



City Hall, 215 Sycamore St.
Muscatine, IA 52761-3899
(563) 264-1550
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FINANCE & RECORDS

MEMO

To: Gregg Mandsager, City Administrator
From: Nancy A. Lueck, Finance Director
Date: October 14, 2019
Re: Fiscal Year 2018/2019 Annual Financial Report to State of Iowa

Introduction and Background:

Chapter 384.22 of the Iowa Code requires that cities in Iowa prepare and submit an annual financial report to the State Auditor's office in the format required by the State. The first page of the report is required to be published prior to the report's submission.

Current Year Report:

Attached is the City's annual financial report for the fiscal year ended June 30, 2019. This report includes all budgeted funds of the city and was prepared on a budget basis. An overview of the City's budget-basis year-end financial results was given at the October 10 In Depth meeting. The City's comprehensive annual financial report and audit will be released in early December.

Revenues and other financing sources totaled \$65,857,256 for the year and expenditures and other uses totaled \$66,125,358. Revenues and other financing sources are \$268,102 less than expenditures and other uses due to the expenditure of available funds received in the prior years including the expenditure of prior year bond proceeds. Actual City expenditures in each functional area were within the budgeted amounts as required by the State.

Recommendation:

Please include this report on the agenda for the October 18, 2019 City Council meeting. Council action is required to approve this report, authorize publication of the first page in the *Muscatine Journal*, and the submission of the report to the State Auditor's office.

Please contact me if you have any questions.

**"I remember Muscatine for its sunsets. I have never seen any
on either side of the ocean that equaled them" — Mark Twain**

STATE OF IOWA
2019
FINANCIAL REPORT
FISCAL YEAR ENDED
JUNE 30, 2019
CITY OF MUSCATINE, IOWA
DUE: December 1, 2019

16207000300000
CITY OF MUSCATINE
215 Sycamore
MUSCATINE IA 52761-3840
POPULATION 22886

NOTE - The information supplied in this report will be shared by the Iowa State Auditor's Office, the U.S. Census Bureau, various public interest groups, and State and federal agencies.

ALL FUNDS

	Governmental (a)	Proprietary (b)	Total Actual (c)	Budget (d)
Revenues and Other Financing Sources				
Taxes Levied on Property	13,837,957		13,837,957	13,837,957
Less: Uncollected Property Taxes-Levy Year	183		183	
Net Current Property Taxes	13,837,774		13,837,774	13,837,957
Delinquent Property Taxes	10,682		10,682	
TIF Revenues	2,051,795		2,051,795	2,075,100
Other City Taxes	4,275,606	0	4,275,606	4,206,128
Licenses and Permits	440,277	22,835	463,112	471,600
Use of Money and Property	508,097	1,195,514	1,703,611	1,392,773
Intergovernmental	6,553,356	1,275,613	7,828,969	8,500,512
Charges for Fees and Service	523,863	14,336,097	14,859,960	15,240,100
Special Assessments	0	0	0	0
Miscellaneous	3,124,256	4,458,526	7,582,782	7,409,200
Other Financing Sources	0	0	0	0
Transfers In	7,712,432	5,530,533	13,242,965	20,448,392
Total Revenues and Other Sources	39,038,138	26,819,118	65,857,256	73,581,762
Expenditures and Other Financing Uses				
Public Safety	10,187,755		10,187,755	10,324,300
Public Works	2,778,826		2,778,826	2,987,300
Health and Social Services	50,000		50,000	50,000
Culture and Recreation	3,591,987		3,591,987	3,731,800
Community and Economic Development	4,399,258		4,399,258	4,979,426
General Government	2,738,483		2,738,483	2,916,640
Debt Service	3,044,188		3,044,188	3,044,589
Capital Projects	5,755,524		5,755,524	7,064,700
Total Governmental Activities Expenditures	32,546,021	0	32,546,021	35,098,755
BUSINESS TYPE ACTIVITIES		20,336,372	20,336,372	24,962,261
Total All Expenditures	32,546,021	20,336,372	52,882,393	60,061,016
Other Financing Uses	0	0	0	0
Transfers Out	9,100,614	4,142,351	13,242,965	20,448,392
Total All Expenditures/and Other Financing Uses	41,646,635	24,478,723	66,125,358	80,509,408
Excess Revenues and Other Sources Over (Under) Expenditures/and Other Financing Uses	-2,608,497	2,340,395	-268,102	-6,927,646
Beginning Fund Balance July 1, 2018	19,274,391	15,323,092	34,597,483	34,596,403
Ending Fund Balance June 30, 2019	16,665,894	17,663,487	34,329,381	27,668,757

