Bettendorf Community School District

Community | Lifelong Learning | Integrity | Empowerment

$31,730,000*

Bettendorf Community School District, Iowa

School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026

(NOT Bank-Qualified)
(Book Entry Only)
(PARITY© Bidding Available)
(FAST closing)

DATE:	Wednesday, August 12, 2026
TIME:	1:00 PM CDT
Place:	Administration Office 3311 18th St. Bettendorf, IA 52722

Standard & Poor's Rating: "A+"

* preliminary, subject to change

PIPER | SANDLER

3900 Ingersoll Ave., Suite 110
Des Moines, IA 50312
515/247-2340

OFFICIAL BID FORM

TO: Members of the Board of Directors of the Bettendorf Community School District, Iowa (the "Issuer")

Re: $31,730,000* School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026 dated the date of delivery, of the Issuer (the "Bonds")

For all of the above Bonds, in accordance with the Official Terms of Offering, we will pay you $____________________ for Bonds bearing interest rates and maturing as follows:

Coupon %	Yield %	Bonds due	Coupon %	Yield %	Bonds due
________	________	July 1, 2030	________	________	July 1, 2041
		July 1, 2031	________	________	July 1, 2042
________	________	July 1, 2032	________	________	July 1, 2043
________	________	July 1, 2033	________	________	July 1, 2044
________	________	July 1, 2034	________	________	July 1, 2045
________	________	July 1, 2035	________	________	July 1, 2046
________	________	July 1, 2036	________	________	July 1, 2047
________	________	July 1, 2037	________	________	July 1, 2048
________	________	July 1, 2038	________	________	July 1, 2049
________	________	July 1, 2039	________	________	July 1, 2050
________	________	July 1, 2040			

________ We hereby elect to have the following issued as term bonds:

Principal Amount	Month and Year (Inclusive)	Maturity Month and Year
$__________	__________ to __________	__________
$__________	__________ to __________	__________
$__________	__________ to __________	__________
$__________	__________ to __________	__________
$__________	__________ to __________	__________
$__________	__________ to __________	__________
$__________	__________ to __________	__________

Subject to mandatory redemption requirement in the amounts and at the times shown above

_____ We will not elect to have any bonds issued as term bonds

_____ We represent that we are a bidder with established industry reputation for underwriting new issuances of municipal bonds.

_____ We will elect to utilize bond insurance from company ________________________ at a premium of $____________________

This bid is for prompt acceptance and for delivery of said Bonds to use in compliance with the Official Terms of Offering, which is made a part of this proposal, by reference. Award will be made on a True Interest Cost Basis (TIC).

According to our computations (the correct computation being controlling in the award), we compute the following:

NET INTEREST COST: $________________________ TRUE INTEREST COST ____________%

________________________ ________________________

Account Manager Authorized Signature of Account Manager

The foregoing offer is hereby accepted by and on behalf of the Bettendorf Community School District in the County of Scott, State of Iowa, this 12th day of August 2026.

ATTEST: ________________________ ________________________

Board Secretary President

* Subject to change

OFFICIAL TERMS OF OFFERING

This section sets forth the description of certain terms of the Bonds as well as the terms of offering with which all bidders and bid proposals are required to comply, as follows:

The Bonds: The Bonds to be offered are the following:

SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS in the principal amount of $31,730,000* (See Adjustment paragraph immediately below), dated the date of delivery (the "Dated Date") in the denomination of $5,000 or multiples thereof, and maturing as shown on the front cover of the official statement.

* Adjustment to Principal Amount After Determination of Best Bid Each scheduled maturity of the Bonds is subject to increase or decrease. Such adjustments shall be made promptly after the sale and prior to the award of bids by the issuer and shall be in the sole discretion of the Issuer. The Issuer shall only make such adjustments in order to size the Bonds to assure prior additional bonds test can be met, to allow the Issuer to designate the Bonds as qualified tax-exempt obligations, and to fund expected project costs. To cooperate with any adjustment in the principal amounts, the Successful Bidder is required, as a part of its bid, to indicate its Initial Reoffering Yield and Initial Reoffering Price on each maturity of the Bonds (said price shall be calculated to the date as indicated by the Issuer). The total par amount of this issue will not exceed $31,730,000.

