

COUNTY OF SCOTT, IOWA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 1995

Prepared by:

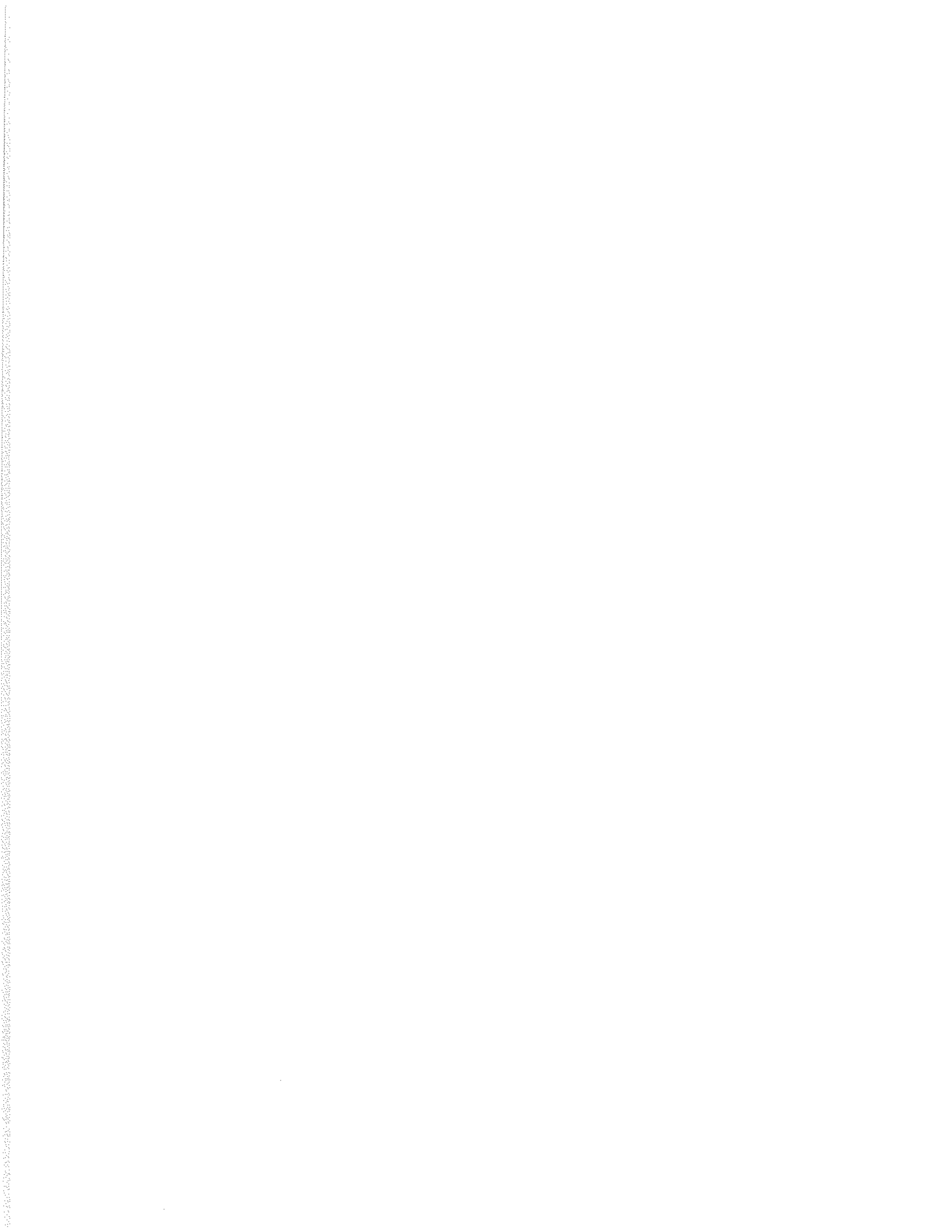
Dawn Gunderson Kelly, Accounting Supervisor
Office of County Auditor

Craig Hufford, Financial Management Supervisor
Office of County Treasurer

C. Ray Wierson, Director
Office of Budget and Information Processing

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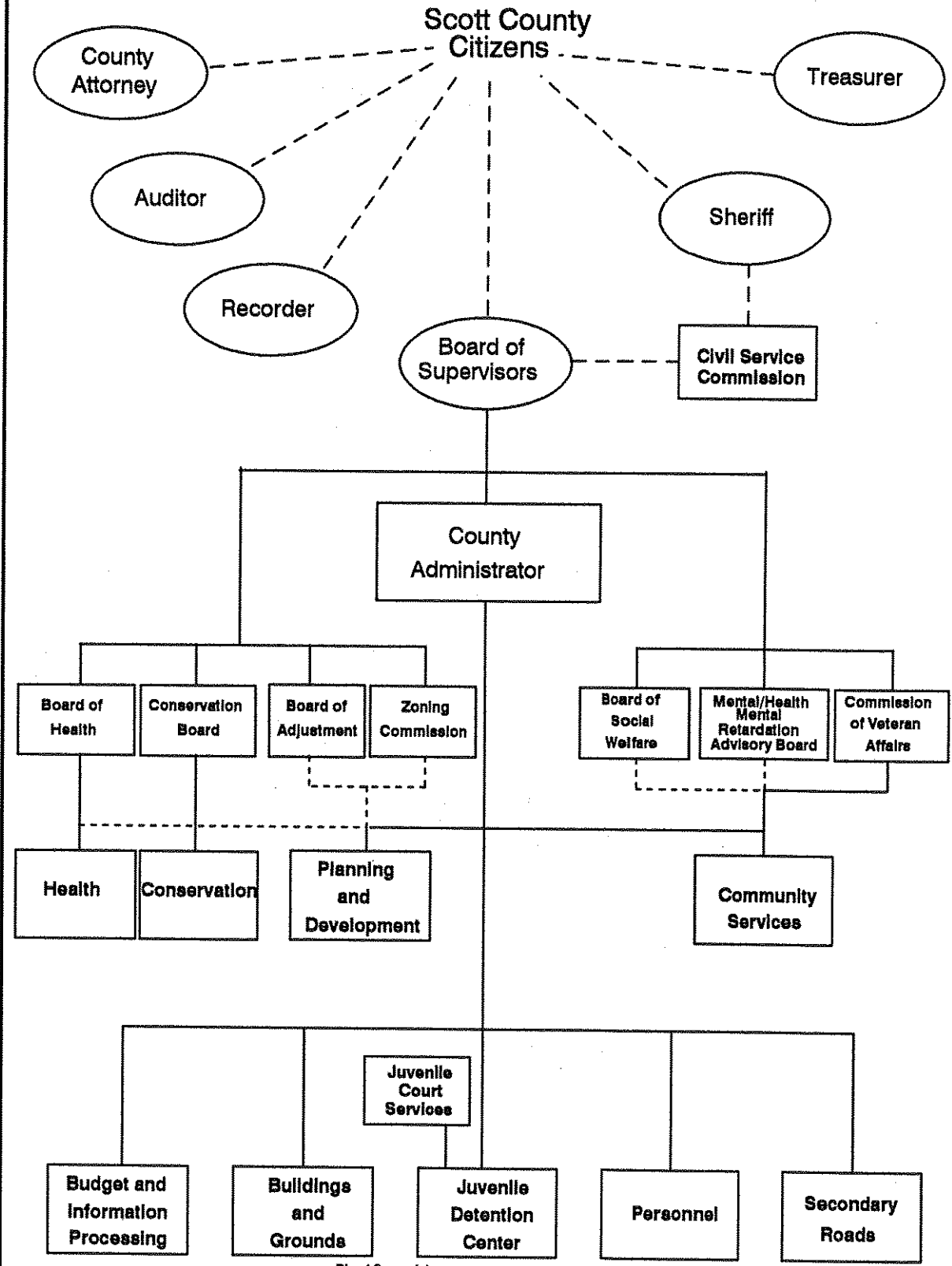
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COUNTY OF SCOTT, IOWA

COUNTY OFFICIALS

Official Title	Official	Term Expiration Date Of Elected Officials
<u>Elected Officials</u>		
Supervisor, Chairman	Edwin G. Winborn	1998
Supervisor	Tom Otting	1996
Supervisor	Robert E. Petersen	1996
Supervisor	Otto Ewoldt	1998
Supervisor	Forrest Kilmer	1998
Attorney	William E. Davis	1998
Auditor	Karen L. Fitzsimmons	1996
Recorder	Richard F. Hagen	1998
Sheriff	Michael Bladel	1996
Treasurer	Bill Fennelly	1998
<u>Administration</u>		
County Administrator	F. Glen Erickson	
<u>Department Heads</u>		
Budget and Information Processing	C. Ray Wierson	
Buildings and Grounds	Dave Donovan	
Community Services	Mary Dubert	
Conservation	Dan Nagle	
County Engineer	Larry R. Mattusch	
Health	Lawrence Barker	
Personnel	Dave Whan	
Planning and Development	Philip Rovang	
Juvenile Detention Center	Scott Monson	
<u>Other Officials</u>		
Davenport City Assessor	Nicholas Doenges	
County Assessor	Dale Denklau	
County Library Director	Ann Johnson	
Emergency Management Agency Director	Ross Bergen	

SCOTT COUNTY GOVERNMENT ORGANIZATIONAL CHART



ORGCHART

— Direct Supervision
 - - - - - Advisory Relationship

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Scott,
Iowa

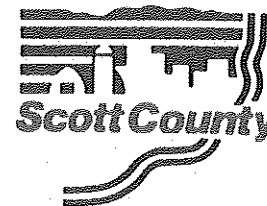
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1994

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director



(319) 326-8702

December 19, 1995

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

The Comprehensive Annual Financial Report of the County of Scott, Iowa for the fiscal year ended June 30, 1995 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

This report is presented in four (4) sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the County's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the auditors' report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-128, Audits of State and Local Governments. Information related to this single audit, including the schedule of federal financial assistance, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulations, are included in the single audit section of this report.

This report includes all funds and account groups of the County. Scott County is a municipal corporation governed by an elected five member board. The County provides a full range of services. These services include law enforcement, health and social services, parks and cultural activities, planning and zoning, construction and maintenance of secondary roads, education and general administrative services. As required by generally accepted accounting principles, these financial statements present Scott County (the primary government) and its component units. The component units discussed in Note 1 are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

ECONOMIC CONDITION AND OUTLOOK

Scott County is part of the "Quad-Cities": a three county metropolitan area. The counties of Scott (Iowa), Rock Island and Henry (Illinois), make up the Davenport-Rock Island-Moline Metropolitan Statistical Area, DRIM-MSA, with a 1994 estimated census population of 357,773. Based on U.S. Bureau of Census estimates, the projected population of Scott County in 1994 was 155,948, which was an increase over the 1990 population of 150,979.

The "Quad-Cities" is actually a label for fourteen contiguous communities in Iowa and Illinois that make up a single socio-economic unit. It straddles the Mississippi River midway between Minneapolis-St. Paul to the north and St. Louis to the south; and between Chicago to the east and Des Moines to the west. It is the second largest metropolitan area in Iowa and Illinois.

One could say that it's the "Quad-Cities", referring to the major metropolitan center located in the quadrangle created on the map by the beltline of Interstates 80 and 280.

The "Quad-Cities" has been historically known as an industrial center, a retail center and a transportation center. Now the economy has shifted away from manufacturing, and more towards service providers, such as medical services and tourist-related businesses. Tourism has increased to such an extent that the Quad Cities has become known as a tourist destination. The metropolitan area provides a highly productive, stable and dependable work force of 190,000 people.

During the early 1980's multiple manufacturing plant closings and layoffs caused the unemployment rate to reach 11.2% in Scott County. For the entire Quad Cities the unemployment rate peaked at 15.5% with nearly 20,000 manufacturing jobs eliminated. Since then, Quad Cities unemployment rates have declined steadily and stabilized at 5.0% in 1994.

Scott County has fared better than the rest of the Quad Cities in unemployment rates and new jobs. Currently, only 4% of the Scott County workforce is unemployed. And since 1980, the Iowa Department of Employment Services calculates that 26,000 new non-manufacturing jobs were created in Scott County.

Most of the new jobs created are service related. Within the service producing segment, health and educational services jobs are up 60% in 11 years; transportation and utility jobs are up 26%; and the largest share of service related jobs, wholesale/retail trades jobs, are up 19%.

Other segments of the labor force are stable or improved. Manufacturing jobs are making a comeback after the recession of the mid-80's, but are still down 2% after 11 years. Construction and mining jobs have increased 89% at a steady rate over 11 years ago. Finally, the government sector, which includes the Rock Island Arsenal employees, has remained stable over the 10 years and helped carry the area through during lean times.

The economy is characterized as strong in certain segments. During the mid-1980's, construction of commercial businesses and homes was down considerably. However, beginning in 1989, new construction increased substantially. New commercial/industrial construction has increased from \$17 million in 1992 and 1993 to \$33.9 million in 1994, doubling the construction costs in just one year. Much of the increase can be attributed to the new MidAmerican Energy Towers buildings and parking ramp, the new downtown Radisson Hotel, and extensive development of new retail businesses along Elmore Drive in Davenport.

New residential construction remains high, but has shown a slight decrease compared to 1992. In FY'94 Davenport, Bettendorf, and Scott County experienced \$48.8 million in residential construction. FY'95 showed a slight decline with \$36.7 million for those same jurisdictions. Renewed residential construction activity in Eldridge and Long Grove resulted in several million more dollars. As compared to 1989, the value of residential construction has increased 90% in all of Scott County. In March, 1995, construction was begun on a \$4.9 million elementary school in Riverdale.

Below are highlights of the economic year and act as a basis for the 1996 outlook:

- On April 21, 1995, the Lady Luck Riverboat, a 2,000-passenger gambling vessel, began operation in the City of Bettendorf. The riverboat created over 650 new jobs and has spurred the development of a \$4.5 million dockside factory-outlet mall also completed this year. Several tenants have already been acquired for the mall.
- In early May, the LaFarge Corporation, a cement manufacturer in the City of Buffalo, completed a \$900,000 capital improvements project which is expected to increase production in its Davenport plant by 5%. Company officials said no employment increase is expected as a result of the improvements. It will, however, make the plant's 115 positions more secure.
- In late May, plans were announced to develop a \$6 million Mississippi Medical Plaza in northeast Davenport. The facility will be primarily involved in outpatient surgery.
- Also in late May, Cub Foods announced a 24,000 square-foot expansion of its store in northeast Davenport.
- In June, it was announced that Peterson Tire Mounting Systems in Rock Island, Illinois would be expanding into the former Caterpillar Plant, which has been vacant since 1987. The firm will occupy approximately 700,000 square feet of the 2.4 million square foot facility eventually employing 40 people.
- Iowa Illinois Gas and Electric completed a merger late this year between it and Midwest Resources, Inc. The combined companies will be called MidAmerica Energy Company. They will be consolidating positions.
- A John Q. Hammond "Radisson" hotel opened in October, 1995. The 6-story, 222-room hotel is located between the RiverCenter Convention Center and the President Riverboat Casino and should enhance both operations.

The Scott County Board of Supervisors has been a strong supporter of tourism promotion for eight years. Scott County spearheaded the campaign to join together 3 local tourism bureaus into one well-organized, effective Quad Cities Convention and Visitor's Bureau. With the financial support of Scott County and other cities, the new Bureau markets the entire Quad Cities, attracting major conferences, and providing personal assistance to literally thousands of out-of-town visitors seeking information about things to do and see in the Quad Cities.

Riverboat gaming remains a major part of the local tourism industry. Three large, attractive riverboat casinos ply the Mississippi River on the Davenport, Bettendorf, and Rock Island

riverfronts. Ridership remains strong, although competing riverboats downstream have siphoned off some of the potential visitors. If the three riverboats can find their market niche and provide what the visitors want, the tourism segment will remain strong.

Scott County also has had a significant impact on attracting tourists to the Quad Cities through the Mississippi Valley Welcome Center. This unique facility, overlooking the Mississippi River along Interstate 80 and two U.S. Highways, was started under the strong initial and on-going guidance of the Board of Supervisors.

After five and one-half years of being open to the public, the Welcome Center has hosted visitors from all over the U.S. and the world. Based on Iowa Tourism Bureau estimates, the facility influenced visitors to spend \$28.5 million in tourist dollars in the Quad Cities. The Center grows stronger every year with the support of Scott County and the Iowa cities of Davenport, Bettendorf and LeClaire.

The economic outlook for Scott County looks favorable for 1996. Local economic developers forecast a strong, stable economy. The construction listed above will have a positive effect on the service sector in the next year. There will be more regional warehousing positions to handle the increase in economic activity. High paying medical, accounting, and finance jobs should stimulate the local economy. Some increase in manufacturing jobs are predicted, but the hourly wages will not match the former wages of workers who used to work for Caterpillar, International Harvester and J.I. Case.

The whole midwest economy is improving. The Canadian influence in manufacturing has been a pleasant addition. More Canadian expansion is predicted for the Quad Cities.

The optimism for 1996 is tempered by national and international forces. While inflation is thought to remain at 3.0% to 3.5%, the cost of construction is going up substantially in all areas. This could slow expansion. The labor supply is as low as it has been in 20 years. If new businesses are unable to find a healthy supply of adequately trained employees, there may be some movement to other locations with higher unemployment.

Overall the analysis of the economy shows it to be as strong as it has ever been. As Scott County's economy continues to diversify, predictions for this year and the next are optimistic. While there will be unplanned down cycles in the economy, broadening our economic base will protect us from major upheavals in the future.

Scott County citizens approved a one cent local option sales tax in a special election held in the fall of 1988 with the tax being effective January 1, 1989. The tax is bringing in revenues currently in excess of 2 million dollars annually to the County with 100% of the proceeds being used for property tax relief for all County taxpayers. This new revenue source also diversifies the County's total revenue base and currently represents 8% of the County's general fund revenues.

MAJOR INITIATIVES

For the Year. During fiscal year 1994-95 Scott County completed the remodeling and renovation of several areas within the Courthouse complex and other County facilities including: relocating and centralizing the Jail control access area to provide increased efficiencies in jail staffing and overall security; the relocation of the Sheriff's patrol staff out to the newly renovated

Sheriff's patrol offices at the Scott Sub-Station located in northern Davenport providing improved access to the areas of the County by the Sheriff's deputies; renovation of the lower level of the Courthouse providing improved access to the Administration and Personnel areas; remodeling of the Community Services area; and the renovation of the Annex Building portion housing Secondary Roads administration and engineering staff as well as moving the Planning and Development Department to the newly renovated Annex area. By moving the Planning and Development Department this provided additional space for the first floor Clerk's office.

The Building and Grounds Department coordinated the above mentioned building projects in addition to over seeing the completion of the parking lot expansion and improvements at the Bi-Centennial Building and the installation of underground fiber optics connecting the Bi-Centennial Building, the Annex facility and the County Courthouse for improved computer on-line response and telephone service. Additional electronic equipment enhancements included the replacement of twenty-nine obsolete computer terminals in the Treasurer's office with newer faster terminals which continued to allow the Treasurer's staff to act in a universal clerk status providing both property tax receipting services as well as State motor vehicle licenses and titling services; the enhancement of the Sheriff's base station equipment to allow for improved repeater capabilities which enhanced "dead" response and call back requirements in various parts in the County; and finally the installation of implementation of an optical imaging system in the County Recorder's office which over time will improve staffing efficiencies and productivity as well as quicker access by the public to the Recorder's documents.

In addition the Sheriff and the Board of Supervisors studied and developed short term solutions to the Jail overcrowding problem by expanding bed space at the Scott Sub-Station minimum security jail facility. The Sheriff and the Board also began working toward the development of a course of action to address long term solutions to the jail overcrowding problem.

Finally, Scott County remains the only Iowa County to hold the Government Finance Officers Association of the United States and Canada (GFOA) Distinguished Budget Presentation Award for its annual budget document. The County received its sixth consecutive award for its budget document for the fiscal year beginning July 1, 1995. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications medium.

For The Future. The Scott County Board of Supervisors and its management team of elected officials and appointed department heads hold planning sessions every two years for the purpose of setting target issues and developing action plans to successfully complete goals as identified and prioritized. These "leadership workshops" help in continuing to build the policy team of the Board of Supervisors, determining the future goals and direction for the County, refining the governance processes of the policy team, and on refining the tone for management and service delivery.

