New Issues **Rating: Moody's Investors Service "Aa1"**

In the opinion of Bond Counsel, under existing laws, regulations, rulings and decisions in effect on the date of issuance of the Notes and assuming compliance with certain covenants, interest on the Notes is excludable from gross income for federal income tax purposes. Interest on the Notes is not an item of tax preference for purposes of the federal alternative minimum tax on individuals, however, such interest may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The College will NOT designate the Notes as "qualified tax-exempt obligations." Interest on the Notes is NOT exempt from present State of Iowa income taxes. See "TAX EXEMPTION AND RELATED CONSIDERATIONS" herein for more information.

DES MOINES AREA COMMUNITY COLLEGE
(MERGED AREA XI)

IN THE COUNTIES OF ADAIR, AUDUBON, BOONE, CARROLL, CASS, CLARKE, CRAWFORD, DALLAS, GREENE, GUTHRIE, HAMILTON, HARDIN, JASPER, LUCAS, MADISON, MAHASKA, MARION, MARSHALL, POLK, POWESHIEK, SHELBY, STORY AND WARREN (THE "MERGED AREA"), STATE OF IOWA.

$45,590,000* Plant Fund Capital Loan Notes, Series 2025

Dated: Date of Delivery (December 4, 2025) **Principal Due:** June 1 as shown on the inside front cover

The $45,590,000[1] Plant Fund Capital Loan Notes, Series 2025 (the "Notes") are being issued by Des Moines Area Community College (the "College") pursuant to Chapter 260C.22 of the Code of Iowa, as amended. Proceeds of the Notes will be used to finance capital improvements, including: (i) construction and equipping of a new Dental Learning Clinic Building on the College's Ankeny Campus, and (ii) construction and equipping a of new Industrial Trades Building on the College's Ankeny Campus , as well as to pay costs of issuance.

The Notes are secured by a pledge of a special fund of the College into which are deposited the receipts of a special tax equal to $0.2025 per thousand dollars of assessed value levied on all taxable property in the area in the boundaries of the College. See "THE NOTES - Payment of and Security for the Notes" herein.

The Notes will be issued as fully registered Notes without coupons and, when issued, will be registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"). DTC will act as securities depository for the Notes. Individual purchases may be made in book-entry form only, in the principal amount of $5,000 and integral multiples thereof. Purchasers will not receive certificates representing their interest in the Notes purchased. UMB Bank, n.a., as the College's designated paying agent (the "Paying Agent"), will pay principal of the Notes, payable annually on each June 1, and interest on the Notes, payable initially on June 1, 2026, and thereafter on each December 1 and June 1 to DTC which will in turn remit such principal and interest to its participants for subsequent disbursement to the beneficial owners of the Notes as described herein. Interest and principal shall be paid to the registered holder of a note as shown on the records of ownership maintained by the registrar as of the 15th day of the month preceding such interest payment date (the "Record Date").

The Notes are subject to optional redemption as provided herein.

MATURITIES, INTEREST RATES, AND YIELDS ON THE INSIDE FRONT COVER

The Notes are offered, subject to prior sale, withdrawal or modification, when, as and if issued and subject to the legal opinion of Dentons Davis Brown PC, Bond Counsel, of Des Moines, Iowa, to be furnished upon delivery of the Notes. It is expected that the Notes will be available for delivery on or about December 4, 2025.

OFFICIAL STATEMENT DATED October __, 2025

* Preliminary, subject to change.

DES MOINES AREA COMMUNITY COLLEGE
(MERGED AREA XI)

MATURITY SCHEDULE*

$45,590,000* Plant Fund Capital Loan Notes, Series 2025

Year June 1	Maturity Amount	Interest Rate	Note Yield	CUSIP 250097	Year June 1	Maturity Amount	Interest Rate	Note Yield	CUSIP 250097
2027	$4,540,000				2032	$5,175,000			
2028	4,655,000				2033	5,335,000			
2029	4,775,000				2034	5,500,000			
2030	4,900,000				2035	5,680,000			
2031	5,030,000								

INTEREST: June 1, 2026 and semiannually thereafter.

REDEMPTION: Notes due after June 1, 2033 will be subject to call prior to maturity in whole, or from time to time in part, in any order of maturity and within a maturity by lot on said date or on any date thereafter at the option of the College, upon terms of par plus accrued interest to date of call.

* Preliminary, subject to change.

REGARDING USE OF THIS OFFICIAL STATEMENT

No dealer, broker, salesman or other person has been authorized by the College to give any information or to make any representations, other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized. Statements contained in this Official Statement which involve estimates, forecasts or matters of opinion, whether or not expressly so described herein, are intended solely as such and are not to be construed as a representation of fact. The information and expressions of opinion contained herein are subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall under any circumstances create any implication that there has been no change in the affairs of the Authority or the Institution since the date hereof.

THE NOTES HAVE NOT BEEN REGISTERED WITH THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION UNDER THE SECURITIES ACT OF 1933, AS AMENDED, NOR HAS THE BOND RESOLUTION DESCRIBED HEREIN BEEN QUALIFIED UNDER THE TRUST INDENTURE ACT OF 1939, AS AMENDED, IN RELIANCE UPON EXEMPTIONS CONTAINED IN SUCH ACTS. THE REGISTRATION OR QUALIFICATION OF THE NOTES IN ACCORDANCE WITH APPLICABLE PROVISIONS OF SECURITIES LAWS OF THE STATES IN WHICH THE NOTES HAVE BEEN REGISTERED OR QUALIFIED AND THE EXEMPTION FROM REGISTRATION OR QUALIFICATION IN OTHER STATES CANNOT BE REGARDED AS A RECOMMENDATION THEREOF. NEITHER THESE STATES NOR ANY OF THEIR AGENCIES HAVE PASSED UPON THE MERITS OF THE NOTES OR THE ACCURACY OR COMPLETENESS OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

IN MAKING AN INVESTMENT DECISION INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE COLLEGE AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

This Official Statement contains statements that are “forward-looking statements” as defined in Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. When used in this Official Statement, the words “estimate,” “intend,” “expect” and similar expressions are intended to identify forward-looking statements. Such statements are subject to risks and uncertainties that could cause actual results to differ materially from those contemplated in such forward-looking statements. You are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this Official Statement.

CERTAIN PERSONS PARTICIPATING IN THIS OFFERING MAY ENGAGE IN TRANSACTIONS THAT STABILIZE, MAINTAIN, OR OTHERWISE AFFECT THE PRICE OF THE NOTES.

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OFFICIAL STATEMENT

DES MOINES AREA COMMUNITY COLLEGE

$45,590,000* Plant Fund Capital Loan Notes, Series 2025

INTRODUCTION

This Official Statement contains information relating to the Des Moines Area Community College (Merged Area XI), Iowa (the "College" or the "Issuer") and its issuance of $45,590,000† Plant Fund Capital Loan Notes, Series 2025 (the "Notes"). This Official Statement has been executed on behalf of the College by its Controller and may be distributed in connection with the sale of the Notes authorized therein. Inquiries may be directed to Independent Public Advisors, LLC, 5550 Wild Rose Lane, Suite 400, West Des Moines, Iowa 50131, or by telephoning (515) 259-8193. Information can also be obtained from Ben Voaklander, Controller, Des Moines Area Community College, 2006 South Ankeny Blvd, Ankeny, Iowa 50023, or by telephoning (515) 964-6375.

AUTHORITY AND PURPOSE

The College is an area community college and a body politic organized and existing under the laws of the State of Iowa. See "APPENDIX A-INFORMATION ABOUT THE COLLEGE" for additional information about the College. The Notes are being issued pursuant to Chapter 260C.22 of the Code of Iowa, as amended. In addition, the Notes will be issued pursuant to a resolution to be adopted by the Board of Directors of the College on November 10, 2025 (the "Bond Resolution"). Proceeds of the Notes will be used to pay for a portion of the costs of financing certain capital improvements, including: (i) construction and equipping of a new Dental Learning Clinic Building on the College's Ankeny Campus, and (ii) construction and equipping a of new Industrial Trades Building on the College's Ankeny Campus, as well as to pay costs of issuance. Proceeds may also be used to finance other capital expenditures at the College.

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* Preliminary, subject to change.

SOURCES AND USES

The estimated Sources and Uses of the proceeds of the Notes are as follows:

Sources of Funds	
Par Amount	$45,590,000.00*
Premium	
Total	
Uses of Funds	
Urban Campus Project	
Ankeny Automotive Building Project	
Boone Multi-purpose recreational facility Project	
Underwriter's Discount	
Cost of Issuance	
Total	

THE NOTES

General

The Notes will be dated the date of their delivery. Interest on the Notes will be payable on June 1, 2026 and semiannually on the 1st day of each December and June thereafter until the principal on the Notes is paid in full. Principal of the Notes is payable as shown on the inside cover of this Official Statement. Interest and principal shall be paid to the registered holder of a Note as shown on the records of ownership maintained by the registrar as of the 15th day of the month preceding each interest payment date (the "Record Date"). Interest will be computed on the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board.

Optional Redemption of the Notes

The Notes due after June 1, 2033 will be subject to call prior to maturity in whole, or from time to time in part, in any order of maturity and within a maturity by lot on said date or on any date thereafter at the option of the College, upon terms of par plus accrued interest to date of call. Notice of such call shall be given at least thirty (30) days prior to the date fixed for redemption to the registered owners of the Notes to be redeemed at the address shown on the registration books.

Payment of and Security for the Notes

The Notes are secured by the pledge of a special fund of the College (the "Voted Tax Fund") into which are deposited the receipts of a special tax (the "Plant Fund Tax") originally approved at two consecutive elections by the voters of the Merged Area and subsequently extended in accordance

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* Preliminary, subject to change.

with applicable law by the Board of Directors of the College and equal to $0.2025 per thousand dollars of assessed value levied on all taxable property in the area included in the boundaries of the College (the "Merged Area") for collection through the fiscal year ending June 30, 2035. The Plant Fund Tax is to be collected and remitted to the Treasurer of the College in the same manner as other taxes and deposited in the Voted Tax Fund.

Currently, the Plant Fund Tax of $0.2025 per thousand dollars of the College's 1/1/2024 valuation payable July 1, 2025 through June 30, 2026 of $62,882,087,988 yields tax revenue of $12,733,623.

FUTURE FINANCING

The College regularly issues New Jobs Training Certificates. No additional Plant Fund Notes are planned at this time. The College plans to issue approximately $4,865,000 of taxable New Jobs Training Certificates on or around the same date as delivery of the Notes.

DEBT PAYMENT HISTORY

The College knows of no instance in which, through the fault of the College, it has defaulted in the payment of principal or interest on its debt. Due to an administrative error by the paying agent, the interest on two series of the College's New Jobs Training Certificates was paid twelve days late on June 13, 2018.

INVESTMENT CONSIDERATIONS

A PROSPECTIVE PURCHASER OF THE NOTES SHOULD BE AWARE THAT THERE ARE CERTAIN INVESTMENT CONSIDERATIONS ASSOCIATED WITH THE NOTES. EACH PROSPECTIVE PURCHASER OF THE NOTES IS ENCOURAGED TO READ THIS OFFICIAL STATEMENT IN ITS ENTIRETY, AND TO GIVE PARTICULAR ATTENTION TO THE CONSIDERATIONS DESCRIBED BELOW WHICH, AMONG OTHERS, COULD AFFECT THE PAYMENT OF DEBT SERVICE AND THE MARKET PRICE ON THE NOTES. THE FOLLOWING STATEMENTS REGARDING CERTAIN INVESTMENT CONSIDERATIONS SHOULD NOT BE CONSIDERED A COMPLETE DESCRIPTION OF ALL CONSIDERATIONS IN THE DECISION TO PURCHASE THE NOTES.

Source of Payment

The Notes are secured by the pledge of the Voted Tax Fund into which are deposited the receipts of the Plant Fund Tax, a special tax equal to $0.2025 per thousand dollars of assessed value levied on all taxable property in the Merged Area for collection through the fiscal year ending June 30, 2035. The Plant Fund Tax is to be collected and remitted to the Treasurer of the College in the same manner as other taxes and deposited in the Voted Tax Fund.

Additional Indebtedness

The College reserves the right to issue additional notes payable from the same sources and ranking on a parity with the Notes.

Investment Rating

The rating assigned to the Notes by Moody's Investors Service, Inc. (the "Rating Agency") reflects only the Rating Agency's view of the likelihood the Noteholders will receive payments of interest when due and principal on the Notes on their respective maturity dates. There is no assurance that the rating will remain for any given period of time or that the rating will not be lowered, suspended or withdrawn by the Rating Agency if, in the Rating Agency's judgment, circumstances so warrant based upon factors prevailing at the time. The lowering, suspension or withdrawal of the investment rating initially assigned to the Notes could adversely affect the market price and the market for the Notes.

Secondary Market

Although the College anticipates that the Underwriter will make a market for the Notes, such market making may be discontinued at any time. There can be no assurance that there will be a secondary market for the Notes, and the absence of such a market could result in investors not being able to resell their Notes should they need or wish to do so.

Redemption of Notes

The Notes due after June 1, 2033 will be subject to call prior to maturity in whole, or from time to time in part, in any order of maturity and within a maturity by lot on said date or on any date thereafter at the option of the College, upon terms of par plus accrued interest to date of call. The redemption of the Notes prior to their stated maturity may subject Noteholders to the risk of reinvestment at a time when comparable returns are not available.

Factors Affecting the College

Although the Notes are payable from special tax equal to $0.2025 per thousand dollars of assessed value levied on all taxable property within the Merged Area so that the financial performance of the College should not impact payment of the Notes, the occurrence of unanticipated factors or events could adversely affect the College's operations in ways which would have an impact on the timeliness of payments on the Notes. These factors include but are not limited to damage or destruction of the College's facilities or other interruptions of the College's operations, changes in the key administrative personnel at the College, and financial setbacks from changes in student enrollment or decreased State or other support that are significant enough to impact the operations of the College.

Legislation

From time to time, legislative proposals are pending in Congress and the Iowa General Assembly that would, if enacted, alter or amend one or more of the property tax matters described herein. It cannot be predicted whether or in what forms any of such proposals, either pending or that may be introduced, may be enacted, and there can be no assurance that such proposals will not apply to valuation, assessment or levy procedures for taxes levied by the College or have an adverse impact on the future tax collections of the College. Purchasers of the Notes should consult their tax advisors regarding any pending or proposed federal or state tax legislation. The opinions expressed by Bond Counsel are based upon existing legislation as of the date of issuance and delivery of the Notes and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any pending federal or state tax legislation. Iowa Code section 76.2 provides that when an Iowa political subdivision issues general obligation debt: "The governing authority of these political subdivisions before issuing Notes shall, by resolution, provide for the assessment of an annual levy upon all the taxable property in the political subdivision sufficient to pay the interest and principal of the Notes within a period named not exceeding the applicable period of time specified in section 76.1. A certified copy of this resolution shall be filed with the county auditor or the auditors of the counties in which the political subdivision is located; and the filing shall make it a duty of the auditors to enter annually this levy for collection from the taxable property within the boundaries of the political subdivision until funds are realized to pay the Notes in full." Iowa Code section 76.1 provides that the annual levy shall be sufficient to pay the interest and approximately such portion of the principal of the Notes as will retire them in a period not exceeding twenty years from the date of issue, except for certain Notes issued for disaster purposes and Notes issued to refund or refinance Notes issued for such disaster purposes which may mature and be retired in a period not exceeding thirty years from date of issue.

FINANCIAL STATEMENTS

The College's June 30, 2024 Independent Auditor's Report as prepared by a certified public accountant is reproduced as APPENDIX D. The College's certified public accountant has not consented to distribution of the audited financial statement and has not undertaken added review of their presentation. Further information regarding financial performance and copies of the College's prior Independent Auditor's Reports may be obtained from the College's Municipal Advisor, Independent Public Advisors, LLC.

RATING

The Notes are rated 'Aa1' by Moody's Investors Service, Inc. ("Moody's"). In addition, Moody's currently rates the College's Outstanding General Obligation Debt as 'Aa1'. Such ratings reflect only the view of the rating agencies and any explanation of the significance of such rating may only be obtained from the respective rating agency. There is no assurance that such ratings will continue for any period of time or that they will not be revised or withdrawn. Any revision or withdrawal of the ratings may have an effect on the market price of the Notes.

LEGALITY

Legal matters incident to the authorization and issuance of the Notes are subject to the opinion of Dentons Davis Brown PC, of Des Moines, Iowa, Bond Counsel, as to validity and tax status. The opinion will be substantially in the form set forth in APPENDIX A attached hereto. Bond Counsel has not participated in the preparation of this Official Statement and expresses no opinion as to its completeness or accuracy.

TAX EXEMPTION AND RELATED CONSIDERATIONS

Federal Tax Exemption

In the opinion of Dentons Davis Brown PC, Bond Counsel, under existing law, the interest on the Notes is excluded from the gross income of the owners of the Notes for federal income tax purposes under Section 103 of the Internal Revenue Code (the "Code"). Moreover, such interest is not an item of tax preference for purposes of the federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of applicable corporations (as defined in Section 59(k) of the Code) for the purpose of computing the alternative minimum tax. The opinions set forth in this paragraph are subject to the condition that the College comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Notes in order that interest thereon be, or continue to be, excluded from gross income for federal income tax purposes. The College has covenanted to comply with each such requirement. Failure to comply with certain of such requirements may cause the inclusion of interest on the Notes in gross income for federal income tax purposes retroactive to the date of issuance of the Note. The Notes have not been designated as "qualified tax-exempt obligations" for purposes of Section 265(b) of the Code.

Iowa Tax Exemption

The interest on the Notes is not exempt from income taxation by the State of Iowa or any political subdivision of the State of Iowa.

No Other Opinions

Bond Counsel expresses no opinion regarding other federal, state or local tax consequences which arises with respect to the Notes.

Opinion

Bond Counsel's opinion is not a guarantee of a result, or of the transaction on which the opinion is rendered, or of the future performance of parties to the transaction, but represents its legal judgment based upon its review of existing statutes, regulations, published rulings and court decisions and the representations and covenants of the Issuer described in this section. No ruling has been sought from the IRS with respect to the matters addressed in the opinion of Bond Counsel and Bond Counsel's opinion is not binding on the IRS. Bond Counsel assumes no obligation to update its opinion after the issue date to reflect any further action, fact or circumstance, or change in law or interpretation, or otherwise.

Other Tax Consequences

Prospective purchasers of the Notes should be aware that there may be tax consequences of purchasing the Notes other than those discussed above, including the following:

(i) Section 265 of the Internal Revenue code of 1986 (the "Code") denies a deduction for interest on indebtedness incurred or continued to purchase or carry the Notes or, in the case of a financial institution, that portion of such institution's interest expense allocable to interest on the Notes.

(ii) With respect to insurance companies subject to the tax imposed by Section 831 of the Code, Section 832(b)(5)(i) reduces the deduction for loss reserves by 15 percent of the sum of certain items, including interest on the Notes.

(iii) Interest on the Notes earned by certain foreign corporations doing business in the United States could be subject to a branch profits tax imposed by Section 884 of the Code.

(iv) Passive investment income, including interest on the Notes, may be subject to federal income taxation under Section 1375 of the Code for Subchapter S corporations that have Subchapter C earnings and profits at the close of the taxable year, if greater than 25% of the receipts of Subchapter S corporation is passive investment income.

(v) Section 86 of the Code requires recipients of certain Social Security and certain railroad retirement benefits to take into account, in determining gross income, receipts or accruals of interest on the Notes.

Bond Counsel expresses no opinion regarding these tax consequences. Purchasers of Notes should consult their own tax advisors as to the applicability of these and other tax consequences of purchasing the Notes. From time to time, legislative proposals are pending in Congress and the Iowa General Assembly that would, if enacted, alter or amend one or more of the tax matters described herein. It cannot be predicted whether or in what forms any of such proposals, either pending or that may be introduced, may be enacted.

Tax Accounting Treatment of Premium on Certain Notes

The initial public offering price of certain of the Notes (the "Premium Notes") are greater than the amount of such Notes at maturity. An amount equal to the difference between the initial public offering price of Premium Notes (assuming that a substantial amount of the Premium Notes of that maturity are sold to the public at such price) and the amount payable at maturity constitutes premium to the initial purchaser of such Premium Notes. The basis for federal income tax purposes of Premium Notes in the hands of such initial purchaser must be reduced each year by the amortizable bond premium, although no federal income tax deduction is allowed as a result of such reduction in basis for amortizable bond premium. Such reduction in basis will increase the amount of any gain (or decrease the amount of any loss) to be recognized for federal income tax purposes upon a sale or other taxable disposition of Premium Notes. The amount of premium which is amortizable each year by an initial purchaser is determined by using such purchaser's yield to maturity.

Purchasers of the Premium Notes should consult with their own tax advisors with respect to the determination of amortizable bond premium on Premium Notes for federal income tax purposes and with respect to the state and local tax consequences of owning and disposing of Premium Notes.

Tax Treatment of Accruals on Original Issue Discount Notes

Under existing law, if the initial public offering price to the public (excluding bond houses and brokers) of a Note is less than the stated redemption price of such Notes at maturity, then such Note is considered to have "original issue discount" equal to the difference between such initial offering price and the amount payable at maturity (such Notes are referred to as "OID Notes"). Such discount is treated as interest excludable from federal gross income to the extent properly allocable to each registered owner thereof. The original issue discount accrues over the term to maturity of each such OID Note on the basis of a constant interest rate compounded at the end of each six-month period (or shorter period) from the date of original issue with straight-line interpolations between compounding dates. The amount of original issue discount accruing during each period is added to the adjusted basis of such OID Notes to determine taxable gain upon disposition (including sale, redemption or payment on maturity) of such OID Notes.