The dollar amount bid by the Successful Bidder may be changed if the aggregate principal amount of the Bonds, as adjusted as described below, is adjusted, however the interest rates specified by the Successful Bidder for all maturities will not change. The Issuer's Municipal Advisor will make every effort to ensure that the percentage net compensation to the Successful Bidder (the percentage resulting from dividing (i) the aggregate difference between the offering price of the Bonds to the public and the price to be paid to the Issuer (not including accrued interest), less any bond insurance premium and credit rating fee, if any, to be paid by the Successful Bidder, by (ii) the principal amount of the Bonds) does not increase or decrease from what it would have been if no adjustment was made to principal amounts shown in the maturity schedule.

The Successful Bidder may not withdraw or modify its bid once submitted to the Issuer for any reason, including post bond adjustment. Any adjustment shall be conclusive, and shall be binding upon the Successful Bidder.

Optional Redemption: The Bonds maturing after July 1, 2036, may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

Interest: Interest on said Bonds will be payable semiannually on each January 1 and July 1, beginning January 1, 2027 calculated on the basis of a year of 360 days and twelve 30-day months. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or at such other address as is furnished to the Paying Agent in writing by a registered owner.

Book Entry System: The Bonds will be issued by means of a book entry system with no physical distribution of certificates made to the public. The Bonds will be issued in fully registered form and one certificate, representing the aggregate principal amount of the Bonds maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of $5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the Issuer to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The successful bidder, as a condition of delivery of the Bonds, will be required to deposit the certificates with DTC.

Good Faith Deposit: A Good Faith Deposit ("Deposit") in the form of a certified or cashier's check or a wire in the amount of $31,730 for the Bonds, payable to the order of the Issuer is required. If a check is used, it must accompany each bid. If a wire is to be used, it must be received by the Issuer not later than two hours after the time stated for receipt of bids. The Municipal Advisor or the Issuer will provide the apparent winning bidder (the "Purchaser") with wiring instructions, by facsimile or email, within 10 minutes after the stated time when bids are due. If the wire is not received at the time indicated above, the Issuer will abandon its plan to award to the Purchaser ("Purchaser"), and will contact the next highest bidder received and offer said bidder the opportunity to become the Purchaser, on the terms as outlined in said bidder's bid, so long as said bidder submits a good faith wire within two hours of the time offered. The Issuer will not award the Bonds to the Purchaser absent receipt of the Deposit prior to action awarding the Bonds. No interest on the Deposit will accrue to the Purchaser. The Deposit will be applied to the purchase price of the Bonds. In the event the Purchaser fails to honor its bid, the Deposit will be retained by the Issuer.

Form of Bids: All bids shall be unconditional for the entire issue of Bonds for a price of not less than 98.30% of par, plus accrued interest, and shall specify the rate or rates of interest in conformity to the limitations set forth herein. Bids must be submitted on or in substantial compliance with the Official Bid Form provided by the Issuer or through the Internet Bid System. The Issuer shall not be responsible for any malfunction or mistake made by any person, or as a result of the use of the electronic bid, facsimile facilities or the means used to deliver or complete a bid.

The use of such facilities or means is at the sole risk of the prospective bidder who shall be bound by the terms of the bid as received.

No bid will be received after the time specified on the front cover of the preliminary official statement. The time as maintained by the Internet Bid System shall constitute the official time with respect to all Bids submitted. A bid may be withdrawn before the bid deadline using the same method used to submit the bid. If more than one bid is received from a bidder, the last bid received shall be considered.

Confidential information sent via secured portal: All confidential information exchanged between the Issuer and the Purchaser (including but not limited to closing details and good faith wire details) must be sent via a secure portal. As a condition to closing, the winning bidder will cooperate with the Issuer, its legal counsel and its Municipal Advisor to ensure that all confidential information is sent via a secure portal.