Several target issues are expected to be completed next fiscal year including developing a course of action to address the long term solutions to the jail overcrowding problem; continuing fiscal strategies program on a bi-annual basis encouraging departments and authorized agencies to identify financial initiatives to reduce ongoing expenditures or enhance revenues by identifying new ways of doing things and improving productivity; continue to work with State Legislators to protect Scott County's interest from State mandates and other laws which erode Home Rule intent; studying the impact on the County Attorney's office employing attorneys on a full-time versus part-time basis; continuing to refine the County PRIDE Program and employee recognition activities;

continuing the activities of the Juvenile Justice Coordinating Committee; implementing a managed care program for the mentally ill and the mentally retarded and monitoring the impact of the State's Mental Health Managed Care Program; develop a long range space utilization plan for the Courthouse campus; studying the future direction of residential/growth development in the County; developing a long range plan for ambulance service; and reviewing the current employee health plan using a health care review task force and developing a plan of action to address employee health plan needed revisions and enhancements to contain costs.

At the present time work is beginning on the County's fiscal year 1996-97 operating budget. During their initial budget discussions the Board of Supervisors identified nine specific areas they wished to have reviewed during the 1996-97 budget preparation process:

1. Level and condition of the general fund balance (Scott County's bond rating was lowered in May 1995 due to its declining general fund balance which for the past several years has been used to help balance the budget).
2. Obtain a balanced budget for 1996-97.
3. Review Conservation Board's new profit operations (i.e.: Pioneer Village, Westlake Park beach and boat concessions, etc.).
4. Continue to explore new ways of doing things to reduce on-going operating costs while maintaining or improving productivity.
5. Future direction of jail facilities. Overcrowding at the Scott County Jail continues to remain a long term budget issue.
6. Exploring new revenue sources.
7. Impact of mental health funding. A concern about the impact on services and County financing as a result of the State of Iowa's new legislative restrictions in providing more mental health funding to county governments.
8. Continue to improve relations with State government and its impact on County finances.
9. Review status and reliability of outside funding sources. Communicating to the County about federal and state cutbacks that will affect the agencies it assists financially.

Preliminary assessed valuations from the City and County Assessors indicate that limited growth will be available in the property tax base for next fiscal year due to current state imposed rollback limitations on residential property taxable valuations. Additionally, the State of Iowa enacted legislation which limits the property tax dollars which can be levied in FY 1993-94, FY 1994-95, FY 1995-96, FY 1996-97 and FY 1997-98 at approximately fiscal year 1992-93 base year amounts.

All four of the County's labor union contracts are up for renegotiation for fiscal year 1996-97. Proposed wage increases, health care costs and economic impacts on other non-tax revenues will all add to the challenge of presenting a balanced budget for next fiscal year.

Department Focus. The Scott County Health Department, under direction of the Scott County Board of Health, is responsible for assuring that the Public Health needs of the community are met. In a rapidly changing health arena, the national focus of local health departments is shifting from that of being a provider of direct services to assuring that essential public health services are being provided. The Health Department's primary role is to develop a mechanism whereby the community determines its health status/needs rather than government deciding. Recently we have convened a Leadership Team called CHAMPS (Community Health Assessment Monitoring Promotion Survey), who have identified six vision areas that need to be addressed to make Scott County a healthier community in which to live. As we look to the future, the Health Department needs to become a facilitator by bringing together individuals, organizations, agencies, in the community to collaboratively address strategies that promote solutions to identified health problems. In order to effectively measure outcomes or to determine health needs, we must also re-direct our resources to become a central repository for health-related data. This is critical in establishing baseline information and determining when a problem has developed that needs to be addressed by the community, as well as providing methodology for outcome measurement. In the interim, we must continue to address those essential services that we currently provide.

Department staff consists of the Director, Deputy Director, Administrative Manager, Environmental Health Specialists, Disease Prevention Specialists, an EMS Coordinator, Public Health Nurses, Clerical Support Staff, part-time Clinic Nurses, a part-time Vietnamese Interpreter, and a part-time Laboratory Technician. The Department also contracts for the services of a Medical Director, an EMS Medical Director, and a Medical Examiner.

The Scott County Health Department is committed to promoting, protecting and preserving the health of the community by providing leadership and direction as advocates for the individual, the family, the community and the environment we serve. In so doing, we provide a multitude of services with Professionalism, Responsiveness, Involvement, Dedication and Excellence.

The Department's Administrative activities include:

1. Program coordination
2. Budget analysis
3. Local Health Agency contract management
4. Financial Management
5. Grants Management
6. Media Coordination
7. Medical Examiner Services
8. Records Management
9. Personnel Management
10. Clerical Support Services and computer coordination

The Department's Disease Prevention activities include:

1. Communicable disease surveillance and epidemiology
2. Sexually transmitted disease clinic and epidemiology
3. HIV testing and counseling
4. Childhood immunization clinic
5. Tuberculosis control
6. Lead poisoning pediatric management

7. Hypertension Project coordination
8. Non-Public School Nursing services
9. County Employee Wellness (HealthWorks)
10. County Employee Assistance Program (EAP)

The Department's Environmental Health activities include:

1. Food Service, Food Establishment, hotel, and vending licensing and enforcement
2. Radon surveillance
3. Consumer product safety
4. Emergency medical services coordination
5. Air pollution monitoring
6. Lead hazard identification and abatement
7. Animal bite control
8. Public swimming pool inspection
9. Vector control
10. Public health nuisance investigation and enforcement
11. Sewage system permit and enforcement
12. Water well permit and enforcement
13. Real estate inspection
14. Subdivision review
15. Solid waste management
16. Well Testing and closure
17. Waste hauler permit and enforcement
18. Mosquito surveillance

Health Department activities of the future, while continuing at present with the traditional protection and promotion activities, hope to improve health status by providing leadership in the community so as to mobilize energy and resources toward meeting identified community needs, in other words, building bridges via partnerships and collaborative efforts so as to make for a healthier Scott County.

FINANCIAL INFORMATION

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of the control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgements by management.

Single Audit. As a recipient of federal and state financial assistance, the County 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 of the County.

As a part of the County single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the County has complied with applicable laws and regulations. The results of the County's single audit for the fiscal year ended June 30, 1995 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgeting Controls. In addition, the County maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Board of Supervisors. The State of Iowa requires the passage of an annual budget of total County operating expenditures by major program service areas. Activities of the general fund, special revenue funds, capital projects fund and debt service fund are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the total program service area level. The County also maintains budgetary control beyond the State required program service area level at the major object of expenditure basis within each County department.

General Government Functions. The following schedule presents a summary of general fund, special revenue funds and debt service fund revenues for the fiscal year ended June 30, 1995 and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue Source	Amount	Percent of Total	Increase (Decrease) From FY 1994	Percent Increase (Decrease) From FY 1994
Property Taxes/Interest & Penalties	\$19,915,948	52.2%	\$1,373,924	7.4%
Local Option Sales Tax	2,476,219	6.5%	-139,554	-5.3%
Other County Taxes	536,325	1.4%	281,232	110.2%
Intergovernmental	10,721,388	28.1%	3,310,956	44.7%
Licenses and Permits	227,727	0.6%	9,472	4.3%
Charges for Services	2,279,868	6.0%	-148,981	-6.1%
Interest and Rentals and Fees	1,363,967	3.6%	453,569	49.8%
Other	617,618	1.6%	182,268	41.9%
Total	\$38,139,060	100.0%	\$5,322,886	16.2%

The most significant percentage increase in actual revenue sources was derived from other county taxes. This 110% increase was due to increased revenues received from the riverboat gaming revenues. The substantial increase in gaming boat revenues was due to both a change in the law allowing dockside gaming as well as the addition of a boat in Bettendorf. The 50% increase in interest and rentals and fees was due primarily to the increase in interest rates earned on investments. Also while the County had received distributions totalling its entire investment in the previously failed Iowa Trust as of June 30, 1994, the County received an additional distribution of \$148,487 during the fiscal year ended June 30, 1995. This additional distribution was recognized as investment income.

The 42% increase in other income was due primarily to the close out and transfer of an unused condemnation fund in the amount of \$165,267. The 45% increase in intergovernmental revenues

was due primarily to the pass through of U.S. Department of Housing and Urban Development Community Development Block Grant funds for flood recovery assistance totalling \$2,548,575. Also during fiscal year 1994-95 federal Medicaid administrative reimbursements were received by the County and passed on to other agencies. Finally the 6% decrease in charges for services was due primarily to the down turn in the number of filings and recording of documents in the Recorder's office due to the increase in interest rates slowing the number of new mortgages and home refinancings.

The following schedule presents a summary of general fund, special revenue funds and debt service fund expenditures for the fiscal year ended June 30, 1995 and the percentage of increases and decreases in relation to prior year amounts.

Function	Amount	Percent of Total	Increase (Decrease) From FY 1994	Percent Increase (Decrease) From FY 1994
Public Safety	\$9,442,709	26.8%	\$2,986,313	46.3%
Court Services	1,339,435	3.8%	150,419	12.7%
Physical Health and Education	2,186,509	6.2%	147,388	7.2%
Mental Health	10,099,959	28.6%	843,435	9.1%
Social Services	1,047,396	3.0%	150,770	16.8%
County Environment	1,947,864	5.5%	-101,862	-5.0%
Roads and Transportation	2,457,303	7.0%	-319,691	-11.5%
State and Local Government	1,199,785	3.4%	15,380	1.3%
Interprogram	4,574,457	13.0%	32,934	0.7%
Debt Service	418,502	1.2%	-27,473	-6.2%
Capital	556,863	1.6%	-78,319	-12.3%
Total	\$35,270,782	100.0%	\$3,799,294	12.1%

The most significant increase in expenditures in 1994-95 over the previous year was in the area of public safety. This was due primarily to the aforementioned pass through of U.S. Department of Housing and Urban Development Community Development Block Grant flood recovery assistance funds. There was also a substantial increase in the Sheriff's Department expenditures due to an increase in inmates at the County jail facilities. Additional correctional officer positions were added to the Sheriff's authorized staffing level. In addition higher grocery and supply costs were experienced due to the higher number of inmates. The 17% increase in social services costs was due primarily to additional federal grant pass through funds for emergency shelter, targeted assistance, and flood assistance.

The 13% increase in court services expenses was due to increased Juvenile Justice Program costs which are reimbursed by the State in addition to increased costs to provide courthouse security and bailiff services. The 7% increase in the physical health and educational service area was due primarily to the aforementioned federal Medicaid administrative expenses which were received by the County and passed on to other agencies. It is noted that capital expenditures which decreased 12% in fiscal year 1994-95 vary from year to year depending on the level of capital expenditures authorized for that year. Debt service for the year also decreased due to the amortization of the

jail bond refunding issue. The roads and transportation service area reduced by almost 12% due primarily to lower costs for equipment operation, snow and ice control, and road maintenance. Finally a 5% reduction in the county environment service area was due to the phase out of the Economic Development Revolving Loan Fund Program. This program was phased out by the Board due to the property tax limitation law reducing the available County resources for economic incentive programs such as this.

General Fund Balance. The undesignated fund balance of the general fund increased by 28.9% in 1995. The Board has designated \$1,095,155 of the fund balance for future electronic equipment replacements, \$324,980 for future vehicle replacements, \$884,113 reserved for the loan advance to the enterprise fund, and \$18,314 for the recorder management fee. The remaining \$3,411,137 provides the County with a fund balance that meets cash flow needs prior to the collection of property taxes and should significantly reduce the likelihood of the County entering the short-term debt market to pay for current operating expenditures.

Enterprise Operations. The County's enterprise fund includes the operations of Glynn's Creek Golf Course located at Scott County Park. The Course finished its third fiscal year of operation on June 30, 1995 realizing a 41% increase in rounds played over the first fiscal year of operation. During the early years of operation the general fund is loaning funds to the enterprise fund to be repaid from future Course revenues with interest. At June 30, 1995 the loan amount due to the general fund totalled \$884,113.

Debt Administration. At June 30, 1995 the County had only two general obligation debt issues outstanding. The general obligation jail refunding bond issue totalled \$1,955,000 and the Solid Waste Disposal bonds totalled \$7,100,000. It is noted that the General Obligation County Solid Waste Disposal bonds are being paid by the Scott Area Solid Waste Management Commission under a financing agreement between the Commission and the County whereby the Commission is obligated to establish rates, charges and fees sufficient to pay the semi-annual debt service requirements of the bonds.

The County's bond rating from Moody's Investor Service on general obligation bond issues was revised to an A1 rating from an AA rating due to State property tax limitations which have recently been extended through fiscal year 1998 causing the County to use fund balances for various expenditures over the last several years. The County has notified State officials regarding this concern in addition to implementing a Financial Initiatives Program during the last two years to identify ideas and strategies to reduce expenditures and enhance revenues.

Under State statutes the County's general obligation bond issuances are subject to a legal limitation based on 5% of its gross assessed valuation. As of June 30, 1995 the County's general obligation indebtedness of \$9,055,000 was well below the legal limit of \$234,979,936 and debt per capita equaled \$57.61.

Cash Management. Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, obligations of the U.S. Treasury, and other obligations guaranteed by the United States or its agencies. The average yield on investments was 5.4%. The County earned interest revenue in governmental funds of \$1,200,929 on all investments for the year ended June 30, 1995.

The County's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were insured by federal depository insurance or covered by the state's sinking fund. The majority of County investments during the year and at June 30, 1995, are classified in the category of lowest collateral risk as defined by the Governmental Accounting Standards Board.

Risk Management. The County's liability, property and workers compensation claims, insurance and administration program are accounted for in the Internal Service Fund. The program involves various risk control techniques, including educational programs for employees to prevent accidents, and provides funds to meet loss situations which do occur, using a blend of internal and external resources. Internal funding of losses is represented by a claims retention program in which an assumption of appropriate deductibles is made. During fiscal year 1995, the deductible for each liability and property claim was \$250,000 and for each workers compensation claim was \$300,000. External funding involves the purchase of insurance to finance those losses which the County cannot comfortably retain itself. Individual claims in excess of the deductible are insured up to \$5,750,000 for liability, replacement costs up to \$50,243,329 for property, and statutory amounts for workers compensation. The goals of the current risk management program are to lower long-term costs and to reduce dependence on the insurance market, which lessens the effect of annual rate increases and/or capacity crunches.

OTHER INFORMATION

Independent Audit. State statutes require an annual audit by the Auditor of State or by a certified public accountant. The County has complied with this requirement by contracting with McGladrey & Pullen, LLP to provide an independent audit. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of the Federal Single Audit Act of 1984 and related OMB Circular A-128. The auditors' report on the general purpose statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section.

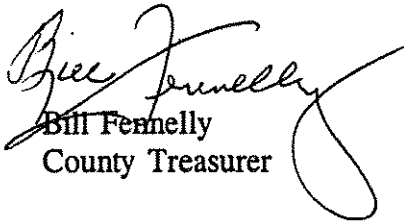
Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Scott, Iowa for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1994. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

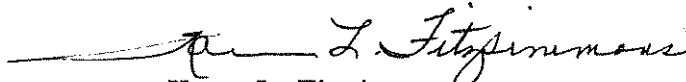
A Certificate of Achievement is valid for a period of one year only. The County of Scott, Iowa has received a Certificate of Achievement for the eighth consecutive year. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgements. The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated services of the Financial Management Supervisor in the Treasurer's Office, the Accounting Supervisor in the Auditor's Office, and the Director of Budget and Information Processing. We would like to express our appreciation to all members of our staff who assisted and contributed to its preparation. Appreciation is also expressed for the excellent assistance received from our independent accountants, McGladrey & Pullen, LLP. We would also like to thank the County Board of Supervisors for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.


Respectfully submitted,



Bill Fennelly
County Treasurer



Karen L. Fitzsimmons
County Auditor



F. Glen Erickson
County Administrator



Financial Section



McGLADREY & PULLEN, LLP

Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT

Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the accompanying general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; "Government Auditing Standards" issued by the Controller General of the United States; and Chapter 11 of the Code of Iowa. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the County of Scott, Iowa, as of June 30, 1995, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the County of Scott, Iowa. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with "Government Auditing Standards" we have also issued a report dated November 17, 1995 on our consideration of the County of Scott, Iowa's internal control structure and a report dated November 17, 1995 on its compliance with laws and regulations.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995

COUNTY OF SCOTT, IOWA

COMBINED BALANCE SHEET

ALL FUND TYPES, ACCOUNT GROUPS, AND DISCRETELY PRESENTED COMPONENT UNITS

June 30, 1995

ASSETS AND OTHER DEBITS	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Cash and investments	\$ 5,526,277	\$ 1,371,853	\$ 14,137,729	\$ 685,343
Cash and investments in escrow	-	-	-	-
Receivables:				
Property taxes	77,627	2,561	1,675	-
Accrued interest	198,719	-	17,901	-
Accounts	28,281	-	-	-
Due from other funds	263,603	-	-	-
Advance to other funds	884,113	-	-	-
Due from other governmental agencies	1,912,082	116,778	-	-
Inventories	-	-	-	-
Property and equipment:				
Land and improvements	-	-	-	-
Buildings and structures	-	-	-	-
Watering system and cart path	-	-	-	-
Furniture and fixtures	-	-	-	-
Equipment	-	-	-	-
Vehicles	-	-	-	-
Construction in progress	-	-	-	-
Accumulated depreciation	-	-	-	-
Amount available in debt service fund	-	-	-	-
Amount to be provided for the retirement of general long-term debt	-	-	-	-
Total assets and other debits	\$ 8,890,702	\$ 1,491,192	\$ 14,157,305	\$ 685,343

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)	Component Units	Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government		Reporting Entity
\$ -	\$ 1,994,461	\$ 6,168,791	\$ -	\$ -	\$ 29,884,454	\$ 717,850	\$ 30,602,304
327,679	-	-	-	-	327,679	-	327,679
-	-	458,624	-	-	540,487	5,872	546,359
-	-	-	-	-	216,620	-	216,620
-	238	12,803	-	-	41,322	430	41,752
-	414,565	1,214	-	-	679,382	-	679,382
-	-	-	-	-	884,113	-	884,113
-	-	-	-	-	2,028,860	14,649	2,043,509
5,582	-	-	-	-	5,582	-	5,582
1,556,336	-	-	3,126,380	-	4,682,716	16,600	4,699,316
447,136	-	-	21,231,892	-	21,679,028	88,400	21,767,428
628,370	-	-	-	-	628,370	-	628,370
2,635	-	-	817,162	-	819,797	142,384	962,181
321,147	-	-	7,790,609	-	8,111,756	1,081,783	9,193,539
13,666	-	-	2,432,381	-	2,446,047	279,354	2,725,401
-	-	-	186,386	-	186,386	-	186,386
(307,199)	-	-	-	-	(307,199)	-	(307,199)
-	-	-	-	6,961,628	6,961,628	-	6,961,628
-	-	-	-	2,160,111	2,160,111	18,515	2,178,626
<u>\$ 2,995,352</u>	<u>\$ 2,409,264</u>	<u>\$ 6,641,432</u>	<u>\$ 35,584,810</u>	<u>\$ 9,121,739</u>	<u>\$ 81,977,139</u>	<u>\$ 2,365,837</u>	<u>\$ 84,342,976</u>

(Continued)

COUNTY OF SCOTT, IOWA

COMBINED BALANCE SHEET

ALL FUND TYPES, ACCOUNT GROUPS, AND DISCRETELY PRESENTED COMPONENT UNITS

June 30, 1995

LIABILITIES, EQUITY, AND OTHER CREDITS	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Liabilities:				
Accounts payable	\$ 1,720,951	\$ 30,760	\$ -	\$ 69,415
Accrued liabilities	215,739	22,611	-	-
Interest payable	-	-	-	-
Due to other funds	414,565	-	-	-
Advance from other funds	-	-	-	-
Due to other governmental agencies	-	-	7,194,002	-
Deferred compensation	-	-	-	-
Deferred revenue	183,455	2,561	1,675	-
Compensated absences	622,293	76,454	-	-
General obligation bonds	-	-	-	-
Note payable	-	-	-	-
Purchase contract	-	-	-	-
Total liabilities	3,157,003	132,386	7,195,677	69,415
Equity and Other Credits:				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings (deficit)	-	-	-	-
Fund balances:				
Reserved for advance to other funds	884,113	-	-	-
Unreserved:				
Designated for vehicle purchases	324,980	-	-	-
Designated for equipment purchases	1,095,155	694,816	-	-
Designated for recorders management fee	18,314	-	-	-
Undesignated	3,411,137	663,990	6,961,628	615,928
Total equity and other credits	5,733,699	1,358,806	6,961,628	615,928
Total liabilities and equity and other credits	\$ 8,890,702	\$ 1,491,192	\$ 14,157,305	\$ 685,343

