block Grants/State's Program and Non-entitlement Grants				
	14.228	20-DRH-001	-	345
	14.228	20-DRH-002	-	345
	14.228	20-DRH-003	-	345
	14.228	20-DRH-004	-	345
	14.228	20-DRH-005	-	345
	14.228	20-DRH-006	-	345
	14.228	20-DRH-007	-	345
	14.228	20-DRH-008	-	345
	14.228	20-DRH-009	-	345
	14.228	20-DRH-010	-	345
	14.228	20-DRH-011	-	345
			<u>-</u>	<u>3,795</u>
Passed through Iowa Finance Authority:				
Emergency Solutions Grant Program	14.231	COVID-19 - E-20-DW-19-0001	-	120,373
Direct:				
Home Investment Partnerships Program	14.239		140,343	290,063
Fair Housing Assistance Program State and Local	14.401		-	13,000
Housing Voucher Cluster: Section 8 Housing Choice Vouchers	14.871		-	7,448,662
Housing Voucher Cluster: COVID-19 Section 8 Housing Choice Vouchers	14.871		-	298,752
Total Housing Voucher Cluster			<u>-</u>	<u>7,747,414</u>
Family Self-Sufficiency Program	14.896		-	100,041
	14.896		-	102,487
			<u>-</u>	<u>202,528</u>
Total U.S. Department of Housing and Urban Development			<u>488,765</u>	<u>9,784,512</u>
<b>U.S. Department of Justice:</b>				
Direct:				
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034		-	43,566
Passed through Linn County, Iowa:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	13388489	-	24,601
Direct:				
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745		65,353	65,353
Total U.S. Department of Justice			<u>65,353</u>	<u>133,520</u>
<b>U.S. Department of Transportation:</b>				
Direct:				
Airport Improvement Program	20.106		-	1,718,284
COVID-19 Airport Improvement Program	20.106		-	32,670,541
			<u>-</u>	<u>34,388,825</u>
Federal Transit Cluster: Federal Transit Formula Grants	20.507		-	760,000
Federal Transit Cluster: COVID-19 Federal Transit Formula Grants	20.507		-	3,932,900
Total Federal Transit Cluster			<u>-</u>	<u>4,692,900</u>
Passed through Iowa Department of Transportation:				
Highway Planning and Construction	20.205	HDP-100-1(73)--71-57	-	17,886
	20.205	TAP-U-1187(799)--8I-57	-	1,157,521
	20.205	TAP-U-1187(792)--8I-57	-	1,677,455
	20.205	TAP-U-1187(797)--8I-57	-	6,549
	20.205	TAP-U-1187(813)--8I-57	-	60,620
	20.205	ER-1187(815)--8R-57	-	253,448
			<u>-</u>	<u>3,173,479</u>
Passed through Iowa Department of Public Safety:				
Highway Safety Cluster: State and Community Highway Safety	20.600	22-402-MOPT, Task 11	-	4,509
	20.600	23-402-MOPT, Task 12	-	8,978
			<u>-</u>	<u>13,487</u>
Highway Safety Cluster: National Priority Safety Program	20.616	23-405d-M6OT, Task 12	-	8,088
Total Highway Safety Cluster			<u>-</u>	<u>21,575</u>

(Continued)

CITY OF CEDAR RAPIDS, IOWA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)  
FISCAL YEAR ENDED JUNE 30, 2023

Federal Grantor / Pass Through Grantor and Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Provided to Subrecipients	Program Expenditures
Passed through Iowa Homeland Security & Emergency Management:				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	HMEP-21-02-05	-	5,950
	20.703	HMEP-22-02-06	-	19,105
			-	25,055
Total U.S. Department of Transportation			-	42,301,834
U.S. Department of Treasury				
Direct:				
Equitable Sharing	21.016		-	172,696
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		2,578,217	4,743,889
Passed through Iowa Department of Agriculture and Land Stewardship:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	-	7,000
Passed through Iowa Department of Economic Development:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	23-DES-004	-	3,661
Passed through Linn County, Iowa:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	ARPA2022-202	-	450,596
Passed through Iowa Department of Transportation:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRP4374	-	601,477
			2,578,217	5,806,623
Total U.S. Department of Treasury			2,578,217	5,979,319
The Institute of Museum and Library Services				
COVID-19 National Leadership Grants	45.312	COVID-19 - ARPML-250500-OMLS-22	-	16,771
Total The Institute of Museum and Library Services			-	16,771
Environmental Protection Agency				
Passed through Iowa Finance Authority:				
Drinking Water State Revolving Fund Cluster: Capitalization Grants for Drinking Water State Revolving Fund	66.468	D0600R	-	9,971,087
Executive Office of the President				
Passed through Iowa Department of Public Safety:				
High Intensity Drug Trafficking Areas Program	95.001	G21MW0002A	-	43,637
Total Executive Office of the President			-	43,637
U.S. Department of Homeland Security:				
Passed through Iowa Homeland Security & Emergency Management:				
Homeland Security Grant Program	97.067	HSGP-20-20-04	-	13,077
	97.067	HSGP-21-20-02	-	162,483
	97.067	HSGP-22-20-04	-	12,634
	97.067	HSGP-22-20-09	-	104,800
	97.067	F201301-S50	-	179
			-	293,173
Passed through Iowa Homeland Security & Emergency Management:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-IA-DR4483	-	472,308
	97.036	FEMA-IA-DR4557	-	27,686,246
			-	28,158,554
Total U.S. Department of Homeland Security			-	28,451,727
<b>Total Expenditures of Federal Awards</b>			<b>\$ 3,132,335</b>	<b>\$ 97,764,099</b>