Internet Bidding: Internet bids must be submitted through Parity® ("the Internet Bid System"). Information about the Internet Bid System may be obtained by calling 212-849-5000.

Each bidder shall be solely responsible for making necessary arrangements to access the Internet Bid System for purpose of submitting its internet bid in a timely manner and in compliance with the requirements of the Official Terms of Offering. The Issuer is permitting bidders to use the services of the Internet Bid System solely as a communication mechanism to conduct the internet bidding and the Internet Bid System is not an agent of the Issuer. In the events of conflict with information provided by the Internet Bid System and the Official Bid terms, the Issuer, in its sole discretion, shall choose a path to resolve the conflict. The Issuer shall not be responsible for any malfunction or mistake made by any person, or as a result of the use of the Internet Bid System. The use of such facilities or means is at the sole risk of the prospective bidder who shall be bound by the terms of the bid as received.

Electronic Facsimile Bidding: Facsimile Bids will not be accepted.

Sealed Bidding: Sealed bids may be submitted and will be received in the Administration Office, Bettendorf Community School District, 3311 18th St., Bettendorf, IA 52722.

Rates of Interest: The rates of interest specified in the bidder's proposal must conform to the limitations following:

The interest rates bid must be in multiples of 1/8th, 1/20th or 1/100th of 1%.

All bonds of each maturity must bear the same interest rate.

For maturities 2030-2036, rates must be in level or ascending order.

Delivery: The Bonds will be delivered to the Purchaser via FAST delivery with the Paying Agent holding the Bonds on behalf of DTC, against full payment in immediately available cash or federal funds. Should delivery be delayed beyond sixty days from date of sale for any reason except failure of performance by the Purchaser, the Purchaser may withdraw his bid and thereafter his interest in and liability for the Bonds will cease. (When the Bonds are ready for delivery, the Issuer may give the successful bidder five working days' notice of the delivery date and the Issuer will expect payment in full on that date, otherwise reserving the right at its option to determine that the bidder has failed to comply with the offer of purchase.)

Establishment of Issue Price:

(a) The winning bidder shall assist the Issuer in establishing the issue price of the Bonds and shall execute and deliver to the Issuer at Closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Exhibit A, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the Issuer and Bond Counsel. All communications required of the Issuer under this Official Terms of Offering to establish the issue price of the Bonds may be communicated on behalf of the Issuer by the Issuer's municipal advisor identified herein and any notice or report to be provided to the Issuer may be provided to the Issuer's municipal advisor.

(b) The Issuer intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

(1) the Issuer shall disseminate this Official Terms of Offering to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
(2) all bidders shall have an equal opportunity to bid;
(3) the Issuer may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
(4) the Issuer anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Official Terms of Offering.

Any bid submitted pursuant to this Official Terms of Offering shall be considered a firm offer for the purchase of the Bonds, as specified in the bid.

(c) In the event that the competitive sale requirements are not satisfied, the Issuer shall so advise the winning bidder. The Issuer may determine to treat (i) the first price at which 10% of a maturity of the Bonds (the "10% test") is sold to the public as the issue price of that maturity and/or (ii) the initial offering price to the public as of the sale date of any maturity of the Bonds as the issue price of that maturity (the "hold-the-offering-price rule"), in each case applied on a maturity-by-maturity basis. The winning bidder shall advise the Issuer if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The Issuer shall promptly advise the winning bidder, at or before the time of award of the Bonds, which maturities of the Bonds shall be subject to the 10% test or shall be subject to the hold-the-offering-price rule. **Bids will not be subject to cancellation in the event that the Issuer determines to apply the hold-the-offering-price rule to any maturity of the Bonds. Bidders should prepare their bids on the assumption that some or all of the maturities of the Bonds will be subject to the hold-the-offering-price rule in order to establish the issue price of the Bonds.**

(d) By submitting a bid, the winning bidder shall (i) confirm that the underwriters have offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

(1) the close of the fifth (5th) business day after the sale date; or
(2) the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The winning bidder will advise the Issuer promptly after the close of the fifth (5th) business day after the sale date whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

(e) If the competitive sale requirements are not satisfied, then until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the Issuer the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the Closing Date has occurred, until either (i) all Bonds of that maturity have been sold or (ii) the 10% test has been satisfied as to the Bonds of that maturity, provided that, the winning bidder's reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the Issuer or bond counsel.