See Notes to Financial Statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)	Component Units	Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government		Reporting Entity
\$ 41,161	\$ 1,269,167	\$ 205,984	\$ -	\$ -	\$ 3,337,438	\$ 30,800	\$ 3,368,238
9,877	-	-	-	-	248,227	13,511	261,738
140,020	-	-	-	-	140,020	-	140,020
-	-	264,817	-	-	679,382	-	679,382
884,113	-	-	-	-	884,113	-	884,113
6,891	-	4,365,251	-	-	11,566,144	-	11,566,144
-	-	1,520,758	-	-	1,520,758	-	1,520,758
-	-	-	-	-	187,691	5,870	193,561
13,047	-	-	-	66,739	778,533	82,663	861,196
-	-	-	-	9,055,000	9,055,000	-	9,055,000
-	-	-	-	-	-	18,515	18,515
3,375,471	-	-	-	-	3,375,471	-	3,375,471
4,470,580	1,269,167	6,356,810	-	9,121,739	31,772,777	151,359	31,924,136
-	-	-	35,584,810	-	35,584,810	1,608,521	37,193,331
-	1,098,877	-	-	-	1,098,877	-	1,098,877
(1,475,228)	41,220	-	-	-	(1,434,008)	-	(1,434,008)
-	-	-	-	-	884,113	-	884,113
-	-	-	-	-	324,980	-	324,980
-	-	-	-	-	1,789,971	-	1,789,971
-	-	-	-	-	18,314	-	18,314
-	-	284,622	-	-	11,937,305	605,957	12,543,262
(1,475,228)	1,140,097	284,622	35,584,810	-	50,204,362	2,214,478	52,418,840
\$ 2,995,352	\$ 2,409,264	\$ 6,641,432	\$ 35,584,810	\$ 9,121,739	\$ 81,977,139	\$ 2,365,837	\$ 84,342,976

COUNTY OF SCOTT, IOWA

**COMBINED STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS, AND DISCRETELY
PRESENTED COMPONENT UNITS
Year Ended June 30, 1995**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenue:				
Property taxes	\$ 17,862,013	\$ 1,384,832	\$ 395,513	\$ -
Local option sales tax	2,476,219	-	-	-
Other taxes	520,827	14,363	1,135	-
Interest and penalties on taxes	273,590	-	-	-
Intergovernmental	8,962,894	1,710,772	29,968	17,754
Charges for services	2,268,624	11,244	-	-
Interest	1,171,241	-	29,688	-
Licenses and permits	227,727	-	-	-
Rentals and fees	163,038	-	-	-
Other	613,110	4,508	-	2,620
Total revenue	34,539,283	3,125,719	456,304	20,374
Expenditures:				
Current operating:				
Public safety	9,442,709	-	-	-
Court services	1,339,435	-	-	-
Physical health and education	2,186,509	-	-	-
Mental health	10,099,959	-	-	-
Social services	1,047,396	-	-	-
County environment	1,947,864	-	-	-
Roads and transportation	-	2,457,303	-	-
State and local government services	1,199,785	-	-	-
Interprogram services	4,574,457	-	-	-
Nonprogram services	-	-	-	-
Capital outlay	-	556,863	-	1,839,774
Debt service:				
Principal	-	-	305,000	-
Interest	-	-	113,502	-
Total expenditures	31,838,114	3,014,166	418,502	1,839,774
Excess (deficiency) of revenue over expenditures	2,701,169	111,553	37,802	(1,819,400)
Other financing sources (uses):				
Operating transfers in	750,000	1,972,149	-	1,611,713
Operating transfers in, primary government	-	-	-	-
Operating transfers out	(2,790,050)	(1,293,812)	-	-
Operating transfers out, component unit	-	(253,733)	-	-
Proceeds from bond issuance	-	-	6,910,328	-
Total other financing sources (uses)	(2,040,050)	424,604	6,910,328	1,611,713
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	661,119	536,157	6,948,130	(207,687)
Fund balances, beginning	5,072,580	822,649	13,498	823,615
Fund balances, ending	\$ 5,733,699	\$ 1,358,806	\$ 6,961,628	\$ 615,928

See Notes to Financial Statements.

Fiduciary Fund Type	Total (Memo- randum Only)	Component	Total (Memo- randum Only)
Expendable Trusts	Primary Government	Units	Reporting Entity
\$ -	\$ 19,642,358	\$ 910,140	\$ 20,552,498
-	2,476,219	-	2,476,219
-	536,325	2,535	538,860
-	273,590	-	273,590
-	10,721,388	413,044	11,134,432
-	2,279,868	9,173	2,289,041
-	1,200,929	-	1,200,929
-	227,727	-	227,727
-	163,038	-	163,038
2,693,662	3,313,900	76,266	3,390,166
2,693,662	40,835,342	1,411,158	42,246,500
-	9,442,709	147,701	9,590,410
-	1,339,435	-	1,339,435
-	2,186,509	513,707	2,700,216
-	10,099,959	-	10,099,959
-	1,047,396	-	1,047,396
-	1,947,864	-	1,947,864
-	2,457,303	-	2,457,303
-	1,199,785	1,106,363	2,306,148
-	4,574,457	-	4,574,457
2,636,664	2,636,664	-	2,636,664
-	2,396,637	-	2,396,637
-	305,000	9,121	314,121
-	113,502	-	113,502
2,636,664	39,747,220	1,776,892	41,524,112
56,998	1,088,122	(365,734)	722,388
-	4,333,862	-	4,333,862
-	-	253,733	253,733
-	(4,083,862)	-	(4,083,862)
-	(253,733)	-	(253,733)
-	6,910,328	-	6,910,328
-	6,906,595	253,733	7,160,328
56,998	7,994,717	(112,001)	7,882,716
227,624	6,959,966	717,958	7,677,924
\$ 284,622	\$ 14,954,683	\$ 605,957	\$ 15,560,640

COUNTY OF SCOTT, IOWA

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS - ALL GOVERNMENTAL FUND TYPES Year Ended June 30, 1995

	General		Variance Favorable (Unfavor- able)
	Budget	Actual	
Revenue:			
Property taxes	\$ 17,886,428	\$ 17,864,947	\$ (21,481)
Local option sales tax	2,532,530	2,574,189	41,659
Other taxes	220,060	515,725	295,665
Interest and penalties on taxes	225,000	276,101	51,101
Intergovernmental	9,620,332	8,337,882	(1,282,450)
Charges for services	2,339,737	2,294,623	(45,114)
Interest	746,220	1,204,326	458,106
Licenses and permits	205,906	230,266	24,360
Rentals and fees	187,888	162,807	(25,081)
Other	971,275	659,598	(311,677)
Total revenue	34,935,376	34,120,464	(814,912)
Expenditures:			
Current operating:			
Public safety	10,510,190	9,535,202	974,988
Court services	1,352,594	1,296,381	56,213
Physical health and education	2,227,417	2,076,102	151,315
Mental health	10,656,283	10,096,081	560,202
Social services	1,190,267	1,029,789	160,478
County environment	2,062,233	2,060,062	2,171
Roads and transportation	-	-	-
State and local government services	1,267,858	1,225,635	42,223
Interprogram services	5,121,809	4,645,409	476,400
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	34,388,651	31,964,661	2,423,990
Excess (deficiency) of revenue over expenditures	546,725	2,155,803	1,609,078
Other financing sources (uses):			
Operating transfers in	250,000	750,000	500,000
Operating transfers (out)	(715,955)	(2,790,050)	(2,074,095)
Proceeds from bond issuance	-	-	-
Total other financing sources (uses)	(465,955)	(2,040,050)	(1,574,095)
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	\$ 80,770	115,753	\$ 34,983
Fund balances, beginning		5,893,514	
Fund balances, ending		\$ 6,009,267	

Special Revenue			Debt Service		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 1,382,938	\$ 1,384,923	\$ 1,985	\$ 404,693	\$ 415,054	\$ 10,361
-	-	-	-	-	-
12,792	14,363	1,571	13,810	11,562	(2,248)
-	-	-	-	-	-
2,127,065	1,704,272	(422,793)	-	-	-
20,500	11,244	(9,256)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
23,500	4,507	(18,993)	-	-	-
<u>3,566,795</u>	<u>3,119,309</u>	<u>(447,486)</u>	<u>418,503</u>	<u>426,616</u>	<u>8,113</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,712,750	2,506,866	205,884	-	-	-
-	-	-	-	-	-
1,439,305	892,377	546,928	-	-	-
-	-	-	305,000	305,000	-
-	-	-	113,503	113,503	-
<u>4,152,055</u>	<u>3,399,243</u>	<u>752,812</u>	<u>418,503</u>	<u>418,503</u>	<u>-</u>
<u>(585,260)</u>	<u>(279,934)</u>	<u>305,326</u>	<u>-</u>	<u>8,113</u>	<u>8,113</u>
1,972,149	1,972,149	-	-	-	-
(1,373,812)	(1,547,545)	(173,733)	-	-	-
-	-	-	-	6,910,328	6,910,328
<u>598,337</u>	<u>424,604</u>	<u>(173,733)</u>	<u>-</u>	<u>6,910,328</u>	<u>6,910,328</u>
<u>\$ 13,077</u>	<u>144,670</u>	<u>\$ 131,593</u>	<u>\$ -</u>	<u>6,918,441</u>	<u>\$ 6,918,441</u>
	<u>1,129,856</u>			<u>13,498</u>	
	<u>\$ 1,274,526</u>			<u>\$ 6,931,939</u>	

(Continued)

COUNTY OF SCOTT, IOWA

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS - ALL GOVERNMENTAL FUND TYPES (Continued) Year Ended June 30, 1995

	Capital Projects		Variance Favorable (Unfavor- able)
	Budget	Actual	
Revenue:			
Property taxes	\$ -	\$ -	\$ -
Local option sales tax	-	-	-
Other taxes	-	-	-
Interest and penalties on taxes	-	-	-
Intergovernmental	-	17,754	17,754
Charges for services	-	-	-
Interest	-	-	-
Licenses and permits	-	-	-
Rentals and fees	-	-	-
Other	5,000	7,785	2,785
Total revenue	5,000	25,539	20,539
Expenditures:			
Current operating:			
Public safety	-	-	-
Court services	-	-	-
Physical health and education	-	-	-
Mental health	-	-	-
Social services	-	-	-
County environment	-	-	-
Roads and transportation	-	-	-
State and local government services	-	-	-
Interprogram services	-	-	-
Capital outlay	2,141,990	2,141,988	2
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	2,141,990	2,141,988	2
Excess (deficiency) of revenue over expenditures	(2,136,990)	(2,116,449)	20,541
Other financing sources (uses):			
Operating transfers in	1,731,831	2,111,713	379,882
Operating transfers out	-	(500,000)	(500,000)
Proceeds from bond issuance	-	-	-
Total other financing sources (uses)	1,731,831	1,611,713	(120,118)
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	\$ (405,159)	(504,736)	\$ (99,577)
Fund balances, beginning		1,203,840	
Fund balances, ending		<u>\$ 699,104</u>	

See Notes to Financial Statements.

Totals (Memorandum Only)

Budget	Actual	Variance Favorable (Unfavorable)
\$ 19,674,059	\$ 19,664,924	\$ (9,135)
2,532,530	2,574,189	41,659
246,662	541,650	294,988
225,000	276,101	51,101
11,747,397	10,059,908	(1,687,489)
2,360,237	2,305,867	(54,370)
746,220	1,204,326	458,106
205,906	230,266	24,360
187,888	162,807	(25,081)
999,775	671,890	(327,885)
<u>38,925,674</u>	<u>37,691,928</u>	<u>(1,233,746)</u>
10,510,190	9,535,202	974,988
1,352,594	1,296,381	56,213
2,227,417	2,076,102	151,315
10,656,283	10,096,081	560,202
1,190,267	1,029,789	160,478
2,062,233	2,060,062	2,171
2,712,750	2,506,866	205,884
1,267,858	1,225,635	42,223
5,121,809	4,645,409	476,400
3,581,295	3,034,365	546,930
305,000	305,000	-
113,503	113,503	-
<u>41,101,199</u>	<u>37,924,395</u>	<u>3,176,804</u>
<u>(2,175,525)</u>	<u>(232,467)</u>	<u>1,943,058</u>
3,953,980	4,833,862	879,882
(2,089,767)	(4,837,595)	(2,747,828)
-	6,910,328	6,910,328
<u>1,864,213</u>	<u>6,906,595</u>	<u>5,042,382</u>
<u>\$ (311,312)</u>	6,674,128	<u>\$ 6,985,440</u>
	8,240,708	
	<u>\$ 14,914,836</u>	

COUNTY OF SCOTT, IOWA

COMBINED STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN RETAINED EARNINGS ALL PROPRIETARY FUND TYPES Year Ended June 30, 1995

	Enterprise	Internal Service	Totals (Memo- randum Only)
Operating revenue:			
Charges for services	\$ 699,162	\$ 2,499,027	\$ 3,198,189
Sales, net of cost of goods sold of \$100,291	34,284	-	34,284
Other	615	47,504	48,119
Total operating revenue	<u>734,061</u>	<u>2,546,531</u>	<u>3,280,592</u>
Operating expenses:			
Claims and administration	-	2,700,290	2,700,290
Personnel	368,332	-	368,332
Depreciation	87,640	-	87,640
Other	263,091	-	263,091
Total operating expenses	<u>719,063</u>	<u>2,700,290</u>	<u>3,419,353</u>
Operating income (loss)	<u>14,998</u>	<u>(153,759)</u>	<u>(138,761)</u>
Nonoperating income (expense):			
Interest income	16,429	109,721	126,150
Interest expense	(258,176)	-	(258,176)
(Loss) before operating transfers	<u>(241,747)</u>	<u>109,721</u>	<u>(132,026)</u>
Operating transfer out	<u>-</u>	<u>(250,000)</u>	<u>(250,000)</u>
Net (loss)	<u>(226,749)</u>	<u>(294,038)</u>	<u>(520,787)</u>
Retained earnings (deficit), beginning	(1,248,479)	335,258	(913,221)
Retained earnings (deficit), ending	<u>\$ (1,475,228)</u>	<u>\$ 41,220</u>	<u>\$ (1,434,008)</u>

See Notes to Financial Statements.

COUNTY OF SCOTT, IOWA

COMBINED STATEMENT OF CASH FLOWS ALL PROPRIETARY FUND TYPES Year Ended June 30, 1995

	Enterprise	Internal Service	Totals (Memo- randum Only)
Cash Flows from Operating Activities:			
Cash received from customers	\$ 834,352	\$ -	\$ 834,352
Cash received from premiums allocated	-	968,807	968,807
Cash received from employee contributions	-	242,177	242,177
Cash received from employer contributions	-	1,262,620	1,262,620
Cash payments to acquire goods for resale	(44,633)	-	(44,633)
Cash payments for insurance premiums and services	-	(1,138,296)	(1,138,296)
Cash payments to suppliers for goods and services	(260,202)	-	(260,202)
Cash payments to employees for claims	-	(1,458,827)	(1,458,827)
Cash payments to employees for services	(378,662)	-	(378,662)
Other operating revenue	-	51,242	51,242
Net cash provided by (used in) operating activities	150,855	(72,277)	78,578
Cash Flows from Noncapital Financing Activities:			
Advance from other funds	158,138	-	158,138
Operating transfers out to other funds	-	(250,000)	(250,000)
Net cash provided by (used in) noncapital financing activities	158,138	(250,000)	(91,862)
Cash Flows from Capital and Related Financing Activities:			
Payments of purchase contract	(120,000)	-	(120,000)
Interest paid on purchase contract	(201,146)	-	(201,146)
Acquisition and construction of capital assets	(2,859)	-	(2,859)
Net cash (used in) capital and related financing activities	(324,005)	-	(324,005)
Cash Flows from Investing Activities,			
interest received	16,429	109,721	126,150
Net increase (decrease) in cash and cash equivalents	1,417	(212,556)	(211,139)
Cash and cash equivalents:			
Beginning	326,262	2,207,017	2,533,279
Ending	<u>\$ 327,679</u>	<u>\$ 1,994,461</u>	<u>\$ 2,322,140</u>
Reconciliation of Operating Income to Net Cash Provided By			
Operating Activities:			
Operating income (loss)	\$ 14,998	\$ (153,759)	\$ (138,761)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	87,640	-	87,640
(Increase) in receivables and interfund receivables	-	(21,685)	(21,685)
Decrease in inventories	55,658	-	55,658
Increase in accounts payable	3,886	103,167	107,053
(Decrease) in accrued liabilities	(11,327)	-	(11,327)
Net cash provided by (used in) operating activities	\$ 150,855	\$ (72,277)	\$ 78,578

See Notes to Financial Statements.

COUNTY OF SCOTT, IOWA

COMBINING BALANCE SHEET DISCRETELY PRESENTED COMPONENT UNITS Year Ended June 30, 1995

ASSETS AND OTHER DEBITS	Emergency Manage- ment Agency	County Library
Cash and investments	\$ 93,931	\$ 134,247
Receivables:		
Property taxes	-	1,805
Accounts	384	-
Due from other governmental agencies	14,649	-
Property and equipment:		
Land and improvements	-	16,600
Buildings and structure	-	88,400
Furniture and fixtures	2,522	86,233
Equipment	56,810	978,803
Vehicles	70,795	162,663
Amount to be provided for the retirement of general long-term debt	-	18,515
Total assets and other debits	\$ 239,091	\$ 1,487,266
 LIABILITIES, EQUITY AND OTHER CREDITS		
Liabilities:		
Accounts payable	\$ 812	\$ 12,229
Accrued liabilities	1,855	5,750
Deferred revenue	-	1,805
Compensated absences	17,283	9,456
Note payable	-	18,515
	<u>19,950</u>	<u>47,755</u>
Equity and Other Credits:		
Investments in general fixed assets	130,127	1,332,699
Fund balance	89,014	106,812
Total equity and other credits	<u>219,141</u>	<u>1,439,511</u>
Total liabilities, equity and other credits	\$ 239,091	\$ 1,487,266

See Notes to Financial Statements.

County Assessor	City Assessor	City Assessor Special	Total
\$ 279,325	\$ 154,891	\$ 55,456	\$ 717,850
1,013	2,876	178	5,872
-	46	-	430
-	-	-	14,649
-	-	-	16,600
-	-	-	88,400
20,780	32,849	-	142,384
11,597	34,573	-	1,081,783
-	45,896	-	279,354
-	-	-	18,515
\$ 312,715	\$ 271,131	\$ 55,634	\$ 2,365,837

\$ 48	\$ 15,985	\$ 1,726	\$ 30,800
5,906	-	-	13,511
1,011	2,876	178	5,870
12,013	43,911	-	82,663
-	-	-	18,515
18,978	62,772	1,904	151,359
32,377	113,318	-	1,608,521
261,360	95,041	53,730	605,957
293,737	208,359	53,730	2,214,478
\$ 312,715	\$ 271,131	\$ 55,634	\$ 2,365,837

COUNTY OF SCOTT, IOWA

**COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
DISCRETELY PRESENTED COMPONENT UNITS
Year Ended June 30, 1995**

	Emergency Manage- ment Agency	County Library
Revenue:		
Property taxes	\$ -	\$ -
Other taxes	-	-
Intergovernmental	103,774	245,063
Charges for services	-	9,123
Other	75,745	364
Total revenue	<u>179,519</u>	<u>254,550</u>
Expenditures:		
Current operating:		
Public safety	147,701	-
Physical health and education	-	513,707
State and local governmental services	-	-
Debt service, principal	-	9,121
Total expenditures	<u>147,701</u>	<u>522,828</u>
Excess (deficiency) of revenue over expenditures	31,818	(268,278)
Other financing sources, operating transfers in - primary government	-	253,733
Excess (deficiency) of revenue and other financing sources over expenditures	31,818	(14,545)
Fund balances, beginning	<u>57,196</u>	<u>121,357</u>
Fund balances, ending	<u>\$ 89,014</u>	<u>\$ 106,812</u>

See Notes to Financial Statements.