The Code contains certain provisions relating to the accrual of original issue discount in the case of purchasers of OID Notes who purchase such OID Notes after the initial offering of a substantial amount thereof. Owners who do not purchase such OID Notes in the initial offering at the initial offering prices should consult their own tax advisors with respect to the tax consequences of ownership of such OID Notes.

All holders of OID Notes should consult their own tax advisors with respect to the allowance of a deduction for any loss on a sale or other disposition of an OID Note to the extent such loss is attributable to accrued original issue discount.

Disclaimer Regarding Federal Tax Discussion

The federal income tax discussion set forth above is included for general information only and may not be applicable depending upon a beneficial owner's particular situation. Beneficial owners should consult their tax advisors with respect to the tax consequences to them of the purchase, ownership, and disposition of the Notes, including tax consequences under federal, state, local, foreign, and other tax laws and the possible effects of changes in federal or other tax laws.

Related Tax Matters

The Internal Revenue Service (the "Service") has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the Service will commence an audit of the Notes. If an audit is commenced, under current procedures, the Service may treat the College as a taxpayer and the Noteholders may have no right to participate in such procedure.

Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Notes, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Note owner who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or a substantially identical form, or to any bond owner who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns. The reporting and backup withholding requirements do not affect the excludability of such interest from gross income for federal tax purposes.

LITIGATION

There is no litigation now pending or, to the knowledge of College officials, threatened which questions the validity of the Notes or of any proceedings of the College taken with respect to the issuance of sale thereof.

It is the opinion of the College's attorney, based upon the past experience of the payment of claims and judgment amounts, that there are presently no outstanding claims, litigation, impending litigation or contingent liabilities which would exceed the funds accumulated for this purpose and funds currently appropriated by the Board of Directors for these purposes, and that outstanding claims and suits would not materially affect the financial position of the College as of the date of this Official Statement.

MUNICIPAL ADVISOR

The College has retained Independent Public Advisors, LLC, Johnston, Iowa as municipal advisor (the "Municipal Advisor") in connection with the preparation of the issuance of the Notes. In preparing the Official Statement, the Financial Advisor has relied on government officials, and other sources to provide accurate information for disclosure purposes. The Financial Advisor is not obligated to undertake, and has not undertaken, an independent verification of the accuracy, completeness, or fairness of the information contained in the Official Statement. Independent Public Advisors, LLC is an independent advisory firm and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

CONTINUING DISCLOSURE

In order to permit bidders for the Notes and other Participating Underwriters in the primary offering of the Notes to comply with paragraph (b)(5) of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended, the College will covenant and agree, for the benefit of the registered holders or beneficial owners from time to time of the outstanding Notes, in the resolution authorizing the issuance of the Notes and the Continuing Disclosure Certificate, to provide annual reports of specified information and notice of the occurrence of certain material events as hereinafter described (the "Disclosure Covenants"). The information to be provided on an annual basis, the events as to which notice is to be given, and a summary of other provisions of the Disclosure Covenants, including termination, amendment and remedies, are set forth as APPENDIX B to this Official Statement.

The event notice related to the cash redemption of New Jobs Training Certificates MP 44-A and MP44-B called on June 1, 2021 was filed ten days late on June 21, 2021. The Notice of Failure to File was filed on July 6, 2021.

Subject to the foregoing, the College represents that it has not failed to provide the annual financial information with respect to the College required under any other agreements or resolutions of the College entered into in connection with the issuance of Notes by the College.

Breach of the Disclosure Covenants will not constitute a default or an "Event of Default" under the Notes or the Bond Resolution. A broker or dealer is to consider a known breach of the Disclosure Covenants, however, before recommending the purchase or sale of the Notes in the secondary market. Thus, a failure on the part of the College to observe the Disclosure Covenants may adversely affect the transferability and liquidity of the Notes and their market price.

SALE AT COMPETITIVE BIDDING

After competitive bids were received on October 27, 2025, the Notes were awarded to ____________________ for an aggregate price of $__________.

CERTIFICATION

Independent Public Advisors, LLC has served as municipal advisor to the College in connection with the Notes and has assisted the College in drafting certain portions of this Official Statement for the sale of the Notes. The municipal advisor has participated in the compilation and editing of this Official Statement but has not, however, independently verified the factual information contained in this Official Statement nor conducted an investigation of the affairs of the College for the purpose of determining the accuracy or completeness of any of the information contained herein. The municipal advisor has relied on the diligence and accuracy of the College which has certified that this Official Statement contains no material misstatement or omission of information.

The Board of Directors of the College has authorized the execution and delivery of this Official Statement for use in connection with the initial sale of the Notes. The College has reviewed the information contained herein which relates to it and has approved all such information for use within this Official Statement. The execution and delivery of this Official Statement has been duly authorized by the College.

DES MOINES AREA COMMUNITY COLLEGE
ANKENY, IOWA

/s/ Ben J. Voaklander
Controller

APPENDIX A-INFORMATION ABOUT THE COLLEGE

APPENDIX A - INFORMATION ABOUT THE COLLEGE

DES MOINES AREA COMMUNITY COLLEGE

Board of Directors

Board Member	District	Term Expiration
Kevin Halterman, Chair	4	2025
Felix Gallagher, Vice Chair	8	2027
Chaz Allen	5	2025
Fred Greiner	2	2027
Trish Roberts	3	2025
Angela Jackson	9	2025
Cheryl Langston	1	2027
Dennis Presnall	6	2027
Madelyn Tursi	7	2027

Administration

Rob Denson	President
MD Isley	Vice President, Academic Affairs
Erica Spiller	Vice President, Student Affairs
Bill LaTour	Vice President, Operations & Board Treasurer
Amanda Easton	Executive Director, Human Resources
Debbie Kepple-Mamros	Executive Director, Institutional Effectiveness
Ben Voaklander	Controller
Brooke Stowe	Board Secretary

Bond Counsel

Dentons Davis Brown PC
Des Moines, Iowa

Municipal Advisor

Independent Public Advisors, LLC
West Des Moines, Iowa

PROPERTY VALUES

IOWA PROPERTY VALUATIONS

In compliance with Section 441.21 of the Code of Iowa, the State Director of Revenue annually directs the county auditors to apply prescribed statutory percentages to the assessments of certain categories of real property. The assessments finalized as of January 1 of each year are applied to the following fiscal year. The 2024 final Actual Values were adjusted by the Adair, Audubon, Boone, Carroll, Cass, Clarke, Crawford, Dallas, Greene, Guthrie, Hamilton, Hardin, Jasper, Lucas, Madison, Mahaska, Marion, Marshall, Polk, Poweshiek, Shelby, Story and Warren County Auditors. The reduced values, determined after the application of rollback percentages, are the Taxable Values subject to tax levy. For assessment year 2024, the Taxable Value rollback rate was 47.4316% of Actual Value for residential property; 73.8575% of Actual Value for agricultural property; 90% of Actual Value for commercial, industrial, and railroad property; and 100.0000% of Actual Value for utility property.

The Legislature's intent has been to limit the growth of statewide taxable valuations for most classes of property to 3% annually; utility taxable valuation growth is limited to 8%. Political subdivisions whose taxable values are thus reduced or are unusually low in growth are allowed to appeal the valuations to the State Appeal Board, in order to continue to fund present services.

1/1/2024 VALUATIONS (Taxes payable July 1, 2025 through June 30, 2026)

	100% Actual Value	Taxable Value (With Rollback)
Residential	$87,343,634,097	$40,542,758,470
Ag. Land	5,407,222,238	3,992,530,578
Ag. Buildings	352,055,673	259,893,004
Commercial	16,348,951,420	13,610,774,690
Industrial	2,922,622,797	2,471,109,701
Railroad	407,828,761	365,799,611
Utilities w/o Gas & Electric	858,329,314	858,329,314
Other	143,787	143,787
Gross valuation	$113,640,788,087	$62,101,339,155
Less military exemption	(467,748,751)	(467,647,895)
Net valuation	$113,173,039,336	$61,633,691,260
TIF increment (used to compute debt service levies and constitutional debt limit)	$7,975,664,305	$7,344,427,418
Taxed separately		
Utilities – Gas & Electric	$5,811,842,212	$1,248,396,728

Source: Iowa Department of Management

2024 GROSS TAXABLE VALUATION BY CLASS OF PROPERTY[1]

	Taxable[2] Valuation	Percent Total
Residential	$40,542,758,470	64.00%
Ag. Land & Ag. Buildings	4,252,423,582	6.71%
Commercial, Industrial, Other, Railroad & Utility	17,306,157,103	27.32%
Utilities – Gas & Electric	1,248,396,728	1.97%
Total Gross Taxable Valuation	$63,349,735,883	100.00%

Source: Iowa Department of Management

TREND OF VALUATIONS

The 100% Actual Valuations, before rollback and after reduction of military exemption, include Ag. Land, Ag. Buildings, TIF Increment, and Gas & Electric Utilities. The Net Taxable Valuations, with the rollback and after the reduction of military exemption, exclude the Taxable TIF Increment and include Gas & Electric Utilities. Iowa colleges certify operating levies against Net Taxable Valuation excluding the Taxable TIF Increment and debt service levies are certified against Net Taxable Valuations including the Taxable TIF Increment.

Assessment Year	Payable Fiscal Year	100% Actual Valuation	Net Taxable Valuation (With Rollback)	Taxable TIF Increment
2020	2021-22	$87,749,304,274	$51,396,595,256	$5,282,003,710
2021	2022-23	95,959,310,632	54,365,117,504	5,773,536,968
2022	2023-24	101,089,225,225	56,343,150,272	6,046,155,370
2023	2024-25	123,799,785,110	60,436,650,741	7,089,496,294
2024	2025-26	126,960,545,853	62,882,087,988	7,344,427,418

Source: Iowa Department of Management

[1] *Before military exemption, and exclusive of Taxable TIF Increment.*
[2] *Excludes Taxable TIF Increment.*

LARGER TAXPAYERS

The table below represents fifteen larger taxpayers of Merged Area XI from Dallas, Polk, and Story counties, wherein over 77% of the College's taxable valuation is located. The table is based on tax entity, not based on ownership. A listing of aggregate holdings based on ownership may vary to some extent.

Taxpayer	Business	County	1/1/2024 Taxable Valuation	% Total Valuation
MidAmerican Energy	Utility	Polk	$738,375,782	1.05%
Microsoft Corporation	Technology	Dallas	367,196,010	0.52%
Jordan Creek Town Center LLC	Retail	Dallas	252,011,386	0.36%
Microsoft Corporation	Technology	Polk	219,982,642	0.31%
Polk County	Government	Polk	197,030,253	0.28%
Northern Natural Gas Co	Utility	Dallas	185,679,879	0.26%
Wells Fargo Home Mortgage Inc	Finance	Dallas	179,974,955	0.26%
Zero Coupon Fulfillment Center Fee Owner	Distribution	Polk	143,846,147	0.20%
Principal Mutual Life Insurance Company	Insurance	Polk	135,887,784	0.19%
MidAmerican Energy Co	Utility	Dallas	130,832,281	0.19%
Deere & Company	Finance	Polk	106,210,005	0.15%
DRA Properties	Real Estate	Polk	95,880,512	0.14%
Wellmark Inc	Insurance	Polk	95,695,295	0.14%
Magellan Pipeline Co	Utility	Polk	94,869,520	0.14%
HyVee Inc	Grocery	Polk	89,643,269	0.13%

Source: Dallas, Polk, and Story County Iowa Auditor's Offices.

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INDEBTEDNESS

DEBT LIMIT

Article XI, Section 3 of the State of Iowa Constitution limits the amount of debt outstanding at any time of any county, municipality or other political subdivision to no more than 5% of the actual value of all taxable property within the corporate limits, as taken from the last state and county tax list. For the purpose of computing the limitation, the actual value of taxable property is used, including tax increment, without application of rollback, and after the deduction of military exemption on taxable property. The debt limit for the College, based on its 2024 Actual Valuation currently applicable to the fiscal year 2025-26, is as follows:

2024 Actual Valuation of Property	$127,428,193,748
Less: Military Exemption	(467,647,895)
Net Valuation	$126,960,545,853
Constitutional Debt Percentage	5.00%
Constitutional Debt Limit	$6,348,027,293
Less: Applicable General Obligation Debt	(116,515,000)
Constitutional Debt Margin	$6,231,512,293

DIRECT DEBT

Date of Issue	Original Amount	Purpose	Final Maturity	Principal Outstanding As of 10/01/25
12/18	$7,410,000	Jobs Training	6/28	$2,970,000
12/18	4,445,000	Jobs Training	6/28	1,745,000
07/19	40,000,000	Capital Improvements	6/29	16,000,000
11/19	6,115,000	Jobs Training	6/29	4,005,000
11/19	4,605,000	Jobs Training	6/29	3,020,000
01/20	4,425,000	Jobs Training	6/30	2,905,000
01/20	3,075,000	Jobs Training	6/30	1,985,000
11/21	10,670,000	Jobs Training	6/31	8,755,000
11/21	6,180,000	Jobs Training	6/31	5,070,000
12/22	5,135,000	Jobs Training	6/32	4,620,000
12/22	3,295,000	Jobs Training	6/32	2,965,000
12/23	3,150,000	Jobs Training	6/33	3,050,000
12/23	1,865,000	Jobs Training	6/33	1,765,000
12/24	4,480,000	Jobs Training	6/34	4,480,000
12/24	2,725,000	Jobs Training	6/34	2,725,000
12/25	2,735,000[3]	Jobs Training	6/35	2,735,000
12/25	2,130,000[3]	Jobs Training	6/35	2,130,000
12/25	45,500,000[4]	Capital Improvements	6/35	45,590,000
Total General Obligation Debt Subject to Debt Limit:				**$116,515,000**

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[3] *Taxable New Jobs Training Certificates (Multiple Projects 56-A and 56-B) being sold concurrently with Plant Fund Capital Loan Notes, Series 2025. The Certificates and the Capital Loan Notes are being offered subject to separate disclosure.*

[4] *Plant Fund Capital Loan Notes, Series 2025 being sold concurrently with Taxable New Jobs Training Certificates (Multiple Projects 56-A and 56-B). The Capital Loan Notes are The Certificates are being offered subject to separate disclosure.*

ANNUAL FISCAL YEAR DEBT SERVICE PAYMENTS

General Obligation Debt Supported by Property Taxes (Includes the Bonds and the Capital Loan Notes)

	Current Outstanding G.O. Debt Paid by Taxes		Series A Bonds		Series B Bonds		Capital Loan Notes		Total G.O. Debt Paid by Taxes	
Fiscal Year	Principal	Principal and Interest	Principal	Principal and Interest	Principal	Principal and Interest	Principal	Principal and Interest	Principal	Principal and Interest
25-26	10,945,000	13,199,548		$63,278		$49,187		658,561	$10,945,000	$13,970,574
26-27	12,195,000	14,104,095	$100,000	228,702	$100,000	200,041	$4,540,000	5,879,447	16,935,000	20,412,284
27-28	12,870,000	14,394,880	190,000	314,452	145,000	240,791	4,655,000	5,878,677	17,860,000	20,828,799
28-29	11,760,000	12,869,355	215,000	331,358	170,000	259,614	4,775,000	5,879,974	16,920,000	19,340,300
29-30	6,320,000	7,041,945	245,000	352,156	195,000	277,338	4,900,000	5,881,779	11,660,000	13,553,217
30-31	5,650,000	6,167,925	325,000	421,327	255,000	328,719	5,030,000	5,879,969	11,260,000	12,797,939
31-32	3,220,000	3,528,300	380,000	461,799	295,000	357,320	5,175,000	5,880,105	9,070,000	10,227,524
32-33	1,940,000	2,084,120	415,000	478,863	315,000	363,396	5,335,000	5,882,268	8,005,000	8,808,647
33-34	1,160,000	1,211,040	445,000	489,026	330,000	363,339	5,500,000	5,880,282	7,435,000	7,943,687
34-35			420,000	441,420	325,000	341,575	5,680,000	5,878,232	6,425,000	6,661,227
Total	$66,060,000	$74,601,208	$2,735,000	$3,582,381	$2,130,000	$2,781,320	$45,590,000	$53,579,294	$116,515,000	$134,544,198

INDIRECT DEBT

The Des Moines Area Community College property valuations comprise a major portion of 11 counties (including all of Dallas, Guthrie, Polk, and Warren counties), and a minor portion of another 12 counties throughout central Iowa. The College's indirect debt is calculated by attributing the debt of counties, school districts, and cities within College boundaries based on the percentage of the 1/1/2024 net taxable valuation of each jurisdiction that is shared by the College. Debt figures are as reported in the most recent publicly available audited financial statements or official statement related to the issuance of debt. School district debt excludes bond secured by sales, services and use taxes.

Jurisdiction Type	Debt Within College Boundaries[5]
Counties	$648,220,138
School Districts	1,291,427,254
Cities	2,088,580,211
Total	$4,028,227,604

DEBT RATIOS

	Debt	Debt/Actual Market Value[6] $126,960,545,853	Debt/Taxable Value[7] $70,226,515,406
Direct Debt Secured by Taxes	$116,515,000	0.092%	0.166%
Direct and Indirect Debt Secured by Taxes	4,144,742,604	3.265%	5.902%
Net Direct Debt Secured by Taxes	61,500,000	0.048%	0.088%
Direct and Indirect Debt Secured by Taxes	4,089,727,604	3.221%	5.824%

LEVIES AND TAX COLLECTIONS

Year	Taxes Levied	Current Collections	Collections as a % of Levies
2020-21	$31,330,156	$31,625,444	100.94%
2021-22	34,841,315	34,904,382	100.18%
2022-23	37,755,733	37,675,726	99.79%
2023-24	41,924,859	42,311,840	100.92%
2024-25	45,881,142	46,324,466	100.97%
2025-26	49,076,634	--in process of collection--	

After the assessment of property in a calendar year, taxes are levied for collection in the following fiscal year. Taxes are certified to the County Auditor in March. The County Treasurer collects taxes for all taxing entities in the County. Statutory dates for payment without penalty are September 30 for the first installment and March 31 for the second installment. Penalty rates are established by State law at 1.5% per month.

[5] *Debt outstanding as of October 1, 2025 based on most recent publicly available audits and official statements.*
[6] *Based on the College's 2024 Actual Valuation of Property less military exemption, and includes Ag. Land, Ag. Buildings, all Utilities and Taxable TIF Increment.*
[7] *Based on the College's 2024 Taxable Valuation of Property less military exemption, and includes Ag. Land, Ag. Buildings, all Utilities and Taxable TIF Increment.*

TAX RATES

	FY 2021/22	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26
	Tax Rates (Per $1,000 of Taxable Value)				
Operating Fund	0.20250	0.20250	0.20250	0.20250	0.20250
Plant Fund	0.20250	0.20250	0.20250	0.20250	0.20250
Other[8]	0.27289	0.28948	0.33910	0.35416	0.37546
Total	0.67789	0.69448	0.74410	0.75916	0.78046

FUNDS ON HAND (Cash and Investments as of August 31, 2025)

Cash and Investments

General, Auxiliary, & Plant Funds	$25,369,407
Job Training Fund	39,433,523
Total	$64,802,930

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[8] *Includes equipment replacement levies, tort and non-tort insurance levies, and early retirement and unemployment levies.*

THE COLLEGE

COMMUNITY COLLEGE

Des Moines Area Community College (the "College") is a publicly supported two-year institution serving the Des Moines metropolitan area and the surrounding counties. The College was officially created on March 18, 1966. A nine-member Board of Directors was elected and formally installed the same year. Today, the College has six campuses and seven other educational locations. DMACC offers over 200 educational and short-term certificate programs. The College has an operational budget of approximately $129 million. It employs approximately 900 full-time staff and 1,100 part-time staff.

The College is accredited by the Higher Learning Commission of the North Central Association of Colleges and Schools. The College has maintained full accreditation status through PEAQ, the AQIP Pathway, and most recently the reaffirmation of accreditation in the Open Pathway provided by the Higher Learning Commission's Institutional Actions Council on February 27, 2017. The College is also approved by both the Iowa Department of Education and the U.S. Department of Education.

Campuses and Facilities:
The College encompasses 461 acres, 62 buildings and over 2 million square feet of space. Facilities include campuses in the cities of Ankeny, Boone, Carroll, Des Moines, Newton, and West Des Moines, as well as career academies in Ames, Des Moines, Newton, Perry and Templeton. The total depreciated value of the College's land, buildings, equipment, and other infrastructure is $169,672,635.

Construction Projects and Initiatives:
The College completed the new Transportation Institute building and driving concourse. The cost of the project was $8.4 million.

The College will be starting two new building projects on the Ankeny Campus. The first project will be a new Dental Learning Clinic building with a budget of $20.9 million. The second project will be a new Industrial Trades building with a budget of $33.6 million. It is anticipated that both building projects will be completed in early 2027. Bonds will be issued to finance both projects.

ENROLLMENT

Fall college credit enrollment for academic years 2021/22 through 2025/26 is presented below.