(f) The Issuer acknowledges that, in making the representations set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The Issuer further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds.

(g) By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable:

(i)(A) to report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred, until either all Bonds of that maturity allocated to it have been sold or it is notified by the winning bidder that the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the winning bidder, and (ii) to comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, (B) to promptly notify the winning bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below), and (C) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.

(ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter or dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred, until either all Bonds of that maturity allocated to it have been sold or it is notified by the winning bidder or such underwriter that the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the winning bidder or such underwriter, and (B) comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder or the underwriter and as set forth in the related pricing wires.

(h) Sales of any Bonds to any person that is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below) shall not constitute sales to the public for purposes of this Official Terms of Offering. Further, for purposes of this Official Terms of Offering:

(i) "public" means any person other than an underwriter or a related party,

(ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the public),

(iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and

(iv) "sale date" means the date that the Bonds are awarded by the Issuer to the winning bidder.

Official Statement: The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts, and interest rates of the Bonds, and any other information required by law or deemed appropriate by the Issuer, shall constitute a "Final Official Statement" of the Issuer with respect to the Bonds, as that term is defined in Rule 15c2-12 of the Securities and Exchange Commission (the "Rule"). By awarding the Bonds to any underwriter or underwriting syndicate submitting an Official Bid Form therefore, the Issuer agrees that, no more than seven (7) business days after the date of such award, it shall provide, without cost, to the senior managing underwriter of the syndicate to which the Bonds, one ".pdf" copy of the Official Statement and the addendum described in the preceding sentence to permit each "Participating Underwriter" (as that term is defined in the Rule) to comply with the provisions of such Rule. The Issuer shall treat the senior managing underwriter of the syndicate to which the Bonds are awarded as its designated agent for purposes of distributing copies of the Final Official Statement to each participating underwriter. Any underwriter executing and delivering an Official Bid Form with respect to the Bonds agrees thereby that if its bid is accepted by the Issuer, (i) it shall accept such designation and (ii) it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

CUSIP Numbers: It is anticipated that CUSIP numbers will be printed on the Bonds. In no event will the Issuer be responsible for or Bond Counsel review or express any opinion of the correctness of such numbers, and incorrect numbers on said Bonds shall not be cause for the purchaser to refuse to accept delivery of the Bonds. The CUSIP fee will be paid for by the Issuer.

Responsibility of Bidder: It is the responsibility of the bidder to deliver its signed, completed bid prior to the time of sale as posted on the front cover of the Official Statement. Neither the Issuer nor its Municipal Advisor will assume responsibility for the collection of or receipt of bids. Bids received after the appointed time of sale will not be opened.

Continuing Disclosure: In order to permit bidders for the Bonds and other participating underwriters in the primary offering of the Bonds to comply with paragraph (b)(5) of the Rule, the Issuer will covenant and agree, for the benefit of the registered holders or beneficial owners from time to time of the outstanding Bonds, in the Series 2026 Resolution, to provide on annual basis, annual reports of specified information and notice of the occurrence of certain events, if material, as hereinafter described (the "Disclosure Covenants"). The information to be provided, the events as to which notice is to be given, if material, and a summary of other provisions of the Disclosure Covenants, including termination, amendment and remedies, are set forth in Appendix C to this Official Statement.

Breach of the Disclosure Covenants will not constitute a default or an "Event of Default" under the Bonds or the Series 2026 Resolution. A broker or dealer is to consider a known breach of the Disclosure Covenants, however, before recommending the purchase or sale of the Bonds in the secondary market. Thus, a failure on the part of the Issuer to observe the Disclosure Covenants may adversely affect the transferability and liquidity of the Bonds and their market price.

For more information on this see Continuing Disclosure herein.