County Assessor	City Assessor	City Assessor Special	Total
\$ 357,132	\$ 520,536	\$ 32,472	\$ 910,140
1,335	1,130	70	2,535
26,397	34,464	3,346	413,044
50	-	-	9,173
77	80	-	76,266
<u>384,991</u>	<u>556,210</u>	<u>35,888</u>	<u>1,411,158</u>
-	-	-	147,701
-	-	-	513,707
481,890	563,594	60,879	1,106,363
-	-	-	9,121
<u>481,890</u>	<u>563,594</u>	<u>60,879</u>	<u>1,776,892</u>
(96,899)	(7,384)	(24,991)	(365,734)
-	-	-	253,733
(96,899)	(7,384)	(24,991)	(112,001)
<u>358,259</u>	<u>102,425</u>	<u>78,721</u>	<u>717,958</u>
<u>\$ 261,360</u>	<u>\$ 95,041</u>	<u>\$ 53,730</u>	<u>\$ 605,957</u>

COUNTY OF SCOTT, IOWA

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Operations, Reporting Entity and Significant Accounting Policies

Nature of operations:

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

Reporting entity:

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. Generally accepted accounting principles require that general purpose financial statements present the County (the primary government) and its component units. The component units discussed below are included in the County's reporting entity because of their operational significance and financial relationships with the County.

Discretely presented component units:

The component units columns in the combined financial statements include the financial data of the County's discretely presented component units. They are reported in a separate column to emphasize that they are legally separate from the County. The County Board is a voting member of each of the governing bodies of all these component units except for the Scott County Library for which the County Board appoints all the Library trustees. Each component unit has a June 30 year-end.

(a) Emergency Management Agency

The Scott County Emergency Management Commission provides direction for the delivery of the emergency management services of planning, administration, coordination, training, and support for local governments and their departments. The Commission coordinates its services in the event of a disaster. The Commission receives its funding from the federal government, public utility companies, and voluntary allocations from the participating governments.

(b) County Library

The Scott County Library Board of Trustees provides library services to all the cities within Scott County with the exception of the City of Bettendorf and the City of Davenport. In addition the Library provides services to the unincorporated residents of Scott County and also to the citizens of the City of Durant through a contractual arrangement. The Trustees annually direct the Board of Supervisors to levy property taxes to the unincorporated area in addition to providing tax levying amounts to each of the participating cities.

(c) County Assessor

The County Conference Board is responsible for the operations of the Scott County Assessor's Office including the assessment of all properties within Scott County with the exception of the City of Davenport. The County Conference Board is a separate tax certifying body.

(d) City Assessor

The City Conference Board is responsible for the operations of the City Assessor's Office, including the assessment of all properties within the City of Davenport. The City Conference Board is a separate tax certifying body.

COUNTY OF SCOTT, IOWA

NOTES TO FINANCIAL STATEMENTS

(e) City Assessor Special

The City Assessor Special is also responsible to the City Conference Board to perform in-house revaluations for various classes of property.

Complete financial statements of the individual component units can be obtained from their respective administrative offices or from the office of Budget and Information Processing in the Courthouse at 416 W. 4th Street, Davenport, Iowa.

Summary of significant accounting policies:

(a) Basis of Accounting, Measurement Focus and Basis of Presentation

The accounts of the County are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The County has the following fund types and account groups:

Governmental Funds are used to account for the County's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers all revenues available if they are collected within 60 days after year-end. Revenue not considered available is recognized as deferred revenue. Expenditures are recognized when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due.

Property taxes are recognized as revenue as they become both measurable and available, provided they are due by June 30 and collected within 60 days after year-end. Licenses and permits, rentals and fees, and other revenue are recognized as revenue when received in cash because they are generally not measurable until actually received. Charges for services and interest earnings on investments are recognized as they are earned.

Entitlements and shared revenues are recognized at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Governmental funds include the following fund types:

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

The **Special Revenue Funds** account for revenue sources that are legally restricted to expenditure for specific purposes.

The **Debt Service Funds** account for the servicing of general long-term debt not being financed by proprietary funds.

The **Capital Projects Funds** account for the acquisition of property and equipment or construction of major capital projects not being financed by proprietary funds.

Proprietary Funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. Proprietary funds include the following fund types:

COUNTY OF SCOTT, IOWA

NOTES TO FINANCIAL STATEMENTS

General obligation bonds outstanding as of June 30, 1995 consist of the following:

\$1,955,000 of County jail refunding bonds with interest at rates ranging from 4.8% to 5.25%.

\$7,100,000 of solid waste disposal bonds with interest at rates ranging from 4.9% to 5.7%.

The debt service requirements on the bonds outstanding as of June 30, 1995 are as follows:

	Principal	Interest	Total
Year ending June 30:			
1996	\$ 540,000	\$ 474,870	\$ 1,014,870
1997	590,000	448,735	1,038,735
1998	620,000	419,825	1,039,825
1999	670,000	388,675	1,058,675
2000	720,000	354,375	1,074,375
2001 and thereafter	5,915,000	2,840,575	8,755,575
Total	\$ 9,055,000	\$ 4,927,055	\$ 13,982,055

The computation of the County's legal margin as of June 30, 1995 is as follows:

Assessed value	<u>\$ 4,880,698,727</u>
Debt limit, 5% of assessed valuation (Iowa statutory limitation)	\$ 244,034,936
Total amount of debt applicable to debt margin	9,055,000
Legal debt margin	<u>\$ 234,979,936</u>

The note payable of a discretely presented component units is due in monthly installments of \$760, including 9% interest, with the final installment due September 1997.

Following is a summary of debt service requirements on the note payable as of June 30, 1995:

	Principal	Interest	Total
Year ending June 30:			
1996	\$ 7,770	\$ 1,351	\$ 9,121
1997	8,499	622	9,121
1998	2,246	34	2,280
Total	<u>\$ 18,515</u>	<u>\$ 2,007</u>	<u>\$ 20,522</u>

Note 7. Golf Course Acquired Under Purchase Contract

In May 1990, the County entered into an agreement to lease certain land of the County to a golf course developer. The agreement, which expires April 30, 2030, required the developer to make a one-time payment to the County of \$10 and to make deposits into various escrow accounts to pay for the construction of the golf course on the leased ground.

Simultaneously, the County entered into a lease purchase contract with the developer for the acquisition of the golf course. This agreement, which was assigned to Chrysler Capital Public Finance Corp. and subsequently assigned to Boatman's First National Bank was to provide the financing for the project. The final agreement (as refinanced in 1993) between the County and Boatman's Trust Company requires the County to make varying semi-annual rental payments through May 1, 2013. The terms of the lease purchase contract provide, that should the County fail to make an annual appropriation for any year before the beginning of that year in an amount sufficient, together with amounts budgeted to be available for such purpose in the enterprise fund, for the scheduled payments coming due during that year, the agreement shall terminate as of the beginning of that year.

COUNTY OF SCOTT, IOWA

NOTES TO FINANCIAL STATEMENTS

The County may at any time during this agreement pay the total prepayment price at which time the land lease is canceled.

A schedule of annual principal and interest payments under this agreement and the prepayment price at the end of each year is as follows:

Year ending June 30:	Total Payment	Principal	Interest	Prepayment Price
1996	\$ 321,700	\$ 125,000	\$ 196,700	\$ 3,380,000
1997	321,700	130,000	191,700	3,250,000
1998	321,175	135,000	186,175	3,115,000
1999	320,100	140,000	180,100	2,975,000
2000	318,520	145,000	173,520	2,830,000
2001	321,560	155,000	166,560	2,675,000
2002	318,965	160,000	158,965	2,515,000
2003	320,965	170,000	150,965	2,345,000
2004	322,210	180,000	142,210	2,165,000
Thereafter	2,883,990	2,165,000	718,990	Varies
	5,770,885	3,505,000	2,265,885	
Unamortized discount	-	129,529	(129,529)	
	<u>\$ 5,770,885</u>	<u>\$ 3,375,471</u>	<u>\$ 2,136,356</u>	

Note 8. Retirement System

The County and its component units are participating employers in the Iowa Public Employees Retirement System (IPERS), which is a cost-sharing multiple-employer public employees retirement system designed as a supplemental to Social Security.

All employees, except temporary employees who are employed for six months or less, who do not participate in any other public retirement system in the State are eligible and must participate in IPERS. The pension plan provides retirement and death benefits which are established by State statute. A member may retire at the age of 65 or any time after age 62 with 30 years or more of service or when age plus years of service equals or exceeds 92, and receive full benefits. Members may also retire at the age of 55 or more at reduced benefits. Benefits vest after four years of service or after attaining the age of 55. Full benefits are equal to fifty-seven and four tenths percent of the average of the highest three years of covered wages times years of service divided by 30.

The plan is administered by the State of Iowa and the reporting entity's responsibility is limited to payment of contributions. The contribution rates are actuarially determined; state statutes require employee contributions of 3.70% for regular employees and 7.05% for sheriff and deputy sheriff employees, while employer contributions are at the rates of 5.75% for regular employees and 10.58% for sheriff and deputy sheriff employees. These rates are applied on the first \$38,000 of compensation in calendar year 1994 and on the first \$41,000 of compensation in calendar year 1995. The contribution paid by the County for the year ended June 30, 1995 totaled \$736,205 and the contributions paid by employees totaled \$477,216. The total payroll for employees covered by IPERS for the year ended June 30, 1995 was \$11,593,285 and the total County payroll was \$12,206,256.

COUNTY OF SCOTT, IOWA

NOTES TO FINANCIAL STATEMENTS

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

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

Note 13. Litigation

As of June 30, 1995, the County has provided \$275,000 for the settlement of a discrimination lawsuit. This lawsuit was settled on November 2, 1995.

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

GENERAL FUND

The General Fund accounts for all revenue and expenditures which are not required to be accounted for in another fund.

COUNTY OF SCOTT, IOWA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL BUDGETARY BASIS GENERAL FUND Year Ended June 30, 1995

	Budget	Actual	Variance Favorable (Unfavorable)
Revenue:			
Property taxes	\$ 17,886,428	\$ 17,864,947	\$ (21,481)
Local option sales tax	2,532,530	2,574,189	41,659
Other taxes	220,060	515,725	295,665
Interest and penalties on taxes	225,000	276,101	51,101
Intergovernmental:			
Replacement tax	1,350,167	1,368,244	18,077
Grants	7,488,064	6,366,230	(1,121,834)
Other	782,101	603,408	(178,693)
Charges for services	2,339,737	2,294,623	(45,114)
Interest	746,220	1,204,326	458,106
Licenses and permits	205,906	230,266	24,360
Rental and fees	187,888	162,807	(25,081)
Other	971,275	659,598	(311,677)
Total revenue	34,935,376	34,120,464	(814,912)
Expenditures, current operating:			
Public safety:			
Law enforcement program:			
Uniformed patrol services	1,292,535	1,172,324	120,211
Investigations	826,432	859,015	(32,583)
Law enforcement communications	544,409	550,904	(6,495)
Adult correctional services	2,657,877	2,698,476	(40,599)
Administration	262,815	204,792	58,023
Legal services program:			
Criminal prosecution	1,124,716	1,132,272	(7,556)
Child support recovery	200,287	180,019	20,268
Medical examinations	62,200	81,684	(19,484)
Emergency services:			
Ambulance services	127,794	86,130	41,664
Disaster services/flood	3,411,125	2,569,586	841,539
Total public safety	10,510,190	9,535,202	974,988
Court services:			
Assistance to judges and magistrates program, bailiffs	160,493	153,839	6,654
Court proceedings program:			
Court costs	91,895	82,323	9,572
Detention services	372,378	364,387	7,991
Service of civil papers	342,828	338,652	4,176
Juvenile justice administration program, court-appointed attorneys for juveniles	385,000	357,180	27,820
Total court services	1,352,594	1,296,381	56,213
Physical health and education:			
Physical health services program:			
Personal and family health services	644,193	535,651	108,542
Communicable disease prevention and control services	714,234	690,463	23,771
Sanitation	615,189	592,923	22,266
Health administration	133,801	137,065	(3,264)
Educational services program, fairgrounds	120,000	120,000	-
Total physical health and education	\$ 2,227,417	\$ 2,076,102	\$ 151,315

(Continued)

COUNTY OF SCOTT, IOWA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL BUDGETARY BASIS (Continued) GENERAL FUND Year Ended June 30, 1995

	Budget	Actual	Variance Favorable (Unfavorable)
Expenditures, current operating:			
Mental health:			
Persons with mental health programs, mental illness:			
Advocacy and education	\$ 69,902	\$ 70,669	\$ (767)
Community living skills	42,152	32,992	9,160
Coordination services	25,843	14,433	11,410
Personal and environmental support	49,146	23,247	25,899
Treatment services	683,052	567,706	115,346
Licensed or approved living	493,189	288,237	204,952
Persons with chronic mental illness:			
Advocacy and education	91,833	17,068	74,765
Community living skills	515,683	216,809	298,874
Coordination services	644,365	601,488	42,877
Personal and environmental support	97,251	54,765	42,486
Treatment services	245,607	499,160	(253,553)
Vocational services	92,408	95,775	(3,367)
Licensed or approved living	2,254,573	2,045,655	208,918
Persons with mental retardation:			
Advocacy and education	471	472	(1)
Community living skills	-	241,695	(241,695)
Coordination services	10,542	28,650	(18,108)
Personal and environmental support	50,876	98,730	(47,854)
Treatment services	154	5,178	(5,024)
Vocational services	787,787	898,187	(110,400)
Licensed or approved living	3,847,896	3,580,357	267,539
Persons with other development disabilities:			
Advocacy's education	83	-	83
Community living skills	-	18,925	(18,925)
Coordination services	3,658	3,204	454
Personal and environmental support	26,845	25,881	964
Vocational services	76,650	62,516	14,134
Licensed or approved living	173,453	244,278	(70,825)
Treatment services	127	37	90
Persons with chemical dependency:			
Treatment services	342,147	332,050	10,097
Preventive services	30,590	27,917	2,673
Total mental health	10,656,283	10,096,081	560,202
Social services:			
Services to poor program:			
Administration	91,608	90,151	1,457
General welfare services	812,838	671,155	141,683
Services to military veterans program:			
Administration	12,248	12,730	(482)
General services to veterans	114,118	96,558	17,560
Services to other adult programs, services to the elderly	159,455	159,195	260
Total social services	\$ 1,190,267	\$ 1,029,789	\$ 160,478

(Continued)

COUNTY OF SCOTT, IOWA

**SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGETARY BASIS (Continued)
GENERAL FUND
Year Ended June 30, 1995**

	Budget	Actual	Variance Favorable (Unfavorable)
Expenditures, current operating:			
County environment:			
Environmental quality program:			
Natural resources conservation	\$ 35,000	\$ 34,359	\$ 641
Weed eradication	8,780	9,000	(220)
Solid waste disposal	98,339	68,169	30,170
Conservation and recreation services program:			
Administration	161,443	165,976	(4,533)
Maintenance and operations	1,310,460	1,335,784	(25,324)
Recreation and environmental education	90,558	86,915	3,643
Animal control program, animal shelter	23,725	23,725	-
County development program:			
Land use and building controls	179,453	179,045	408
Economic development	154,475	157,089	(2,614)
Total county environment	2,062,233	2,060,062	2,171
State and local government services:			
Representation services programs:			
Elections administration	98,389	98,913	(524)
Local elections	317,913	289,819	28,094
State administrative services program:			
Motor vehicle registration and licensing	455,936	448,494	7,442
Recording of public documents	395,620	388,409	7,211
Total state and local government services	1,267,858	1,225,635	42,223
Interprogram services:			
Policy and administration program:			
General county management	683,314	356,225	327,089
Administrative management services	664,229	605,120	59,109
Treasury management services	583,601	551,827	31,774
Other policy and administration	318,566	139,070	179,496
Central services program:			
General services	1,591,858	1,387,722	204,136
Data processing services	658,890	636,770	22,120
Risk management services program:			
Tort liability	421,525	719,364	(297,839)
Safety of workplace	168,726	217,215	(48,489)
Fidelity of public officers	4,600	4,884	(284)
Unemployment compensation	26,500	27,212	(712)
Total interprogram services	5,121,809	4,645,409	476,400
Total expenditures	\$ 34,388,651	\$ 31,964,661	\$ 2,423,990

(Continued)

COUNTY OF SCOTT, IOWA

**SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 BUDGETARY BASIS (Continued)
 GENERAL FUND
 Year Ended June 30, 1995**

	Budget	Actual	Variance Favorable (Unfavorable)
Excess of revenue over expenditures	<u>\$ 546,725</u>	<u>\$ 2,155,803</u>	<u>\$ 1,609,078</u>
Other financing sources (uses):			
Operating transfers in	250,000	750,000	500,000
Operating transfers out	(715,955)	(2,790,050)	(2,074,095)
Total other financing sources (uses)	<u>(465,955)</u>	<u>(2,040,050)</u>	<u>(1,574,095)</u>
Excess (deficiency) of revenue over expenditures and other financing uses	<u>\$ 80,770</u>	<u>115,753</u>	<u>\$ 34,983</u>
Fund balance, beginning		<u>5,893,514</u>	
Fund balance, ending		<u>\$ 6,009,267</u>	



SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted by ordinance to expenditures for specified purposes. The special revenue funds of the County and their purposes are as follows:

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

Secondary Roads Fund - To account for state revenue allocated to the County to be used to maintain and improve the County's roads.

COUNTY OF SCOTT, IOWA

**COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
June 30, 1995**

	Rural Services Fund	Secondary Roads Fund	Total
ASSETS			
Cash and investments	\$ 125,839	\$ 1,246,014	\$ 1,371,853
Receivables, property taxes	2,561	-	2,561
Due from other governmental agencies	-	116,778	116,778
Total assets	\$ 128,400	\$ 1,362,792	\$ 1,491,192
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 30,760	\$ 30,760
Accrued liabilities	-	22,611	22,611
Deferred revenue	2,561	-	2,561
Compensated absences	-	76,454	76,454
Total liabilities	2,561	129,825	132,386
Fund Balances	125,839	1,232,967	1,358,806
Total liabilities and fund balances	\$ 128,400	\$ 1,362,792	\$ 1,491,192

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES SPECIAL REVENUE FUNDS Year Ended June 30, 1995

	Rural Services Fund	Secondary Roads Fund	Total
Revenue:			
Property taxes	\$ 1,384,832	\$ -	\$ 1,384,832
Other taxes	14,363	-	14,363
Intergovernmental	146,356	1,564,417	1,710,772
Charges for services	-	11,244	11,244
Other	-	4,507	4,508
Total revenue	1,545,551	1,580,168	3,125,719
Expenditures:			
Current operating, roads and transportation	-	2,457,303	2,457,303
Capital outlay	-	556,863	556,863
Total expenditures	-	3,014,166	3,014,166
Excess (deficiency) of revenue over expenditures	1,545,551	(1,433,998)	111,553
Other financing sources (uses):			
Operating transfers in	-	1,972,149	1,972,149
Operating transfers out	(1,293,812)	-	(1,293,812)
Operating transfers out, component unit	(253,733)	-	(253,733)
Total other financing sources (uses)	(1,547,545)	1,972,149	424,604
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	(1,994)	538,151	536,157
Fund balances, beginning	127,833	694,816	822,649
Fund balances, ending	\$ 125,839	\$ 1,232,967	\$ 1,358,806

COUNTY OF SCOTT, IOWA

**SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGETARY BASIS
RURAL SERVICES FUND
Year Ended June 30, 1995**

	Budget	Actual	Variance Favorable (Unfavorable)
Revenue:			
Property taxes	\$ 1,382,938	\$ 1,384,923	\$ 1,985
Other taxes	12,792	14,363	1,571
Intergovernmental	115,065	146,356	31,291
Total revenue	<u>1,510,795</u>	<u>1,545,642</u>	<u>34,847</u>
Other financing (uses):			
Operating transfers out	(1,293,812)	(1,293,812)	-
Operating transfers out, component unit	-	(253,733)	(253,733)
	<u>1,293,812</u>	<u>1,547,545</u>	<u>(253,733)</u>
Excess of revenue over other financing uses	<u>\$ 216,983</u>	<u>(1,903)</u>	<u>\$ (218,886)</u>
Fund balance, beginning		<u>127,743</u>	
Fund balance, ending		<u>\$ 125,840</u>	

COUNTY OF SCOTT, IOWA

**SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGETARY BASIS
SECONDARY ROAD FUND
Year Ended June 30, 1995**

	Budget	Actual	Variance Favorable (Unfavorable)
Revenue:			
Intergovernmental, primarily road use taxes	\$ 2,012,000	\$ 1,557,916	\$ (454,084)
Charges for services	20,500	11,244	(9,256)
Other	23,500	4,507	(18,993)
Total revenue	<u>2,056,000</u>	<u>1,573,667</u>	<u>(482,333)</u>
Expenditures:			
Current operating, roads and transportation	2,712,750	2,506,866	205,884
Capital outlay, buildings and equipment	1,439,305	892,377	546,928
Total expenditures	<u>4,152,055</u>	<u>3,399,243</u>	<u>752,812</u>
(Deficiency) of revenue over expenditures	<u>(2,096,055)</u>	<u>(1,825,576)</u>	<u>270,479</u>
Other financing sources (uses):			
Operating transfers in	1,972,149	1,972,149	-
Operating transfers (out)	(80,000)	-	80,000
	<u>1,892,149</u>	<u>1,972,149</u>	<u>80,000</u>
Excess (deficiency) of revenue and other financing sources over expenditures	<u>\$ (203,906)</u>	<u>146,573</u>	<u>\$ 350,479</u>
Fund balance, beginning		<u>1,002,113</u>	
Fund balance, ending		<u>\$ 1,148,686</u>	



INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit on a cost-reimbursement basis. The funds included in this category and their purposes are as follows:

Health Insurance Fund - To account for the County's self-insurance for health insurance benefits provided by governmental funds to employees. Costs are billed to governmental funds based upon historical claims experience.