Fall College Credit Enrollment

School Year	Students
2021-22	20,536
2022-23	21,637
2023-24	20,431
2024-25	23,697
2025-26	23,891

TEACHERS' CONTRACTS

The College recognizes the following associations as its bargaining representatives on wages, hours, and conditions of employment for all certified employees engaged in teaching. Current contracts expire as shown below.

Bargaining Unit	Contract Expires
Des Moines Area Community College Educational Services Association	06/30/2027
Des Moines Area Community College Higher Education Association	08/14/2027

EMPLOYEES, PENSIONS AND OPEB

The College contributes to the Iowa Public Employees' Retirement System ("IPERS"), which is a state-wide multiple-employer cost-sharing defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. All full-time employees of the College can elect to participate in IPERS. IPERS plan members are required to contribute a percentage of their annual salary, in addition to the College being required to make annual contributions to IPERS. Contribution amounts are set by State statute. In fiscal year 2024, the College's IPERS contribution was $4,696,145 compared to a contribution in fiscal year 2023 of $4,357,097.

The College also contributes to the Teachers Insurance and Annuity Association (TIAA) retirement program, which is a defined contribution plan. TIAA administers the retirement plan for the College. The defined contribution retirement plan provides individual annuities for each plan participant. As required by the Code of Iowa, all eligible College employees must participate in a retirement plan from the date they are employed. Contributions made by both employer and employee vest immediately. As specified by the contract with TIAA, each employee is to contribute 6.29% and the College is required to contribute 9.44%. The College recognized pensions expense related to TIAA for the years ended June 30, 2024, 2023, and 2022 of $2,730,256, $2,816,148, and $2,856,902 respectively.

The College administers an early retirement cash benefit plan providing a one-time cash benefit to retired employees under certain conditions. The College finances the early retirement cash benefit plan on a pay-as-you-go basis. See "APPENDIX D – AUDITED FINANCIAL STATEMENTS" for additional information on the plan.

The College operates a single-employer retiree benefit plan which provides health care benefits including medical, prescription drug, and dental benefits for retirees and their spouses and dependents. There are 874 active and 94 retired members in the plan. Participants must be age 55 or older at retirement.

The medical and prescription drug coverage is provided through a self-funded insurance plan and is administered by a third party. The dental plan is self-insured and is administered by a third party. The College pays the cost of the single medical premium, until the retiree qualifies for Medicare, for retirees who elect to remain in one of the College's group plans. This results in an Other Post Employment Benefit, ("OPEB") liability. The contribution requirements of plan members are established and may be amended by the College. The College currently finances the retiree benefit plan on a pay-as-you-go basis. See "APPENDIX D – AUDITED FINANCIAL STATEMENTS" for additional information on OPEB.

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GENERAL INFORMATION

LOCATION AND TRANSPORTATION

Des Moines Area Community College serves the Des Moines metropolitan area and surrounding counties. In total, the merged area of the College encompasses 6,560 square miles or about eleven percent of the area of the State and more than twenty-five percent of the State's population. The merged area includes all or major portions of eleven counties and minor parts of twelve adjacent counties.

AVERAGE ANNUAL LABOR FORCE DATA

	Dallas County		Polk County		Story County		State of Iowa
Calendar Year	Labor Force	Unemployment Rate	Labor Force	Unemployment Rate	Labor Force	Unemployment Rate	Unemployment Rate
2020	54,700	3.2%	265,200	5.9%	52,200	3.8%	5.2%
2021	57,400	2.5%	268,700	4.1%	53,000	3.0%	3.9%
2022	61,000	2.0%	274,600	2.8%	54,300	2.3%	2.8%
2023	63,600	2.2%	280,400	2.9%	54,700	2.3%	2.9%
2024	64,500	2.6%	283,300	3.1%	54,700	2.3%	3.0%

Source: 2024 non-seasonally adjusted data from Iowa Workforce Development, Labor Market Information Division, Local Area Unemployment Statistics program. Data accessed October 1, 2024. Per a news release March 1, 2023 from the United States Bureau of Labor Statistics, data for states, regions and substate areas has been re-estimated from 2018 through 2022. As a result, data previously reported may not match the table above.

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U.S. CENSUS DATA

The major counties served by the College, their 2020 populations according to the U.S. Census Bureau, and county seats are listed below.

County	Population	County Seat
Audubon	5,674	Audubon
Boone	26,715	Boone
Carroll	20,760	Carroll
Dallas	99,678	Adel
Guthrie	10,623	Guthrie Center
Jasper	37,815	Newton
Madison	16,548	Winterset
Marion	33,414	Knoxville
Polk	492,401	Des Moines
Story	98,537	Nevada
Warren	52,403	Indianola

The table below shows the populations of the major cities of Ames, Ankeny, Des Moines, and West Des Moines within the Merged Area, as recorded by the U.S. Census Bureau.

Major City Populations - Merged Area XI

Census Year	City of Ames	City of Ankeny	City of Des Moines	City of West Des Moines
1980	45,775	15,429	191,003	21,894
1990	47,198	18,482	193,187	31,702
2000	50,731	27,117	198,682	46,403
2010	58,965	45,582	203,433	56,609
2020	66,427	67,887	214,133	68,723

Source for both tables above: U.S. Census Bureau.

FINANCIAL STATEMENTS

The College's June 30, 2024 Independent Auditor's Report as prepared by a certified public accountant is reproduced as APPENDIX D. The College's certified public accountant has not consented to distribution of the audited financial statement and has not undertaken added review of their presentation. Further information regarding financial performance and copies of the College's prior Independent Auditor's Reports may be obtained from the College's Municipal Advisor, Independent Public Advisors, LLC.

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APPENDIX B

FORM OF LEGAL OPINION

July __, 2025

We have acted as Bond Counsel in connection with the issuance by the Des Moines Area Community College (Merged Area XI) (the "College") of $45,590,000* in aggregate principal amount of its Plant Fund Capital Loan Notes, Series 2025 (the "Notes") dated the date of their issuance. The Notes are being issued to finance certain capital improvements at the College. We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify such facts by independent investigation.

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the Notes (except to the extent, if any, stated in the Official Statement) and we express no opinion relating thereto.

Based upon our examinations, we are of the opinion, as of the date hereof, that:

1. Under the laws of the State of Iowa (the "State") now in force, the Notes are legal, valid and binding obligations of the College, enforceable in accordance with their terms and the terms of the resolution of the Board of Directors of the College authorizing their issuance (the "Note Resolution").

2. The Notes are payable from and are secured by the pledge of a special fund of the College into which are deposited the receipts of a special tax approved by the voters of the area comprising the College (the "Merged Area") and extended by the Board of Directors of the College in accordance with the laws of the State and equal to twenty and one-fourth cents per thousand dollars of assessed value levied on all taxable property in the Merged Area. The twenty and one-fourth cents levy only restricts the amount of Notes which may be issued and the College is authorized to levy an amount equal to the principal of and interest on the Notes in each year regardless of such limit.

3. The amount of indebtedness to be incurred by the issuance of the Notes does not exceed any limitation of indebtedness as fixed by law.

* Preliminary, subject to change.

4. Interest on the Notes is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax on individuals; however, such interest may be taken into account in determining the annual adjusted financial statement income of appliable corporations (as defined in Section 59(k) of the Internal Revenue Code of 1986, as amended (the "Code")) for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in this paragraph is subject to the condition that the College complies with all requirements of the Code, that must be satisfied subsequent to the issuance of the Notes in order that interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The College has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Notes to be included in gross income for federal income tax purposes retroactively to the date of issuance of the. We express no opinion regarding other federal or State tax consequences arising with respect to the Notes.

It is to be understood that the rights of the holders of the Notes and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditor's rights heretofore or hereafter enacted and that their enforcement may be subject to the exercise of judicial discretion in accordance with general principles of equity.

Very truly yours,

DENTONS DAVIS BROWN, PC

APPENDIX C

FORM OF CONTINUING DISCLOSURE CERTIFICATE

CONTINUING DISCLOSURE CERTIFICATE

THIS CONTINUING DISCLOSURE CERTIFICATE, dated as of December __, 2025 (the "Disclosure Certificate") is executed and delivered by Des Moines Area Community College (Merged Area XI) (the "College"), in connection with the issuance of Plant Fund Capital Loan Notes, Series 2025 of the College in the principal amount of $45,590,000* (the "Notes"). The Notes were issued pursuant to a Resolution approved by the College on November 10, 2025 (the "Resolution").

(a) (1) The College hereby agrees, in accordance with the provisions of Rule 15c2-12 (the "Rule"), promulgated by the Securities and Exchange Commission (the "Commission") pursuant to the Securities Exchange Act of 1934, to provide or cause to be provided, to the Municipal Securities Rulemaking Board (the "MSRB") in an electronic format as prescribed by the MSRB and accompanied by identifying information as prescribed by the MSRB, the following annual financial information and operating data (commencing with the fiscal year ending June 30, 2025):

(i) audited financial statements prepared in accordance with generally accepted accounting principles; and

(ii) tables, schedules or other information showing the type of information contained in the following tables of the official statement of the College used in connection with the sale of the Notes (the "Official Statement"), under the following captions:

Trend of Valuations
Direct Debt
Levies and Tax Collections
Tax Rates
Funds on Hand

All of such annual financial information and operating data may be provided by cross reference to other documents, primarily other official statements, to be provided to the MSRB. If information is provided by cross reference to a final official statement, such final official statement must be available from the MSRB. The College reserves the right to modify from time to time the specific types of information provided or the format of the presentation of such information, to the extent necessary or appropriate in the judgment of the College; provided that, the College agrees that any such modification will be done in a manner consistent with the Rule.

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* Preliminary, subject to change.

(2) Such annual information and operating data described above is expected to be available on or before January 1 of each year for the fiscal year ending on the preceding June 30 and will be made available, in addition to the MSRB, to each holder of Notes who makes request for such information; provided that, audited financial statements need not be provided until the later of January 1 of each year or thirty (30) days after receipt of such audited financial statements by the College.

(b) The College agrees to provide or cause to be provided, in a timely manner not in excess of ten business days from occurrence, to the MSRB, notice of the occurrence of any of the following events with respect to the Notes:

(1) principal and interest payment delinquencies;

(2) non-payment related defaults, if material;

(3) unscheduled draws on debt service reserves, if any, reflecting financial difficulties;

(4) unscheduled draws on credit enhancements, if any, reflecting financial difficulties;

(5) substitution of credit or liquidity providers, if any, or their failure to perform;

(6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Notes, or other material events affecting the tax status of the Notes;

(7) modifications to rights of Noteholders, if material;

(8) Bond calls, if material, and tender offers;

(9) defeasances;

(10) release, substitution, or sale of property securing repayment of the Notes, if material;

(11) rating changes;

(12) Bankruptcy, insolvency, receivership or similar events of the College;

(13) Consummation of a merger, consolidation, or acquisition involving the College or the sale of all or substantially all of the assets of the College, other than in the ordinary course of business, the entry into a definitive

agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and

(14) Appointment of a successor or additional trustee or the change of name of a trustee, if material; and

(15) Incurrence of a financial obligation of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and

(16) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the obligated person, any of which reflect financial difficulties.

As used herein, the term financial obligation means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term financial obligation shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board ("MSRB") consistent with the Rule.

As used herein, "material" means a fact to which a substantial likelihood exists that a reasonably prudent investor would attach importance thereto in deciding to buy or sell a Note or, if not disclosed, would significantly alter the total information otherwise available to an investor from the Official Statement, the information disclosed under this Section, or information generally available to the public. Notwithstanding the foregoing sentence, a fact is "material" if it is an event or condition that would be deemed "material" for purposes of the purchase or sale of a Note within the meaning of applicable federal securities laws, as interpreted at the time of discovery of the occurrence of the event or condition.

The College may from time to time choose to provide notice of the occurrence of certain other events, in addition to those listed above, if, in the judgment of the College, such other event is a Material Fact with respect to the Notes, but the College does not undertake to commit to provide any such notice of the occurrence of any Material Fact except those events listed above.

(c) The College agrees to provide or cause to be provided, in a timely manner, to the MSRB, notice of a failure by the College to provide the annual financial information with respect to the College described in Section (a) above on or prior to the date[s] set forth in Section (a) above.

(d) The College reserves the right to terminate its obligation to provide annual financial information and notices of the events set forth above, if and when the College no longer remains an obligated person with respect to the Notes within the meaning of the Rule; the College will provide notice of such termination to the MSRB.

(e) The College agrees that its undertaking pursuant to the Rule as set forth in this Continuing Disclosure Certificate is intended to be for the benefit of the holders of the Notes and shall be enforceable by the holders of the Notes; provided that, the Noteholders' right to enforce the provisions of this undertaking shall be limited to a right to obtain specific enforcement of the College's obligations hereunder and any failure by the College to comply with the provisions of this undertaking shall not be an event of default with respect to the Notes under Section 16 hereof.

(f) The event notice related to the cash redemption of New Jobs Training Certificates MP 44-A and MP44-B called on June 1, 2021 was filed ten days late on June 21, 2021. The Notice of Failure to File was filed on July 6, 2021.

Subject to the foregoing, the College represents that it has not failed to provide the annual financial information with respect to the College required under any other agreements or resolutions of the College entered into in connection with the issuance of bonds by the College.

This Continuing Disclosure Certificate shall be governed by and construed in accordance with the laws of the State of Iowa.

DES MOINES AREA COMMUNITY COLLEGE

By: ________________________________
President of the Board of Directors
Address: 2006 South Ankeny Boulevard
Ankeny, Iowa 50021

APPENDIX D: JUNE 30, 2024 INDEPENDENT AUDITOR'S REPORT

Des Moines Area Community College

INDEPENDENT AUDITOR'S REPORTS
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2024

TABLE OF CONTENTS

Des Moines Area Community College
OFFICIALS

Name	Title	Term expires
	Board of Directors	
Joe Pugel	President	2025
Kevin Halterman	Vice President	2025
Angela Jackson	Member	2025
Jim Gossett	Member	2025
Felix Gallagher	Member	2027
Cheryl Langston	Member	2027
Denny Presnall	Member	2027
Fred Greiner	Member	2027
Madelyn Tursi	Member	2027
	Community College	
Robert Denson	President/CEO	
MD Isley	Vice President, Academic Affairs	
Erica Spiller	Vice President, Student Affairs	
Bill LaTour	Vice President, Operations and Board Treasurer	
Amanda Easton	Executive Director, Human Resources	
Debbie Kepple-Mamros	Executive Director, Office of Planning, Assessment and Data	
Ben Voaklander	Controller	
Carolyn Farlow	Board Secretary	

DENMAN

Denman CPA LLP
1601 22nd Street, Suite #400
West Des Moines, Iowa 50266-1453
www.denman.cpa 515-225-8400

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Des Moines Area Community College
Ankeny, Iowa

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business type activities and the fiduciary activities of Des Moines Area Community College (the College), and its discretely presented component unit as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business type activities and the fiduciary activities of Des Moines Area Community College and its discretely presented component unit as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Des Moines Area Community College's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Des Moines Area Community College's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7 through 15, and the schedules of College's proportionate share of the net pension liability, College contributions, College's early retirement pension liability, and changes in College's total OPEB liability, related ratios and notes on pages 51 through 56 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. We previously audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the nine years ended June 30, 2023 (which are not presented herein) and expressed unmodified opinions on those financial statements. The other supplementary information included in Schedules 1 through 12, including the schedule of expenditures of federal awards required by Title 2, U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The other supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information in Schedules 1 through 12, including the schedule of expenditures of federal awards, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2024, on our consideration of Des Moines Area Community College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Denman CPA LLP

Denman CPA LLP

West Des Moines, Iowa
November 4, 2024

Management of Des Moines Area Community College (DMACC) provides this Management's Discussion and Analysis of the College's annual financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2024. We encourage readers to consider this information in conjunction with the College's financial statements, which follow.

FINANCIAL HIGHLIGHTS

- College operating revenues decreased approximately $8.1 million or 8.8%. The decrease is attributable to many factors. The College had a 1.36% increase in its regular, non-concurrent high school enrollment and a $2.7 million increase in its scholarship allowance which decreased tuition revenues by $900,000. Training revenues to the College under the Iowa Industrial New Jobs Training Program decreased by $2.8 million or 20%. Miscellaneous revenues increased by $650,000. The College did see a $5 million decrease in federal appropriations due the Higher Education Emergency Relief Fund (HEERF) grants expiring at the end fiscal year 2023.
- College operating expenses increased by $5.7 million or 3.2%. Liberal Arts, Career Education, and Adult Education increased by $5.4 million or 6.6%. Cooperative services decreased $2 million or 20%. The cooperative services decrease relates to the timing of training reimbursements made from the Iowa Industrial New Jobs Training Program. Physical Plant costs increased by $2.3 million or 9.5%. General Institution decreased by $4.2 million or 16%. The general institution decrease was related to the expiration of the HEERF grants. Administration, Student Services, and Learning Resources increased by $3.2 million or 15.2%. Several new positions were added at the College in the areas of Administration and Student Services. Depreciation expense decreased by $1.3 million.
- The College's net position increased by approximately $9.6 million or 6.8%. The net investment in capital assets increased by $11.7 million. The capital asset increases relate to the College's construction projects. The unrestricted net position decreased by $4.8 million due primarily to the ongoing fluctuation in the pension liabilities. The College's restricted net position increased by $2.7 million.
- The College closed out all of its HEERF awards (Student & Institutional) during early fiscal year 2024 and has completed the final reporting on those awards.

USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements and other information, as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the College's financial activities.

The Basic Financial Statements consist of a statement of net position, a statement of revenues, expenses and changes in net position and a statement of cash flows. These provide information about the activities of the College as a whole and present an overall view of the College's finances.

Notes to Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Required Supplementary Information presents the College's proportionate share of the net pension liability and related contributions, the College's early retirement pension liability and the changes in total OPEB liability and related ratios and notes.

Other Supplementary Information provides detailed information about the individual funds. The Budgetary Comparison Schedule of Expenditures – Budget to Actual further explains and supports the financial statements with a comparison of the College's budget for the year. The Schedule of Expenditures of Federal Awards provides details of the various federal programs benefiting the College.

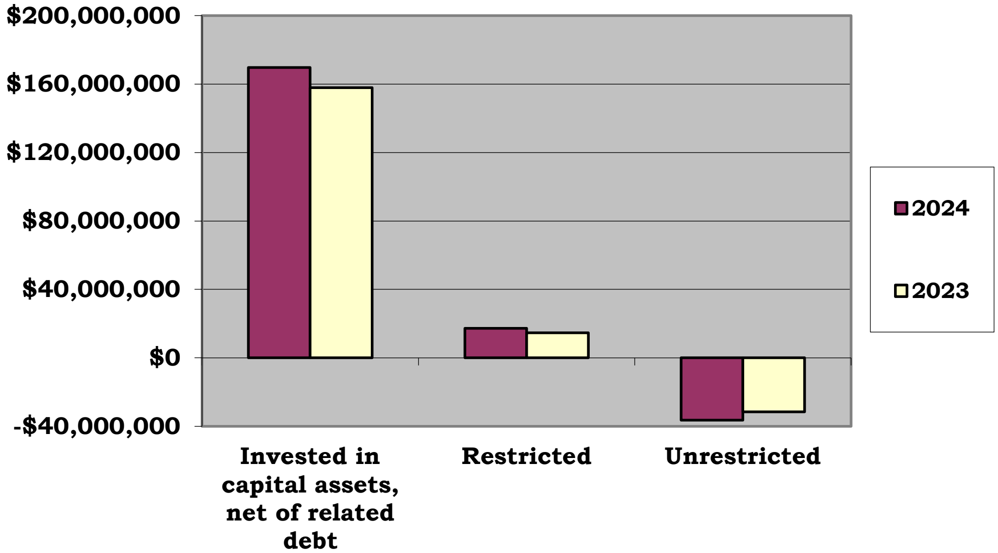
REPORTING THE COLLEGE FINANCIAL ACTIVITIES

The Statement of Net Position

The Statement of Net Position presents financial information on all of the College's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. The Statement of Net Position is a point-in-time financial statement. The purpose of this statement is to present a fiscal snapshot of the College to the readers of the financial statements. The Statement of Net Position includes year-end information concerning current and noncurrent assets, deferred outflows of resources, current and noncurrent liabilities, deferred inflows of resources, and net position. Over time, readers of the financial statements will be able to determine the College's financial position by analyzing the increases and decreases in net position. This statement is also a good source for readers to determine how much the College owes to outside vendors and creditors. The statement also presents the available assets that can be used to satisfy those liabilities.

	June 30	
	2024	2023
Current assets	$ 163,351,075	$ 167,501,737
Noncurrent assets	29,382,170	34,748,498
Capital assets, net of accumulated depreciation	205,427,923	201,199,487
Total assets	398,161,168	403,449,722
Deferred outflows of resources	16,194,424	12,577,215
Current liabilities	64,143,892	63,843,696
Noncurrent liabilities	147,733,721	159,096,582
Total liabilities	211,877,613	222,940,278
Deferred inflows of resources	51,862,122	52,060,807
Net position:		
Net investment in capital assets	169,672,635	157,941,892
Restricted	17,334,248	14,617,728
Unrestricted	(36,391,026)	(31,533,768)
Total net position	$ 150,615,857	$ 141,025,852

Comparison of Net Position



The largest portion of the College's net position is invested in capital assets (e.g., land, buildings, and equipment), less the related debt. The debt related to the capital assets is liquidated with resources (property tax receipts and rental revenue) other than capital assets. The restricted portion of the net position includes resources that are subject to external restrictions. The remaining net position is the unrestricted net position that can be used to meet the College's obligations as they come due. The unrestricted negative net position is the result of the following liabilities. Without these liabilities included in the net position the College would have a positive unrestricted net position.