Bond Insurance: Application has not been made for municipal bond insurance. Should the Bonds qualify for the issuance of any policy of municipal bond insurance or commitment therefore at the option of the bidder, the purchase of any such insurance policy or the issuance of any such commitment shall be at the sole option and expense of the Purchaser. Any increased costs of issuance on the Bonds resulting from such purchase of insurance shall be paid by the Purchaser, except that, if the Issuer has requested and received a rating on the Bonds from a municipal bond rating service, the Issuer will pay that rating fee. Any other rating service fees shall be the responsibility of the Purchaser.

Requested modifications to the Series 2026 Resolution or other issuance documents shall be accommodated by the Issuer at its sole discretion. In no event will modifications be made regarding the investment of funds created under the Series 2026 Resolution or other issuance documents without prior Issuer consent, in its sole discretion. Either the purchaser or the insurer must agree, in the insurance commitment letter or separate agreement acceptable to the Issuer in its sole discretion, to pay any future continuing disclosure costs of the Issuer associated with any rating changes assigned to the municipal bond insurer after closing (for example, if there is a rating change on the municipal bond insurer that require a material event notice filing by the Issuer, the purchaser or the municipal bond insurer must agree to pay the reasonable costs associated with such filing). Failure of the municipal bond insurer to issue the policy after the Bonds have been awarded to the Purchaser shall not constitute cause for failure or refusal by the Purchaser to accept delivery of the Bonds.

PRELIMINARY OFFICIAL STATEMENT DATED AUGUST 3, 2026

NEW ISSUE - DTC BOOK ENTRY ONLY S & P's Rating: "A+"

Assuming compliance with certain covenants, in the opinion of Ahlers & Cooney, P.C., Bond Counsel, under present law and assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended (the "Code"), the interest on the Bonds is excludable from gross income for federal income tax purposes and interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. Interest on the Bonds is not exempt from present Iowa income taxes. The Bonds will NOT be designated as "qualified tax-exempt obligations." See "TAX EXEMPTION AND RELATED TAX MATTERS" herein for a more detailed discussion.

$31,730,000*

Bettendorf Community School District, Iowa

School Infrastructure Sales, Services and Use Tax Revenue Bonds - Series 2026

Dated: Date of delivery

The School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026 (the "Bonds") are issued by the Bettendorf Community School District, Iowa (the "Issuer") pursuant to Iowa Code Chapter 423F, as amended, (the "Act"), and a resolution authorizing the issuance of the Bonds (the "Series 2026 Resolution") expected to be adopted by the Board of Directors of the Issuer on September 9, 2026, to finance school infrastructure projects. The Bonds are issued as fully registered Bonds in the denomination of $5,000 or any integral multiple thereof and, when issued, will be registered in the name of Cede & Co., as Bondholder and nominee of the Depository Trust Company, New York, NY ("DTC"). DTC will act as securities depository for the Bonds. Purchases of the Bonds will be made in book-entry form. Purchasers of the Bonds will not receive certificates representing their interest in the Bonds purchased. So long as DTC or its nominee, Cede & Co., is the Bondholder, the principal of, premium, if any, and interest on the Bonds will be paid by UMB Bank, n.a., West Des Moines, Iowa, as Registrar and Paying Agent (the "Registrar" or the "Paying Agent"), or its successor, to DTC, or its nominee, Cede & Co. Disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants as more fully described herein. Neither the Issuer nor the Paying Agent will have any responsibility or obligation to such DTC Participants, indirect participants or the persons for whom they act as nominee with respect to the Bonds.

The Bonds, the Outstanding Bonds and any other Parity Bonds are not general obligations of the Issuer, but are special limited obligations of the Issuer. The Bonds, the Outstanding Bonds and any other Parity Bonds are payable only from the School Infrastructure Sales, Services & Use tax (the "Tax") revenues received by the Issuer under the Act, which are pledged to the repayment of the Bonds. THE BONDS SHALL NOT CONSTITUTE NOR GIVE RISE TO A PECUNIARY LIABILITY OF THE ISSUER OR CHARGE AGAINST ITS GENERAL CREDIT OR GENERAL FUNDS. NEITHER THE FAITH AND CREDIT OF THE ISSUER, NOR THE STATE OF IOWA NOR THE GENERAL TAXING POWER OF THE ISSUER, THE STATE OF IOWA OR ANY POLITICAL SUBDIVISION OF THE STATE OF IOWA, IS PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF THE BONDS OR THE INTEREST THEREON OR OTHER COSTS INCIDENT THERETO. See "Security and Source of Payment for the Bonds" herein.