Self-Insurance Fund - To account for the County's self-insurance for general and automobile liability, property, and worker's compensation. Costs are billed to governmental funds based upon actual claims and estimated incurred and not yet reported claims.

COUNTY OF SCOTT, IOWA

**COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
June 30, 1995**

	Health Insurance Fund	Self- Insurance Fund	Total
ASSETS			
Cash and investments	\$ 435,189	\$ 1,559,272	\$ 1,994,461
Accounts receivable	238	-	238
Due from other funds	-	414,565	414,565
Total assets	\$ 435,427	\$ 1,973,837	\$ 2,409,264
LIABILITIES AND FUND EQUITY			
Liabilities, accounts payable	\$ 283,167	\$ 986,000	\$ 1,269,167
Fund Equity:			
Contributed capital	261,164	837,713	1,098,877
Retained earnings (deficit)	(108,904)	150,124	41,220
Total fund equity	152,260	987,837	1,140,097
Total liabilities and fund equity	\$ 435,427	\$ 1,973,837	\$ 2,409,264

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS INTERNAL SERVICE FUNDS Year Ended June 30, 1995

	Health Insurance Fund	Self- Insurance Fund	Total
Operating revenue:			
Charges for services	\$ 1,504,931	\$ 994,096	\$ 2,499,027
Other	32,085	15,419	47,504
Total operating revenue	1,537,016	1,009,515	2,546,531
Operating expenses, claims and administrative expenses	1,773,483	926,807	2,700,290
Operating income (loss)	(236,467)	82,708	(153,759)
Nonoperating income, interest	24,384	85,337	109,721
Income (loss) before operating transfers	(212,083)	168,045	(44,038)
Operating transfers out	-	(250,000)	(250,000)
Net (loss)	(212,083)	(81,955)	(294,038)
Retained earnings, beginning	103,179	232,079	335,258
Retained earnings (deficit), ending	\$ (108,904)	\$ 150,124	\$ 41,220

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS Year Ended June 30, 1995

	Health Insurance Fund	Self- Insurance Fund	Total
Cash Flows from Operating Activities:			
Cash received from premiums allocated	\$ -	\$ 968,807	\$ 968,807
Cash received from employee contributions	242,177	-	242,177
Cash received from employer contributions	1,262,620	-	1,262,620
Cash payments for insurance premiums and services	(169,489)	(968,807)	(1,138,296)
Cash payments to employees for claims	(1,458,827)	-	(1,458,827)
Other operating revenue	35,823	15,419	51,242
Net cash provided by (used in) operating activities	(87,696)	15,419	(72,277)
Cash Flows from Noncapital Financing Activities, operating transfers out to other funds			
	-	(250,000)	(250,000)
Cash Flows from Investing Activities, interest received			
	24,384	85,337	109,721
Net decrease in cash	(63,312)	(149,244)	(212,556)
Cash:			
Beginning	498,501	1,708,516	2,207,017
Ending	\$ 435,189	\$ 1,559,272	\$ 1,994,461
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Operating income (loss)	\$ (236,467)	\$ 82,708	\$ (153,759)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
(Increase) decrease in receivables and interfund receivables	3,604	(25,289)	(21,685)
Increase (decrease) in accounts payable	145,167	(42,000)	103,167
Net cash provided by (used in) operating activities	\$ (87,696)	\$ 15,419	\$ (72,277)

TRUST AND AGENCY FUNDS

Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The funds included in this category and their purposes are as follows:

Expendable Trust Funds:

Community Services Fund - To account for the funds of individuals incapable of managing their own affairs as designated by the courts.

Jail General Trust Fund - To account for the funds from the sale of commissary items to inmates restricted to be used to improve jail facilities.

Agency Funds:

Taxing Districts - The County collects property and related state replacement taxes for other local governments. Collected taxes are apportioned and remitted to the appropriate local governments. Funds included in this category are as follows:

- Agricultural Extension Service Fund
- Bangs Eradication Fund
- City Taxing Districts Fund
- Community College Taxing District Fund
- Fire Taxing District Fund
- School Taxing District Fund
- Township Taxing District Fund
- Other Taxing Districts Fund

City Special Assessments Fund - To account for receipts on special assessments of cities within the County and the related apportionment to such cities.

Condemnations Fund - To account for receipts from sales of condemned properties and the related remittances to the owners of such properties.

County Auditor's Cash Pool Fund - To account for payroll withholdings from County employees' wages prior to deposit with other governments.

County Offices - To account for funds received by various County offices which have not been remitted to the County treasurer, who acts as trustee for all pooled cash and investments of the County, or to other individuals and private entities or other governments. Funds included in this category are as follows:

- County Auditor Agency Fund
- County Recorder Agency Fund
- County Sheriff Agency Fund

County Conservation Board Escrow Fund - To account for funds deposited with the County and disbursed for conservation purposes.

County Employees' Deferred Compensation Fund - To account for the deferred compensation plan for County employees.

Motor Vehicle Tax Fund - To account for motor vehicle taxes collected for the State of Iowa.

Original Bond Issue Escrow Fund - To account for funds received from the trustee of refundable debt of the County and the related payment of principal and interest. The County acts as the paying agent for such bonds.

Tax Sale Redemption Fund - To account for interest and penalties received from taxpayers for delinquent property taxes sold to individuals and private entities.

Use Tax Fund - To account for sales use tax collected for the State of Iowa.

COUNTY OF SCOTT, IOWA

COMBINING BALANCE SHEET EXPENDABLE TRUST AND AGENCY FUNDS June 30, 1995

	Expendable Trust Funds	Agency Funds	Total
ASSETS			
Cash and investments	\$ 284,622	\$ 5,884,169	\$ 6,168,791
Receivables:			
Property taxes	-	458,624	458,624
Accounts	-	12,803	12,803
Due from other funds	-	1,214	1,214
Total assets	\$ 284,622	\$ 6,356,810	\$ 6,641,432
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 205,984	\$ 205,984
Due to other funds	-	264,817	264,817
Due to other governmental agencies	-	4,365,251	4,365,251
Deferred compensation	-	1,520,758	1,520,758
Total liabilities	-	6,356,810	6,356,810
Fund Balances	284,622	-	284,622
Total liabilities and fund balances	\$ 284,622	\$ 6,356,810	\$ 6,641,432

COUNTY OF SCOTT, IOWA

COMBINING BALANCE SHEET EXPENDABLE TRUST FUNDS June 30, 1995

	Community Services Fund	Jail General Trust Fund	Total
ASSETS			
Cash and investments	\$ 264,768	\$ 19,854	\$ 284,622
LIABILITIES AND FUND BALANCES			
Fund Balances	\$ 264,768	\$ 19,854	\$ 284,622

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE EXPENDABLE TRUST FUNDS Year Ended June 30, 1995

	Community Services Fund	Jail General Trust Fund	Total
Revenue, other	\$ 2,412,974	\$ 280,688	\$ 2,693,662
Expenditures, nonprogram services, supplies, and services	2,362,306	274,358	2,636,664
Excess of revenue over expenditures	50,668	6,330	56,998
Fund balances, beginning	214,100	13,524	227,624
Fund balances, ending	<u>\$ 264,768</u>	<u>\$ 19,854</u>	<u>\$ 284,622</u>

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES ALL AGENCY FUNDS Year Ended June 30, 1995

	Balance June 30, 1994	Additions	Deletions	Balance June 30, 1995
Agricultural Extension Service Fund				
ASSETS				
Cash and investments	\$ 1,595	\$ 148,859	\$ 148,864	\$ 1,590
Receivables, property taxes	559	611	559	611
Total assets	\$ 2,154	\$ 149,470	\$ 149,423	\$ 2,201
LIABILITIES, due to other governmental agencies				
	\$ 2,154	\$ 149,517	\$ 149,470	\$ 2,201
Bangs Eradication Fund				
ASSETS				
Cash and investments	\$ 202	\$ 19,322	\$ 19,318	\$ 206
Receivables, property taxes	71	80	71	80
Total assets	\$ 273	\$ 19,402	\$ 19,389	\$ 286
LIABILITIES, due to other governmental agencies				
	\$ 273	\$ 19,405	\$ 19,392	\$ 286
City Taxing Districts Fund				
ASSETS				
Cash and investments	\$ 416,350	\$ 42,295,275	\$ 42,279,804	\$ 431,821
Receivables, property taxes	180,147	186,870	180,147	186,870
Total assets	\$ 596,497	\$ 42,482,145	\$ 42,459,951	\$ 618,691
LIABILITIES, due to other governmental agencies				
	\$ 596,497	\$ 42,492,081	\$ 42,469,887	\$ 618,691
Community College Taxing District Fund				
ASSETS				
Cash and investments	\$ 20,983	\$ 2,628,927	\$ 2,623,864	\$ 26,046
Receivables, property taxes	7,321	8,329	7,321	8,329
Total assets	\$ 28,304	\$ 2,637,256	\$ 2,631,185	\$ 34,375
LIABILITIES, due to other governmental agencies				
	\$ 28,304	\$ 2,637,891	\$ 2,631,820	\$ 34,375

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES ALL AGENCY FUNDS Year Ended June 30, 1995

	Balance June 30, 1994	Additions	Deletions	Balance June 30, 1995
Fire Taxing District Fund				
ASSETS				
Cash and investments	\$ 2,755	\$ 147,941	\$ 148,070	\$ 2,626
Receivables, property taxes	491	342	491	342
Total assets	\$ 3,246	\$ 148,283	\$ 148,561	\$ 2,968
LIABILITIES, due to other governmental agencies				
	\$ 3,246	\$ 148,283	\$ 148,561	\$ 2,968
School Taxing District Fund				
ASSETS				
Cash and investments	\$ 656,365	\$ 62,598,068	\$ 62,583,748	\$ 670,685
Receivables, property taxes	233,631	262,300	233,631	262,300
Total assets	\$ 889,996	\$ 62,860,368	\$ 62,817,379	\$ 932,985
LIABILITIES, due to other governmental agencies				
	\$ 889,996	\$ 62,882,360	\$ 62,839,371	\$ 932,985
Township Taxing District Fund				
ASSETS				
Cash and investments	\$ 1,864	\$ 84,871	\$ 84,875	\$ 1,860
Receivables, property taxes	166	91	166	91
Total assets	\$ 2,030	\$ 84,962	\$ 85,041	\$ 1,951
LIABILITIES, due to other governmental agencies				
	\$ 2,030	\$ 84,962	\$ 85,041	\$ 1,951
Other Taxing Districts Fund				
ASSETS				
Cash and investments	\$ 27,321	\$ 102,938	\$ 130,259	\$ -
Receivables:				
Property taxes	19	1	19	1
Accounts	-	8,512	-	8,512
Total assets	\$ 27,340	\$ 111,451	\$ 130,278	\$ 8,513
LIABILITIES				
Due to other governmental agencies	\$ 27,340	\$ 91,177	\$ 111,218	\$ 7,299
Due to other funds	-	1,214	-	1,214
	\$ 27,340	\$ 92,391	\$ 111,218	\$ 8,513

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES ALL AGENCY FUNDS Year Ended June 30, 1995

	Balance June 30, 1994	Additions	Deletions	Balance June 30, 1995
City Special Assessments Fund				
ASSETS, cash and investments	\$ 186,024	\$ 1,007,801	\$ 993,207	\$ 200,618
LIABILITIES, due to other governmental agencies	\$ 186,024	\$ 1,007,801	\$ 993,207	\$ 200,618
Condemnations Fund				
ASSETS, cash and investments	\$ 165,267	\$ -	\$ 165,267	\$ -
LIABILITIES, due to other governmental agencies	\$ 165,267	\$ -	\$ 165,267	\$ -
County Auditor's Cash Pool Fund				
ASSETS				
Cash and investments	\$ 778	\$ 5,459,069	\$ 5,282,162	\$ 177,685
Due from other funds	-	1,214	-	1,214
	\$ 778	\$ 5,460,283	\$ 5,282,162	\$ 178,899
LIABILITIES, due to other governmental agencies	\$ 778	\$ 5,460,283	\$ 5,282,162	\$ 178,899
County Auditor Agency Fund				
ASSETS, cash and investments	\$ 76,645	\$ 3,893	\$ 1,063	\$ 79,475
LIABILITIES:				
Accounts payable	\$ 73,473	\$ 3,893	\$ 1,063	\$ 76,303
Due to other funds	3,172	3,172	3,172	3,172
Total liabilities	\$ 76,645	\$ 7,065	\$ 4,235	\$ 79,475
County Recorder Agency Fund				
ASSETS				
Cash and investments	\$ 273,514	\$ 1,688,178	\$ 1,649,819	\$ 311,873
Accounts receivable	2,817	4,291	2,817	4,291
Total assets	\$ 276,331	\$ 1,692,469	\$ 1,652,636	\$ 316,164
LIABILITIES				
Due to other funds	\$ 186,116	\$ 170,818	\$ 186,116	\$ 170,818
Due to other governmental agencies	90,215	145,346	90,215	145,346
Total liabilities	\$ 276,331	\$ 316,164	\$ 276,331	\$ 316,164

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES ALL AGENCY FUNDS Year Ended June 30, 1995

<u>County Sheriff Agency Fund</u>	Balance June 30, 1994	Additions	Deletions	Balance June 30, 1995
ASSETS, cash and investments	\$ 53,420	\$ 1,272,000	\$ 1,256,687	\$ 68,733
LIABILITIES				
Due to other funds	\$ 13,409	\$ 12,963	\$ 13,409	\$ 12,963
Due to other governmental agencies	40,011	55,770	40,011	55,770
Total liabilities	\$ 53,420	\$ 68,733	\$ 53,420	\$ 68,733
 <u>County Conservation Board Escrow Fund</u>				
ASSETS, cash and investments	\$ 136,774	\$ 1,309,436	\$ 1,305,454	\$ 140,756
LIABILITIES				
Accounts payable	\$ 125,014	\$ 1,308,321	\$ 1,305,454	\$ 127,881
Due to other funds	11,760	12,875	11,760	12,875
Total liabilities	\$ 136,774	\$ 1,321,196	\$ 1,317,214	\$ 140,756
 <u>County Employees' Deferred Compensation Fund</u>				
ASSETS, cash and investments	\$ 1,397,395	\$ 332,775	\$ 209,412	\$ 1,520,758
LIABILITIES, deferred compensation	\$ 1,397,395	\$ 332,775	\$ 209,412	\$ 1,520,758
 <u>Motor Vehicle Tax Fund</u>				
ASSETS, cash and investments	\$ 1,051,574	\$ 12,152,131	\$ 12,138,478	\$ 1,065,227
LIABILITIES				
Due to other funds	\$ 58,113	\$ 57,809	\$ 55,894	\$ 60,028
Due to other governmental agencies	993,461	12,152,435	12,140,697	1,005,199
Total liabilities	\$ 1,051,574	\$ 12,210,244	\$ 12,196,591	\$ 1,065,227
 <u>Original Bond Issue Escrow Fund</u>				
ASSETS, cash and investments	\$ 1,800	\$ -	\$ -	\$ 1,800
LIABILITIES, accounts payable	\$ 1,800	\$ -	\$ -	\$ 1,800

COUNTY OF SCOTT, IOWA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES ALL AGENCY FUNDS Year Ended June 30, 1995

	Balance June 30, 1994	Additions	Deletions	Balance June 30, 1995
Tax Sale Redemption Fund				
ASSETS, cash and investments	\$ 19,915	\$ 32,379	\$ -	\$ 52,294
LIABILITIES, due to other governmental agencies	\$ 19,915	\$ 32,379	\$ -	\$ 52,294
Use Tax Fund				
ASSETS, cash and investments	\$ 1,102,708	\$ 10,935,894	\$ 10,908,486	\$ 1,130,116
LIABILITIES				
Due to other funds	\$ 3,947	\$ 38,578	\$ 38,778	\$ 3,747
Due to other governmental agencies	1,098,761	10,936,094	10,908,486	1,126,369
Total liabilities	\$ 1,102,708	\$ 10,974,672	\$ 10,947,264	\$ 1,130,116
Total Combined Funds				
ASSETS				
Cash and investments	\$ 5,593,249	\$ 142,219,757	\$ 141,928,837	\$ 5,884,169
Receivables:				
Property taxes	422,405	458,624	422,405	458,624
Accounts	2,817	12,803	2,817	12,803
Due from other funds	-	1,214	-	1,214
Total assets	\$ 6,018,471	\$ 142,692,398	\$ 142,354,059	\$ 6,356,810
LIABILITIES				
Accounts payable	\$ 200,287	\$ 1,312,214	\$ 1,306,517	\$ 205,984
Due to other funds	276,517	297,429	309,129	264,817
Due to other governmental agencies	4,144,272	138,295,784	138,074,805	4,365,251
Deferred compensation	1,397,395	332,775	209,412	1,520,758
Total liabilities	\$ 6,018,471	\$ 140,238,202	\$ 139,899,863	\$ 6,356,810

GENERAL FIXED ASSETS ACCOUNT GROUP

The **General Fixed Assets Account Group** is used to account for all County general fixed assets. The County excludes from its general fixed assets infrastructures such as bridges and roads.