See Notes to Schedule of Expenditures of Federal Awards



**Note 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the City of Cedar Rapids, Iowa and the Eastern Iowa Airport, a discretely presented component unit for the year ended June 30, 2023. The accompanying schedule of expenditures of federal awards does not include federal grant activity of the Cedar Rapids/Linn County Solid Waste Agency, a discretely presented component unit, because they did not have federal expenditures for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of Cedar Rapids, Iowa, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Cedar Rapids, Iowa.

**Note 2. Significant Accounting Policies**

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

**Note 3. Indirect Cost Rate**

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

**Note 4. Disaster Grants – Public Assistance (Presidentially Declared Disasters)**

After a presidentially declared disaster, FEMA reimburses eligible costs. The federal government makes reimbursements in the form of cost-shared grants that require state matching funds. Expenditures are recognized on the Schedule when both the expenditure has been incurred and FEMA has approved the project worksheet. The City recorded \$28,130,770 of expenditures on the current year Schedule that were incurred in prior fiscal years.

**Note 5. Revolving Loan Program**

The City is indebted to the Iowa Finance Authority as the result of issuance of bonds listed below. The bonds were sold under the Capitalization Grants for Drinking Water State Revolving Funds for financing qualified improvements. The amounts reflected in the Schedule represents expenditures incurred during the year ended June 30, 2023. The following table contains information about these bonds.

Bond	Federal Assistance Listing Number	Interest Rate	Term Maturities Through	Outstanding Balance as of June 30, 2023
Series 2008 Water Bonds	66.468	1.75%	June 1, 2029	\$ 14,343,000
Series 2022 Water Bonds	66.468	1.75%	June 1, 2042	\$ 13,446,826
Series 2008 Water Pollution Control Bonds	66.468	1.75%	June 1, 2029	\$ 3,853,000

**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 City Council  
City of Cedar Rapids, 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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Cedar Rapids, Iowa (City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 15, 2024. Our report contained an emphasis of matter for the adoption of Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*, which resulted in the restatement of certain beginning capital assets and liabilities balances. Our opinions are not modified with respect to this matter.

Our report includes a reference to other auditors who audited the financial statements of Cedar Rapids Public Library Foundation, a discretely presented component unit of the City, as described in our report on the City's financial statements. The financial statements of Cedar Rapids Public Library Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with Cedar Rapids Public Library Foundation or that are reported on separately by those auditors who audited the financial statements of Cedar Rapids Public Library Foundation.

The City of Cedar Rapids, Iowa's basic financial statements include the Cedar Rapids/Linn County Solid Waste Agency, a discretely presented component unit of the City. This report does not include the results of our testing of internal control over financial reporting and on compliance and other matters for the Cedar Rapids/Linn County Solid Waste Agency, a discretely presented component unit of the City, as these results are reported on separately by us.

**Report on 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.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2023-001 and 2023-002 and that we consider to be material weaknesses.

### **Report on 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 and other legal matters about the City's operations for the year ended June 30, 2023 are based exclusively on knowledge obtained from procedures performed during our audit of the basic 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 and other legal matters are not intended to constitute legal interpretations of those statutes.