NOTE - These balances do not include the following, which were not budgeted and are not available for city operations

Non-budgeted Internal Service Funds 7,920	Pension Trust Funds
Private Purpose Trust Funds	Agency Funds

Indebtedness at June 30, 2019		Indebtedness at June 30, 2019	
Amount		Amount	
General Obligation Debt	11,920,000	Other Long-Term Debt	0
Revenue Debt	11,111,000	Short-Term Debt	0
TIF Revenue Debt	295,000		
		General Obligation Debt Limit	69,973,770

CERTIFICATION

The foregoing report is correct to the best of my knowledge and belief

Signature of Preparer	Publication 10/21/2019
Printed name of Preparer Nancy A Lueck, Finance Director	Phone Number 563-264-1550
Diana Broderson, Mayor, City of Muscatine Signature of Mayor or other City official (Name and Title)	Date Signed

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REVENUE P2
 CITY OF MUSCATINE
 REVENUE AND OTHER FINANCING SOURCES FOR YEAR ENDED JUNE 30, 2019
 GAAP

Item Description	General (a)	Special Revenue (b)	TIF Special Revenue (c)	Debt Service (d)	Capital Projects (e)	Permanent (f)	Total Governmental (Sum of (a) through (f)) (g)	Proprietary (h)	Grand Total (Sum of (g) and (h)) (i)
Section A - Taxes									
Taxes levied on property	7,360,565	4,104,698		2,372,694			13,837,957		13,837,957
Less: Uncollected Property Taxes - Levy Year				183			183		183
Net Current Property Taxes	7,360,565	4,104,698		2,372,511	0	0	13,837,774		13,837,774
Delinquent Property Taxes	7,992	2,690					10,682		10,682
Total Property Tax	7,368,557	4,107,388		2,372,511	0	0	13,848,456		13,848,456
TIF Revenues			2,051,795				2,051,795		2,051,795
Other City Taxes									
Utility Tax Replacement Excise Taxes	26,388	14,723		7,939			49,050		49,050
Utility Franchise Tax (Chapter 364.2, Code of Iowa)	379,164						379,164		379,164
Parimutuel Wager Tax							0		0
Gaming Wager Tax							0		0
Mobile Home Tax	21,657	12,083		7,294			41,034		41,034
Hotel / Motel Tax	494,951						494,951		494,951
Other Local Option Taxes		3,311,407					3,311,407		3,311,407
Total Other City Taxes	922,160	3,338,213		15,233	0	0	4,275,606	0	4,275,606
Section B - Licenses and Permits	440,277						440,277	22,835	463,112
Section C - Use of Money and Property									
Interest	106,130	23,634	28,765	24,886	222,754	20,960	427,129	361,182	788,311
Rents and Royalties	80,968						80,968	834,332	915,300
Other Miscellaneous Use of Money and Property							0		0
Total Use of Money and Property	187,098	23,634	28,765	24,886	222,754	20,960	508,097	1,195,514	1,703,611
Section D - Intergovernmental									
Federal Grants and Reimbursements									
Federal Grants	146,486				17,232		163,718	477,999	641,717
Community Development Block Grants							0		0
Housing and Urban Development		1,928,907					1,928,907	369,386	2,298,293
Public Assistance Grants							0		0
Payment in Lieu of Taxes							0		0
Total Federal Grants and Reimbursements	146,486	1,928,907		0	17,232	0	2,092,625	847,385	2,940,010

