

POLK COUNTY, IOWA

Statement of Net Position  
Proprietary Funds  
June 30, 2022

	Business-type Activities - Enterprise Funds			
	Sanitary Sewer	Prairie Meadows Racetrack/ Casino	Iowa Events Funds	Nonmajor Enterprise Funds
<b>ASSETS</b>				
Current assets:				
Cash and pooled investments	\$ 9,947,741	\$ 10,691,000	\$ 10,156,229	\$ 1,970,093
Restricted assets - cash and pooled investments	-	-	915,341	-
Receivables (net):				
Accounts	136,916	-	6,530,582	144,453
Lease receivables	-	14,087,074	690,087	-
Notes	809,363	-	-	140,157
Due from other governments	57,581	-	-	197,256
Due from component units	-	-	159,365	-
Inventories	-	-	115,042	-
Prepaid items	-	-	92,563	-
Total current assets	10,951,601	24,778,074	18,659,209	2,451,959
Noncurrent assets:				
Receivables (net):				
Special assessments	22	-	-	6,824
Lease receivables	-	52,765,472	2,973,680	-
Notes	11,872,671	-	-	3,304,400
Advances to component units	-	29,970,000	5,014,249	-
Capital assets not being depreciated	2,162,711	3,129,000	13,914,413	3,895,115
Capital assets being depreciated, net	16,621,480	118,603,428	132,549,777	11,312,361
Net pension asset	-	-	68,402	561,729
Total noncurrent assets	30,656,884	204,467,900	154,520,521	19,080,429
<b>TOTAL ASSETS</b>	41,608,485	229,245,974	173,179,730	21,532,388
<b>DEFERRED OUTFLOW OF RESOURCES</b>	-	-	23,742	283,047
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	34,417	-	5,430,447	73,321
Wages payable	-	-	232,271	44,122
Payroll taxes payable	-	-	18,089	7,334
Interest payable	28,843	-	156,112	5,164
Estimated liability for claims and judgments	-	-	-	-
Due to other funds	-	540,130	-	-
Due to other governments	-	3,010,466	-	-
Advance deposits and ticket sales	-	-	847,840	-
Unearned revenues	-	-	671,620	-
General obligation bonds payable	-	-	12,047,779	373,534
Notes payable	1,044,000	-	-	-
Advances from other funds	-	-	-	272,345
Compensated absences payable	-	-	12,432	19,150
Total current liabilities	1,107,260	3,550,596	19,416,590	794,970
Noncurrent liabilities:				
General obligation bonds payable	-	-	34,253,803	1,120,601
Notes payable	19,700,000	-	-	-
Advances from other funds	-	-	-	2,493,119
Compensated absences payable	-	-	-	259,481
Total noncurrent liabilities	19,700,000	-	34,253,803	3,873,201
<b>TOTAL LIABILITIES</b>	20,807,260	3,550,596	53,670,393	4,668,171
<b>DEFERRED INFLOWS OF RESOURCES</b>	-	65,883,100	6,153,630	1,369,554
<b>NET POSITION</b>				
Net investment in capital assets	10,722,225	121,732,428	97,733,287	15,207,476
Restricted for capital improvements	-	-	915,341	-
Unrestricted	10,079,000	38,079,850	14,730,821	570,234
<b>TOTAL NET POSITION</b>	\$ 20,801,225	\$ 159,812,278	\$ 113,379,449	\$ 15,777,710