### **The City's Responses to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the City's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

### **Purpose of This Report**

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

*RSM US LLP*

Cedar Rapids, Iowa  
April 15, 2024

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

Honorable Mayor and  
Members of City Council  
City of Cedar Rapids, Iowa

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

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

We have audited the City of Cedar Rapids, Iowa's (City)'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2023. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control Over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-003 to be a material weakness.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

*RSM US LLP*

Cedar Rapids, Iowa  
April 15, 2024

**City of Cedar Rapids, Iowa**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2023**

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**I. Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP: 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 identified?  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:**

Assistance Listing Number	Name of Federal Program or Cluster
20.106	Airport Improvement Program and COVID-19 Airport Improvement Program
21.027	COVID-19 Coronavirus Relief Fund

Dollar threshold used to distinguish between type A and type B programs: \$2,932,922

- Auditee qualified as low-risk auditee?  Yes  No

(Continued)

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2023

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

A. Internal Control

**Finding 2023-001 – Recognition of certain grants**

**Type of Finding: Material Weakness**

**Criteria:** GASB 33 requires that revenues should be recognized for voluntary nonexchange revenue when all applicable eligibility requirements are met. On the modified accrual basis, revenues should be recognized when all applicable eligibility requirements are met, and the resources are available.

**Condition:** The City previously recorded FEMA Disaster Grants and certain State Grants related to construction on the cash basis instead of the requirements of GASB 33. In accordance with GASB 33, revenues should be recognized for voluntary nonexchange revenue when all applicable eligibility requirements are met. On the modified accrual basis, revenues should be recognized when all applicable eligibility requirements are met, and the resources are available.

**Cause:** The City adopted a process of reflecting this grant on the financial statements on the cash basis due to the uncertainty related to future de-obligations and that the impact on revenue on the fund level financial statement would be zero since these grants generally would not be considered available.

**Effect:** The City increased accounts receivable and deferred inflows on the governmental fund financial statement by \$23,334,146. This also increased federal revenue on the government-wide financial statements.

**Prevalence:** This issue is isolated to the FEMA Disaster Grants and certain State grants related to construction.

**Repeat Finding:** No.

**Recommendation:** We recommend management of the City continue to review all grants to ensure they are properly recognized on the financial statement in accordance with the requirement of GASB 33.

**Views of Responsible Officials:** Management agrees with the recommendation and made the adjustment once this issue was further discussed with management and the auditor.



**Schedule of Findings and Questioned Costs (Continued)**  
**Year Ended June 30, 2023**

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**Finding 2023-002 – Self-insurance liabilities**

**Type of Finding: Material Weakness**

**Criteria:** GASB Codification C50, *Claims and Judgements*, requires governments to report an estimated loss from a claim as an expense if the risk of loss has not been transferred to an unrelated third-party if certain criteria is met.

**Condition:** The City is self-insured for certain liabilities such as workers' compensation, general liability, and automobile liability. The City uses a third-party actuary report to estimate those claims. The actuary report includes ranges of estimated liabilities based on various confidence levels. During the current year the City recorded their liability for self-insurance based on a confidence level that was outside of the reasonable range.

**Cause:** The City used the largest liability figure included in the actuary report in an effort to record the most conservative liability to ensure the self-insurance fund was adequately funded. However, this amount exceeded the reasonable range for financial reporting purposes.

**Effect:** The City decreased their self-insurance liability and claims expense by approximately \$5,200,000. This adjustment was recorded to the June 30, 2023 financial statements.

**Prevalence:** This issue is isolated to the self-insurance liability.

**Repeat Finding:** No.

**Recommendation:** We recommend management of the City record their self-insurance liabilities using assumptions within the reasonable range of estimates.

**Views of Responsible Officials:** Management agrees with the recommendation and made the adjustment once this issue was further discussed with management and the auditor.

**B. Instances of Noncompliance**

None reported

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2023

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III. Findings and Questioned Costs for Federal Awards

A. Internal Control

**Finding 2023-003 - Schedule of Expenditures of Federal Awards**

**U.S. Department of Homeland Security**

**Pass Through Entity: Iowa Homeland Security & Emergency Management**

**Federal Program: Disaster Grants – Public Assistance (Presidentially Declared Disasters)**

**Assistance Listing Number: 97.036**

**Federal Award Number: FEMA-IA-DR4483 / FEMA-IA-DR4557**

**Federal Award Year 2023**

**Repeat Comment: No**

**Type of Finding: Material Weakness**

**Criteria:** The Federal Emergency Management Agency (FEMA) requires that Nonfederal entities must record expenditures on the schedule of expenditures of federal awards (SEFA) when (1) FEMA has approved the nonfederal entity's Project, and (2) the nonfederal entity has incurred the eligible expenditures. Federal awards expended in years subsequent to the fiscal year in which the Project is approved are to be recorded on the nonfederal entity's SEFA in those subsequent years.