Interest on the Bonds is payable on January 1 and July 1 in each year, beginning January 1, 2027 to the registered owners thereof. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or a such other address as is furnished to the Paying Agent in writing by a registered owner.

The Bonds maturing after July 1, 2036, may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

MATURITY SCHEDULE – see next page

Investing in the Bonds is subject to certain risks. See "CERTAIN BONDHOLDERS' RISKS" herein. In making an investment decision, investors must rely on their own examination of this issue and the terms of the offering including the merits and risk involved.

The Bonds are being offered when, as and if issued by the Issuer and accepted by the Underwriter, subject to receipt of an opinion as to legality, validity and tax exemption by Ahlers & Cooney, P.C., Des Moines, Iowa, Bond Counsel. Ahlers & Cooney, P.C. is also serving as Disclosure Counsel to the Issuer in connections with the issuance of the Bonds. Piper Sandler & Co. is serving as Municipal Advisor to the Issuer in connection with the issuance of the Bonds. Certain legal matters will be passed upon for the Municipal Advisor by Dentons Davis Brown PC. It is expected that the Bonds in definitive form will be available for delivery on or about September 24, 2026. The Underwriter intends to engage in secondary market trading of the Bonds subject to applicable securities laws. The Underwriter is not obligated, however, to repurchase any of the Bonds at the request of the holder thereof.

The Date of this Official Statement is ______, 2026

___

* *Preliminary, subject to change*

MATURITY SCHEDULE *

Bond Due	Amount *	Rate *	Yield *	Cusip Num.**	Bonds Due	Amount *	Rate *	Yield *	Cusip Num.**
July 1, 2030	$795,000			087693 AV9	July 1, 2041	$1,305,000			087693 BG1
July 1, 2031	835,000			087693 AW7	July 1, 2042	1,360,000			087693 BH9
July 1, 2032	875,000			087693 AX5	July 1, 2043	1,415,000			087693 BJ5
July 1, 2033	920,000			087693 AY3	July 1, 2044	1,480,000			087693 BK2
July 1, 2034	965,000			087693 AZ0	July 1, 2045	1,540,000			087693 BL0
July 1, 2035	1,015,000			087693 BA4	July 1, 2046	2,450,000			087693 BM8
July 1, 2036	1,065,000			087693 BB2	July 1, 2047	2,560,000			087693 BN6
July 1, 2037	1,110,000			087693 BC0	July 1, 2048	2,680,000			087693 BP1
July 1, 2038	1,155,000			087693 BD8	July 1, 2049	2,810,000			087693 BQ9
July 1, 2039	1,200,000			087693 BE6	July 1, 2050	2,945,000			087693 BR7
July 1, 2040	1,250,000			087693 BF3					

$ % Term bond due July 1 Yield Cusip Num.**

____

* *Preliminary, subject to change*

** *CUSIP numbers shown above have been assigned by a separate organization not affiliated with the Issuer. The Issuer has not selected nor is responsible for selecting the CUSIP numbers assigned to the Bonds nor do they make any representation as to the correctness of such CUSIP numbers on the Bonds or as indicated above.*

No dealer, salesman or any other person has been authorized by the Issuer or the Underwriter to give any information or to make any representations other than those contained in this Official Statement, and if given or made, such information or representations must not be relied upon as having been authorized by the Issuer or the Underwriter. This Official Statement does not constitute an offer to sell or a solicitation of any offer to buy any of the securities offered hereby in any state to any persons to whom it is unlawful to make such offer in such state. The information set forth herein has been provided by the Issuer. The Underwriter makes no guarantee as to accuracy or completeness of such information, and its inclusion herein (other than representations about the Underwriter) is not to be construed as a representation by the Underwriter. Except where otherwise indicated, this Official Statement speaks as of the date hereof. Neither the delivery of this Official Statement nor any sale hereunder shall under any circumstances create any implication that there has been no change in the affairs of the Issuer since the date hereof.