See Notes to Basic Financial Statements

<b>Total</b>	<b>Governmental Activities- Internal Service Funds</b>
\$ 32,765,063	\$ 19,618,133
915,341	-
6,811,951	917,091
14,777,161	-
949,520	-
254,837	-
159,365	-
115,042	-
92,563	12,391
<u>56,840,843</u>	<u>20,547,615</u>
6,846	-
55,739,152	-
15,177,071	-
34,984,249	-
23,101,239	-
279,087,046	-
630,131	-
<u>408,725,734</u>	<u>-</u>
<u>465,566,577</u>	<u>20,547,615</u>
306,789	-
5,538,185	283,221
276,393	-
25,423	171,409
190,119	-
-	1,970,800
540,130	-
3,010,466	-
847,840	-
671,620	-
12,421,313	-
1,044,000	-
272,345	-
31,582	-
<u>24,869,416</u>	<u>2,425,430</u>
35,374,404	-
19,700,000	-
2,493,119	-
259,481	-
<u>57,827,004</u>	<u>-</u>
<u>82,696,420</u>	<u>2,425,430</u>
73,406,284	-
245,395,416	-
915,341	-
<u>63,459,905</u>	<u>18,122,185</u>
<u>\$ 309,770,662</u>	<u>\$ 18,122,185</u>

**POLK COUNTY, IOWA**

**Statement of Revenues, Expenses, and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended June 30, 2022**

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Sanitary Sewer</b>	<b>Prairie Meadows Racetrack/ Casino</b>	<b>Iowa Events Center</b>	<b>Nonmajor Enterprise Funds</b>
<b>OPERATING REVENUES:</b>				
Charges for goods and services:				
Charges for services	\$ 1,265,659	\$ 14,640,696	\$ 3,330,739	\$ 921,528
Intergovernmental revenues	-	-	1,635,108	847,292
Project income	-	11,346,981	872,500	-
Parking income	-	-	1,105,117	-
Concession sales	-	-	7,512,110	-
Commissions income	-	-	3,819,118	370,172
PFMS user fee on ticket sales	-	-	479,891	-
Miscellaneous	778,793	-	505,923	15,373
Total operating revenues	<u>2,044,452</u>	<u>25,987,677</u>	<u>19,260,506</u>	<u>2,154,365</u>
<b>OPERATING EXPENSES:</b>				
Cost of goods and services:				
Personal services	22,183	-	2,880,286	1,272,293
Supplies	-	-	583,489	87,706
Professional services	4,735	-	150,591	2,513
Other services/charges	712,086	3,550,596	2,352,088	176,874
Insurance	-	-	348,120	-
Direct event expense	-	-	2,267,461	-
Cost of goods sold - concession	-	-	4,567,549	-
Management expense	-	-	268,959	-
Miscellaneous	21,055	2,200,000	-	4,688
Amortization of discount (premium)	-	-	(595,147)	(48,534)
Depreciation	625,415	9,206,587	10,548,085	637,917
Total operating expenses	<u>1,385,474</u>	<u>14,957,183</u>	<u>23,371,481</u>	<u>2,133,457</u>
<b>OPERATING INCOME (LOSS)</b>	<u>658,978</u>	<u>11,030,494</u>	<u>(4,110,975)</u>	<u>20,908</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Interest revenue	344,532	3,398,359	157,921	24,233
Debt issuance costs	-	-	(175,210)	-
Interest expense	(404,236)	-	(816,300)	(109,619)
Total nonoperating revenues (expenses)	<u>(59,704)</u>	<u>3,398,359</u>	<u>(833,589)</u>	<u>(85,386)</u>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	<u>599,274</u>	<u>14,428,853</u>	<u>(4,944,564)</u>	<u>(64,478)</u>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS:</b>				
Capital contributions from others	-	-	32,000	-
Transfers in	1,729,034	2,200,000	13,194,214	-
Transfers out	-	(19,688,503)	-	(100,000)
Total capital contributions and transfers	<u>1,729,034</u>	<u>(17,488,503)</u>	<u>13,226,214</u>	<u>(100,000)</u>
<b>CHANGE IN NET POSITION</b>	<u>2,328,308</u>	<u>(3,059,650)</u>	<u>8,281,650</u>	<u>(164,478)</u>
<b>NET POSITION - BEGINNING</b>	<u>18,472,917</u>	<u>162,871,928</u>	<u>105,097,799</u>	<u>15,942,188</u>
<b>NET POSITION - ENDING</b>	<u>\$ 20,801,225</u>	<u>\$ 159,812,278</u>	<u>\$ 113,379,449</u>	<u>\$ 15,777,710</u>