Governmental Accounting Standards Board Statement No. 68, **Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27** was implemented during fiscal year 2015. The net pension liability as of June 30, 2024 was $23,732,588. In the past, pension expense was the amount of the employer contribution. Current reporting provides a more comprehensive measure of pension expense which is more reflective of the amounts employees earned during the year. The negative net position as a result of the net pension liability is reported against the unrestricted net position.

Governmental Accounting Standards Board Statement No. 73, **Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB No. 68** was implemented during fiscal year 2017. The early retirement pension liability as of June 30, 2024 was $19,344,802. The College provides a Retirement Cash Benefit Plan to retired employees meeting certain conditions, which is not within the scope of GASB No. 68. The Retirement Cash Benefit Plan is funded by a property tax levy. The negative net position as a result of the early retirement pension liability is reported against the unrestricted net position.

Governmental Accounting Standards Board Statement No. 75, **Accounting and Financial Reporting for Postemployment Benefits other than Pensions** was implemented during fiscal year 2018. The OPEB liability as of June 30, 2024 was $22,409,697. The College operates a single-employer health benefit plan for employees, retirees and their dependents. The retiree portion of the liability is funded by a property tax levy. The negative net position as a result of the OPEB liability is reported against the unrestricted net position.

Statement of Revenues, Expenses and Changes in Net Position

Changes in total net position as reflected in the Statement of Net Position are based on the activity presented in the Statement of Revenues, Expenses and Changes in Net Position. The purpose of the statement is to present the revenues earned by the College, both operating and nonoperating, and the expenses incurred by the College, operating and nonoperating, and any other revenues, expenses, gains and losses received or spent by the College.

In general, a public college, such as Des Moines Area Community College, will report an operating loss since the financial reporting model classifies state appropriations, Pell grants and property tax as nonoperating revenues. Operating revenues are received for providing goods and services to the students, customers and constituencies of the College. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues and to carry out the mission of the College. Nonoperating revenues are revenues received for which goods and services are not provided. The utilization of capital assets is reflected in the financial statements as depreciation, which allocates the cost of an asset over its expected useful life.

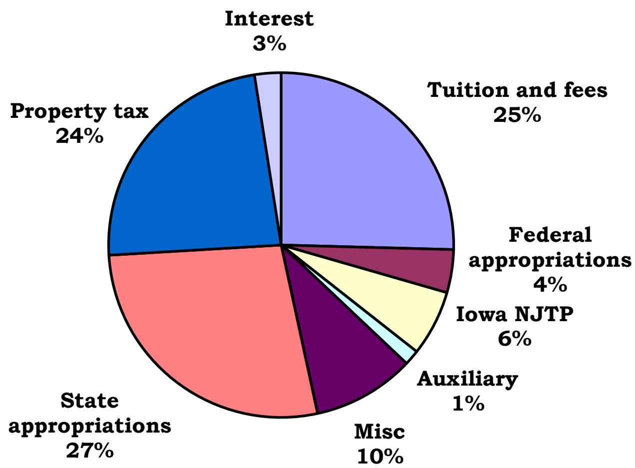
Changes in Net Position

	Year ended June 30	
	2024	2023
Operating revenues:		
Tuition and fees	$ 45,854,205	$ 46,771,759
Federal appropriations	7,280,976	12,325,612
Iowa Industrial New Jobs Training Program	11,104,302	13,886,150
Auxiliary enterprises revenue	2,587,718	2,592,078
Miscellaneous	17,247,782	16,601,277
Total operating revenues	84,074,983	92,176,876
Total operating expenses	186,867,840	181,107,777
Operating loss	(102,792,857)	(88,930,901)
Nonoperating revenues, (expenses) and transfers		
State appropriations	49,510,863	48,307,413
Pell grant	18,420,734	15,798,974
Property tax	42,311,841	37,675,725
Interest and investment income	4,472,917	3,424,212
Loss on disposition of capital assets	(192,474)	(2,585,526)
Interest on indebtedness	(2,104,919)	(2,286,707)
Transfers from agency funds	(36,100)	(30,918)
Net nonoperating revenues and transfers	112,382,862	100,303,173
Increase in net position	9,590,005	11,372,272
Net position beginning of year	141,025,852	129,653,580
Net position end of year	$ 150,615,857	$ 141,025,852

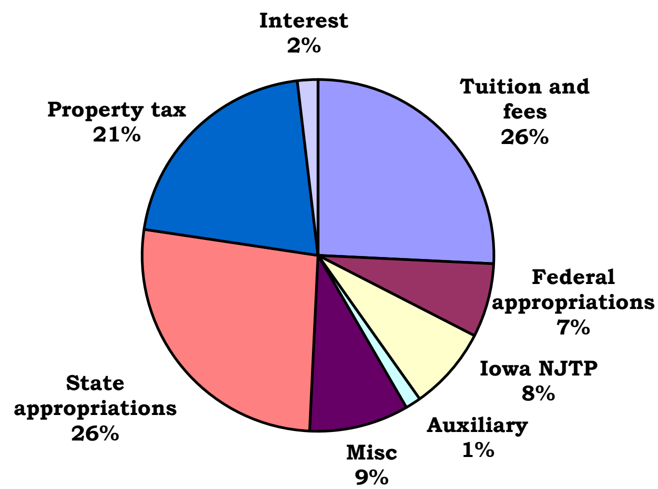
The Statement of Revenues, Expenses and Changes in Net Position reflects a positive year, with an increase in net position of $9.6 million at the end of the fiscal year. This increase is the net result of a $4.8 million decrease in the general unrestricted funds, a $2.7 million increase in the general restricted funds, and an $11.7 million increase in capital assets net of related debt.

Total Revenues by Source

2024



2023



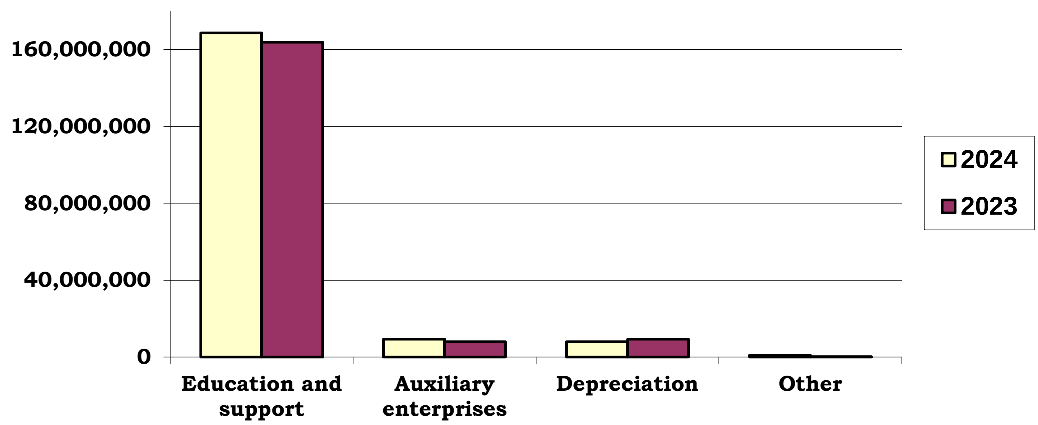
In fiscal year 2024, operating revenues decreased by approximately $8.1 million or 8.8%. The decrease was primarily a result of the following changes:

- Tuition and fees, net of scholarship allowances, decreased approximately $900,000 or 1.9%. The decrease is attributable to a 1.36% regular credit enrollment increase and an increase of $2.7 million in scholarship allowance. For financial reporting purposes, scholarship allowances reduce tuition revenue. The College also saw decreases in Continuing Education training revenues from fiscal year 2023.
- The College facilitates training to new employees of area businesses under the Iowa Industrial New Jobs Training Program. The revenue from these training projects decreased $2.8 million or 20%. The College sold $5.015 million in New Jobs Training Certificates during the fiscal year. The College recognizes revenue as the training funds are drawn by the companies and the companies have three years to utilize the training funds. The revenue recognition can fluctuate due to the timing of the companies' training plans.
- Miscellaneous revenue increased $646,500 million or 3.9%.
- Federal appropriations decreased approximately $5 million or 40%. The HEERF awards ended on June 30, 2023 and the College closed out all of its awards in early fiscal year 2024.
- Auxiliary revenues remained steady.
- Interest income increased by $1 million or 30%. The College saw continued increased rates of return during fiscal year 2024.

Operating Expenses

	Year ended June 30	
	2024	2023
Education and support:		
Liberal arts and sciences	$ 29,804,920	$ 27,646,587
Career and technical	40,597,842	38,055,760
Adult education	16,649,606	15,927,789
Cooperative services	8,037,450	10,034,316
Administration	4,743,789	3,543,501
Student services	16,059,893	14,045,244
Learning resources	3,454,807	3,468,022
Physical plant	27,302,253	24,932,032
General institution	21,951,717	26,188,291
Auxiliary enterprises	9,318,114	7,957,723
Loan cancellations and bad debts	901,995	15,779
Administrative and collection costs	69,937	29,589
Depreciation	7,975,517	9,263,144
Total	$ 186,867,840	$ 181,107,777

Total Expenses



In fiscal year 2024, operating expenses increased by approximately $5.7 million or 3.2%. The following factors contribute to the change:

- Faculty and staff salaries increased by 4%. The College also added several new positions during fiscal year 2024.
- Bad debt and collection costs increased by $926,000. The College used HEERF funding to eliminate outstanding student balances during COVID, and fiscal year 2024 was the first year that College resumed writing-off outstanding balances not paid by students.
- Physical Plant expenses increased by $2.3 million.
- Depreciation decreased by $1.3 million.

Statement of Cash Flows

A statement included in Des Moines Area Community College’s basic financial statements is the Statement of Cash Flows. The Statement of Cash Flows is an important tool in helping users assess the College’s ability to generate future net cash flows, its ability to meet its obligations as they come due, and its need for external financing. The Statement of Cash Flows presents information related to cash inflows and outflows, summarized by operating, noncapital financing, capital and related financing, and investing activities.

Cash Flows

	Year ended June 30	
	2024	2023
Cash provided by (used in):		
Operating activities	$ (100,567,163)	$ (78,411,000)
Noncapital financing activities	105,375,527	97,495,910
Capital and related financing activities	(21,050,028)	(28,952,661)
Investing activities	4,472,917	3,424,212
Net decrease in cash	(11,768,747)	(6,443,539)
Cash and short-term pooled investments, beginning of the year	89,493,467	95,937,006
Cash and short-term pooled investments, end of the year	$ 77,724,720	$ 89,493,467

Cash used in operating activities includes tuition, fees, grants and contracts, net of payments to employees and to suppliers. Cash provided by noncapital financing activities includes state appropriations, Pell grants, local property tax receipts, the proceeds from New Jobs Training Programs debt, and the principal and interest payments on New Jobs Training Programs debt. Cash used in capital and related financing activities represents the proceeds from plant fund debt, the principal and interest payments on plant fund debt and the purchase of capital assets. Cash provided by investing activities includes investment income received and the purchase and sale of investments.

Cash used in operating activities increased by $22 million. Employees received 4% salary increases in fiscal year 2024 and the College added several new positions during the fiscal year.

Cash provided by noncapital financing activities increased by $7.9 million.

Cash used in capital and related financing activities decreased by $7.9 million.

The cash provided by investing activities increased by $1 million. Increased rates of return during fiscal year 2024 accounted for this increase.

CAPITAL ASSETS

At June 30, 2024, the College had approximately $314.8 million invested in capital assets, net of accumulated depreciation of $122.8 million. Depreciation charges totaled $7.9 million for fiscal year 2024. Details of the capital assets are below.

Capital Assets, Net, at Year-End

	June 30	
	2024	2023
Land	$ 8,766,402	$ 8,789,109
Buildings	163,962,421	162,628,384
Construction in progress	4,673,539	2,159,107
Improvements other than buildings	6,620,010	6,569,433
Equipment and vehicles	7,668,315	7,216,770
Right-to-use subscription asset	13,737,235	13,836,684
Total	$ 205,427,922	$ 201,199,487

The College implemented GASB Statement No. 96 **Subscription-Based Information Technology Arrangements** during fiscal year 2023.

The College appropriates approximately $1.5 million annually for technology upgrades. The College also plans to spend an estimated $1.8 million annually for maintenance on the buildings and grounds and an additional $500,000 on safety and security upgrades.

The College has an approved $.09 per thousand levy for equipment. This levy results in the College receiving an additional $5 million per year for equipment replacement.

DEBT

At June 30, 2024, the College had $75.3 million in debt outstanding, a decrease of $11.2 million from fiscal year 2023. The table below summarizes these debt amounts by type.

Outstanding Debt

	June 30	
	2024	2023
Certificates payable	$ 51,730,000	$ 55,545,000
Plant fund capital notes payable	23,550,000	30,965,000
Total	$ 75,280,000	$ 86,510,000

The College sold an additional $7.205 million of New Jobs Training Program certificates in late October 2024.

ECONOMIC FACTORS

Many economic factors and challenges will affect the future operations of Des Moines Area Community College. Some of the issues that may affect the College are:

- The Iowa Legislative support for Community Colleges did increase for the current fiscal year. For the fiscal year ended June 30, 2024, the College received $39.07 million. For fiscal year 2025, the College will receive $40.92 million in state general aid. For future budget years, the College does anticipate there will be modest increases in state general aid. Aggressive and prudent budget management and pre-planning for anticipated expense reductions have allowed the College to deal with any revenue losses without significant impact on operations that would affect the student experience.
- During the fiscal year that ended on June 30, 2024, the College experienced an enrollment increase of 1.36% in its regular, non-concurrent enrollment credits. The College does anticipate that enrollment trends will be flat in the future. For the current fall term, the College experienced a 1.1% increase in enrollment and anticipates that spring enrollment may be slightly up, or flat.
- The College’s concurrent high school enrollment was up 9% in fiscal year 2024. Concurrent enrollments generate approximately $12 million in revenues for the College. For the current fall term, the College continues to see increases in concurrent enrollments and will see additional revenues generated from those courses.
- There continues to be positive indicators for business and workforce growth in central Iowa and good prospects for job growth and interest from new industry; banking and financial services continue to expand the workforce as evidenced by the College’s new jobs training activity; and there is potential to provide additional training to area business and industry. Iowa Industrial New Jobs Training projects totaled $7.205 million for the 2024 bond sale.
- Facilities at the College require constant maintenance and repair. The College completed a Facilities Master Plan in 2024. The plan provides a vision for the future that aligns with the strategic direction of the College, addresses facility needs, strengthens relationships between the College and community and creates a framework for the future. As part of the plan, the College has begun design work on two new buildings. It is anticipated that construction on the buildings will start during the summer of 2025.
- Technology continues to expand and current technology becomes outdated rapidly, presenting an ongoing challenge to maintain up-to-date technology at a reasonable cost. The College has a partnership with Solutions Management Group (SMG) to provide a computer lease solution, asset management, and help desk services.

The College anticipates the current fiscal year (Fiscal Year 2025) will be very similar to the previous fiscal year. The College will continue to monitor its financial situation and respond accordingly.

CONTACTING THE COLLEGE’S FINANCIAL MANAGEMENT

This financial report provides our customers, taxpayers in the community college district, and our creditors with a general overview of the College’s finances and demonstrates the College’s accountability for the resources it receives. If you have questions about the report or need additional financial information, contact Des Moines Area Community College, 2006 South Ankeny Blvd., Ankeny, Iowa 50023.

BASIC FINANCIAL STATEMENTS

Exhibit A

DES MOINES AREA COMMUNITY COLLEGE

Statement of Net Position

June 30, 2024

	College	Foundation
Assets		
Current assets:		
Cash and short-term pooled investments (Note 2)	$ 77,039,651	$ 2,514,650
Pooled investments (Note 2)	-	22,730,170
Receivables:		
Accounts, net of allowance of $313,785	27,046,706	1,886,926
Succeeding year property tax	45,881,143	-
Iowa Industrial New Jobs Training Program	8,290,421	-
Due from other governments	4,231,979	-
Lease receivable (Note 5)	449,684	-
Inventories (Note 3)	266,405	-
Prepaid expenses	145,086	1,250
Total current assets	163,351,075	27,132,996
Noncurrent assets:		
Receivables		
Iowa Industrial New Jobs Training Program	28,464,191	-
Lease receivable (Note 5)	917,979	-
Capital assets, net of accumulated deprecition (Note 4)	205,427,923	-
Total noncurrent assets	234,810,093	-
Total assets	398,161,168	27,132,996
Deferred outflows of resources		
Pension related deferred outflows	14,687,224	
OPEB related deferred outflows	1,507,200	-
Total deferred outflows of resources	16,194,424	-

Exhibit A

DES MOINES AREA COMMUNITY COLLEGE

Statement of Net Position (Continued)

June 30, 2024

	College	Foundation
Liabilities		
Current liabilities		
Accounts payable	$ 3,958,135	$ -
Payable to Des Moines Area Community College	-	1,428,403
Salaries and benefits payable	5,125,021	-
Self-funded health claims payable	4,824,855	-
Accrued interest payable	197,674	-
Unearned revenue:		
Tuition	16,578,113	-
Iowa Industrial New Jobs Training Program	12,923,363	-
Net pension liability (Notes 6, 7 & 9)	1,181,254	-
OPEB liability payable (Notes 6 & 10)	797,829	
Deposits held in custody for others	595,308	-
Subscription liability (Note 6)	2,881,566	
Certificates payable (Note 6)	6,852,764	-
Plant fund capital loan notes payable (Note 6)	8,228,010	-
Total current liabilities	64,143,892	1,428,403
Noncurrent liabilities (Note 6):		
Compensated absences	2,395,000	-
Unearned revenue, Iowa Industrial New Jobs Training Program	9,580,442	-
Net pension liability (Notes 6, 7 & 9)	41,896,136	-
OPEB liability payable (Notes 6 & 10)	21,611,868	-
Subscription liability (Note 6)	9,323,722	
Certificates payable (Note 6)	45,153,697	-
Plant fund capital loan notes payable (Note 6)	17,772,856	-
Total noncurrent liabilities	147,733,721	-
Total liabilities	211,877,613	1,428,403
Deferred inflows of resources		
Unavailable property tax revenue	45,881,143	-
Pension related deferred inflows	1,757,741	-
OPEB related deferred inflows	2,855,575	-
Lease related	1,367,663	-
Total deferred inflows of resources	51,862,122	-
Net position		
Net investment in capital assets	169,672,635	-
Restricted:		
Nonexpendable:		
Cash reserve	755,088	-
Scholarships and fellowships	-	7,022,159
Expendable:		
Scholarships and fellowships	488,530	-
Loans	57,792	-
Other	16,032,838	16,783,458
Unrestricted	(36,391,026)	1,898,976
Total net position	$ 150,615,857	$ 25,704,593

Exhibit B

DES MOINES AREA COMMUNITY COLLEGE

Statement of Revenues, Expenses and Changes in Net Position

Year Ended June 30, 2024

	College	Foundation
Operating revenues:		
Tuition and fees, net of scholarship allowances of $19,506,094	$ 45,854,205	$ -
Federal appropriations	7,280,976	-
Iowa Industrial New Jobs Training Program	11,104,302	-
Auxiliary enterprises revenue	2,587,718	-
Contributions	-	4,691,500
Miscellaneous	17,247,782	-
Total operating revenues	84,074,983	4,691,500
Operating expenses:		
Education and support		
Liberal arts and sciences	29,804,920	-
Career and technical	40,597,842	-
Adult education	16,649,606	-
Cooperative services	8,037,450	-
Administration	4,743,789	254,835
Student services	16,059,893	-
Learning resources	3,454,807	-
Physical plant	27,302,253	-
General institution	21,951,717	-
Auxiliary enterprises	9,318,114	-
Scholarships and grants	-	4,080,772
Fund raising	-	-
Loan cancellations and bad debts	901,995	-
Administrative and collection costs	69,937	-
Depreciation	7,975,517	-
Total operating expenses	186,867,840	4,335,607
Operating (loss)	(102,792,857)	355,893
Nonoperating revenues (expenses):		
State appropriations	49,510,863	-
Pell grant	18,420,734	-
Property tax	42,311,841	-
Interest and investment income	4,472,917	2,497,612
Loss on disposition of capital assets	(192,474)	-
Interest on indebtedness	(2,104,919)	-
Net nonoperating revenues (expenses)	112,418,962	2,497,612
Change in net position	9,626,105	2,853,505
Transfers from agency funds	(36,100)	-
Total change in net position	9,590,005	2,853,505
Net position, beginning of year	141,025,852	22,851,088
Net position, end of year	$ 150,615,857	$ 25,704,593