EXPENDITURES P6
 CITY OF MUSCATINE
 EXPENDITURES AND OTHER FINANCING USES FOR FISCAL YEAR ENDED JUNE 30, 2019
 GAAP

Item Description	Line	General (a)	Special Revenue (b)	TIF Special Revenue (c)	Debt Service (d)	Capital Projects (e)	Permanent (f)	Total Governmental (through (f)) (g)	Proprietary (h)	Grand Total (Sum of col. (g)) (i)	Line
Section A --- Public Safety	1										1
Police Department/Crime Prevention	2	4,904,108	478,081					5,382,189		5,382,189	2
Jail	3							0		0	3
Emergency Management	4							0		0	4
Flood control	5							0		0	5
Fire Department	6	4,569,791	91,678					4,661,469		4,661,469	6
Ambulance	7							0		0	7
Building Inspections	8							0		0	8
Miscellaneous Protective Services	9							0		0	9
Animal Control	10	144,097						144,097		144,097	10
Other Public Safety	11							0		0	11
	12							0		0	12
	13							0		0	13
Total Public Safety	14	9,617,996	569,759		0		0	10,187,755		10,187,755	14
Section B --- Public Works	15										15
Roads, Bridges, Sidewalks	16	118,781	1,483,688					1,602,469		1,602,469	16
Parking Meter and Off-Street	17							0		0	17
Street Lighting	18							0		0	18
Traffic Control Safety	19		180,920					180,920		180,920	19
Snow Removal	20		506,496					506,496		506,496	20
Highway Engineering	21		180,017					180,017		180,017	21
Street Cleaning	22		177,737					177,737		177,737	22
Airport (if not an enterprise)	23							0		0	23
Garbage (if not an enterprise)	24							0		0	24
Other Public Works	25							0		0	25
Public works administrations	26		131,187					131,187		131,187	26
	27							0		0	27
Total Public Works	28	118,781	2,660,045		0		0	2,778,826		2,778,826	28
Section C --- Health and Social Services	29										29
Welfare Assistance	30							0		0	30
City Hospital	31							0		0	31
Payments to Private Hospitals	32							0		0	32
IHealth Regulation and Inspections	33							0		0	33
Water, Air, and Mosquito Control	34							0		0	34
Community Mental Health	35							0		0	35
Other Health and Social Services	36	50,000						50,000		50,000	36
	37							0		0	37
	38							0		0	38
Total Health and Social Services	39	50,000	0		0		0	50,000		50,000	39
Section D --- Culture and Recreation	40										40
Library Services	41	1,085,209	103,649					1,188,858		1,188,858	41
Museum, Band, Theater	42	396,087	90,863					486,950		486,950	42
Parks	43	1,405,726	48,522					1,454,248		1,454,248	43
Recreation	44	263,557						263,557		263,557	44
Cemetery	45	171,012	9,500				1,075	181,587		181,587	45
Community Center, Zoo, Marina, and Auditorium	46							0		0	46
Other Culture and Recreation	47	16,787						16,787		16,787	47
	48							0		0	48
	49							0		0	49
Total Culture and Recreation	50	3,338,378	252,534		0		1,075	3,591,987		3,591,987	50