See Notes to Basic Financial Statements

Total	Governmental Activities- Internal Service Funds
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\$ 20,158,622	\$ 24,694,651
2,482,400	-
12,219,481	-
1,105,117	-
7,512,110	-
4,189,290	-
479,891	-
1,300,089	-
<u>49,447,000</u>	<u>24,694,651</u>

4,174,762	-
671,195	-
157,839	-
6,791,644	50,035
348,120	24,153,793
2,267,461	-
4,567,549	-
268,959	-
2,225,743	-
(643,681)	-
21,018,004	-
<u>41,847,595</u>	<u>24,203,828</u>

<u>7,599,405</u>	<u>490,823</u>
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3,925,045	48,953
(175,210)	-
(1,330,155)	-
<u>2,419,680</u>	<u>48,953</u>

<u>10,019,085</u>	<u>539,776</u>
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32,000	-
17,123,248	4,434,070
(19,788,503)	(4,454,070)
<u>(2,633,255)</u>	<u>(20,000)</u>

7,385,830	519,776
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<u>302,384,832</u>	<u>17,602,409</u>
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\$ <u>309,770,662</u>	\$ <u>18,122,185</u>
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**POLK COUNTY, IOWA**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2022**

	<b>Business-type Activities-Enterprise Funds</b>		
	<b>Sanitary Sewer</b>	<b>Prairie Meadows Racetrack/ Casino</b>	<b>Iowa Events Center</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Cash received from customers	\$ 2,014,854	\$ -	\$ 14,072,112
Cash received from internal customers - other funds	-	-	-
Cash received from operating grants	-	-	-
Cash received from racetrack/casino	-	25,460,083	-
Cash paid to suppliers for goods and services	(757,640)	(7,118,252)	(6,941,235)
Cash paid to employees	(22,183)	-	(2,844,230)
Net cash flows from operating activities	<u>1,235,031</u>	<u>18,341,831</u>	<u>4,286,647</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Repayment on due from other funds	-	(23,600)	-
Disbursements for due to component unit	-	-	184,399
Repayment on advance from other funds	-	(1,110,000)	-
Transfers in	1,729,034	2,200,000	13,194,214
Transfers out	-	(19,688,503)	-
Net cash flows from noncapital financing activities	<u>1,729,034</u>	<u>(18,622,103)</u>	<u>13,378,613</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Issuance costs paid on long-term debt	-	-	(175,210)
Proceeds from debt issued for advance refunding	-	-	35,521,457
Payments to escrow agent for advance refunding debt	-	-	(35,350,000)
Principal paid on long-term debt	(1,012,000)	-	(11,475,000)
Interest paid on long-term debt	(410,349)	-	(1,732,226)
Capital contributions from others	-	-	32,000
Purchase of capital assets	(1,435,449)	-	(969,669)
Repayments on capital note receivable	775,435	-	-
Net cash flows from capital and related financing activities	<u>(2,082,363)</u>	<u>-</u>	<u>(14,148,648)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest received	344,532	3,403,571	157,921
Net cash flows from investing activities	<u>344,532</u>	<u>3,403,571</u>	<u>157,921</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,226,234</b>	<b>3,123,299</b>	<b>3,674,533</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b>8,721,507</b>	<b>7,567,701</b>	<b>7,397,037</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 9,947,741</b>	<b>\$ 10,691,000</b>	<b>\$ 11,071,570</b>