Exhibit C

DES MOINES AREA COMMUNITY COLLEGE

Statement of Cash Flows

Year Ended June 30, 2024

Cash flows from operating activities:	
Tuition and fees	$ 44,730,365
Federal appropriations	5,741,574
Iowa Industrial New Jobs Training Program	9,975,217
Payments to employees for salaries and benefits	(122,437,770)
Payments to suppliers for goods and services	(58,398,252)
Auxiliary enterprise receipts	2,587,718
Other receipts	17,233,985
Net cash used in operating activities	(100,567,163)
Cash flows from noncapital financing activities:	
State appropriations	50,016,315
Pell grant	18,420,734
Property tax	42,311,841
Net agency fund activity	(43,544)
Proceeds from certificates payable	5,015,000
Principal paid on debt	(8,830,000)
Interest paid	(1,514,819)
Net cash provided by noncapital financing activities	105,375,527
Cash flows from capital and related financing activities:	
Acquisition of capital assets	(12,506,927)
Principal paid on debt	(7,415,000)
Proceeds from disposition of capital assets	110,499
Interest paid	(1,238,600)
Net cash (used in) capital and related financing activities	(21,050,028)
Cash flows from investing activities	
Interest on investments	4,472,917
Net cash provided by investing activities	4,472,917
Net decrease in cash and short-term pooled investments	(11,768,747)
Cash and short-term pooled investments at beginning of year	89,493,467
Cash and short-term pooled investments at end of year	$ 77,724,720

Exhibit C

DES MOINES AREA COMMUNITY COLLEGE

Statement of Cash Flows (Continued)

Year Ended June 30, 2024

Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	$ (102,792,857)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	7,975,517
Changes in assets and liabilities:	
Increase in accounts receivable	(3,069,336)
Decrease in Iowa Industrial New Jobs Training Program receivables	4,502,903
Increase in due from other governments	(1,033,951)
Decrease in lease receivable	856,812
Decrease in prepaid expenses	446,660
Decrease in inventories	5,807
Increase in accounts payable	677,425
Decrease in salaries and benefits payable	(1,522,837)
Decrease in unearned revenues	(3,686,492)
Increase in net pension liability	4,826,469
Increase in OPEB liability	608,163
Decrease in subscription liability	(87,307)
Increase in deferred outflows of resources	(3,617,209)
Decrease in deferred inflows of resources	(4,154,968)
Decrease in deposits held in custody for others	(501,962)
Total Adjustments	2,225,694
Net cash used in operating activities	$ (100,567,163)

Exhibit D

DES MOINES AREA COMMUNITY COLLEGE

Statement of Fiduciary Net Position - Custodial Funds

Year ended June 30, 2024

Assets		
Cash and short-term pooled investments	$	685,069
Accounts receivable		3,000
Total Assets		688,069
Liabilities		
Accounts payable		62,621
Total Liabilities		62,621
Net Assets		
Restricted:		
Other	$	625,448

Exhibit E

DES MOINES AREA COMMUNITY COLLEGE

Statement of Changes in Fiduciary Net Position - Custodial Funds

Year ended June 30, 2024

		Total
Additions:		
Federal appropriations	$	73,409
Other		1,276,532
Transfers in		37,529
Total additions		1,387,470
Deductions:		
Salaries and benefits		255,153
Services		764,106
Materials and supplies		121,476
Travel		121,088
Other		131,661
Transfers out		1,430
Total deductions		1,394,914
Changes in net position		(7,444)
Net position beginning of year		632,892
Net position end of year	$	625,448

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND RELATED MATTERS

Organization and Function

Des Moines Area Community College (the College) is a publicly supported, post-secondary, two-year institution established and operated as an area community college by Merged Area XI, as provided in Chapter 260C of the Code of Iowa. The College offers programs of adult and continuing education, lifelong learning, community education, and up to two years of liberal arts, pre-professional or occupational instruction partially fulfilling the requirements for a baccalaureate degree but confers no more than an associate degree. It also offers up to two years of vocational or technical education, training or retraining to persons who are preparing to enter the labor market. The College maintains campuses in Ankeny, Boone, Carroll, Des Moines, Newton, and West Des Moines and has its administrative offices in Ankeny. The College is governed by a Board of Directors whose members are elected from each director district within Merged Area XI.

In fulfilling the responsibilities assigned to it by law, the College offers a comprehensive educational program and support services to fulfill local and state needs. The College serves primarily students from the state of Iowa.

Reporting Entity

For financial reporting purposes, the College has included all funds, organizations, agencies, boards, commissions, and authorities. The College has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the College are such that exclusion would cause the College's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (a) the ability of the College to impose its will on that organization or (b) the potential for the organization to provide specific benefits to or impose specific financial burdens on the College.

The Des Moines Area Community College Foundation (the Foundation) qualifies as a component unit according to the Governmental Accounting Standards Board criteria. The Foundation is a nonprofit corporation controlled by a separate board of directors whose goal is to provide support to the College. Although the College does not control the timing or amount of the receipts from the Foundation, the majority of the resources that are held by the Foundation are used for the benefit of the College.

The Foundation is a non-profit organization which reports under accounting standards established by the Financial Accounting Standards Board (FASB). The Foundation's financial statements were prepared in accordance with the provisions of the Not-for-Profit Entities Topic of the FASB Accounting Standards Codification. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting for these differences. The Foundation reports net assets, which is equivalent to net position reported by the College. Copies of the Foundation's financial statements may be obtained by contacting the Foundation.

These financial statements present the College (the primary government) and the Foundation (its component unit). Certain disclosures about the Foundation are not included because the Foundation has been audited separately and a report has been issued under separate cover.

Financial Statement Presentation

GASB Statement No. 35 establishes standards for external financial reporting for public colleges and universities and requires resources to be classified for accounting and reporting purposes into the following net position categories:

Net Investment in Capital Assets: Capital assets, net of accumulated depreciation and outstanding debt obligations attributable to the acquisition, construction or improvement of those assets.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND RELATED MATTERS (continued)

Financial Statement Presentation (continued)

Restricted Net Position:

Nonexpendable – Net position subject to externally imposed stipulations that they be maintained permanently by the College.

Expendable – Net position whose use by the College is subject to externally imposed stipulations that can be fulfilled by actions of the College pursuant to those stipulations or that expire by the passage of time.

Unrestricted Net Position: Net position not subject to externally imposed stipulations. Examples include: student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. Resources may be designated for specific purposes by action of management or by the Board of Directors or may otherwise be limited by contractual agreements with outside parties. Substantially all unrestricted net position is designated for academic and general programs of the College.

The basic financial statements (i.e. the statement of net position, the statement of revenues, expenses and changes in net position, and the statement of cash flows) report information on all of the activities of the College. For the most part, the effect of interfund activity has been removed from these statements.

Other Supplementary Information

The other supplementary information of the College is presented on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance, revenues and expenditures. For reporting purposes, funds that have similar characteristics have been combined into fund groups. The various fund groups and their designated purposes are as follows:

Current Funds – The Current Funds are utilized to account for those economic resources that are expendable for the purpose of performing the primary and supporting missions of the College and consist of the following:

Unrestricted Fund – The Education and Support subgroup of the Unrestricted Fund accounts for the general operations of the College. All property tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this subgroup. From this subgroup are paid the general operating expenses, the fixed charges and the expenditures for plant assets that are not paid from other funds.

The Auxiliary Enterprises subgroup accounts for activities which are intended to provide non-instructional services for sales to students, staff and/or institutional departments, and which are supplemental to the educational and general objectives of the College. In addition, it accounts for activities which provide instructional and laboratory experiences for students and which incidentally create goods and services that may be sold to students, faculty, staff and the general public.

Restricted Fund – The Restricted Fund is used to account for resources that are available for the operation and support of the educational program but which are restricted as to their use by donors or outside agencies.

Loan Funds – The Loan Funds are used to account for loans to students, and are financed primarily by the student government.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND RELATED MATTERS (continued)

Other Supplementary Information (continued)

Plant Funds – The Plant Funds are used to account for transactions relating to investment in the College properties, and consist of the following self-balancing subfunds:

Unexpended – This subfund is used to account for the unexpended resources derived from various sources for the acquisition or construction of plant assets.

Retirement of Indebtedness – This subfund is used to account for the accumulation of resources for principal and interest payments on plant indebtedness.

Investment in Plant – This subfund is used to account for the excess of the carrying value of plant assets over the related liabilities.

Custodial Funds – The Custodial Funds are used to account for assets held by the College in a custodial capacity or as an agent for others. Custodial Funds' assets equal liabilities.

The Budgetary Comparison Schedule of Expenditures – Budget to Actual provides a comparison of the budget to actual expenditures for those funds and/or levies required to be budgeted. Since the College uses Business Type Activities reporting this budgetary comparison information is included as other supplementary information.

Measurement Focus and Basis of Accounting

For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities as defined in GASB Statement No. 34. Accordingly, the basic financial statements of the College have been prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The College's financial statements are prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board.

Schedules presented in the supplementary information are reported using the current financial resources measurement focus and the modified accrual basis of accounting with modifications for depreciation and other items included in the adjustments column. The schedule of revenues, expenditures and changes in fund balances is a schedule of financial activities related to the current reporting period. It does not purport to present the results of operations or net income or loss for the period as would a statement of income or a statement of revenues and expenses.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position

Cash and Pooled Investments – Investments are stated at fair value except for the investment in the Iowa Schools Joint Investment Trust, which is valued at amortized cost, and nonnegotiable certificates of deposit, which are stated at cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to a known amount of cash and, at the day of purchase, have a maturity date no longer than three months.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND RELATED MATTERS (continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

Property Tax Receivable – Property tax receivable is recognized on the levy or lien date, which is the date that the tax asking is certified by the Board of Directors to the appropriate County Auditors. The succeeding year property tax receivable represents taxes certified by the Board of Directors to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the Board of Directors is required to certify its budget to the County Auditor prior to June 1 of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is reported as a deferred inflow of resources and will not be recognized as revenue until the year for which it is levied.

Receivable for Iowa Industrial New Jobs Training Program (NJTP) – This represents the amount to be remitted to the College for training projects entered into between the College and employers under the provisions of Chapter 260E of the Code of Iowa. The receivable amount is based on expenditures incurred through June 30, 2024 on NJTP projects, including interest incurred on NJTP certificates, less revenues received to date.

Due from Other Governments – This represents state aid, grants and reimbursements due from the State of Iowa and grants and reimbursements due from the federal government.

Inventories – Inventories are valued at lower of cost (first-in, first-out method) or market. The cost is recorded as an expense at the time individual inventory items are consumed.

Capital Assets – Capital assets, which include land, buildings and improvements, and equipment and vehicles, are recorded at historical cost (except for intangible right-to-use IT subscription asset, the measurement of which is discussed under Subscription-Based Information Technology Arrangements below) if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Capital assets are defined by the College as assets with initial, individual costs in excess of $5,000 and estimated useful lives in excess of two years.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	15-40
Improvements other than buildings	10-40
Equipment and vehicles	4-10
Right-to-use subscription asset	2-5

The College does not capitalize or depreciate library books. The value of each book falls below the capital asset threshold and the balance was deemed immaterial to the financial statements.

Leases – College as Lessee – The College monitors its leases and circumstances that would require the measurement of a lease asset and liability, currently the college does not have any such leases.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND RELATED MATTERS (continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

Leases – College as Lessor – The College is a lessor for a non-cancellable lease of school buildings. The College recognizes a lease receivable and a deferred inflow of resources in the financial statements.

At the commencement of a lease, the College initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgements include how the College determines the discount rate it uses to discount the expected lease receipts to present value, lease term and lease receipts.

The College uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the non-cancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The College monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Subscription-Based Information Technology Arrangements (SBITA) – The College has entered into a contract that conveys control of the right to use information technology software. The College has recognized an IT subscription liability and an intangible right-to-use asset in the government-wide financial statements.

At the commencement of the IT subscription term, the College initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the IT subscription liability is reduced by the principal portion of payments made. The right-to-use IT subscription asset is initially measured as the sum of the initial IT subscription liability, adjusted for payments made at or before the commencement date, plus capitalization implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subsequently, the right-to-use IT subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to IT subscription arrangements include how the College determines the discount rate it uses to discount the expected payments to present value, term and payments.

The College uses the interest rate charged by the IT subscription vendor as the discount rate. When the interest rate charged by the vendor is not provided, the College generally uses its estimated incremental borrowing rate as the discount rate.

The IT subscription term includes the noncancellable period of the subscription. Payments included in the measurement of the liability are composed of fixed payments.

The College monitors changes in circumstances that would require a remeasurement of its IT subscription and will remeasure the right-to-use IT subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use IT subscription assets are reported with other capital assets and IT subscription liabilities are reported separately on the statement of net position.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

Deferred Outflows of Resources – Deferred outflows of resources represent a consumption of net position applicable to a future year(s) and will not be recognized as an outflow of resources (expense) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension and OPEB expense and contributions from the College after the measurement date but before the end of the College's reporting period.

Salaries and Benefits Payable – Payroll and related expenses for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities.

Unearned Revenue – Unearned revenue represents the amount of assets that have been recognized, but the related revenue has not been recognized since the assets have not been spent for their intended purpose. Unearned revenue consists of unspent grant proceeds, advanced student tuition, and deferred administrative and training revenue for NJTP projects.

Compensated Absences – College employees accumulate a limited amount of earned but unused vacation and sick leave hours for subsequent use or for payment upon termination, death or retirement. Amounts representing the cost of compensated absences are recorded as liabilities. These liabilities have been computed based on rates of pay in effect at June 30, 2024.

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and additions to/deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Total OPEB Liability – For purposes of measuring the total OPEB liability, deferred outflows of resources related to OPEB and OPEB expense, information has been determined based on the College's actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

Tuition and Fees – Tuition and fees revenues are reported net of scholarship allowances, while stipends and other payments made directly to students are presented as scholarship and fellowship expenses.

Deferred Inflows of Resources – Deferred inflows of resources represent an acquisition of net position applicable to a future year(s) and will not be recognized as an inflow of resources (revenue) until that time. Deferred inflows of resources in the Statement of Net Position consists of succeeding year property tax receivable that will not be recognized as revenue until the year for which it is levied, lease related receivable that will be recognized as revenue in the year earned, unrecognized items not yet charged to pension expense and the unamortized portion of the net difference between projected and actual earnings on pension plan investments.

Auxiliary Enterprise Revenues – Auxiliary enterprise revenues primarily represent revenues generated by the career education, central stores and athletics funds.

Income Taxes – The College is exempt from federal income taxes under the provisions of Section 115 of the Internal Revenue Code as a political subdivision of the State of Iowa. As such, the College is subject to federal income taxes only on any net unrelated business income under the provisions of Section 511 of the Internal Revenue Code.

Insurance Coverage – The College does not participate in a public entity risk pool. The College does carry commercial insurance coverage associated with all applicable risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

<u>Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)</u>

Operating and Non-operating Activities – Operating activities, as reported in the Statement of Revenues, Expenses and Changes in Net Position, are transactions that result from exchange transactions, such as payments received for providing services and payments made for services or goods received. Non-operating activities include state appropriations, Pell grants, property tax and interest income.

Scholarship Allowances and Student Aid – Financial aid to students is reported in the financial statements under the alternative method, as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid (loans, funds provided to students as awarded by third parties and Federal Direct Lending) is accounted for as third party payments (credited to the student's account as if the student made the payment). All other aid is reflected in the financial statements as operating expenses or scholarship allowances, which reduce revenues. The amount reported as operating expenses represents the portion of aid that was provided to the student in the form of cash. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition. Under the alternative method, these amounts are computed on a total College basis by allocating the cash payments to students, excluding payments for services, on the ratio of all aid to the aid not considered to be third party aid.

Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

NOTE 2 CASH AND POOLED INVESTMENTS

The College's cash and deposits (money market accounts and certificates of deposit) at June 30, 2024 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to ensure there will be no loss of public funds.

The College is authorized by statute to invest public funds in obligations of the United States government, its agencies, and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Directors; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

NOTE 2 CASH AND POOLED INVESTMENTS (continued)

As of June 30, 2024, the College's cash and short-term pooled investments are as follows:

Deposits		
Cash	$	35,996,759
Iowa Schools Joint Investment Trust		
Diversified Portfolio and Money Market		41,727,961
Total cash and short-term pooled investments	$	77,724,720

Cash and short-term pooled investments		
Exhibit A - Statement of net position	$	77,039,651
Exhibit D - Statement of fiduciary net position		685,069
Total cash and short-term pooled investments	$	77,724,720

The College uses the fair value hierarchy established by generally accepted accounting principles based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs.

The investments in Iowa Schools Joint Investment Trust (ISJIT) are valued at an amortized cost. There were no limitations or restrictions on withdrawals for the ISJIT investments.

Foundation

The Foundation categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The Foundation has the following recurring fair value measurements as of June 30, 2024:

Investments		Fair Value
Cash and cash equivalents	$	2,514,650
Money market funds		409,592
Mutual funds		22,320,578
	$	25,244,820

Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The investments listed above have quoted prices in active markets and are Level 1 inputs.

Interest rate risk. The College's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) to instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days but the maturities shall be consistent with the needs and use of the College.

Credit risk. The College's investments in the Iowa Schools Joint Investment Trust were rated AAAm by Standard & Poor's Financial Services.

Concentration of credit risk. The College's investment policy limits the amount of prime eligible bankers acceptances and commercial paper that may be invested in any one issuer to 5% of the College's investment portfolio at the time of purchase. Investments other than prime eligible bankers acceptances and commercial paper are not subject to the 5% limitation.

NOTE 3 INVENTORIES

The College's inventories at June 30, 2024 are as follows:

Type	Amount
Supplies and materials	$ 33,522
Merchandise held for resale	232,883
Total	$ 266,405

NOTE 4 CAPITAL ASSETS

A summary of the change in capital assets for the year ended June 30, 2024 is as follows:

	Balance beginning of year	Additions	Transfers	Deletions	Balance end of year
Capital assets not being depreciated					
Land	$ 8,789,109	$ -	$ -	$ 22,707	$ 8,766,402
Construction in progress	2,159,107	9,304,602	(6,790,169)	-	4,673,540
Total capital assets not being depreciated	10,948,216	9,304,602	(6,790,169)	22,707	13,439,942
Capital assets being depreciated					
Buildings	246,679,722	585,530	6,790,169	-	254,055,421
Improvements other than buildings	20,582,557	444,078	-	-	21,026,635
Equipment and vehicles	22,678,198	2,172,716	-	358,090	24,492,824
Right-to-use subscription asset	15,374,093	(110,499)	-		15,263,594
Total capital assets being depreciated	305,314,570	3,091,825	6,790,169	358,090	314,838,474
Less accumulated depreciation for					
Buildings	84,051,338	6,041,662	-	-	90,093,000
Improvements other than buildings	14,013,124	393,501	-	-	14,406,625
Equipment and vehicles	15,461,428	1,551,404	-	188,323	16,824,509
Right-to-use subscription asset	1,537,409	(11,050)	-	-	1,526,359
Total accumulated depreciation	115,063,299	7,975,517	-	188,323	122,850,493
Total capital assets being depreciated, net	190,251,271	(4,773,193)	6,790,169	169,767	191,987,981
Capital assets, net	$ 201,199,487	$ 4,531,409	$ -	$ 192,474	$ 205,427,923

Construction in progress at June 30, 2024 includes the Transportation Institute and the Newton Legacy Green Space. The College has entered into agreements for these projects totaling approximately $8,820,000 of which approximately $3,935,000 has been completed.

NOTE 5 LEASE RECEIVABLE

The College owns property that it leases to other State of Iowa agencies and other businesses. Future principal and interest receivable as of June 30, 2024 are as follows:

Year ending June 30	Principal	Interest	Total
2025	$ 428,372	21,312	$ 449,684
2026	373,255	13,033	386,288
2027	78,329	8,754	87,083
2028	48,002	7,587	55,589
Thereafter	362,974	26,045	389,019
Total	$ 1,290,932	$ 76,731	$ 1,367,663

NOTE 6 CHANGES IN NONCURRENT LIABILITIES

A summary of changes in noncurrent liabilities for the year ended June 30, 2024 is as follows:

	Plant Fund Capital Loan Notes Payable	Certificates Payable	Unearned revenue, NJTP	Subscription Liability
Balance, beginning of year	$ 30,965,000	$ 55,545,000	$ 28,135,793	$ 12,292,595
Additions	-	5,015,000	6,713,785	-
Reductions	7,415,000	8,830,000	12,345,773	87,307
	23,550,000	51,730,000	22,503,805	12,205,288
Plus net unamortized premium	2,450,866	276,461	-	-
Balance, end of year	26,000,866	52,006,461	22,503,805	12,205,288
Less current portion	8,228,010	6,852,764	12,923,363	2,881,566
Total noncurrent liabilities	$ 17,772,856	$ 45,153,697	$ 9,580,442	$ 9,323,722

	OPEB liability	Early Retirement and Net Pension Liability	Compensated absences	Total
Balance, beginning of year	$ 21,801,534	$ 38,250,921	$ 2,328,000	$ 189,318,843
Additions	2,094,857	6,181,180	67,000	20,071,822
Reductions	1,486,694	1,354,711	-	31,519,485
	22,409,697	43,077,390	2,395,000	177,871,180
Plus net unamortized premium	-	-	-	2,727,327
Balance, end of year	22,409,697	43,077,390	2,395,000	180,598,507
Less current portion	797,829	1,181,254	-	32,864,786
Total noncurrent liabilities	$ 21,611,868	$ 41,896,136	$ 2,395,000	$ 147,733,721

NOTE 6 CHANGES IN NONCURRENT LIABILITIES (continued)

Plant Fund Capital Loan Notes Payable

The College has issued revenue bonds and notes payable for the purchase and construction of College properties as allowed by Section 260C.19 and Section 260C.58 of the Code of Iowa. Details of the scheduled maturities for the College's revenue bonds and notes payable at June 30, 2024 are as follows:

Year ending June 30	Principal	Interest	Total
2025	$ 7,550,000	942,000	$ 8,492,000
2026	4,000,000	640,000	4,640,000
2027	4,000,000	480,000	4,480,000
2028	4,000,000	320,000	4,320,000
2029	4,000,000	160,000	4,160,000
Total	$ 23,550,000	$ 2,542,000	$ 26,092,000

Plant fund capital loan notes payable consisted of the following at June 30, 2024:

Plant fund capital loan notes payable dated July 30, 2015 and July 30, 2019 with interest rates between 2.00% and 4.00%	$ 23,550,000
Total	$ 23,550,000

The plant fund capital loan notes totaling $23,550,000 are payable over five years. The proceeds of the notes were used to pay for the various costs of the building projects for the College. Interest on the notes payable is payable semiannually, while principal payments are due annually.