EXPENDITURES P7

CITY OF

EXPENDITURES AND OTHER FINANCING USES FOR FISCAL YEAR ENDED JUNE 30, -- Continued

GAAP

Item description	Line	General (a)	Special Revenue (b)	TIF Special Revenue (c)	Debt Service (d)	Capital Projects (e)	Permanent (f)	Total Governmental (Sum of cols. (a) through (f)) (g)	Proprietary (h)	Grand Total (Sum of col. (g)) (i)	Line
Section E — Community and Economic Development	51										51
Community beautification	52										52
Economic development	53	38,000	234,916					272,916		272,916	53
Housing and urban renewal	54	809,227	1,925,399					1,925,399		1,925,399	54
Planning and zoning	55							809,227		809,227	55
Other community and economic development	56							0		0	56
TIF Rebates	57			1,391,716				1,391,716		1,391,716	57
	58							0		0	58
Total Community and Economic Development	59	847,227	2,160,315	1,391,716	0	0	0	4,399,258		4,399,258	59
Section F — General Government	60										60
Mayor, Council and City Manager	61	500,742						500,742		500,742	61
Clerk, Treasurer, Financial Administration	62	629,091						629,091		629,091	62
Elections	63							0		0	63
Legal Services and City Attorney	64	114,945						114,945		114,945	64
City Hall and General Buildings	65	668,833						668,833		668,833	65
Tort Liability	66	260,922						260,922		260,922	66
Other General Government	67	530,976	32,974					563,950		563,950	67
	68							0		0	68
	69							0		0	69
Total General Government	70	2,705,509	32,974		0	0	0	2,738,483		2,738,483	70
Section G — Debt Service	71			164,805	2,879,383			3,044,188		3,044,188	71
	72							0		0	72
	73							0		0	73
Total Debt Service	74	0	0	164,805	2,879,383	0	0	3,044,188		3,044,188	74
Section H — Regular Capital Projects — Specify	75										75
Community Development/Riverfront Development/Other	76					2,127,455		2,127,455		2,127,455	76
Street and sidewalk projects	77					3,628,069		3,628,069		3,628,069	77
Subtotal Regular Capital Projects	78	0	0		0	5,755,524	0	5,755,524		5,755,524	78
TIF Capital Projects — Specify	79										79
	80							0		0	80
	81							0		0	81
Subtotal TIF Capital Projects	82	0	0		0	0	0	0		0	82
Total Capital Projects	83	0	0		0	5,755,524	0	5,755,524		5,755,524	83
Total Governmental Activities Expenditures	84	16,677,891	5,675,627	1,556,521	2,879,383	5,755,524	1,075	32,546,021		32,546,021	84
(Sum of lines 14, 28, 39, 50, 59, 70, 74, 83)	85										85

TIF Rebates are expended out of the TIF Special Revenue Fund within the Community and Economic Development program's activity "Other"

EXPENDITURES P8

CITY OF
EXPENDITURES AND OTHER FINANCING USES FOR FISCAL YEAR ENDED JUNE 30, -- Continued
GAAP

Item description	Line	General (a)	Special Revenue (b)	TIF Special Revenue (c)	Debt Service (d)	Capital Projects (e)	Permanent (f)	Total Governmental (Sum of cols. (a) through (f)) (g)	Proprietary (h)	Grand Total (Sum of col. (g) (i))	Line
Section I --- Business Type Activities	87										87
Water --- Current Operation	88								0	0	88
Capital Outlay	89								0	0	89
Debt Service	90								0	0	90
Sewer and Sewage Disposal --- Current Operation	91								3,665,373	3,665,373	91
Capital Outlay	92								3,136,224	3,136,224	92
Debt Service	93								987,461	987,461	93
Electric --- Current Operation	94								0	0	94
Capital Outlay	95										95
Debt Service	96										96
Gas Utility --- Current Operation	97										97
Capital Outlay	98										98
Debt Service	99										99
Parking --- Current Operation	100								207,253	207,253	100
Capital Outlay	101								1,569	1,569	101
Debt Service	102								0	0	102
Airport --- Current Operation	103								104,746	104,746	103
Capital Outlay	104								84,163	84,163	104
Debt Service	105								0	0	105
Landfill/Garbage --- Current operation	106								5,018,829	5,018,829	106
Capital Outlay	107								187,555	187,555	107
Debt Service	108								0	0	108
Hospital --- Current Operation	109								0	0	109
Capital Outlay	110										110
Debt Service	111										111
Transit --- Current Operation	112								1,225,878	1,225,878	112
Capital Outlay	113								62,019	62,019	113
Debt Service	114								0	0	114
Cable TV, Telephone, Internet --- Current Operation	115								0	0	115
Capital Outlay	116										116
Housing Authority --- Current Operation	117								698,430	698,430	117
Capital Outlay	118								94,884	94,884	118
Debt Service	119								0	0	119
Storm Water --- Current Operation	120								0	0	120
Capital Outlay	121								0	0	121
Debt Service	122								0	0	122
Other Business Type --- Current Operation	123								1,405,603	1,405,603	123
Capital Outlay	124								58,031	58,031	124
Debt Service	125								0	0	125
Internal Service Funds --- Specify	126										126
Health Insurance	127								3,248,282	3,248,282	127
Dental Insurance	128								150,072	150,072	128
Total Business Type Activities	129								20,336,372	20,336,372	129