COUNTY OF SCOTT, IOWA

SCHEDULE OF GENERAL FIXED ASSETS BY FUNDING SOURCE Year Ended June 30, 1995

	Balance June 30, 1994	Reclass- ifications	Additions	Deletions	Balance June 30, 1995
ASSETS					
Land and improvements	\$ 2,622,690	\$ -	\$ 564,945	\$ 61,255	\$ 3,126,380
Buildings and structures	20,652,595	80,344	555,955	57,002	21,231,892
Furniture and fixtures	697,457	-	137,171	17,466	817,162
Equipment	7,337,135	-	1,008,446	554,972	7,790,609
Vehicles	2,491,329	-	451,732	510,680	2,432,381
Construction in progress	151,688	(80,344)	115,042	-	186,386
	<u>\$ 33,952,894</u>	<u>\$ -</u>	<u>\$ 2,833,291</u>	<u>\$ 1,201,375</u>	<u>\$ 35,584,810</u>
FUNDING SOURCE					
General fund	\$ 16,669,530	\$ -	\$ 2,385,102	\$ 771,145	\$ 18,283,487
Special revenue funds (excluding federal revenue sharing)	4,502,729	-	443,674	430,230	4,516,173
Capital project fund:					
General obligation bonds proceeds	5,600,000	-	-	-	5,600,000
Federal grants	7,180,635	-	4,515	-	7,185,150
	<u>\$ 33,952,894</u>	<u>\$ -</u>	<u>\$ 2,833,291</u>	<u>\$ 1,201,375</u>	<u>\$ 35,584,810</u>

COUNTY OF SCOTT, IOWA

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY June 30, 1995

	Land and Improvements	Buildings and Structures	Furniture and Fixtures
Public safety:			
Law enforcement	\$ 12,373	\$ 298,560	\$ 87,257
Legal services	-	2,699	61,094
Total public safety	<u>12,373</u>	<u>301,259</u>	<u>148,351</u>
Court services:			
Court proceedings	1,375	33,137	167,041
Juvenile justice administration	-	-	10,267
Total court services	<u>1,375</u>	<u>33,137</u>	<u>177,308</u>
Physical health services	<u>-</u>	<u>-</u>	<u>30,945</u>
Mental health:			
Persons with mental illness	-	-	553
Persons with chronic mental illness	-	-	16,521
Persons with mental retardation	-	-	2,772
Persons with developmental disabilities	-	-	15
Persons with chemical dependencies	-	-	73
Total mental health	<u>-</u>	<u>-</u>	<u>19,934</u>
Social services:			
Services to poor	-	-	44,394
Services to military veterans	-	-	1,465
Total social services	<u>-</u>	<u>-</u>	<u>45,859</u>
County environment:			
Environmental quality	-	-	214
Conservation and recreation services	1,126,994	2,042,082	121,472
Animal control	-	-	142
County development	-	-	6,770
Total county environment	<u>1,126,994</u>	<u>2,042,082</u>	<u>128,598</u>
Roads and transportation:			
Secondary roads administration and engineering	4,800	98,081	1,062
Roadway maintenance	9,600	196,162	2,123
General roadway expenditures	81,600	1,667,376	18,054
Total roads and transportation	<u>\$ 96,000</u>	<u>\$ 1,961,619</u>	<u>\$ 21,239</u>

Equipment	Vehicles	Construction In-Process	Total
\$ 837,504	\$ 499,526	\$ 96,043	\$ 1,831,263
165,574	-	-	229,367
1,003,078	499,526	96,043	2,060,630
568,092	55,502	10,671	835,818
17,239	-	-	27,506
585,331	55,502	10,671	863,324
140,686	160,012	-	331,643
3,675	-	-	4,228
109,602	2,105	-	128,228
17,701	-	-	20,473
115	-	-	130
574	-	-	647
131,667	2,105	-	153,706
152,833	-	-	197,227
11,488	-	-	12,953
164,321	-	-	210,180
187	650	-	1,051
1,009,526	492,796	73,756	4,866,626
124	434	-	700
5,913	20,610	-	33,293
1,015,750	514,490	73,756	4,901,670
131,731	58,017	-	293,691
263,462	116,036	-	587,383
2,239,425	986,306	-	4,992,761
\$ 2,634,618	\$ 1,160,359	\$ -	\$ 5,873,835

(Continued)

COUNTY OF SCOTT, IOWA

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY June 30, 1995

	Land and Improvements	Buildings and Structures	Furniture and Fixtures
State and local government services:			
Representation services	\$ -	\$ -	\$ 60,400
State administrative services	-	14,662	70,888
Total state and local government services	-	14,662	131,288
Interprogram services:			
Policy and administration	-	9,773	59,071
Central services	1,889,638	16,869,360	54,569
Total interprogram services	1,889,638	16,879,133	113,640
Total general fixed assets	\$ 3,126,380	\$ 21,231,892	\$ 817,162

Equipment	Vehicles	Construction In-Process	Total
\$ 363,731	\$ -	\$ -	\$ 424,131
148,486	-	-	234,036
512,217	-	-	658,167
185,378	-	-	254,222
1,417,563	40,387	5,916	20,277,433
1,602,941	40,387	5,916	20,531,655
\$ 7,790,609	\$ 2,432,381	\$ 186,386	\$ 35,584,810



COUNTY OF SCOTT, IOWA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY Year Ended June 30, 1995

	Balance June 30, 1994	Reclass- ification	Additions	Deletions	Balance June 30, 1995
Public safety:					
Law enforcement	\$ 2,993,891	\$ (1,311,897)	\$ 298,907	\$ 149,638	\$ 1,831,263
Legal services	216,382	982	12,003	-	229,367
Total public safety	3,210,273	(1,310,915)	310,910	149,638	2,060,630
Court services:					
Court proceedings	965,177	(145,779)	33,047	16,627	835,818
Records of court proceedings	-	-	-	-	-
Juvenile justice administration	27,506	-	-	-	27,506
Total court services	992,683	(145,779)	33,047	16,627	863,324
Physical health services	337,868	(2,437)	10,245	14,033	331,643
Mental health:					
Persons with mental illness	4,186	24	56	38	4,228
Persons with chronic mental illness	121,785	96	6,489	142	128,228
Persons with mental retardation	20,351	147	163	188	20,473
Persons with developmental disabilities	127	-	4	1	130
Persons with chemical dependencies	631	-	21	5	647
Total mental health	147,080	267	6,733	374	153,706
Social services:					
Services to poor	193,664	(5,358)	12,006	3,085	197,227
Services to military veterans	12,630	-	429	106	12,953
Total social services	206,294	(5,358)	12,435	3,191	210,180
County environment:					
Environmental quality	1,200	-	21	170	1,051
Conservation and recreation services	4,137,131	-	913,184	183,689	4,866,626
Animal control	799	-	14	113	700
County development	37,992	-	669	5,368	33,293
Total county environment	4,177,122	-	913,888	189,340	4,901,670
Roads and transportation:					
Secondary roads administration and engineering	299,551	-	31,792	37,652	293,691
Roadway maintenance	599,102	-	63,584	75,303	587,383
General roadway expenditures	5,092,371	-	540,463	640,073	4,992,761
Total roads and transportation	5,991,024	-	635,839	753,028	5,873,835
State and local government services:					
Representation services	424,131	4,019	-	4,019	424,131
State administrative services	234,394	(5,132)	4,774	-	234,036
Total state and local government services	658,525	(1,113)	4,774	4,019	658,167
Interprogram services:					
Policy and administration	250,899	1,072	3,670	1,419	254,222
Central services	17,981,126	1,464,263	901,750	69,706	20,277,433
Total interprogram services	18,232,025	1,465,335	905,420	71,125	20,531,655
Total general fixed assets	\$ 33,952,894	\$ -	\$ 2,833,291	\$ 1,201,375	\$ 35,584,810

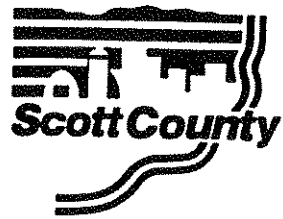
COUNTY OF SCOTT, IOWA

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) LAST TEN FISCAL YEARS

Fiscal Year	Public Safety	Court Services	Physical Health and Education	Mental Health	Social Services
1985-86	\$ 4,351,672	\$ 2,016,654	\$ 1,715,568	\$ 5,701,583	\$ 1,051,565
1986-87	4,262,790	1,296,260	1,764,029	6,065,058	909,673
1987-88	4,614,475	839,698	2,017,879	6,132,574	851,899
1988-89	4,594,716	757,121	1,930,226	6,656,248	758,624
1989-90	4,974,294	698,328	2,029,798	6,605,965	837,299
1990-91	5,589,528	784,423	2,143,191	7,218,993	906,497
1991-92	6,201,652	829,974	2,213,705	7,903,235	852,115
1992-93	6,408,603	881,507	2,473,165	9,597,336	982,490
1993-94	6,456,396	1,189,016	2,039,121	9,256,524	896,626
1994-95	9,442,709	1,339,435	2,186,509	10,099,959	1,047,396

(1) Includes all governmental funds.

County Environment	Roads And Transportation	State And Local Government Services	Inter-program Services	Capital Outlay	Debt Services	Total
\$ 908,035	\$ 2,563,125	\$ 1,694,865	\$ 4,296,635	\$ 2,529,677	\$ 500,027	\$ 27,329,406
1,202,106	2,464,165	1,684,956	4,689,268	1,782,262	469,737	26,590,304
1,092,255	2,320,477	1,734,187	4,987,182	1,578,020	484,250	26,652,896
1,140,713	2,597,159	1,640,202	4,796,221	1,591,473	496,971	26,959,674
1,230,761	2,640,384	1,770,082	3,787,506	2,429,839	456,471	27,460,727
1,497,513	2,781,354	1,818,496	3,641,730	1,688,903	452,596	28,523,224
1,665,984	2,417,860	1,934,887	4,215,310	3,288,497	501,554	32,024,773
1,925,512	2,875,998	2,038,421	4,176,940	1,744,020	441,296	33,545,288
2,049,726	2,776,994	1,184,405	4,541,523	2,159,733	445,975	32,996,039
1,947,864	2,457,303	1,199,785	4,574,457	2,396,637	418,502	37,110,556



Statistical Section



COUNTY OF SCOTT, IOWA

GENERAL GOVERNMENTAL REVENUE BY SOURCE (1) LAST TEN FISCAL YEARS

Fiscal Year	Taxes (2)	Intergovernmental	Licenses And Permits	Charges For Services	Interest	Miscellaneous	Total
1985-86	\$ 17,261,104	\$ 6,225,396	\$ 106,103	\$ 1,951,321	\$ 1,374,403	\$ 327,814	\$ 27,246,141
1986-87	16,612,535	5,379,038	108,245	2,135,532	1,175,511	496,585	25,907,446
1987-88	16,545,238	5,986,920	129,131	1,712,234	1,159,860	996,366	26,529,749
1988-89	17,739,794	6,007,477	192,567	1,890,740	1,442,365	593,390	27,866,333
1989-90	19,527,676	5,613,765	139,618	1,645,154	1,484,737	578,273	28,989,223
1990-91	19,571,733	6,447,801	175,920	1,831,672	1,476,001	947,406	30,450,533
1991-92	21,296,484	6,143,486	201,399	2,282,180	881,619	785,536	31,590,704
1992-93	21,544,137	7,415,815	185,978	2,286,098	477,088	1,017,815	32,926,931
1993-94	21,412,890	7,422,455	218,255	2,428,849	774,711	599,270	32,856,430
1994-95	22,928,492	10,721,388	227,727	2,279,868	1,200,929	783,276	38,141,680

(1) Includes all governmental funds.

(2) Taxes include property, local option sales and other taxes plus interest and penalties on delinquent property taxes.

COUNTY OF SCOTT, IOWA

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent Of Levy Collected
1985-86	\$ 94,917,336	\$ 92,645,077	97.61%
1986-87	100,966,300	97,898,235	96.96
1987-88	98,114,196	95,272,772	97.10
1988-89	103,207,516	100,799,125	97.67
1989-90	101,222,824	98,306,858	97.12
1990-91	104,040,532	101,027,651	97.10
1991-92	108,414,694	106,915,018	98.62
1992-93	114,768,980	114,050,890	99.37
1993-94	119,358,290	118,632,767	99.39
1994-95	124,279,732	123,618,778	99.47

(1) Total tax collections solely for Scott County were \$16,696,179 for 1985-86; \$16,474,825 for 1986-87; \$16,042,741 for 1987-88; \$16,843,141 for 1988-89; \$16,441,760 for 1989-90; \$16,672,310 for 1990-91; \$17,204,133 for 1991-92; \$17,642,076 for 1992-93; \$18,254,428 for 1993-94; and \$19,644,987 for 1994-95 .

Delinquent Tax Collections	Total Tax Collections (1)	Total Collections As Percent Of Current Levy	Outstanding Delinquent Taxes	Delinquent As Percent Of Current Levy
\$ 2,075,956	\$ 94,721,033	99.79%	\$ 2,980,404	3.14%
2,354,976	100,253,211	99.29	3,444,301	3.41
1,942,357	97,215,129	99.08	3,161,214	3.22
2,225,153	103,024,278	99.82	2,929,646	2.84
2,500,810	100,807,668	99.59	3,065,318	3.03
2,654,488	103,682,139	99.66	3,838,707	3.64
2,788,294	109,703,312	101.19	1,096,048	1.01
922,717	114,973,607	100.18	302,598	0.26
25,677	118,658,444	99.41	474,076	0.40
69,259	123,688,037	99.52	331,532	0.27

COUNTY OF SCOTT, IOWA

ASSESSED AND TAXABLE VALUES OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

Fiscal Year	Real Property		Personal Property	
	Taxable Value	Assessed Value (1)	Taxable Value	Assessed Value (1)
1985-86	\$ 2,698,554,427	\$ 3,410,912,120	\$ 403,981,556	\$ 403,981,556
1986-87	2,932,832,796	3,565,812,492	372,262,165	372,262,165
1987-88	2,824,125,082	3,357,855,209	256,271,785	256,271,785
1988-89	2,844,170,888	3,304,899,820	277,102,605	277,102,605
1989-90	2,873,225,472	3,332,065,143	230,996,563	230,996,563
1990-91	2,907,022,392	3,387,929,609	222,604,849	222,604,849
1991-92	2,967,560,475	3,457,628,422	225,671,412	225,671,412
1992-93	3,040,151,368	3,748,334,422	237,164,071	237,164,071
1993-94	3,126,108,587	3,871,989,604	232,739,566	232,739,566
1994-95	3,309,530,239	4,295,968,674	252,058,644	252,058,644

(1) Assessed value equals estimated actual value.

Utilities		Total		Ratio of Taxable to Assessed Value	Tax Increment Financing District Values
Taxable Value	Assessed Value (1)	Taxable Value	Assessed Value (1)		
\$ 301,406,170	\$ 309,071,332	\$ 3,403,942,153	\$ 4,123,965,008	82.5	\$ 16,748,403
305,281,804	306,045,303	3,610,376,765	4,244,119,960	85.1	16,437,554
334,868,687	334,868,687	3,415,265,554	3,948,995,681	86.5	15,712,428
368,845,466	368,845,466	3,490,118,959	3,950,847,891	88.3	21,038,947
368,091,506	368,091,506	3,472,313,541	3,931,153,212	88.3	18,909,239
354,469,819	354,469,819	3,484,097,060	3,965,004,277	87.9	25,873,703
348,137,661	348,137,661	3,541,369,548	4,031,437,495	87.8	33,955,001
356,868,014	356,868,014	3,634,183,453	4,342,366,507	83.7	55,784,867
374,417,177	374,417,177	3,733,265,330	4,479,146,347	83.3	81,562,040
332,671,409	332,671,409	3,894,260,292	4,880,698,727	79.8	62,253,911

COUNTY OF SCOTT, IOWA

PROPERTY TAX RATES PER \$1,000 TAXABLE VALUATION - ALL DIRECT AND OVERLAPPING GOVERNMENTS LAST TEN FISCAL YEARS

	Bettendorf			Davenport	
	Bettendorf	North Scott	Pleasant Valley	Bettendorf	Davenport
1994-95:					
City	11.45553	11.45553	11.45553	13.95990	13.95990
Area IX Community College	0.52125	0.52125	0.52125	0.52125	0.52125
School District	16.47664	16.07552	14.95000	16.47664	16.58807
State	0.04352	0.04352	0.04352	0.04352	0.04352
Assessor (1)	0.20392	0.20392	0.20392	0.28684	0.28684
County	4.96037	4.96037	4.96037	4.96037	4.96037
Total levy	33.66123	33.26011	32.13459	36.24852	36.35995
Ratio of Scott County to totals	0.14736	0.14914	0.15436	0.13684	0.13642
1993-94:					
City	11.45555	11.45555	11.45555	13.95995	13.95995
Area IX Community College	0.51631	0.51631	0.51631	0.51631	0.51631
School District	16.19786	16.08908	14.95000	16.19786	16.59791
State	0.04438	0.04438	0.04438	0.04438	0.04438
Assessor (1)	0.21396	0.21396	0.21396	0.26782	0.26782
County	4.81460	4.81460	4.81460	4.81460	4.81460
Total levy	33.24266	33.13388	31.99480	35.80092	36.20097
Ratio of Scott County to totals	0.14483	0.14531	0.15048	0.13448	0.13300
1992-93:					
City	11.45555	11.45555	11.45555	14.21993	14.21993
Area IX Community College	0.51768	0.51768	0.51768	0.51768	0.51768
School District	15.90966	15.80695	14.95469	15.90966	16.53378
State	0.04627	0.04627	0.04627	0.04627	0.04627
Assessor (1)	0.21443	0.21443	0.21443	0.27170	0.27170
County	4.74843	4.74843	4.74843	4.74843	4.74843
Total levy	32.89202	32.78931	31.93705	35.71367	36.33779
Ratio of Scott County to totals	0.14436	0.14482	0.14868	0.13296	0.13067
1991-92:					
City	11.45505	11.45505	11.45505	14.83000	14.83000
Area IX Community College	0.47884	0.47884	0.47884	0.47884	0.47884
School District	15.86821	14.58938	14.42935	15.86821	15.30436
State	0.04736	0.04736	0.04736	0.04736	0.04736
Assessor (1)	0.20119	0.20119	0.20119	0.27446	0.27446
County	4.69606	4.69606	4.69606	4.69606	4.69606
Total levy	32.74671	31.46788	31.30785	36.19493	35.63108
Ratio of Scott County to totals	0.14341	0.14923	0.15000	0.12974	0.13180

Cities

North Scott	Blue Grass	Buffalo	Eldridge	LeClaire	Walcott	
					Davenport	Durant
13.95990	9.08312	6.16514	8.55954	14.82652	5.31160	5.31160
0.52125	0.52125	0.52125	0.52125	0.52125	0.52125	0.52125
16.07552	16.58807	16.58807	16.07552	14.95000	16.58807	12.51050
0.04352	0.04352	0.04352	0.04352	0.04352	0.04352	0.04352
0.28684	0.20392	0.20392	0.20392	0.20392	0.20392	0.20392
4.96037	4.96037	4.96037	4.96037	4.96037	4.96037	4.96037
35.84740	31.40025	28.48227	30.36412	35.50558	27.62873	23.55116
0.13837	0.15797	0.17416	0.16336	0.13971	0.17954	0.21062
13.95995	9.31285	6.49009	9.05540	15.04782	5.92726	5.92726
0.51631	0.51631	0.51631	0.51631	0.51631	0.51631	0.51631
16.08908	16.59791	16.59791	16.08908	14.95000	16.59791	12.30869
0.04438	0.04438	0.04438	0.04438	0.04438	0.04438	0.04438
0.26782	0.21396	0.21396	0.21396	0.21396	0.21396	0.21396
4.81460	4.81460	4.81460	4.81460	4.81460	4.81460	4.81460
35.69214	31.50001	28.67725	30.73373	35.58707	28.11442	23.82520
0.13489	0.15284	0.16789	0.13529	0.13529	0.17125	0.20208
14.21993	8.86195	6.23486	9.03815	15.07378	5.97999	5.97999
0.51768	0.51768	0.51768	0.51768	0.51768	0.51768	0.51768
15.80695	16.53378	16.53378	15.80695	14.95469	16.53378	12.16454
0.04627	0.04627	0.04627	0.04627	0.04627	0.04627	0.04627
0.27170	0.21443	0.21443	0.21443	0.21443	0.21443	0.21443
4.74843	4.74843	4.74843	4.74843	4.74843	4.74843	4.74843
35.61096	30.92254	28.29545	30.37191	35.55528	28.04058	23.67134
0.13334	0.15356	0.16782	0.15634	0.13355	0.16934	0.20060
14.83000	10.75525	6.18775	9.12502	5.97746	5.97746	5.97746
0.47884	0.47884	0.47884	0.47884	0.47884	0.47884	0.47884
14.58938	15.30436	15.30436	14.58938	15.30436	15.30436	12.02605
0.04736	0.04736	0.04736	0.04736	0.04736	0.04736	0.04736
0.27446	0.20119	0.20119	0.20119	0.20119	0.20119	0.20119
4.69606	4.69606	4.69606	4.69606	4.69606	4.69606	4.69606
34.91610	31.48306	26.91556	29.13785	26.70527	26.70527	23.42696
0.13450	0.14916	0.17447	0.16117	0.14486	0.17585	0.20046

(Continued)

COUNTY OF SCOTT, IOWA

PROPERTY TAX RATES PER \$1,000 TAXABLE VALUATION - ALL DIRECT AND OVERLAPPING GOVERNMENTS (Continued) LAST TEN FISCAL YEARS

	Bettendorf			Davenport	
	Bettendorf	North Scott	Pleasant Valley	Bettendorf	Davenport
1990-91:					
City	11.45554	11.45554	11.45554	14.73922	14.73922
Area IX Community College School District	0.51707	0.51707	0.51707	0.51707	0.51707
State	15.87174	14.26774	13.90669	15.87174	14.71529
Assessor (1)	0.04805	0.04805	0.04805	0.04805	0.04805
County	0.17454	0.17454	0.17454	0.23686	0.23686
Total levy	4.53733	4.53733	4.53733	4.53733	4.53733
	32.60427	31.00027	30.63922	35.95027	34.79382
Ratio of Scott County to totals	0.13916	0.14636	0.14809	0.12621	0.13041
1989-90:					
City	10.47504	10.47504	10.47504	10.42000	14.42000
Area IX Community College School District	0.49692	0.49692	0.49692	0.49692	0.49692
State	15.87248	12.92379	13.82178	15.87248	14.74384
Assessor (1)	0.04819	0.04819	0.04819	0.04819	0.04819
County	0.20863	0.20863	0.20863	0.29198	0.29198
Total levy	4.45656	4.45656	4.45656	4.45656	4.45656
	31.55782	28.60913	29.50712	35.58613	34.45749
Ratio of Scott County to totals	0.14122	0.15577	0.15103	0.12523	0.12934
1988-89:					
City	11.68252	11.68252	11.68252	15.43499	15.43499
Area IX Community College School District	0.46145	0.46145	0.46145	0.46145	0.46145
State	15.95034	12.92535	13.15417	15.95034	14.22631
Assessor (1)	0.04600	0.04600	0.04600	0.04600	0.04600
County	0.21182	0.21182	0.21182	0.24710	0.24710
Total levy	4.63883	4.63883	4.63883	4.63883	4.63883
	32.99096	29.96597	30.19479	36.77871	35.05468
Ratio of Scott County to totals	0.14061	0.15480	0.15363	0.12613	0.13233
1987-88:					
City	8.51663	8.51663	8.51663	15.62901	15.62901
Area IX Community College School District	0.48492	0.48492	0.48492	0.48492	0.48492
State	15.36986	13.52995	13.34120	15.36986	14.33705
Assessor (1)	0.04688	0.04688	0.04688	0.04688	0.04688
County	0.18007	0.18007	0.18007	0.22521	0.22521
Total levy	4.54676	4.54676	4.54676	4.54676	4.54676
	29.14512	27.30521	27.11646	36.30264	35.26983
Ratio of Scott County to totals	0.15600	0.16652	0.16768	0.12525	0.12891