Total interest cost on the plant fund capital loan notes payable during the year ended June 30, 2024 was $1,238,600.

NOTE 6 CHANGES IN NONCURRENT LIABILITIES (continued)

Certificates Payable

Pursuant to agreements dated from 2017 to 2023, the College issued certificates totaling $51,730,000 at June 30, 2024 with interest rates ranging from 1.00% to 6.00% per annum. The debt was issued to fund the development and training costs incurred relative to implementing Chapter 260E of the Code of Iowa. Iowa Industrial New Jobs Training Program's (NJTP's) purpose is to provide tax-aided training for employees of industries which are new or are expanding their operations within the state of Iowa. Interest is payable semiannually, while principal payments are due annually. Amounts due will be paid from anticipated job credits from withholding taxes, and, in the case of default, standby property taxes collected pursuant to Chapter 260E. The certificates will mature as follows:

Year ending June 30	Principal	Interest	Total
2025	$ 6,790,000	1,500,421	$ 8,290,421
2026	7,755,000	1,327,130	9,082,130
2027	8,755,000	1,124,240	9,879,240
2028	8,295,000	894,815	9,189,815
2029	7,110,000	668,040	7,778,040
2030-2033	13,025,000	981,780	14,006,780
Total	$ 51,730,000	$ 6,496,426	$ 58,226,426

Since inception, the College has administered 891 projects, with 91 currently receiving project funding. Of the remaining projects, 712 have been completed and closed and 88 have been completed with only repayment of the certificates left.

Total interest costs on the certificates during the year ended June 30, 2024 was $1,567,830.

IT Subscription Liability

The College has entered into subscription license and services information technology agreements with vendors for financial and educational software with an initial subscription liability of $15,263,594. The agreements require annual payments over an average term of 4.5 years and an implicit rate of 3.84%. During the year ended June 30, 2024, the College made payments in the amount of $3,058,306.

Future principal and interest payments as of June 30, 2024 are as follows:

Year ending June 30	Principal	Interest	Total
2025	$ 2,881,566	405,434	$ 3,287,000
2026	2,991,561	295,439	3,287,000
2027	3,106,437	180,563	3,287,000
2028	3,225,724	61,276	3,287,000
Total	$ 12,205,288	$ 942,712	$ 13,148,000

NOTE 7 IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM (IPERS)

Plan Description – IPERS membership is mandatory for employees of the College except for those covered by another retirement system. Employees of the College are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by IPERS. IPERS issues a stand-alone financial report which is available to the public by mail at P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

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

Pension Benefits – A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier based on years of service.
- The member's highest five-year average salary. For members with service before June 30, 2012, the highest three-year average salary as of that date will be used if it is greater than the highest five-year average salary.

NOTE 7 IOWA PUBLIC EMPLOYEES RETIREMENT SYSTEM (IPERS) (continued)

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50% for each month that the member receives benefits before age 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

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

Contributions – Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2024, pursuant to the required rate, Regular members contributed 6.29% of covered payroll and the College contributed 9.44% of covered payroll, for a total rate of 15.73%.

The College's contributions to IPERS for the year ended June 30, 2024 were $4,696,145.

Net Pension Liability, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2024, the College reported a liability of $23,732,588 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The College's proportion of the net pension liability was based on the College's share of contributions to IPERS relative to the contributions of all IPERS participating employers. At June 30, 2023, the College's proportion was 0.514335%, which was an increase of 0.02173% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the College recognized pension expense of $2,190,158. At June 30, 2024, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

NOTE 7 IOWA PUBLIC EMPLOYEES RETIREMENT SYSTEM (IPERS) (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,007,809	$ 97,549
Changes of assumptions	-	376
Net difference between projected and actual earnings on IPERS' investments	2,197,925	-
Changes in proportion and differences between College contributions and the College's proportionate share of contributions	1,616,022	363,226
College contributions subsequent to the measurement date	4,696,145	
Total	$ 10,517,901	$ 461,151

$4,696,145 reported as deferred outflows of resources related to pensions resulting from the College contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30	Amount
2025	$ (109,494)
2026	(1,510,708)
2027	5,622,858
2028	1,166,980
2029	190,969
Total	$ 5,360,605

There were no non-employer contributing entities to IPERS.

Actuarial Assumptions – The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

NOTE 7 IOWA PUBLIC EMPLOYEES RETIREMENT SYSTEM (IPERS) (continued)

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of a quadrennial experience study covering the period of July 1, 2017 through June 30, 2021.

Mortality rates used in the 2023 valuation were based on the PubG-2010 mortality tables with future mortality improvements modeled using Scale MP-2021.

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

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	21.0%	4.56%
International equity	16.5	6.22
Global smart beta equity	5.0	5.22
Core plus fixed income	23.0	2.69
Public credit	3.0	4.38
Cash	1.0	1.59
Private equity	17.0	10.44
Private real assets	9.0	3.88
Private credit	4.5	4.60
Total	100.0%	

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

Sensitivity of the College's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the College's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate.

	1 % Decrease (6.00%)	Discount Rate (7.00%)	1 % Increase (8.00%)
College's proportionate share of the net pension liability	$ 50,460,777	$ 23,732,588	$ 1,333,930

IPERS Fiduciary Net Position – Detailed information about the IPERS' fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS' website at www.ipers.org.

NOTE 8 TEACHERS INSURANCE AND ANNUITY ASSOCIATION

As required by Chapter 97B.42 of the Code of Iowa, all eligible College employees must participate in a retirement plan from the date they are employed. In lieu of participating in IPERS, eligible employees may participate in the Iowa Association of Community College Trustees 403(a) plan, which is a defined contribution pension plan administered by the Teachers Insurance and Annuity Association (TIAA). The defined contribution retirement plan provides individual annuities for each plan participant.

Benefit terms, including contribution requirements, for TIAA are established and specified by the plan with TIAA and in accordance with the Code of Iowa. For each employee in the pension plan, the College is required to contribute 9.44% of annual salary, including overtime pay, to an individual employee account. Each employee is required to contribute 6.29%. Contributions made by both the College and employees vest immediately. For the year ended June 30, 2024 employee contributions totaled $1,819,206 and the College recognized pension expense of $2,730,256.

NOTE 9 PENSION COSTS - EARLY RETIREMENT

Plan Administration – The College administers an Early Retirement Cash Benefit Plan (Plan) providing a one-time cash benefit to retired employees under certain conditions. The College does not issue a separate report that includes financial statements and required supplementary information for the Plan.

Benefits Provided – Individuals who are employed by Des Moines Area Community College are eligible to receive a one-time cash benefit upon retirement if they are at least 55 years old and have been employed for a minimum of ten years prior to retirement. Upon initial eligibility, the employee has an eligibility period that ends after seven years. The benefit is 70% of the employee's annual salary during the year of retirement, plus an additional 2% of salary for each year of service beyond ten.

Plan Membership – as of July 1, 2022, plan membership consisted of the following:

Inactive members currently receiving benefits	22
Active members	853
Total	875

Investment Policy – The College's obligation is unfunded at July 1, 2022. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 73.

Sensitivity of the Total Pension Liability to Changes in the Discount Rate – The following presents the total pension liability, calculated using the current discount rate of 3.54%, as well as the total pension liability calculated using a discount rate that is 1% lower (2.54%) or 1% higher (4.54%) than the current rate:

	1 % Decrease 2.54%	Current Discount Rate 3.54%	1 % Increase 4.54%
Total Pension Liability	$ 20,266,546	$ 19,344,802	$ 18,476,231

NOTE 9 PENSION COSTS - EARLY RETIREMENT(continued)

Pension Expense

Pension Expense	**Measurement Period Ended June 30, 2023**
Service Cost	$ 1,330,141
Interest on Total Pension Liability	670,427
Recognition of Deferred (Inflows)/Outflows of Resources	
Economic/Demographic (Gains)/Losses	106,183
Assumption Changes	8,604
Pension Expense	$ 2,115,355

Expected Remaining Service Lives – Under GASB 73, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total Pension liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. The amortization period is calculated as the weighted average of expected remaining service lives assuming zero years for all inactive members.

The amortization period for the July 1, 2021 to June 30, 2022 measurement period was determined as follows:

As of July 1, 2021	Number of Members	Expected Remaining Service Lives
Active Members	855	8.581
Inactive Members	19	0.000
Weighted Average Rounded to the Nearest Tenth		8.4

Deferred Inflows and Outflows of Resources – Under GASB 73, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total Pension liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. As of June 30, 2024, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	$ (295,279)	$ 512,314
Changes of assumptions	(1,001,311)	1,433,414
Total	$ (1,296,590)	$ 1,945,728

NOTE 9 PENSION COSTS - EARLY RETIREMENT(continued)

Other amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in future years' pension expense as follows:

Year ending June 30:	Annual Recognition
2025	$ 127,347
2026	177,563
2027	177,563
2028	177,563
2029	(3,733)
Thereafter	(7,165)
Total	$ 649,138

Schedule of Deferred Inflows and Outflows of Resources

	Original Amount	Date Established (Measurement Date)	Original Recognition Period *	Amount Recognized in Expense June 30, 2024	Balance of Deferred Inflows June 30, 2024	Balance of Deferred Outflows June 30, 2024
Economic/	$ (387,555)	6/30/2022	8.4	$ (46,138)	$ (295,279)	$ -
Demographic	727,043	6/30/2020	8.3	87,596	-	376,659
(Gains)/Losses	353,711	6/30/2018	6.8	52,016	-	41,615
	195,712	6/30/2016	15.4	12,709	-	94,040
				$ 106,183	$ (295,279)	$ 512,314
Assumption	$ (1,193,692)	6/30/2022	8.4	$ (142,106)	$ (909,480)	$ -
Changes	1,422,508	6/30/2020	8.3	171,387	-	736,960
	(780,583)	6/30/2018	6.8	(114,792)	(91,831)	-
	1,449,374	6/30/2016	15.4	94,115	-	696,454
				$ 8,604	$ (1,001,311)	$ 1,433,414

NOTE 10 OTHER POST EMPLOYMENT BENEFITS (OPEB)

Plan Administration – The College administers an Other Postemployment Benefits (OPEB) plan providing medical, prescription drug, and dental benefits to retired employees and their dependents under certain conditions. The College does not issue a separate report that includes financial statements and required supplementary information for the OPEB plan.

Benefits Provided – Individuals who are employed by the College and are eligible to participate in the group health plan are eligible to continue healthcare benefits upon retirement if they are age 55 with 10 years of service or are eligible to receive IPERS or TIAA retirement benefits. Coverage during retirement continues in the group health and dental plans. Employees covered by the plan make contributions toward the plan premiums, but employees participating in the early retirement program may have a single premium paid by the College.

Plan Membership – as of July 1, 2022, plan membership consisted of the following:

Inactive members currently receiving benefits	101
Active members	855
Total	956

Investment Policy – The College's obligation is unfunded at July 1, 2022. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75.

Actuarial Assumptions – The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement.

Rate of inflation (effective June 30, 2022)	3.00% per annum.
Rate of salary increase (effective June 30, 2022)	3.50% per annum
Discount rate (effective June 30, 2022)	3.54% per annum
Healthcare cost trend rate (effective June 30, 2022)	5.00% for medical and dental for all years

Discount Rate – The discount rate used to measure the total OPEB liability was 3.54% which reflects the index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date.

Mortality rates are from the RP-2014 annuitant distinct mortality table adjusted to 2006 with MP-2021 generational projection of future mortality improvement. Annual retirement probabilities are based on varying rates by age and turnover probabilities mirror those used by IPERS.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study with dates corresponding to those listed above.

Total OPEB Liability

		As of July 1, 2022
Actuarial Present Value of Future Benefits		
Retired - Employees	$	3,492,576
Retired - Spouses/Dependents		246,604
Actives - Employees		27,978,914
Actives - Spouses/Dependents		421,429
Total	$	32,139,523
Total OPEB Liability		
Retired - Employees	$	3,492,576
Retired - Spouses/Dependents		246,604
Actives - Employees		17,080,713
Actives - Spouses/Dependents		258,018
Total	$	21,077,911

The Total OPEB Liability of the College at June 30, 2024 is projected to be $22,409,697.

There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, so the Net Fiduciary Position is $0 and the Net OPEB Liability would be equal to the Total OPEB Liability.

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate – The following presents the total OPEB liability, calculated using the current healthcare cost trend rate of 5.0%, as well as the total OPEB liability calculated using a rate that is 1% lower (4.0%) or 1% higher (6.0%) than the current rate:

	1% Decrease to 4.0%	Current Healthcare Cost Trend Rate 5.0%	1% Increase to 6.0%
Total OPEB Liability	$ 20,549,441	$ 22,409,697	$ 24,527,934

NOTE 10 OTHER POST EMPLOYMENT BENEFITS (OPEB)(continued)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability, calculated using the current discount rate of 3.54%, as well as the total OPEB liability calculated using a discount rate that is 1% lower (2.54%) or 1% higher (4.54%) than the current rate:

	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
Total OPEB Liability	$ 23,947,672	$ 22,409,697	$ 20,997,895

OPEB Expense

OPEB Expense	**Fiscal Year Ended June 30, 2024**
Service Cost	$ 1,303,262
Interest on Total OPEB Liability	791,595
Recognition of Deferred (Inflows)/Outflows of Resources	
Economic/Demographic (Gains)/Losses	(171,317)
Assumption Changes	220,737
OPEB Expense	$ 2,144,277

Expected Remaining Service Lives – Under GASB 75, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total OPEB liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. The amortization period is calculated as the weighted average of expected remaining service lives assuming zero years for all inactive members.

NOTE 10 OTHER POST EMPLOYMENT BENEFITS (OPEB)(continued)

The amortization period for the July 1, 2022 to June 30, 2023 measurement period was determined as follows.

As of July 1, 2022	Number of Members	Expected Remaining Service Lives
Active Members	855	8.581
Inactive Members	101	0.000
Weighted Average Rounded to the Nearest Tenth		7.7

Deferred Inflows and Deferred Outflows of Resources Related to OPEB – Under GASB 75, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total OPEB liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. At June 30, 2024, the College reported deferred inflows and outflows of resources related to OPEB from the following resources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	$ (1,162,510)	$ 142,567
Changes of assumptions	(1,693,065)	1,364,633
Total	$ (2,855,575)	$ 1,507,200

The amount reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year ending June 30:	Annual Recognition
2025	$ (11,952)
2026	(157,287)
2027	(176,508)
2028	(296,065)
2029	(415,622)
Thereafter	(290,941)
Total	$ (1,348,375)

NOTE 10 OTHER POST EMPLOYMENT BENEFITS (OPEB)(continued)

Schedule of Deferred Inflows and Outflows of Resources

	Original Amount	Date Established (Measurement Date)	Original Recognition Period *	Amount Recognized in Expense June 30, 2024	Balance of Deferred Inflows June 30, 2024	Balance of Deferred Outflows June 30, 2024
Economic/	$ (1,050,945)	6/30/2023	7.7	$ (136,486)	$ (777,973)	$ -
Demographic	(824,009)	6/30/2021	7.5	(109,868)	(384,537)	-
(Gains)/Losses	592,789	6/30/2019	7.9	75,037	-	142,567
				$ (171,317)	$ (1,162,510)	$ 142,567
Assumption	$ (2,149,350)	6/30/2023	7.7	$ (279,136)	$ (1,591,078)	$ -
Changes	2,617,364	6/30/2021	7.5	348,982	-	1,221,436
(Gains)/Losses	(424,055)	6/30/2019	7.9	(53,678)	(101,987)	-
	1,575,180	6/30/2018	7.7	204,569	-	143,197
				$ 220,737	$ (1,693,065)	$ 1,364,633

*Economic/demographic (gains) and losses along with assumption changes are recognized over a closed period equal to the weighted average of expected remaining service lives for all active and inactive members.

NOTE 11 TAX ABATEMENTS

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

College Tax Abatements – The College provides tax abatements for industrial new jobs training projects with the tax increment financing as provided for in section 403.19 of the Code of Iowa and/or state income tax withholding as provided for in section 260E.5 of the Code of Iowa. For those types of projects, the College enters into agreements with employers which require the College, after employers meet the terms of the agreements, to pay the employers for the costs of on-the-job training not to exceed 50% of the annual gross payroll costs for up to one year of the new jobs. No other commitments were made by the College as part of these agreements.

For the year ended June 30, 2024, the College had no abatements of property tax and $13,339,411 of state income tax withholding under the projects.

NOTE 11 TAX ABATEMENTS (continued)

Tax Abatements of Other Entities – Property tax revenues of the College were reduced by the following amounts for the year ended June 30, 2024 under agreements entered into by the following entities:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Adair	Other tax abatement program	$ 396
City of Altoona	Other tax abatement program	$ 28,841
City of Ames	Other tax abatement program	13,152
City of Ankeny	Other tax abatement program	72,741
City of Ankeny	Urban renewal and economic development projects	1,768
City of Boone	Other tax abatement program	2,657
City of Boone	Urban renewal and economic development projects	12,654
Boone County	Other tax abatement program	12,306
Boone County	Urban renewal and economic development projects	6,349
City of Carlisle	Other tax abatement program	19,831
City of Carroll	Other tax abatement program	2,780
City of Clive	Other tax abatement program	10,721
City of Colfax	Other tax abatement program	184
City of Colfax	Urban renewal and economic development projects	1,013
City of Colo	Other tax abatement program	3,665
City of Coon Rapids	Other tax abatement program	4,269
City of Dallas Center	Urban renewal and economic development projects	1,220
City of De Soto	Other tax abatement program	2,695
City of Des Moines	Other tax abatement program	278,590
City of Earlham	Urban renewal and economic development projects	7,563
City of Elkhart	Urban renewal and economic development projects	7,517
City of Exira	Other tax abatement program	97
City of Gilbert	Urban renewal and economic development projects	2,538
City of Glidden	Urban renewal and economic development projects	508
City of Granger	Other tax abatement program	6,784
City of Grimes	Other tax abatement program	82,042
City of Halbur	Other tax abatement program	516
City of Hartford	Urban renewal and economic development projects	87
City of Huxley	Other tax abatement program	18,553
City of Johnston	Other tax abatement program	71,262
City of Kellogg	Other tax abatement program	3,644
City of Knoxville	Other tax abatement program	3,771
City of Knoxville	Urban renewal and economic development projects	3,316
City of Luther	Other tax abatement program	4,263
City of Madrid	Other tax abatement program	641
Mahaska County	Other tax abatement program	1,521
City of Manning	Urban renewal and economic development projects	1,132
City of Nevada	Other tax abatement program	8,239
City of Nevada	Urban renewal and economic development projects	16,288
City of Newton	Other tax abatement program	7,792
City of Norwalk	Other tax abatement program	49,495
City of Panora	Other tax abatement program	1,479
City of Panora	Urban renewal and economic development projects	420
City of Pella	Other tax abatement program	10,971
City of Perry	Other tax abatement program	2,329
City of Perry	Urban renewal and economic development projects	4,927
City of Pleasantville	Other tax abatement program	3,035
City of Pleasantville	Urban renewal and economic development projects	685
City of Polk City	Other tax abatement program	12,525
Polk County	Other tax abatement program	36,834
City of Prairie City	Other tax abatement program	266
City of Roland	Other tax abatement program	1,453
City of Slater	Other tax abatement program	1,520
City of Slater	Urban renewal and economic development projects	59,419
City of Story City	Urban renewal and economic development projects	2,732
City of Stuart	Other tax abatement program	5,510
City of Sully	Other tax abatement program	1,389
City of Templeton	Other tax abatement program	2,768
City of Urbandale	Other tax abatement program	31,680
City of Van Meter	Urban renewal and economic development projects	11,812
City of Waukee	Other tax abatement program	30,465
City of West Des Moines	Other tax abatement program	48,955
City of Winterset	Other tax abatement program	16,991
		$ 1,061,566

REQUIRED SUPPLEMENTARY INFORMATION

Des Moines Area Community College
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Iowa Public Employees' Retirement System
For the Last Ten Years
(In Thousands)

Required Supplementary Information

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
College's proportion of the net pension liability	0.514335%	0.492605%	0.478250%	0.491015%	0.475760%	0.447466%	0.435891%	0.436377%	0.434554%	0.413451%
College's proportionate share of the net pension liability	$ 23,733	$ 19,552	$ 670	$ 34,252	$ 27,735	$ 28,308	$ 28,776	$ 27,214	$ 21,604	$ 16,733
College's covered-employee payroll	$ 49,747	$ 46,156	$ 41,671	$ 38,842	$ 38,662	$ 36,408	$ 33,654	$ 32,243	$ 31,037	$ 29,980
College's proportionate share of the net pension liability as a percentage of its covered-employee payroll	47.71%	42.36%	1.61%	88.18%	71.74%	77.75%	85.51%	84.40%	69.61%	55.81%
IPERS' net position as a percentage of the total pension liability	90.13%	91.40%	100.81%	82.90%	85.45%	83.62%	82.21%	81.82%	85.19%	87.61%

* In accordance with GASB Statement No. 68, the amounts presented for each fiscal year were determined as of June 30 of the preceding fiscal year.