OTHER P10

Part III Intergovernmental Expenditures Please report below expenditures made to the State or to other local governments on a reimbursement or cost sharing basis. Include these expenditures in part II. Enter amount.	
Purpose	Amount paid to other local governments
Correction	
Health	
Highways	
Libraries	
Police protection	
Sewerage	
Sanitation	
All other	114,910

Part IV
Intergovernmental Expenditures Report here the total salaries and wages paid to all employees of your government before deductions of social security, retirement, etc. Include also salaries and wages paid to employees of any utility owned and operated by your government, as well as salaries and wages of municipal employees charged to construction projects.

YOU ARE REQUIRED TO ENTER SALARY DOLLARS IN THE AMOUNT AREAS FOR SALARIES AND WAGES PAID	
Purpose	Amount
Total Salaries and Wages Paid	14,619,417

Part V Debt Outstanding, Issued, and Retired
Transit subsidies
A. Long-Term Debt

Purpose	Debt During the Fiscal Year					Debt Outstanding JUNE 30,			
	Line	Debt Outstanding JULY 1, NaN	Issued	Retired	General Obligation	TIF Revenue	Revenue	Other	Interest Paid This Year
Water Utility	1.								
Sewer Utility	2.								
Electric Utility	3.								
Gas Utility	4.								
Transit-Bus	5.								
Industrial Revenue	6.								
Mortgage Revenue	7.								
TIF Revenue	8.	435,000		140,000		295,000			24,805
Other-Specify Notes Payable	9.	11,789,000		678,000			11,111,000		309,461
GO	10.	14,390,000		2,470,000	11,920,000				406,783
Parking	11.								
Airport	12.								
Stormwater	13.								
Section 108	14.								
Total Long-Term		26,614,000	0	3,288,000	11,920,000	295,000	11,111,000	0	741,049

B. Short-Term Debt - Amount
Outstanding as of June 1, NaN
Outstanding as of JUNE 30,

DEBT LIMITATION FOR GENERAL OBLIGATIONS	
Part VI	Amount
Actual valuation -- January 1, NaN	1,399,475,401
	x 0.5 = \$ 69,973,770.05

Part VII CASH AND INVESTMENT ASSETS AS OF JUNE 30,

Type of asset	Amount			
	Bond and interest funds (a)	Bond construction funds (b)	Pension/retirement funds (c)	All other Funds (d)
	115,108	34,351,474		34,466,582

Cash and investments - Include cash on hand, CD's, time, checking and savings deposits, Federal securities, Federal agency securities, State and local government securities, and all other securities. Exclude value of real property.

REMARKS

If you budget on a NON-GAAP CASII BASIS, the amount in the Total below SHOULD EQUAL the following summed amounts on the sheet All Funds P1: Ending fund balance, column C PLUS the amounts in the shaded Note area.