Cities

Cities					Walcott	
North Scott	Blue Grass	Buffalo	Eldridge	LeClaire	Davenport	Durant
14.73922	10.13833	6.18825	8.90597	12.07298	5.98000	5.98000
0.51707	0.51707	0.51707	0.51707	0.51707	0.51707	0.51707
14.26774	14.71529	14.71529	14.26774	13.90669	14.71529	11.64448
0.04805	0.04805	0.04805	0.04805	0.04805	0.04805	0.04805
0.23686	0.17454	0.17454	0.17454	0.17454	0.17454	0.17454
4.53733	4.53733	4.53733	4.53733	4.53733	4.53733	4.53733
34.34627	30.13061	26.18053	28.45070	31.25666	25.97228	22.90147
0.13211	0.15059	0.17331	0.15948	0.14516	0.17470	0.19812
14.42000	10.63357	6.21095	9.11048	11.51142	6.97998	6.97998
0.49692	0.49692	0.49692	0.49692	0.49692	0.49692	0.49692
12.92379	14.74384	14.74384	12.92379	13.82178	14.74384	11.62050
0.04819	0.04819	0.04819	0.04819	0.04819	0.04819	0.04819
0.29198	0.20863	0.20863	0.20863	0.20863	0.20863	0.20863
4.45656	4.45656	4.45656	4.45656	4.45656	4.45656	4.45656
32.63744	30.58771	26.16509	27.24457	30.54350	26.93412	23.81078
0.13655	0.14570	0.17033	0.16358	0.14591	0.16546	0.18717
15.43499	10.17667	6.52425	9.10988	14.28340	7.91503	7.91503
0.46145	0.46145	0.46145	0.46145	0.46145	0.46145	0.46145
12.92353	14.22631	14.22631	12.92535	13.15417	14.22631	11.41627
0.04600	0.04600	0.04600	0.04600	0.04600	0.04600	0.04600
0.24710	0.21182	0.21182	0.21182	0.21182	0.21182	0.21182
4.63883	4.63883	4.63883	4.63883	4.63883	4.63883	4.63883
33.75372	29.76108	26.10866	27.39333	32.79567	27.49944	24.68940
0.13743	0.15587	0.17767	0.16934	0.14145	0.16869	0.18789
15.62901	10.14517	6.20682	9.32008	13.95683	7.91493	7.91493
0.48492	0.48492	0.48492	0.48492	0.48492	0.48492	0.48492
13.52995	14.33705	14.33705	13.52995	13.34120	14.33705	11.12602
0.04688	0.04688	0.04688	0.04688	0.04688	0.04688	0.04688
0.22521	0.18007	0.18007	0.18007	0.18007	0.18007	0.18007
4.54676	4.54676	4.54676	4.54676	4.54676	4.54676	4.54676
34.46273	29.74085	25.80250	28.10866	32.55666	27.51061	24.29958
0.13193	0.15288	0.17621	0.16176	0.13966	0.16527	0.18711

(Continued)

COUNTY OF SCOTT, IOWA

PROPERTY TAX RATES PER \$1,000 TAXABLE VALUATION - ALL DIRECT AND OVERLAPPING GOVERNMENTS (Continued) LAST TEN FISCAL YEARS

	Bettendorf			Davenport	
	Bettendorf	North Scott	Pleasant Valley	Bettendorf	Davenport
1986-87:					
City	8.46431	8.46431	8.46431	14.92936	14.92936
Area IX Community College	0.44703	0.44703	0.44703	0.44703	0.44703
School District	15.76800	13.44570	13.34121	15.76800	14.72739
State	0.04482	0.04482	0.04482	0.04482	0.04482
Assessor (1)	0.17514	0.17514	0.17514	0.23958	0.23958
County	4.37586	4.37586	4.37586	4.37586	4.37586
Total levy	29.27516	26.95286	26.84837	35.80465	34.76404
Ratio of Scott County to totals	0.14947	0.16235	0.16298	0.12221	0.12587
1985-86:					
City	8.50356	8.50356	8.50356	13.81302	13.81302
Area IX Community College	0.44937	0.44937	0.44937	0.44937	0.44937
School District	16.01057	13.42020	13.38192	16.01057	14.65723
State	0.05084	0.05084	0.05084	0.05084	0.05084
Assessor (1)	0.18109	0.18109	0.18109	0.22383	0.22383
County	4.81555	4.81555	4.81555	4.81555	4.81555
Total levy	30.01098	27.42016	27.38233	35.36318	34.00984
Ratio of Scott County to totals	0.16046	0.17562	0.17586	0.13617	0.14159

(1) Assessor includes the County Assessor which is a component unit of the County.

All tax rates are expressed in dollars per thousand of taxable valuation.

Included in this report are the major cities and towns within Scott County.

Not shown are the Rural Services Fund of the County and the following taxing bodies over and above the cities listed:

- a. 10 cities (population under 1,000)
- b. 13 townships
- c. 6 benefitted fire districts
- d. 1 sanitary sewer district

Cities

Cities					Walcott	
North Scott	Blue Grass	Buffalo	Eldridge	LeClaire	Davenport	Durant
14.92936	9.28623	6.40869	8.68003	13.53295	7.91496	7.91496
0.44703	0.44703	0.44703	0.44703	0.44703	0.44703	0.47703
13.44570	14.72739	14.72739	13.44570	13.34121	14.72739	11.38552
0.04482	0.04482	0.04482	0.04482	0.04482	0.04482	0.04482
0.23958	0.17514	0.17514	0.17514	0.17514	0.17514	0.17514
4.37586	4.37586	4.37586	4.37586	4.37586	4.37586	4.37586
33.48235	29.05647	26.17893	27.16858	31.91701	27.68520	24.34333
0.13069	0.15059	0.16715	0.16106	0.13710	0.15806	0.17976
13.81302	9.27205	5.43851	9.06918	13.48283	7.57960	7.57960
0.44937	0.44937	0.44937	0.44937	0.44937	0.44937	0.44937
13.42020	14.65723	14.65723	13.42020	13.38192	14.65723	11.52959
0.05084	0.05084	0.05084	0.05084	0.05084	0.05084	0.05084
0.22383	0.18109	0.18109	0.18109	0.18109	0.18109	0.18109
4.81555	4.81555	4.81555	4.81555	4.81555	4.81555	4.81555
32.77281	29.42613	25.59259	27.98623	32.36160	27.73368	24.60604
0.14694	0.16365	0.18816	0.17207	0.14880	0.17364	0.19571

COUNTY OF SCOTT, IOWA

RATIO OF OUTSTANDING GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUES AND DEBT PER CAPITA LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonded Debt Outstanding (3)	Assessed Value	Percent of Debt to Assessed Value	Estimated Population	Debt Per Capita
1985-86	\$ 3,865,000	\$ 4,123,965,008	0.09	\$ 167,300	\$ 23.10
1986-87	3,685,000	4,244,119,960	0.09	156,900 (1)	23.49
1987-88	3,480,000	3,948,995,681	0.09	156,100	22.29
1988-89	3,275,000	3,950,847,891	0.08	155,400	21.07
1989-90	3,100,000	3,931,153,212	0.08	150,134	20.65
1990-91	2,900,000	3,965,004,277	0.07	150,979 (2)	19.21
1991-92	2,735,000	4,031,437,495	0.07	150,979	18.16
1992-93	2,510,000	4,342,366,507	0.06	154,280	16.27
1993-94	2,260,000	4,479,146,346	0.05	155,210	14.61
1994-95	9,055,000	4,880,698,727	0.19	157,190	57.61

(1) July 1986 estimate by U.S. Census Bureau.

(2) Actual 1990 U.S. Census Bureau figures. All other years are estimates of the Quad City Development Group.

(3) The fund balance of the debt service fund has been excluded due to the immateriality of such balances.

The computation of the County's legal margin as of June 30, 1995 is as follows:

Assessed value	<u>\$ 4,880,698,727</u>
Debt limit, 5% of assessed valuation (Iowa statutory limitation)	\$ 244,034,936
Total amount of debt applicable to debt margin	<u>9,055,000</u>
Legal debt margin	<u><u>\$ 234,979,936</u></u>

COUNTY OF SCOTT, IOWA

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

	Amount Of Debt	Applicable to Scott County	
		Average Percent	Amount
Scott County	\$ 9,055,000	100.0%	\$ 9,055,000
School districts:			
Pleasant Valley Community	11,925,000	100.0	11,925,000
Wheatland Community	5,000	17.9	895
Eastern Iowa Community College	16,250,000	54.7	8,888,750
Cities:			
Bettendorf	14,425,000	100.0	14,425,000
Blue Grass	132,990	100.0	132,990
Davenport	90,465,000	100.0	90,465,000
Durant	325,000	0.5	1,625
Eldridge	1,835,000	100.0	1,835,000
LeClaire	1,220,000	100.0	1,220,000
Princeton	33,467	100.0	33,467
Other districts, Parkview Sanitary District	25,000	100.0	25,000
Total direct and overlapping debt			\$ 138,007,727

COUNTY OF SCOTT, IOWA

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest	Total Debt Service Expenditures	Total Govern- mental Expenditures	Percent of General Debt Service Expenditures To Total Govern- mental Expenditures
1985-86	\$ 120,000	\$ 380,027	\$ 500,027	\$ 27,329,406	1.83%
1986-87	180,000	289,737	469,737	26,590,304	1.77
1987-88	205,000	279,250	484,250	26,652,896	1.82
1988-89	224,148	272,823	496,971	26,959,674	1.84
1989-90	194,537	261,934	456,471	27,460,727	1.66
1990-91	204,962	247,634	452,596	28,523,224	1.59
1991-92	230,428	232,968	463,396	32,024,773	1.45
1992-93	230,937	210,359	441,296	33,545,288	1.32
1993-94	250,000	195,975	445,975	32,996,039	1.35
1994-95	305,000	113,502	418,502	37,110,556	1.13

COUNTY OF SCOTT, IOWA

DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Population	Per Capita Income	Median Age	Unemploy- ment Rate	School Enrollment
1985-86	\$ 167,300	\$ N/A	29.9	8.9%	32,813
1986-87	156,900	N/A	30.2	8.1	31,945
1987-88	156,100	11,470	30.8	6.8	30,910
1988-89	155,400	12,354	31.2	6.4	30,043
1989-90	150,134	17,461	31.1	5.6	30,000 (1)
1990-91	150,979	16,930	32.4	6.0	30,000 (1)
1991-92	150,979	19,197	32.4	4.0	31,237
1992-93	154,280	19,197	33.5	5.0	41,790
1993-94	155,210	19,184	34.0	4.5	45,051
1994-95	157,190	16,781	34.7	3.3	45,464

Source: Bi-State Regional Commission, Iowa Bureau of Economic Development, Iowa Department of Employment Services, Mississippi Bend AEA.

(1) Estimated.

COUNTY OF SCOTT, IOWA

**PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS
(DOLLARS IN THOUSANDS)
June 30, 1995**

Fiscal Year	New Construction				Total
	Commercial	Residential	Industrial	Agricultural	
1985-86	\$ 13,312	\$ 27,132	\$ 3,564	\$ 1,370	\$ 45,378
1986-87	21,538	31,914	2,302	943	56,697
1987-88	16,532	24,884	2,147	354	43,917
1988-89	16,082	23,319	1,469	426	41,296
1989-90	16,532	24,884	2,147	1,024	44,587
1990-91	22,625	34,782	3,434	595	61,436
1991-92	25,637	44,700	10,032	1,491	81,860
1992-93	21,786	49,732	6,756	88	78,362
1993-94	21,517	71,697	2,233	305	95,752
1994-95	17,461	73,094	1,441	1,577	93,573

(1) Property value is the assessed value before any exemptions or state rollbacks. Personal property, personal property assessed as real, and utilities are not included in the figures above.

(2) Bank deposits for banks in Scott County as reported in the Iowa Bank Directory.

Property Value (1)						Bank Deposits (2)
Commercial	Residential	Industrial	Agricultural	Total		
\$ 689,595	\$ 2,275,399	\$ 212,212	\$ 231,049	\$ 3,408,255	\$	1,134,618
748,544	2,290,462	257,415	266,866	3,563,287		1,277,588
717,055	2,159,165	223,851	254,884	3,354,955		1,309,860
718,339	2,137,052	222,920	223,933	3,302,244		1,368,140
718,404	2,158,501	228,303	224,498	3,329,706		1,460,200
768,129	2,171,077	247,457	198,610	3,385,273		1,559,232
785,487	2,217,280	253,704	198,501	3,454,972		1,588,000
813,063	2,492,382	254,244	185,990	3,745,679		1,506,000
831,340	2,599,334	252,783	185,876	3,869,333		618,000
888,384	2,975,451	235,868	193,610	4,293,313		772,000

COUNTY OF SCOTT, IOWA

TEN PRINCIPAL TAXPAYERS

June 30, 1995

	Taxable Value	Percentage Of Total Taxable Value
Iowa-Illinois Gas & Electric Co.	\$ 236,159,291	6.06%
Aluminum Company of America	194,882,057	5.00
Equitable Life assurance Society	66,581,166	1.71
Davenport Water Co.	42,386,500	1.09
Deere & Company	37,139,123	0.95
U.S. West Communications	32,071,365	0.82
Davenport Cement Company	30,727,917	0.79
Quanex Corporation	25,158,354	0.65
Oscar Mayer Foods Corp.	24,718,632	0.63
Ralston Purina Company	20,089,342	0.51
Total	\$ 709,913,747	18.21%

Source: County tax rolls.

COUNTY OF SCOTT, IOWA

SURETY BONDS OF PRINCIPAL OFFICIALS

June 30, 1995

	1994-95 Annual Salary	Bonded Amount
County Auditor	\$ 44,300	\$ 20,000
County Attorney	62,000	20,000
County Recorder	44,300	20,000
Sheriff	53,500	20,000
Treasurer	44,300	50,000
Board of Supervisors	24,000	20,000
Chairman, Board of Supervisors	25,500	20,000

All officials and employees of Scott County are bonded in the amount of \$20,000.

COUNTY OF SCOTT, IOWA

SCHEDULE OF INSURANCE IN FORCE

June 30, 1995

Insurance Company	Type of Coverage	Insured	Amount of Coverage
St. Paul - Penco	Excess liability	General, auto and police professional	\$5,000,000 in excess of \$750,000
Genesis Reinsurance	Excess worker's compensation	Statutory worker's compensation	Statutory coverage \$1,000,000 employers' liability limit \$10,000,000
Redland Insurance Co.	Flood	Buffalo shores area	\$40,200
St. Paul	Liability	Health Department	\$1,000,000 each person \$3,000,000 limit
Aetna	Inland Marine/Property	Radio towers & transmitters/computer equipment	\$554,898 \$300,000 hardware \$50,000 software
Old Republic Surety	Surety bond	All employees except elected officials and county assessors	\$20,000 per employee per incident
Hartford	Excess property	"All risk" building and contents	\$50,243,329
Hartford	Livestock	6 buffalo, 3 burros	\$6,200
Aetna	Property	Contents of Cody Homestead & Pioneer Village	\$45,237 \$115,251 \$49,607
USF&G	Property	4 buildings owned by conservation board	\$243,000
Iowa Underground Storage Tank	Property	Storage tanks	\$500,000 per occurrence \$1,000,000 in aggregate
Hartford Steam Boiler	Boiler and machinery	Comprehensive 6 locations	\$10,000,000 per accident
Hartford	Property	Voting machines	\$368,000
West Bend Mutual	General liability Commercial auto Property Worker's compensation	County library	\$500,000 general liability \$500,000 automobile \$1,268,695 property statutory worker's compensation \$100,000 per accident \$100,000 per employee \$500,000 total policy
Acceptance insurance	Liquor liability	Glynn's Creek Golf Course	\$1,000,000 each occurrence

Deductible	Policy Number	Expiration Date	Premium
\$250,000 underlying limit	LCO5522566	07/01/95	\$ 231,734
\$300,000 underlying limit	X-7827A	07/01/95	40,600
\$500	RI00411694	03/21/96	433
N/A	FM08000371	07/01/95	9,324
\$250 or \$1,000	223631782FCA	07/01/95	6,763
\$100	9107	01/01/95	1,693
\$250,000	83XLSSD6282	07/01/95	23,045
N/A	87MFP416986	03/13/96	250
\$250	IG6062567FCA	07/01/95	5,046
\$500	30013912502	12/31/95	1,707
\$5,000	8710456	10/24/94	600
\$1,000	BMICH916141209	12/04/95	5,922
N/A	83MSPH2631	07/01/96	1,049
N/A	CPJ012134607	07/01/95	1,405
\$50 - \$1,000	CPJ012134607	07/01/95	1,445
\$250	CPJ012134607	07/01/95	1,947
N/A	WCJ010523008	07/01/95	1,635
N/A	LQIA146958	11/01/95	4,302

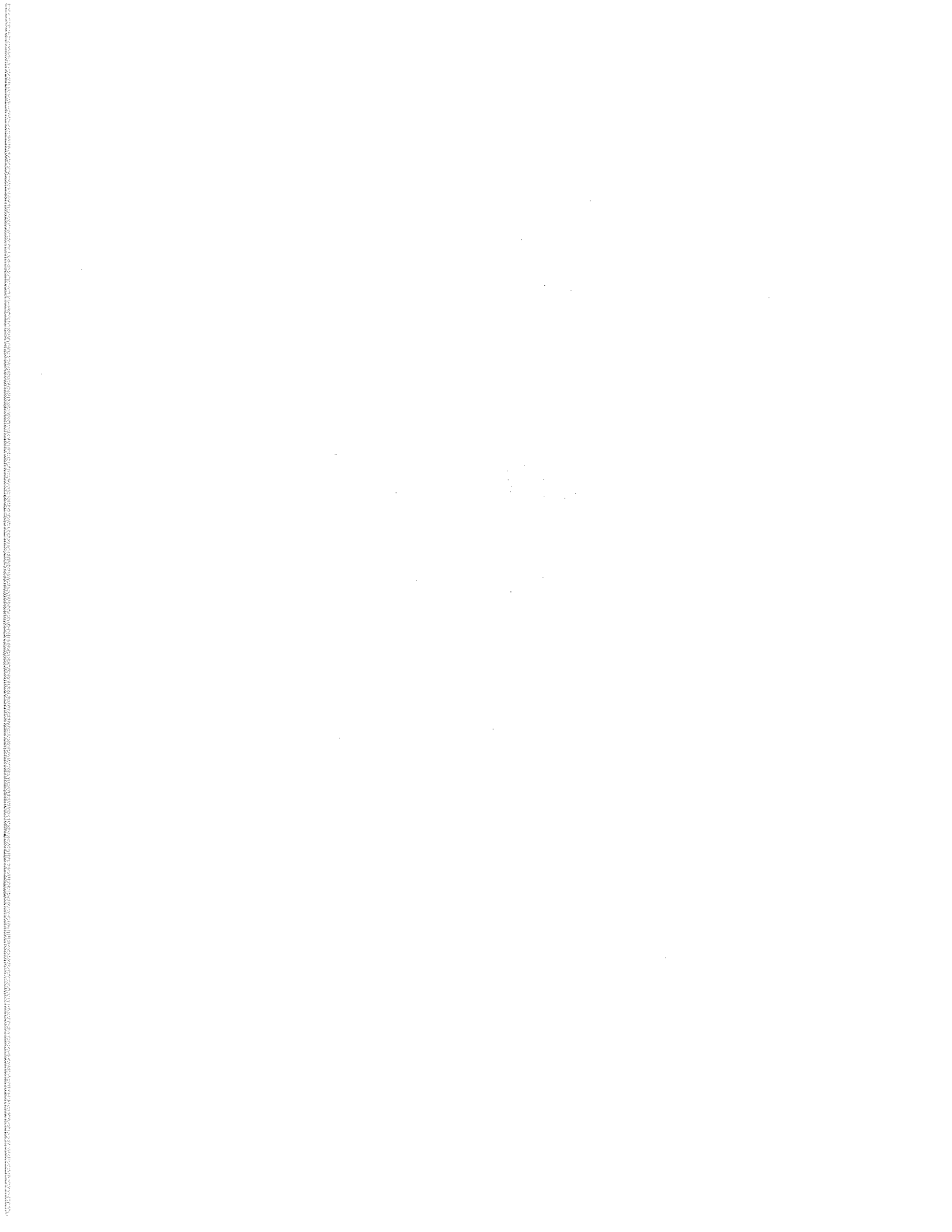
COUNTY OF SCOTT, IOWA

MISCELLANEOUS STATISTICS

June 30, 1995

Date of incorporation: December 31, 1837		Recreation:	
Form of government: County Board/County Administrator		Parks:	
Area: 447 Square Miles	Median age of population: 34.7	County parks	7
		Number of acres	2,475
		City parks	80
		Number of acres	1,960
Miles of roads and streets:		Golf courses:	
Interstate highways	43	Private	2
State highways	78	Public	7
County roads	557	Municipal	3
City street	724		
Total miles	<u>1,402</u>	Snowmobile trails, total miles	78.72
Acres of industrial lands	1,924	State wildlife preserve open to public hunting and fishing	2,723 acres
Farming acres	230,632	Number of lakes	5
Number of farms	1,403	Number of boat launches	5
County employees:		Number of beaches	1
Board members	5	Number of swimming pools	1
Elected officials	5	Number of zoos	1
Full and part-time	388	Number of baseball diamonds	2
Schools within the County:		Public safety:	
Public schools:		County sheriff department	1
Elementary	39	City police department	8
Junior high	9	Fire department:	
Senior high	6	Full-time	2
Total students	28,396	Volunteer	11
		Rescue squads	2
Nonpublic schools:		Elections:	
K-8	9	Last general election:	
High school	2	Registered voters	88,691
Total students	3,529	Votes cast	48,856
		Percent	55.0%
Higher education:		Last municipal election:	
University	2	Registered voters	79,664
Colleges	1	Votes cast	30,456
Junior college	1	Percent	38.2%
Vocational schools	4		
Total students	13,539	Building permits:	
		Issued in the year ended June 30, 1995	462
		Value of issued permits	\$13,065,559