DES MOINES AREA COMMUNITY COLLEGE

Schedule of College Contributions

Iowa Public Employee's Retirement System

For the Last Ten Years

(In Thousands)

Required Supplementary Information

	Years ended June 30,									
	2024	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**
Statutory required contribution	$ 4,696	4,357	3,934	3,667	3,650	3,437	3,005	2,879	2,772	2,677
Contributions in relation to the statutorily required contribution	(4,696)	(4,357)	(3,934)	(3,667)	(3,650)	(3,437)	(3,005)	(2,879)	(2,772)	(2,677)
Contribution deficiency (excess)	$ -	-	-	-	-	-	-	-	-	-
College's covered-employee payroll	$ 49,747	46,156	41,671	38,842	38,662	36,408	33,654	32,243	31,037	29,980
Contributions as a percentage of covered-employee payroll	9.44%	9.44%	9.44%	9.44%	9.44%	9.44%	8.93%	8.93%	8.93%	8.93%

CHANGES OF BENEFIT TERMS:

There are no significant changes in benefit terms.

CHANGES OF ASSUMPTIONS:

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

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

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

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

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

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

Des Moines Area Community College
Schedule of the College's Early Retirement Pension Liability

Early Retirement
For the Last Eight Years *
(In Thousands)

Required Supplementary Information

	2024	2023	2022	2021	2020	2019	2018	2017
Total pension liability	$ 19,345	$ 18,699	$ 20,064	$ 19,602	$ 16,895	$ 17,307	$ 18,021	$ 18,701
College's covered-employee payroll	$ 62,832	$ 60,707	$ 60,773	$ 58,718	$ 55,460	$ 53,585	$ 53,765	$ 51,947
Total pension liability as a percentage of the covered-employee payroll	30.79%	30.80%	33.01%	33.38%	30.46%	32.30%	33.52%	36.00%

* In accordance with GASB Statement No. 73, the amounts presented for each fiscal year were determined as of June 30 of the preceding fiscal year.

Note: GASB Statement No. 73 requires ten years of information to be presented in this table. However, until a full 10 year trend is completed, the College will present information for those years for which information is available.

Des Moines Area Community College
Schedule of Changes in College's Total OPEB Liability, Related Ratios and Notes
For the Last Seven Years

Required Supplementary Information

	2024	2023	2022	2021	2020	2019	2018
Service cost	$ 1,303,262	$ 1,259,190	$ 1,518,352	$ 1,467,007	$ 1,175,058	$ 1,135,322	$ 1,157,330
Interest cost	791,595	767,667	540,733	526,639	820,167	802,774	723,101
Difference between expected and actual experiences	-	(1,050,945)	-	(824,009)	-	592,789	-
Changes in assumptions	-	(2,149,350)	-	2,617,364	-	(424,055)	1,575,180
Benefit payments	(1,486,694)	(1,303,234)	(1,460,161)	(1,354,282)	(1,533,125)	(1,523,618)	(1,440,371)
Net change in total OPEB liability	608,163	(2,476,672)	598,924	2,432,719	462,100	583,212	2,015,240
Total OPEB liability beginning of year	21,801,534	24,278,206	23,679,282	21,246,563	20,784,463	20,201,251	18,186,011
Total OPEB liability end of year	$ 22,409,697	$ 21,801,534	$ 24,278,206	$ 23,679,282	$ 21,246,563	$ 20,784,463	$ 20,201,251
Covered-Employee payroll	$ 62,831,898	$ 60,707,148	$ 60,773,286	$ 58,718,151	$ 55,460,366	$ 53,584,895	$ 53,765,153
Total OPEB liability as a percentage of the covered-employee payroll	35.67%	35.91%	39.95%	40.33%	38.31%	38.79%	37.57%

Des Moines Area Community College
Schedule of Changes in College's Total OPEB Liability, Related Ratios and Notes (Continued)
For the Last Seven Years

Required Supplementary Information

CHANGES OF BENEFIT TERMS:

There were no significant changes in benefit terms.

CHANGES OF ASSUMPTIONS:

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

Year ended June 30, 2024	3.54%
Year ended June 30, 2023	3.54%
Year ended June 30, 2022	2.21%
Year ended June 30, 2021	2.21%
Year ended June 30, 2020	3.87%
Year ended June 30, 2019	3.87%
Year ended June 30, 2018	3.58%
Year ended June 30, 2017	5.00%

No assets were accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75.

OTHER SUPPLEMENTARY INFORMATION

Schedule 1

Des Moines Area Community College

BUDGETARY COMPARISON SCHEDULE OF EXPENDITURES - BUDGET TO ACTUAL

Year ended June 30, 2024

Funds/Levy	Original budget	Actual	Variance between actual and budget
Unrestricted	$ 122,464,533	$ 121,372,446	$ 1,092,087
Restricted			
Unemployment	60,000	59,140	860
Insurance	18,255,000	12,527,147	5,727,853
Early retirement	2,768,570	2,488,685	279,885
Equipment replacement	5,070,884	4,344,495	726,389
Other	48,160,825	33,936,277	14,224,548
Total restricted	74,315,279	53,355,744	20,959,535
Total unrestricted/restricted	196,779,812	174,728,190	22,051,622
Plant	29,996,493	24,594,416	5,402,077
Total	$ 226,776,305	$ 199,322,606	$ 27,453,699

Note to Budgetary Reporting:

The Board of Directors annually prepares a budget designating the proposed expenditures for operation of the College on a basis consistent with accounting principles generally accepted in the United States of America. Following required public notice and hearing, and in accordance with Chapter 260C of the Code of Iowa, the Board of Directors certifies the approved budget to the appropriate county auditors and then submits the budget to the State Board of Education for approval. The budget may be amended during the year utilizing similar statutorily prescribed procedures. Formal and legal budgetary control is based on total operating expenditures.

Budgets are not required to be adopted for the Auxiliary Enterprises subgroup, Workforce Investment Act, Scholarships and Grants Accounts, Loan Funds, Endowment Funds and Agency Funds.

For the year ended June 30, 2024, the College’s expenditures did not exceed the amount budgeted.

Schedule 2

DES MOINES AREA COMMUNITY COLLEGE

Assets, Liabilities and Fund Balances

June 30, 2024

Assets	Current funds: General unrestricted funds	Current funds: General restricted funds	Nonoperating funds: Loan funds	Plant Funds: Unexpended	Plant Funds: Investment in plant	Adjustments	Totals
Cash and short-term pooled investments	$ 15,038,774	$ 56,871,146	$ 54,182	$ 5,075,549	$ -	$ -	$ 77,039,651
Receivables:							
Accounts, net of allowance of $313,785	22,427,364	2,940,732	3,610	1,675,000	-	-	27,046,706
Succeeding year property tax	12,238,422	21,404,299		12,238,422	-	-	45,881,143
Iowa Industrial New Jobs Training Program	-	36,754,612	-	-	-	-	36,754,612
Due from other governments	997,803	2,234,176	-	1,000,000	-	-	4,231,979
Lease receivable	-	-	-	-	-	1,367,663	1,367,663
Inventories	266,405	-	-	-	-	-	266,405
Prepaid expenses	142,531	2,555	-	-	-	-	145,086
	51,111,299	120,207,520	57,792	19,988,971	-	1,367,663	192,733,245
Capital assets:							
Land	-	-	-	-	8,766,402	-	8,766,402
Buildings	-	-	-	-	254,055,421	-	254,055,421
Improvements other than buildings	-	-	-	-	21,026,635	-	21,026,635
Equipment and vehicles	-	-	-	-	24,492,824	-	24,492,824
Construction in progress	-	-	-	-	4,673,540	-	4,673,540
Right-to-use subscription asset					15,263,594		15,263,594
Accumulated depreciation	-	-	-	-	-	(122,850,493)	(122,850,493)
Total assets	51,111,299	120,207,520	57,792	19,988,971	328,278,416	(121,482,830)	398,161,168
Deferred outflows of resources:							
Pension related deferred outflows	-	-	-	-	-	14,687,224	14,687,224
OPEB related deferred outflows	-	-	-	-	-	1,507,200	1,507,200
Total deferred outflows	-	-	-	-	-	16,194,424	16,194,424
Total assets and deferred outflows of resources	$ 51,111,299	$ 120,207,520	$ 57,792	$ 19,988,971	$ 328,278,416	$ (105,288,406)	$ 414,355,592

See accompanying independent auditor’s report.

Schedule 2

DES MOINES AREA COMMUNITY COLLEGE

Assets, Liabilities and Fund Balances (Continued)

June 30, 2024

	Current funds		Nonoperating funds				
				Plant Funds			
Liabilities, Deferred Inflows of Resources and Fund Balances	**General unrestricted funds**	**General restricted funds**	**Loan funds**	**Unexpended**	**Investment in plant**	**Adjustments**	**Totals**
Liabilities:							
Accounts payable	$ 753,873	$ 678,163	$ -	$ 2,526,099	$ -	$ -	$ 3,958,135
Salaries and benefits payable	4,929,422	192,999	-	2,600	-	-	5,125,021
Self-funded health claims payable	-	4,824,855	-	-	-	-	4,824,855
Accrued interest payable	-	123,035	-	74,639	-	-	197,674
Unearned revenue:							
Other	16,578,113	22,503,805	-	-	-	-	39,081,918
Early retirement pension costs payable	-	2,957,139	-	-	-	16,387,663	19,344,802
Deposits held in custody for others	15,723	579,585	-	-	-	-	595,308
Compensated absences	2,087,000	287,000	-	21,000	-	-	2,395,000
Subscription liability	-	-	-	-	12,205,288	-	12,205,288
Certificates payable	-	52,006,461	-	-	-	-	52,006,461
Plant fund capital loan notes payable	-	-	-	2,450,866	23,550,000	-	26,000,866
Net pension liability	-	-	-	-	-	23,732,588	23,732,588
Net OPEB liability	-	797,829	-	-	-	21,611,868	22,409,697
Total liabilities	24,364,131	84,950,871	-	5,075,204	35,755,288	61,732,119	211,877,613
Deferred inflows of resources							
Succeeding year property tax	12,238,422	21,404,299	-	12,238,422	-	-	45,881,143
Pension related deferred inflows						1,757,741	1,757,741
OPEB related deferred inflows	-	-	-	-	-	2,855,575	2,855,575
Lease related	-	-	-	-	-	1,367,663	1,367,663
Total deferred inflows of resources	12,238,422	21,404,299	-	12,238,422	-	5,980,979	51,862,122
Fund balances:							
Net investment in capital assets	-	-	-	-	292,523,128	(122,850,493)	169,672,635
Restricted:							
Nonexpendable:							
Cash reserve	-	755,088	-	-	-	-	755,088
Expendable:							
Scholarships and fellowships	-	488,530	-	-	-	-	488,530
Loans	-	-	57,792	-	-	-	57,792
Other	-	16,032,838	-	-	-	-	16,032,838
Unrestricted	14,508,746	(3,424,106)	-	2,675,345	-	(50,151,011)	(36,391,026)
Total fund balances	14,508,746	13,852,350	57,792	2,675,345	292,523,128	(173,001,504)	150,615,857
Total liabilities, deferred inflows or resources and fund balanc	$ 51,111,299	$ 120,207,520	$ 57,792	$ 19,988,971	$ 328,278,416	$ (105,288,406)	$ 414,355,592

See accompanying independent auditor’s report.

Schedule 3

DES MOINES AREA COMMUNITY COLLEGE

Revenues, Expenditures, and Changes in Fund Balances

Year Ended June 30, 2024

	Current operating funds				Plant Funds				
	Unrestricted	Restricted	Total	Loan funds	Unexpended	Retirement of indebtedness	Investment in plant	Adjustments	Totals
Revenues and other additions:									
Tuition and fees	$ 62,927,621	$ 2,432,678	$ 65,360,299	$ -	$ -	$ -	$ -	$ (19,506,094)	$ 45,854,205
Federal appropriations	295,807	24,405,903	24,701,710	-	1,000,000	-	-	-	25,701,710
Iowa Industrial New Jobs Training Program	-	11,104,302	11,104,302	-	-	-	-	-	11,104,302
State appropriations	39,405,615	9,041,633	48,447,248	-	1,063,615	-	-	-	49,510,863
Property tax	11,517,851	19,276,139	30,793,990		3,565,762	7,952,089		-	42,311,841
Auxiliary enterprises revenue	2,673,037	-	2,673,037	-	-	-	-	(85,319)	2,587,718
Interest and investment income	2,214,017	2,258,900	4,472,917	-	-	-	-	-	4,472,917
Expended for plant assets (including $2,079,333 in current operating fund expenditures)	-	-	-	-	-	-	12,506,926	(12,506,926)	-
Increase in plant investments due to revisions of lease/subscription assets	-	-	-	-	-	-	(23,190)	23,190	-
Retirement of indebtedness	-	-	-	-	-	-	7,415,000	(7,415,000)	-
Proceeds from sale of bonds	-	-	-	-	-	-	-	-	-
Miscellaneous	8,546,014	6,310,188	14,856,202	-	2,726,467	-	-	(334,887)	17,247,782
Total revenues and other additions	127,579,962	74,829,743	202,409,705	-	8,355,844	7,952,089	19,898,736	(39,825,036)	198,791,338
Expenditures and other deductions:									
Education and support:									
Liberal arts and sciences	29,999,610	-	29,999,610	-	-	-	-	(194,690)	29,804,920
Career and technical	37,374,145	3,488,887	40,863,032	-	-	-	-	(265,190)	40,597,842
Adult education	7,085,933	9,672,431	16,758,364	-	-	-	-	(108,758)	16,649,606
Cooperative services	-	8,089,952	8,089,952	-	-	-	-	(52,502)	8,037,450
Administration	4,832,038	-	4,832,038	-	-	-	-	(88,249)	4,743,789
Student services	15,069,680	1,095,119	16,164,799	-	-	-	-	(104,906)	16,059,893
Learning resources	3,477,375	-	3,477,375	-	-	-	-	(22,568)	3,454,807
Physical plant	9,239,710	12,265,365	21,505,075	-	6,214,735	-	-	(417,555)	27,302,255
General institution	13,105,882	8,931,154	22,037,036	-	-	-	-	(85,319)	21,951,717
Scholarships and grants	-	19,506,094	19,506,094	-	-	-	-	(19,506,094)	-
Total education and support	120,184,373	63,049,002	183,233,375	-	6,214,735	-	-	(20,845,831)	168,602,279
Auxiliary enterprises	9,318,114	-	9,318,114	-	-	-	-	-	9,318,114
Expended for plant assets	245,889	1,833,444	2,079,333	-	10,427,592	-	-	(12,506,925)	-
Administrative and collection costs	69,937	-	69,937	-	-	-	-	-	69,937
Retirement of indebtedness	-	-	-	-	-	7,415,000	-	(7,415,000)	-
Loan cancellations and bad debts	881,776	-	881,776	20,219	-	-	-	-	901,995
Interest on indebtedness	-	1,567,830	1,567,830	-	-	537,089	-	-	2,104,919
Depreciation	-	-	-	-	-	-	-	7,975,517	7,975,517
Disposition of capital assets	-	-	-	-	-	-	380,797	(188,323)	192,474
Total expenditures and other deductions	130,700,089	66,450,276	197,150,365	20,219	16,642,327	7,952,089	380,797	(32,980,562)	189,165,235
Excess(deficiency) of revenues over(under) expenditures	(3,120,127)	8,379,467	5,259,340	(20,219)	(8,286,483)	-	19,517,939	(6,844,474)	9,626,103
Transfers among funds:									
Non-mandatory transfers	1,557,084	(5,748,086)	(4,191,002)	5,000	4,149,902	-	-	-	(36,100)
Net increase (decrease) for the year	(1,563,043)	2,631,381	1,068,338	(15,219)	(4,136,581)	-	19,517,939	(6,844,474)	9,590,003
Fund balances at beginning of year	16,071,789	11,220,969	27,292,758	73,011	6,811,926	-	343,270,191	(236,422,032)	141,025,854
Fund balances at end of year	$ 14,508,746	$ 13,852,350	$ 28,361,096	$ 57,792	$ 2,675,345	$ -	$ 362,788,130	$ (243,266,506)	$ 150,615,857

See accompanying independent auditor’s report.

Schedule 4

DES MOINES AREA COMMUNITY COLLEGE

Revenues, Expenditures, and Changes in Fund Balances - Unrestricted Fund

Year ended June 30, 2024

	Education			Support					
	Liberal Arts and Sciences	Vocational Technical	Adult Education	Adminis-tration	Student Services	Learning Resources	Physical Plant	General Institution	Education and Support Total
Revenues:									
Tuition and fees	$ 38,998,731	$ 18,031,559	$ 5,653,646	$ 385	$ 5,550	$ -	$ -	$ 237,750	$ 62,927,621
Federal appropriations	-		-	24,110	-	-	-	271,697	295,807
State appropriations	-	45,302	107,341	-	-		-	39,252,972	39,405,615
Property tax	-	-	-	-	-	-		11,517,851	11,517,851
Interest income	-	-	-	-	-	-	-	2,214,017	2,214,017
Miscellaneous	389,325	684,194	59,703	241,256	550,310	3,380	318,043	895,530	3,141,741
	39,388,056	18,761,055	5,820,690	265,751	555,860	3,380	318,043	54,389,817	119,502,652
Allocation of support services	32,828,152	17,150,028	5,554,671	(265,751)	(555,860)	(3,380)	(318,043)	(54,389,817)	-
Total revenues	72,216,208	35,911,083	11,375,361	-	-	-	-	-	119,502,652
Expenditures:									
Salaries and benefits	28,411,476	34,661,291	3,657,027	3,377,563	14,524,066	3,144,669	5,926,579	8,018,384	101,721,055
Services	409,109	466,987	2,916,953	1,367,873	318,340	104,113	2,272,295	3,387,503	11,243,173
Materials and supplies	883,890	1,922,859	448,757	53,645	159,837	225,886	1,029,545	1,327,637	6,052,056
Travel	256,735	281,726	58,068	32,303	41,605	2,647	- 10,642	104,872	788,598
Expended for plant assets	-	21,966	35,500	-	-	17,440	132,178	29,276	236,360
Scholarships		-	-	-	-	-	-	156,855	156,855
Bad debt	618,200	263,576	-	-	-	-	-	-	881,776
Miscellaneous	38,400	41,282	5,128	70,591	25,832	60	649	110,631	292,573
	30,617,810	37,659,687	7,121,433	4,901,975	15,069,680	3,494,815	9,371,888	13,135,158	121,372,446
Allocation of support services	27,177,167	14,197,850	4,598,499	(4,901,975)	(15,069,680)	(3,494,815)	(9,371,888)	(13,135,158)	-
Total expenditures	57,794,977	51,857,537	11,719,932	-	-	-	-	-	121,372,446
Excess (deficiency) of revenues over (under) expenditures	14,421,231	(15,946,454)	(344,571)	-	-	-	-	-	(1,869,794)
Transfers:									
Non-mandatory transfers	187,841	95,759	31,000	-	460,500	-	880,173	476,158	2,131,431
Total transfers	187,841	95,759	31,000	-	460,500	-	880,173	476,158	2,131,431
Net increase (decrease) for the year	$ 14,609,072	$ (15,850,695)	$ (313,571)	$ -	$ 460,500	$ -	$ 880,173	$ 476,158	261,637
Fund balances at beginning of year									12,994,940
Fund balances at end of year									$ 13,256,577

See accompanying independent auditor’s report.

DES MOINES AREA COMMUNITY COLLEGE

Revenues, Expenditures, and Changes in Fund Balances - Auxiliary Enterprises

Year ended June 30, 2024

	Career Education	Vending	Student Housing	Athletics	Newton Leased Space	Trail Point	Other	Total
Revenues and other additions:								
Sales and services	$ 928,791	$ 82,867	$ 911,657	$ 5,573	$ 553,652	$ 87,190	$ 103,307	$ 2,673,037
Student fee allocations	16,137	-	12,365	682,509	-	716	834,057	1,545,784
State support	-	-	-	-	-	-	-	-
Miscellaneous	521,754	214,688	5,255	1,390	21,804	2,490,128	603,470	3,858,489
Total revenues and other additions	1,466,682	297,555	929,277	689,472	575,456	2,578,034	1,540,834	8,077,310
Expenditures and other deductions:								
Salaries and benefits	810,752	70,210	265,518	363,689	210,840	1,616,444	290,306	3,627,759
Services	136,469	32,623	284,500	299,942	699,025	581,008	664,052	2,697,619
Materials and supplies	331,129	489,074	48,416	214,826	65,029	43,303	280,611	1,472,388
Travel	162,755	1,001	-	284,563	-	187	6,133	454,639
Purchases for resale	384,342	-	-	-	-	-	-	384,342
Expended for plant assets	-	-	-	-	5,169	4,360	-	9,529
Miscellaneous	291,322	162,036	1,284	42,268	68,645	66,215	49,597	681,367
Total expenditures and other deductions	2,116,769	754,944	599,718	1,205,288	1,048,708	2,311,517	1,290,699	9,327,643
Excess(deficiency) of revenues over(under) expenditures	(650,087)	(457,389)	329,559	(515,816)	(473,252)	266,517	250,135	(1,250,333)
Transfers among funds (non-mandatory)	670,765	517,405	(225,000)	516,590	-	(257,812)	(1,796,295)	(574,347)
Net increase (decrease) for the year	20,678	60,016	104,559	774	(473,252)	8,705	(1,546,160)	(1,824,680)
Fund balances at beginning of year	540,479	380,906	26,967	(122)	(2,078,220)	450,320	3,756,519	3,076,849
Fund balances at end of year	$ 561,157	$ 440,922	$ 131,526	$ 652	$ (2,551,472)	$ 459,025	$ 2,210,359	$ 1,252,169

See accompanying independent auditor's report.