	<b>Nonmajor Enterprise Funds</b>	<b>Total</b>	<b>Governmental Activities- Internal Service Funds</b>
\$	1,309,197	\$ 17,396,163	\$ -
	-	-	24,472,903
	840,560	840,560	-
	-	25,460,083	-
	(247,312)	(15,064,439)	(24,736,986)
	(1,592,979)	(4,459,392)	9,749
	309,466	24,172,975	(254,334)
	-	(23,600)	-
	-	184,399	-
	(269,649)	(1,379,649)	-
	-	17,123,248	4,434,070
	(100,000)	(19,788,503)	(4,454,070)
	(369,649)	(3,884,105)	(20,000)
	-	(175,210)	-
	-	35,521,457	-
	-	(35,350,000)	-
	(310,000)	(12,797,000)	-
	(110,851)	(2,253,426)	-
	-	32,000	-
	(102,076)	(2,507,194)	-
	133,350	908,785	-
	(389,577)	(16,620,588)	-
	24,233	3,930,257	48,953
	24,233	3,930,257	48,953
	(425,527)	7,598,539	(225,381)
	2,395,620	26,081,865	19,843,514
\$	1,970,093	\$ 33,680,404	\$ 19,618,133

(continued)

**POLK COUNTY, IOWA**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2022**

	<b>Business-type Activities-Enterprise Funds</b>		
	<b>Sanitary Sewer</b>	<b>Prairie Meadows Racetrack/ Casino</b>	<b>Iowa Events Center</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ 658,978	\$ 11,030,494	\$ (4,110,975)
Components of operating income (loss) not included in operating activities:			
Depreciation	625,415	9,206,587	10,548,085
Amortization	-	-	(595,147)
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:			
(Increase) decrease in special assessments receivable	5,101	-	-
(Increase) decrease in accounts receivable	(26,658)	-	(5,080,689)
(Increase) decrease in lease receivable	-	13,671,250	669,987
(Increase) decrease in due from other governments	(8,041)	441,852	8,000
(Increase) decrease in inventories	-	-	(39,553)
(Increase) decrease in prepaid items	-	-	80,556
(Increase) decrease in deferred outflows of resources	-	-	10,485
Increase (decrease) in accounts payable	(19,764)	-	3,556,019
Increase (decrease) in wages payable	-	-	161,068
Increase (decrease) in payroll taxes payable	-	-	12,440
Increase (decrease) in due to other governments	-	(1,367,656)	-
Increase (decrease) in advance deposits and ticket sales	-	-	139,740
Increase (decrease) in unearned revenue	-	-	(203,140)
Increase (decrease) in compensated absences payable	-	-	4,486
Increase (decrease) in estimated liability for claims and judgments	-	-	-
Increase (decrease) in net pension liability	-	-	(152,423)
Increase (decrease) in deferred inflows of resources	-	(14,640,696)	(722,292)
Net cash flows from operating activities	<u>\$ 1,235,031</u>	<u>\$ 18,341,831</u>	<u>\$ 4,286,647</u>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Disposal of fully depreciated capital assets	\$ -	\$ -	\$ (1,503,393)
Acquisition of capital assets through accounts payable	-	-	(229,775)
Acquisition of notes receivable through disposal of capital assets	(775,435)	-	-

See Notes to Basic Financial Statements

Nonmajor Enterprise Funds	Total	Governmental Activities- Internal Service Funds
\$ 20,908	\$ 7,599,405	\$ 490,823
637,917	21,018,004	-
(48,534)	(643,681)	-
25	5,126	-
2,099	(5,105,248)	(221,748)
-	14,341,237	-
(6,732)	435,079	-
-	(39,553)	-
-	80,556	96
120,566	131,051	-
24,469	3,560,724	39,746
9,020	170,088	-
1,461	13,901	9,749
-	(1,367,656)	-
-	139,740	-
-	(203,140)	-
3,390	7,876	-
-	-	(573,000)
(1,752,863)	(1,905,286)	-
1,297,740	(14,065,248)	-
<u>\$ 309,466</u>	<u>\$ 24,172,975</u>	<u>\$ (254,334)</u>

\$ -	\$ (1,503,393)	\$ -
-	(229,775)	-
-	(775,435)	-

(concluded)