Single Audit Section





McGLADREY & PULLEN, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON THE SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, and have issued our report thereon dated November 17, 1995. These general purpose financial statements are the responsibility of the management of the County. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; "Government Auditing Standards", issued by the Comptroller General of the United States; and Chapter 11 of the Code of Iowa. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit in accordance with those standards includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the County of Scott, Iowa, taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995

COUNTY OF SCOTT, IOWA

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE Year Ended June 30, 1995

Federal Grant Pass-Through Grant/Program Title	CFDA Number	Pass-Through Grantor's Number	Program Expenditures
U.S. Department of Agricultural Food and Nutrition Services (Passed through Iowa Department of Human Services):			
Food Stamp Program	10.551	N/A	\$ 27,725
National School Lunch Program	10.555	N/A	8,222
			<u>35,947</u>
Office of the Chief of Engineers, Department of the Army, Department of Defense (Passed through Iowa Office of Treasurer), Small Flood Control Project			
	12.106	N/A	<u>27,229</u>
U.S. Department of Housing and Urban Development (Passed through Iowa Department of Economic Development):			
Community Development Block Grant	14.228*	93-FR-001	1,072,020
		94-FR-002	1,476,555
			<u>2,548,575</u>
Emergency Shelter Grants	14.231	94-ES-022	102,289
			<u>2,650,864</u>
United States Department of Justice: (Passed through the Governor's Alliance on Substance Abuse), Bureau of Justice Assistance Drug Control and System Improvement Grant			
	16.579	93-0260	132,950
(Passed through Office of Community Oriented Policing Services) COPS FAST			
	16.726	95CFWX0165	6,068
			<u>139,018</u>
U.S. Department of Transportation, National Highway Traffic Safety Administration (Passed through Iowa Department of Public Safety- Governor's Traffic Safety Division), State and Community Highway Safety			
	20.600	PAP94/96-05	28,144
		PAP95/96-11	5,452
		PAP95HLT-02	3,664
		PAP94/96-11	3,160
			<u>40,420</u>
Federal Emergency Management Agency (Passed through Iowa Disaster Services Division), Emergency Management Assistance Program			
	83.503	N/A	** <u>49,035</u>
U.S. Department of Education, (Passed through the Division of Educational Services), Supported Employment			
	84.126	94-115	<u>55,116</u>

COUNTY OF SCOTT, IOWA

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE Year Ended June 30, 1995

Federal Grant Pass-Through Grant/Program Title	CFDA Number	Pass-Through Grantor's Number	Program Expenditures
U.S. Department of Health and Human Services:			
(Passed through Iowa Department of Health):			
Flood Relief Emergency Social Services	93.003	588FR032	6,248
Flood Relief Grant Award	93.000	5884FO82	<u>43,072</u>
Tuberculosis Elimination	93.116	5885TC02	4,081
		5884TC02	<u>9,409</u>
			<u>13,490</u>
Acquired Immune Deficiency Syndrome (AIDS)	93.118	5884AP14	7,000
		5885AP14	<u>7,000</u>
			<u>14,000</u>
Childhood Lead Poisoning Prevention	93.197	5884LP03	<u>104,252</u>
I-4 Project	93.268	5884I417	30,228
		5885I417	<u>27,961</u>
			<u>58,189</u>
Preventative Health and Health Services Block Grant	93.991	5884HY45	2,117
		5884AS02	2,000
		5885AS02	<u>6,000</u>
			<u>10,117</u>
			<u>249,368</u>
(Passed through Iowa Department of Human Services):			
Flood Relief Emergency Social Services	93.003	N/A	51,345
Family Support	93.020	N/A	64,236
Child Support Enforcement	93.023	N/A	116,168
Refugee and Entrant Assistance	93.026	N/A	930
Child Care Block Grant	93.037	N/A	1,469
Targeted Assistance Program	93.576	N/A	8,162
Foster Care	93.658	N/A	18,389
Adoption	93.659	N/A	3,156
Social Services Block Grant	93.667*	N/A	566,169
At-Risk Day Care	93.674	N/A	1,912
Medical Assistance	93.778	N/A	58,523
			<u>890,459</u>
			<u>1,139,827</u>
			<u>\$ 4,137,456</u>

* Major Federal Financial Assistance Program.

** Federal financial assistance of a discretely presented component unit.





McGLADREY & PULLEN, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL STRUCTURE BASED ON AN
AUDIT OF THE GENERAL PURPOSE FINANCIAL STATEMENTS**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, and have issued our report thereon dated November 17, 1995.

We conducted our audit in accordance with generally accepted auditing standards, "Government Auditing Standards", issued by the Comptroller General of the United States; and Chapter 11 of the Code of Iowa. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the County of Scott, Iowa, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the financial statements of the County of Scott, Iowa as of and for the year ended June 30, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they were placed in operations, and we assessed control risk to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants which are described in the attached Schedule of Internal Control Structure Conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the County's ability to record, process, summarize, and report, financial data consistent with the assertions of management in the financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions, and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described above is a material weakness.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of County of Scott, Iowa, in a separate letter dated November 17, 1995.

This report is intended for the information of the Board of Supervisors, management and the Auditor, State of Iowa. However, this report is a matter of public record and its distribution is not limited.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995

COUNTY OF SCOTT, IOWA

SCHEDULE OF INTERNAL CONTROL STRUCTURE CONDITIONS

Finding:

The County's system for identifying fixed assets was not functioning properly to enable management to identify all fixed asset additions and disposals.

Condition:

As a result of completion of a physical inventory, several assets additions and disposals were added to the General Fixed Asset Account Group that were not previously identified.

Criteria:

The system of internal controls should include a process to identify all addition and deletions to the County's fixed assets to ensure that the financial statements are presented in accordance with generally accepted accounting principles.

Recommendation:

Due to improvements the County made to their fixed asset system, various fixed asset additions and deletions from prior years were identified. We recommend, however, the County further improve the physical inventory process by requiring the Department heads to complete and adjust their fixed asset listings prior to finalizing the general ledger for year-end.

County of Scott, Iowa's Corrective Action:

We agree with the auditor's comment and have made the recommended change to further improve our system.





McGLADREY & PULLEN, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL STRUCTURE USED IN
ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, and have issued our report thereon dated November 17, 1995. We have also audited the County of Scott, Iowa's compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated November 17, 1995.

We conducted our audits in accordance with generally accepted auditing standards; "Government Auditing Standards", issued by the Comptroller General of the United States; Chapter 11 of the Code of Iowa; and Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and about whether the County of Scott, Iowa, complied with laws and regulations, noncompliance with which would be material to a federal financial assistance program.

In planning and performing our audits as of and for the year ended June 30, 1995 we considered the County's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the County's financial statements and on its compliance with requirements applicable to major programs, and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the financial statements in a separate report dated November 17, 1995.

The management of the County of Scott, Iowa is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

Accounting Controls:

- ♦ Revenue/receipts cycle
- ♦ Purchasing/disbursements cycle
- ♦ Payroll cycle
- ♦ Cash and investments
- ♦ Property and equipment
- ♦ Financing
- ♦ Budgeting

General Requirements:

- ♦ Political activity
- ♦ Davis Bacon Act
- ♦ Civil rights
- ♦ Cash management
- ♦ Relocation assistance and real property acquisition
- ♦ Federal financial reports
- ♦ Allowable costs/cost principles
- ♦ Drug-free workplace
- ♦ Administration requirements

Specific Requirements:

- ♦ Types of services
- ♦ Eligibility
- ♦ Matching, level of effort, or earmarking
- ♦ Reporting
- ♦ Special requirements
- ♦ Monitoring subrecipients

Claims for Advances and Reimbursements

Amounts Claimed or Used for Matching

For all of the internal control structure categories listed above, we obtained an understanding of the design or relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended June 30, 1995, the County of Scott, Iowa expended 75% of its total federal financial assistance under major federal financial assistance programs.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the major federal financial assistance programs which are identified in the accompanying schedule of federal financial assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect County of Scott, Iowa's ability to administer federal financial assistance programs in accordance with applicable laws and regulations. These matters are identified in the accompanying Schedule of Internal Control Structure Reportable Conditions in Administering Federal Financial Assistance.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described in the accompanying Schedule of Internal Control Structure Reportable Conditions in Administering Federal Financial Assistance is a material weakness.

We also noted other matters involving the internal control structure and its operations that we have reported to the management of County of Scott, Iowa, in a separate letter dated November 17, 1995.

This report is intended for the information of the County of Scott and the Office of State Auditor, State of Iowa. However, this report is a matter of public record and its distribution is not limited.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995

COUNTY OF SCOTT, IOWA

SCHEDULE OF INTERNAL CONTROL STRUCTURE REPORTABLE CONDITIONS IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE Year Ended June 30, 1995

Finding:

The County was not able to identify the National School Lunch Program, Targeted Assistance Program as federally funded programs.

Condition:

The County's current system for identifying federal financial assistance was not functioning properly to enable management to identify all federal financial assistance programs.

Criteria:

OMB Circular A-128 requires local governments to identify in their accounts all federal funds received and expended and the programs under which they were received. This includes funds received directly from federal agencies and through other state and local governments.

Recommendation:

We recommend the County supplement their current centralized grant identification system by requiring Department heads to submit a copy of grant agreements to the Budget and Information Processing Department in order to initiate a new revenue stream from grant sources to be added to the general ledger. The Budget and Information Processing Department should then forward the grant agreement to the Assistant County Administrator in charge of the identification of federal programs.

An additional means of strengthening the grant identification system would be to formally require the semiautonomous boards within Scott County to submit a copy of any grant agreement they have approved to the Assistant County Administrator.

County of Scott, Iowa's Corrective Action:

We agree with the auditors. The Budget and Information Processing Department will now receive a copy of the grant before they assign a revenue account number for it. The copy of the grant will then be forwarded to the Assistant County Administrator.



McGLADREY & PULLEN, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE BASED ON AN AUDIT OF THE
GENERAL PURPOSE FINANCIAL STATEMENTS**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, and have issued our report thereon dated November 17, 1995.

We conducted our audit in accordance with generally accepted auditing standards; "Government Auditing Standards", issued by the Comptroller General of the United States; and Chapter 11 of the Code of Iowa. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts and grants applicable to the County of Scott, Iowa, is the responsibility of the County of Scott, Iowa's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the County of Scott, Iowa's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported under "Government Auditing Standards".

The following comments about the County's operations for the year ended June 30, 1995 are based exclusively on knowledge obtained from procedures performed during our audit of the general purpose financial statements of the County as of and for the year ended June 30, 1995 and are submitted as required by the State of Iowa. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily examined. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

1. Official Depositories - A Resolution

Naming official depositories has been approved by the County. The maximum deposit amounts stated in the resolution were not exceeded during the year ended June 30, 1995.

2. Certified Budget

Expenditures for the year ended June 30, 1995 did not exceed the budgeted amounts.

3. Questionable Disbursements

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.

4. Travel Expense

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

5. Business Transactions

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

6. Bond Coverage

Surety bond coverage of County officials and employees is in accordance with statutory provisions.

7. Board Minutes

We noted no transactions where the required Board approval was not obtained.

8. Deposits and Investments

The County has adopted a written investment policy that complies with Chapter 12B.10B of the Code of Iowa.

9. Fund Deficit

The Glynn's Greek Golf Course Fund and the Health Insurance Fund had a retained earnings deficit of \$1,475,228 and \$108,904, respectively, as of June 30, 1995.

This report is intended for the information of the Board of Supervisors, the management and the Auditor, State of Iowa. However, this report is a matter of public record and its distribution is not limited.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995



McGLADREY & PULLEN, LLP

Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICABLE TO
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, and have issued our report thereon dated November 17, 1995.

We have applied procedures to test the County of Scott, Iowa's compliance with the following requirements applicable to its major federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended June 30, 1995:

- ♦ Political Activity
- ♦ Davis Bacon Act
- ♦ Civil Rights
- ♦ Cash Management
- ♦ Relocation Assistance and Real Property Acquisition
- ♦ Federal Financial Reports
- ♦ Drug-Free Workplace
- ♦ Allowable Costs/Cost Principles
- ♦ Administrative Requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments". Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the County of Scott, Iowa's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements which are described in the accompanying schedule of findings and questioned costs. With respect to items not tested, nothing came to our attention that caused us to believe that the County of Scott, Iowa, had not complied in all material respects, with those requirements.

This report is intended for the information of the Board of Supervisors, management and the Auditor, State of Iowa. However, this report is a matter of public record and its distribution is not limited.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995





McGLADREY & PULLEN, LLP

Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO
MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa as of and for the year ended June 30, 1995 and have issued our report thereon dated November 17, 1995.

We have also audited the County of Scott, Iowa's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort, and/or earmarking; reporting; various special tests and provisions to determine whether federal financial reports and reimbursements contain information that is supported by the books and records from which the basic financial statements have been prepared and applicable to each of its major federal financial assistance programs, which are identified in the accompanying schedule of federal financial assistance, for the year ended June 30, 1995. The management of the County of Scott, Iowa is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with these requirements in accordance with generally accepted auditing standards; "Government Auditing Standards", issued by the Comptroller General of the United States; Chapter 11 of the Code of Iowa; and OMB Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed an immaterial instance of noncompliance with the requirements referred to above, which is described in the accompanying schedule of compliance findings and questioned costs. We considered the instance of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, the County of Scott, Iowa complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort, or earmarking; reporting; various special tests and provisions and have determined the federal financial reports and claims for advances and reimbursements contained information that is supported by the books and records from which the basic financial statements have been prepared applicable to each of its major federal financial assistance programs for the year ended June 30, 1995.

This report is intended solely for the information of the Board of Supervisors, management, and the Auditor, State of Iowa. However, this report is a matter of public record and its distribution is not limited.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995





McGLADREY & PULLEN, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE REQUIREMENTS APPLICABLE TO
NONMAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS**

To the Board of Supervisors
County of Scott, Iowa
Davenport, Iowa

We have audited the general purpose financial statements of the County of Scott, Iowa, as of and for the year ended June 30, 1995, and have issued our report thereon dated November 17, 1995.

In connection with our audit of the financial statements of the County of Scott, Iowa, and with our consideration of the County's internal control systems used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audits of State and Local Governments", we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended June 30, 1995. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed, and eligibility, matching level of effort, reporting, claims for advances and reimbursements that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the County of Scott, Iowa's compliance with those requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instance of noncompliance with the requirements listed in the preceding paragraph. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the accompanying schedule of findings and questioned costs. With respect to items not tested, nothing came to our attention that caused us to believe that the County of Scott, Iowa, had not complied, in all material respects, with those requirements.

This report is intended for the information of the Board of Supervisors, management and the Auditor, State of Iowa. However, this report is a matter of public record and its distribution is not limited.

McGladrey & Pullen, LLP

Davenport, Iowa
November 17, 1995

COUNTY OF SCOTT, IOWA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 1995

Finding 1:

The Drug-Free Workplace Acknowledgment Form was not evident in several employee files.

Condition:

Five of the twenty-three files selected did not contain the Drug-Free Workplace Acknowledgment Form. The form is an integral piece of the County's system for complying with the federal requirement.

Criteria:

The Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments" specifies general requirements applicable to federal financial assistance programs. Of these requirements, is Drug-Free Workplace which requires the County to take action to provide a copy of the Drug-Free Workplace policy statement to each employee, engaged in the performance of a grant.

Recommendation:

We recommend the County strengthen its system for complying with the federal requirement to ensure employee files include the proper documentation of receipt of the policy.

County of Scott, Iowa's Corrective Action Plan:

The County does have a system in place to comply with the Drug-Free Workplace requirement. The noncompliance noted above was isolated to a few departments. The County has made necessary changes to the enforcement of the policy to ensure compliance.

Finding 2:

The County settled a discrimination lawsuit subsequent to year-end. In addition, the County of Scott, Iowa currently has two cases filed with the Equal Employment Opportunity Commission.

Condition:

The County has a civil rights policy in place.

Criteria:

The Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments" specifies the general requirements applicable to significant federal financial assistance programs. One of these general requirements is civil rights in which the local government is required to have a system in place that prohibits discrimination on the grounds of race, color, national origin, handicap, sex or religion.

Recommendation:

The County appears to have followed proper procedures with respect to the charges made.

County of Scott, Iowa's Corrective Action:

The County Attorney is aware of these cases and has been actively addressing since they were filed.

COUNTY OF SCOTT, IOWA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 1995

Finding 3:

U.S. Department of Housing and Urban Development passed through the Iowa Department of Economic Development Community Development Block Grant (CFDA 14.228).

The required monthly federal report "Status of Funds/Request for Payment" and the supporting documentation could not be located by County officials.

Questioned costs:

None

Condition:

Of the three months selected for testing, the September 1994 required monthly federal report was unavailable and lacked the appropriate supporting documentation.

Criteria:

The grant agreement and general requirements require the County to keep adequate documentation and copies of the reports filed.

Recommendation:

We recommend the County review its current reporting system to ensure reports are supported by adequate documentation and properly retained.

County of Scott, Iowa's corrective Action Plan:

Subsequent to year-end, the County obtained a copy of this report from the grant administrator.

COUNTY OF SCOTT, IOWA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Year Ended June 30, 1995

Finding 4:

United States Department of Justice passed through Office of Community Oriented Policing Services, COPS FAST (CFDA 16.726)

The Financial Status Report for the quarter ended June 30, 1995 was not filed timely.

Questioned costs:

None

Condition:

The Financial Status Report is required to be filed within 45 days of the end of the quarter. The report for the quarter ended June 30, 1995 was submitted on October 15, 1995.

Criteria:

The grant agreement states that the grantee is required to report quarterly the Financial Status Report within 45 days of the end of each fiscal quarter.

Recommendation:

We recommend the County review its current reporting structure to ensure that reports are prepared and filed on a timely basis.

County of Scott, Iowa's Corrective Action Plan:

The County believes this is an isolated instance of noncompliance. The Sheriff's Department did not receive the information necessary to complete this report from the Department of Justice.