Schedule 6

DES MOINES AREA COMMUNITY COLLEGE

Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Restricted Funds

Year ended June 30, 2024

	Scholarship	Equipment Replacement	Insurance and Tort	Early Retirement	Unemployment Compensation	Cash Reserve	Grants and Contracts	Iowa Industrial New Jobs Training Programs	Other	Total
Revenues and other additions:										
Tuition and fees	$ 390,710	$ 9,100	$ -	$ -	$ -	$ -	$ 1,075,124	$ 3,000	$ 954,744	$ 2,432,678
Federal appropriations	18,919,113	-	-	-	-	-	5,486,790	-	-	24,405,903
Iowa Industrial New Jobs Training Program	-	-	-	-	-	-	-	11,104,302	-	11,104,302
State appropriations	-	81,487	169,132	56,243	161	-	4,885,769	(75,000)	3,923,841	9,041,633
Property tax	-	5,119,046	10,619,125	3,527,479	10,489	-	-	-	-	19,276,139
Gifts and grants	-	-	-	-	-	-	2,363,119	-	-	2,363,119
Interest and investment income	-	-	-	-	-	-	-	2,258,900	-	2,258,900
Miscellaneous	200	332,944	979	-	-	-	5,530	104	3,607,312	3,947,069
Total revenues and other additions	19,310,023	5,542,577	10,789,236	3,583,722	10,650	-	13,816,332	13,291,306	8,485,897	74,829,743
Expenditures and other deductions:										
Salaries and benefits	-	-	278,645	2,488,685	59,140	-	7,978,295	1,126,861	1,682,219	13,613,845
Services	11,908	922,720	11,856,137	-	-	-	2,375,873	8,063,246	735,291	23,965,175
Materials and supplies	158	2,640,797	154,798	-	-	-	549,763	26,122	642,714	4,014,352
Travel	-	534	51,147	-	-	-	219,156	14,752	125,917	411,506
Expended for plant assets	-	776,733	-	-	-	-	738,869	-	317,842	1,833,444
Interest on indebtedness	-	-	-	-	-	-	-	1,567,830	-	1,567,830
Scholarships and grants	19,431,433	-	-	-	-	-	41,090	-	33,571	19,506,094
Miscellaneous	387	3,711	186,420	-	-	-	1,309,974	-	37,538	1,538,030
Total expenditures and other deductions	19,443,886	4,344,495	12,527,147	2,488,685	59,140	-	13,213,020	10,798,811	3,575,092	66,450,276
Excess (deficiency) of revenues over (under) expenditures for the year	(133,863)	1,198,082	(1,737,911)	1,095,037	(48,490)	-	603,312	2,492,495	4,910,805	8,379,467
Transfers among funds:										
Mandatory transfers	-	-	-	-	-	-	-	-	-	-
Non-mandatory transfers	26,268		575,000	-	-	-	(529,806)	(2,567,495)	(3,252,053)	(5,748,086)
Net increase (decrease) for the year	(107,595)	1,198,082	(1,162,911)	1,095,037	(48,490)	-	73,506	(75,000)	1,658,752	2,631,381
Fund balances(deficit) at beginning of year	596,125	5,376,900	(1,836,494)	(1,448,675)	59,779	755,088	(38,579)	3,937	7,752,888	11,220,969
Fund balances(deficit) at end of year	$ 488,530	$ 6,574,982	$ (2,999,405)	$ (353,638)	$ 11,289	$ 755,088	$ 34,927	$ (71,063)	$ 9,411,640	$ 13,852,350

See accompanying independent auditor’s report.

Schedule 7

DES MOINES AREA COMMUNITY COLLEGE

Schedule of Fiduciary Net Position - Custodial Funds

Year ended June 30, 2024

Assets		
Cash and short-term pooled investments	$	685,069
Accounts receivable		3,000
Total Assets		688,069
Liabilities		
Accounts payable		62,621
Total Liabilities		62,621
Net Assets		
Restricted:		
Other	$	625,448

See accompanying independent auditor’s report.

Schedule 8

DES MOINES AREA COMMUNITY COLLEGE

Schedule of Changes in Fiduciary Net Position - Custodial Funds

Year ended June 30, 2024

	Special funded activities	Community College Athletic	Total
Additions:			
State appropriations	-	-	$ -
Federal appropriations	73,409	-	73,409
Sales and services	764	-	764
Other	821,867	453,901	1,275,768
Transfers in	37,529	-	37,529
Total additions	933,569	453,901	1,387,470
Deductions:			
Salaries and benefits	87	255,066	255,153
Services	704,031	60,075	764,106
Materials and supplies	110,944	10,532	121,476
Travel	112,713	8,375	121,088
Other	5,615	126,046	131,661
Transfers out	1,430	-	1,430
Total deductions	934,820	460,094	1,394,914
Changes in net position	(1,251)	(6,193)	(7,444)
Net position beginning of year	446,962	185,930	632,892
Net position end of year	$ 445,711	$ 179,737	$ 625,448

See accompanying independent auditor's report.

Schedule 9

DES MOINES AREA COMMUNITY COLLEGE

Credit and Contact Hours

For the period from August 23, 2023 through August 1, 2024

Category	Credit hours eligible for aid	Contact hours: Eligible for aid	Contact hours: Not eligible for aid	Contact hours: Total
Arts and sciences	287,187	5,279,541	-	5,279,541
Vocational education	122,445	2,758,129	-	2,758,129
Adult education/continuing education	-	893,322	97,353	990,675
Total	409,632	8,930,992	97,353	9,028,345

See accompanying independent auditor's report.

Schedule 10

DES MOINES AREA COMMUNITY COLLEGE

Taxes and Intergovernmental Revenues

(Excluding the Agency Funds)

For the Last Ten Years

	Years ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Local (property tax)	$ 42,311,841	$ 37,675,725	$ 34,904,382	$ 31,634,444	$ 29,741,933	$ 30,152,549	$ 27,282,408	$ 27,996,241	$ 24,905,167	$ 23,561,603
State	49,510,863	48,307,413	46,150,330	43,817,241	44,314,541	42,568,572	41,790,288	41,942,149	42,447,764	42,315,794
Federal	25,701,710	28,124,586	46,720,310	39,164,093	24,124,186	22,734,514	24,140,494	23,948,913	28,349,064	32,320,757
Total	$117,524,414	$114,107,724	$ 127,775,022	$114,615,778	$ 98,180,660	$ 95,455,635	$ 93,213,190	$ 93,887,303	$ 95,701,995	$ 98,198,154

See accompanying independent auditor’s report.

DES MOINES AREA COMMUNITY COLLEGE

Current Fund Revenues by Source

and Expenditures by Function

For the Last Ten Years

	Years ended June 30,									
	2024	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**
Revenues:										
Tuition and fees	$ 65,360,299	$ 63,585,928	$ 57,799,097	$ 60,034,392	$ 59,031,500	$ 60,913,176	$ 59,450,084	$ 56,812,281	$ 56,082,724	$ 55,497,150
Property tax	30,793,990	26,688,984	24,461,778	21,551,453	20,504,926	21,351,789	19,086,163	20,155,662	17,440,485	16,305,177
Federal appropriations	24,701,710	28,124,586	46,720,310	39,164,093	24,124,186	22,734,514	24,140,494	23,948,913	28,349,064	32,320,757
State appropriations	48,447,248	47,071,099	45,189,034	43,110,189	43,176,246	41,907,823	41,135,166	41,282,896	41,777,023	41,462,061
Interest income from investments	4,472,917	3,424,212	222,677	262,880	1,063,494	1,526,333	936,672	407,187	214,866	185,744
Iowa Industrial New Jobs Training Program	11,104,302	13,886,150	11,423,195	6,892,730	9,599,482	10,030,932	11,593,051	9,652,203	8,047,866	13,635,607
Auxiliary enterprises revenue	2,673,037	2,654,571	2,459,297	1,908,556	2,174,523	2,296,228	2,284,187	2,199,499	1,732,748	2,247,636
Miscellaneous	14,856,202	15,436,627	12,394,034	10,109,172	13,328,089	13,447,949	11,760,590	9,995,537	10,171,523	9,204,026
Total	$202,409,705	$ 200,872,157	$ 200,669,422	$ 183,033,465	$ 173,002,446	$ 174,208,744	$ 170,386,407	$ 164,454,178	$ 163,816,299	$ 170,858,158
Expenditures										
Liberal arts and sciences	$ 30,617,810	$ 29,097,413	$ 28,868,117	$ 29,029,239	$ 30,122,696	$ 29,665,840	$ 29,180,129	$ 28,585,988	$ 28,763,674	$ 29,513,883
Vocational technical	42,136,164	40,870,879	38,565,706	36,950,290	37,633,995	35,715,660	34,883,526	34,607,269	34,127,073	33,531,331
Adult education	16,796,987	16,864,110	14,599,407	12,966,882	13,069,615	15,226,240	14,816,071	14,447,609	15,856,443	17,025,831
Cooperative services	8,089,952	10,542,393	7,656,063	3,964,640	6,341,487	7,042,151	8,915,303	6,766,371	4,553,284	9,447,573
Administration	4,901,975	3,962,273	3,701,573	3,447,106	3,948,577	4,035,187	3,791,371	3,891,486	3,876,910	4,002,173
Student services	16,164,799	14,756,410	14,326,470	12,960,916	12,937,526	12,076,380	11,835,687	11,461,316	11,465,838	11,102,412
Learning resources	3,494,815	3,643,621	3,658,607	3,797,611	3,457,816	3,217,955	3,121,318	3,112,975	3,249,642	3,254,168
Physical plant	21,637,253	19,999,857	16,657,782	14,537,045	14,137,639	14,087,374	13,121,389	12,660,186	12,556,889	12,321,904
General institution	22,918,572	27,411,590	23,982,368	20,652,607	20,385,442	19,501,533	19,650,424	20,191,339	18,440,140	15,867,283
Auxiliary enterprises	9,318,114	7,957,723	7,605,824	5,967,440	7,051,735	7,250,541	6,011,804	4,682,955	3,693,576	3,859,034
Scholarships and grants	19,506,094	16,814,169	29,813,059	23,733,448	19,489,475	19,006,059	19,809,893	18,601,681	20,954,242	24,326,291
Interest on indebtedness	1,567,830	1,457,807	1,331,731	1,358,178	1,405,428	1,268,510	1,323,155	1,445,722	1,460,843	1,959,968
Total	$ 197,150,365	$ 193,378,245	$ 190,766,707	$ 169,365,402	$ 169,981,431	$ 168,093,430	$ 166,460,070	$ 160,454,897	$ 158,998,554	$ 166,211,851

See accompanying independent auditor’s report.

Des Moines Area Community College
Schedule of Expenditures of Federal Awards (SEFA)
Federal Expenditures for July 1, 2023 through June 30, 2024

Grantor/Program	Assistance Listing	Pass-through Entity Identifying Number	Federal Expenditures	New Loans & New Loan Guarantees
U.S. Department of Education				
Direct:				
Federal Supplemental Educational Opportunity Grant	84.007		402,632	-
Federal Work Study Program	84.033		367,445	-
Federal Pell Grant Program	84.063		18,420,734	-
Federal Pell Grant Administrative Fee	84.063		24,110	-
Federal Direct Student Loans	84.268		-	21,967,828
Total Student Financial Assistance Cluster			19,214,921	21,967,828
Direct Trio Grants:				
Student Support Services FY21-25 Award	84.042A	P042A200339	389,134	-
Student Support Services-Grant Aid FY21-25 Award	84.042A	P042A200339	34,100	-
Upward Bound FY23-28 Award	84.047A	P047A220397	302,809	-
Childcare Access Means Parents in School- FY22-26 Award	84.335A	P335A210026	237,287	-
Total Trio Grants			963,330	-
Direct CARES Act:				
Higher Education Emergency Relief Fund III - Institutional	84.425F	P425F200145	18,388	-
Total CARES Act			18,388	-
Indirect through Iowa Department of Education:				
Adult Education-Adult Basic Education - FY21-25 Award	84.002A	G21027	938,023	-
				-
Career and Technical Education-Vocational Education - Perkins V Funds	84.048A	G-PER 21-189	1,287,965	-
Career and Technical Education-Perkins V-College & Career Transition Counselors	84.048	G-CCTC 22-DMACC	7,500	-
Career and Technical Education-Perkins V-College & Career Transition Counselors	84.048	G-CCTC 23-DMACC	40,000	
Career and Technical Education-Perkins Iowa FCCLA	84.048	SO0519	38,285	-
Career and Technical Education-Perkins Iowa DECA	84.048	SO0219	16,613	-
Career and Technical Education-Perkins Iowa HOSA	84.048	SO0719	15,055	
Career and Technical Education-Perkins Iowa Skills USA	84.048	SO0919	20,069	-
Total through Iowa Department of Education			2,363,510	-
Indirect through Iowa Department of Corrections:				
Title I-Newton Correctional Facility (NCF)	84.048	50208	15,000	-
Title I-Iowa Correctional Institute for Women (ICIW)	84.048	50169	15,000	-
Career and Technical Education-Vocational Education - Perkins Funds NCF	84.048	50208	5,973	-
Career and Technical Education-Vocational Education - Perkins Funds ICIW	84.048	50169	2,440	-
Total through Iowa Department of Corrections			38,413	-
Indirect through Iowa Vocational Rehabilitation Services:				
Vocational Rehabilitation Grants to States	84.126	17-VRIN-01	140,915	-
Total Indirect through Iowa Vocational Rehabilitation Services			140,915	-
Indirect through Indian Hills Community College				
Iowa College and Career Transition Counselor Initiative	84.116Z	20-6-5177-41	71,666	-
Total Indirect through Indian Hills Community College			71,666	-
Total U.S. Department of Education			**22,811,143**	**21,967,828**

See accompanying independent auditor's report.

Des Moines Area Community College
Schedule of Expenditures of Federal Awards (SEFA)
Federal Expenditures for July 1, 2023 through June 30, 2024

Grantor/Progra	Assistanc Listin Numbe	Pass- Entity Numbe	Federa Expenditure	New Loans New Guarantee
U.S. Department of				
Animal and Plant Health Inspection				
USDA Animal and Plant Health Inspection Service (NVSL) 2022-	10.02	AP22VSD&B000C06	3,73	-
USDA Animal and Plant Health Inspection Service (NVSL) 2023-	10.02	AP23VSD&B000C00	134,57	-
Food & Nutrition Services				
Indirect through Team Nutrition				
State Admin Matching Grants for the Supplemental Nutrition Food	10.56	ACFS-22-	61,25	
Indirect through IA Dept of				
Child and Adult Care Food Program	10.55	9911000	11,92	-
Total U.S. Department of			**211,48**	**-**
Department of Labor, Employment and Training				
Direct				
Job Corp Scholars	17.28	23O60JC035144-01-	13,22	-
Workforce Data Quality Initiative: Strengthening Community	17.26	23A60CC00001-01-	680,36	-
Subaward to Hawkeye Community			19,69	-
Subaward to Indian Hills Community			495,53	-
YouthBuild	17.27	YB343001960A1	48,93	-
Community Project	17.28	CP000207-01-	114,16	-
Total Direct Department of			1,371,92	-
Total Department of			**1,371,92**	**-**
Department of Transportation-Federal Motor Carrier Safety				
Direct				
FY2022 Commercial Motor Vehicle Operator Safety Training Grant	20.23	FM-DTG-0137-22-01-	-	-
FY2021 Commercial Motor Vehicle Operator Safety Training Grant	20.23	FM-DTG-0180-23-01-	124,14	-
Total Department of			**124,14**	**-**
National Science Foundation, STEM				
Direct				
NSF Scholarships in	47.07	156479	4,50	-
NSF Advanced Technological	47.07	230087	28,87	-
Indirect through Iowa State				
Education and Human	47.07	026450	27,14	-
Total National Science			**60,51**	**-**
Small Business				
Indirect through International Rescue Committee				
Technical Assistance - Community Navigators Pilot Program	59.007	SBAHQ22CNP0002	14,005	-
Total Small Business Administration			**14,005**	**-**
Environmental Protection Agency				
Direct:				
Technical Assistance for Treatment Works	66.446	96703301	78,591	-
Total Environmental Protection Agency			**78,591**	**-**
Total Federal Expenditures			**24,671,802**	**21,967,828**

See accompanying independent auditor's report.

Des Moines Area Community College
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2023

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal award activity of Des Moines Area Community College under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2, U.S. Code of Federal Regulations, Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Des Moines Area Community College, it is not intended to and does not present the financial position, changes in financial position or cash flows of Des Moines Area Community College.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Des Moines Area Community College has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 STUDENT FINANCIAL ASSISTANCE

The College is responsible only for the performance of certain administrative duties with respect to the Federal Direct Student Loan Program and, accordingly, these loans are not included in its financial statements. It is not practical to determine the balance of the loans outstanding to students and former students of the College under this program at June 30, 2024.

See accompanying independent auditor's report.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Directors
Des Moines Area Community College
Ankeny, Iowa

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business type activities and the fiduciary activities of Des Moines Area Community College (the College) and its discretely presented component unit as of and for the year ended June 30, 2024, and the related notes to financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated November 4, 2024. The financial statements of the discretely presented component unit, Des Moines Area Community College Foundation, were not audited in accordance with *Government Auditing Standards* and, accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with this discretely presented component unit.

Report on Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the College's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of This Report

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

Denman CPA LLP

Denman CPA LLP

West Des Moines, Iowa
November 4, 2024

DENMAN

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Directors
Des Moines Area Community College
Ankeny, Iowa

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Des Moines Area Community College's (the College) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2024. The College's major federal programs are identified in the summary of independent auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2, U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Denman CPA LLP

Denman CPA LLP

West Des Moines, Iowa
November 4, 2024

Des Moines Area Community College
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2024

Part 1 – Summary of Independent Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	**Unmodified opinion**
Internal control over financial reporting:	
➢ Material weakness(es) identified?	______ Yes ___X___ No
➢ Significant deficiency(ies) identified?	______ Yes ___X___ None Reported
Noncompliance material to financial statements noted?	______ Yes ___X___ No

Federal Awards

Internal control over major federal programs:	
➢ Material weakness(es) identified?	______ Yes ___X___ No
➢ Significant deficiency(ies) identified?	_____ Yes ___X___ None Reported
Type of auditor's report issued on compliance for major federal programs:	**Unmodified opinion**
➢ Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	______ Yes ___X___No
Identification of major federal programs:	**Assistance Listing Number 84.007, 84.033, 84.063, 84.268 - Student Financial Assistance Cluster** **Assistance Listing Number 84.002A –Adult Education – Adult Basic Education – FY21-25 Award** **Assistance Listing Number 17.261 – Workforce Data Quality Initiative – Strengthening Community Colleges**
Dollar threshold used to distinguish between type A and type B programs:	**$750,000**
Auditee qualified as low-risk auditee?	___X___ Yes ______No

Des Moines Area Community College
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2024

Part II—Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*

INTERNAL CONTROL DEFICIENCIES

None

INSTANCES OF NONCOMPLIANCE

No matters noted

Part III—Findings and Questioned Costs for Federal Awards

INTERNAL CONTROL DEFICIENCIES

None

INSTANCES OF NONCOMPLIANCE

No matters noted

APPENDIX E: BOOK-ENTRY-ONLY ISSUANCE

BOOK-ENTRY-ONLY ISSUANCE

The information contained in the following paragraphs of this subsection "Book-Entry-Only Issuance" has been extracted from a schedule prepared by Depository Trust Company ("DTC") entitled "SAMPLE OFFERING DOCUMENT LANGUAGE DESCRIBING DTC AND BOOK-ENTRY-ONLY ISSUANCE." The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the College believes to be reliable, but the College takes no responsibility for the accuracy thereof.

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the securities (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for each issue of the Securities, each in the aggregate principal amount of such issue, and will be deposited with DTC. If, however, the aggregate principal amount of any issue exceeds $500 million, one certificate will be issued with respect to each $500 million of principal amount, and an additional certificate will be issued with respect to any remaining principal amount of such issue.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC's participants (the "Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (the "Indirect Participants"). DTC has Standard & Poor's rating: AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security (the "Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co., nor any other DTC nominee, will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the College as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date identified in a listing attached to the Omnibus Proxy.

Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the College or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the College, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC, is the responsibility of the College or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the College or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.

The College may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.