**Condition:** The City previously recorded FEMA expenditures from Disaster Grants on their SEFA on the cash basis instead of the FEMA requirement of reporting the expenditures when the City has incurred an eligible expenditure and the project had been approved by FEMA.

**Cause:** During a previous disaster the City experienced significant de-obligations from FEMA subsequent to project approval by FEMA. The City adopted a process of reflecting this grant on the financial statements and on the SEFA on the cash basis due to the uncertainty related to future de-obligations.

**Effect:** The City increased the amount federal expenditures for this program on the SEFA by \$12,515,044. This error could have also potentially impacted the City's major federal program determination, however this change did not change any of the City's major programs in fiscal year 2023.

**Questioned Costs:** None.

**Prevalence:** This issue is isolated to this FEMA program.

**Repeat Finding:** No.

**Recommendation:** We recommend management of the City continue to review all grants to ensure they are properly reflected on the SEFA.

**Views of Responsible Officials:** Management agrees with the recommendation and made the adjustment once this issue was further discussed with management and the auditor.

B. Instances of Noncompliance

None reported

**City of Cedar Rapids, Iowa**

**Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2023**

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**IV. Other Matters Related to Required Statutory Reporting**

**IV-A-22 Certified Budget**

The City's certified budget was not in excess of spending authority. City expenditures did not exceed the certified budget.

**IV-B-22 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 this is defined in the Attorney General's opinion dated April 25, 1979.

**IV-C-22 Travel Expense**

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

**IV-D-22 Business Transactions**

Business transactions between the City and City officials or employees are detailed as follows:

Name, Title and Business Connection	Transaction Description	Amount
Tyler Olson, City Council Member, President, QFB Energy	Consulting	\$ 32,000

These transactions do not appear to represent conflict of interests since they were in accordance with Chapter 362.5 of the Code of Iowa.

**IV-E-22 Restricted Donor Activity**

No transactions were noted between the City, City officials, City employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.

**IV-F-22 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-G-22 Council Minutes**

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

**IV-H-22 Deposits and Investments**

We noted no instances of noncompliance with the deposit and investment provisions of Chapters 12B and 12C of the Code of Iowa and the City's investment policy.

**IV-I-22 Revenue Notes**

No instances of noncompliance with the outstanding revenue bonds provisions were noted.

**IV-J-22 Annual Urban Renewal Report**

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

**City of Cedar Rapids, Iowa**

**Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2023**

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**IV-K-22 Separately Maintained Records**

The City maintained separate accounts for all public funds collected, received, or expended.

**IV-J-22 Financial Condition**

No instances of noncompliance were noted.

**City of Cedar Rapids, Iowa**

**Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2023**

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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*.



**Corrective Action Plan  
For the year ended June 30, 2023**

Identifying Number: 2023-001

Finding: The City previously recorded FEMA Disaster Grants and certain State Grants related to construction on the cash basis instead of the requirements of GASB 33. In accordance with GASB 33, revenues should be recognized for voluntary nonexchange revenue when all applicable eligibility requirements are met. On the modified accrual basis, revenues should be recognized when all applicable eligibility requirements are met, and the resources are available.

Corrective action taken: Finance staff adjusted fiscal year 2023 accordingly and will continue to review all grants to ensure they are properly recognized on the financial statements in accordance with the requirement of GASB 33.

Anticipated completion date: June 30, 2024

Contact person: Andy Hoenig, General Accounting Manager

Identifying Number: 2023-002

Finding: The City previously recorded FEMA expenditures from Disaster Grants on their SEFA on the cash basis instead of the FEMA requirement of reporting the expenditures when the City has incurred an eligible expenditure and the project had been approved by FEMA.

Corrective action taken: Finance staff adjusted fiscal year 2023 accordingly and will review future Office of Management and Budget Compliance Supplements for the listing of changes each year.

Anticipated completion date: June 30, 2024

Contact person: Andy Hoenig, General Accounting Manager

Identifying Number: 2023-003

Finding: The City is self-insured for certain liabilities such as workers' compensation, general liability, and automobile liability. The City uses a third-party actuary report to estimate those claims. The actuary report includes ranges of estimated liabilities based on various confidence levels. During the current year the City recorded their liability for self-insurance based on a confidence level that was in outside of the reasonable range.

Corrective action taken: Finance staff adjusted fiscal year 2023 within a range that the auditor's actuary, City actuary and City management agreed was reasonable. Future discussion between will occur prior to audit fieldwork to ensure all parties are in agreement with the estimate that is recorded within the City's financial statements.

Anticipated completion date: June 30, 2024

Contact person: Andy Hoenig, General Accounting Manager