TABLE OF CONTENTS

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITER MAY EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THIS OFFICIAL STATEMENT IS NOT TO BE CONSTRUED AS A CONTRACT WITH THE PURCHASERS OF THE BONDS. THE ISSUER CONSIDERS THE OFFICIAL STATEMENT TO BE "NEAR FINAL" WITHIN THE MEANING OF RULE 15c2-12 OF THE SECURITIES EXCHANGE COMMISSION. STATEMENTS CONTAINED IN THIS OFFICIAL STATEMENT WHICH INVOLVES 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 FACTS.

REFERENCES TO WEBSITE ADDRESSES PRESENTED HEREIN ARE FOR INFORMATIONAL PURPOSES ONLY AND MAY BE IN THE FORM OF A HYPERLINK SOLELY FOR THE READER'S CONVENIENCE. UNLESS SPECIFIED OTHERWISE, SUCH WEBSITES AND THE INFORMATION OR LINKS CONTAINED THEREIN ARE NOT INCORPORATED INTO, AND ARE NOT PART OF, THIS OFFICIAL STATEMENT FOR PURPOSES OF, AND AS THAT TERM IS DEFINED IN, SECURITIES AND EXCHANGE COMMISSION RULE 15C2-1

THESE SECURITIES HAVE NOT BEEN REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION BY REASON OF THE PROVISIONS OF SECTIONS 3(a)(2) OF THE SECURITIES ACT OF 1933, AS AMENDED. THE REGISTRATION OR QUALIFICATION OF THESE SECURITIES IN ACCORDANCE WITH APPLICABLE PROVISIONS OF SECURITIES LAWS OF THE STATES IN WHICH THESE SECURITIES HAVE BEEN REGISTERED OR QUALIFIED AND THE EXEMPTION FROM REGISTRATION OR QUALIFICATION IN OTHER STATES SHALL NOT BE REGARDED AS A RECOMMENDATION THEREOF. NEITHER THESE STATES NOR ANY OF THEIR AGENCIES HAVE PASSED UPON THE MERITS OF THE SECURITIES OR THE ACCURACY OR COMPLETENESS OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY MAY BE A CRIMINAL OFFENSE.

FORWARD-LOOKING STATEMENTS

This Official Statement, including appendices attached hereto, contains statements which should be considered "forward-looking statements," meaning they refer to possible future events or conditions. Such statements are generally identifiable by the words such as "anticipated," "plan," "expect," "projected," "estimate," "budget" "pro forma," "forecast," "intend," or similar words. THE ACHIEVEMENT OF CERTAIN RESULTS OR OTHER EXPECTATIONS CONTAINED IN SUCH FORWARD-LOOKING STATEMENTS INVOLVE KNOWN AND UNKNOWN RISKS, UNCERTAINTIES AND OTHER FACTORS WHICH MAY CAUSE ACTUAL RESULTS, PERFORMANCE OR ACHIEVEMENTS EXPRESSED OR IMPLIED BY SUCH FORWARD-LOOKING STATEMENTS TO DIFFER. THE ISSUER DOES NOT EXPECT OR INTEND TO UPDATE OR REVISE ANY FORWARD-LOOKING STATEMENTS CONTAINED HEREIN IF OR WHEN ITS EXPECTATIONS, OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR. INCLUDED IN SUCH RISKS AND UNCERTAINTIES ARE (i) THOSE RELATING TO THE POSSIBLE INVALIDITY OF THE UNDERLYING ASSUMPTIONS AND ESTIMATES, (ii) POSSIBLE CHANGES OR DEVELOPMENTS IN SOCIAL, ECONOMIC, BUSINESS, INDUSTRY, MARKET, LEGAL AND REGULATORY CIRCUMSTANCES, AND (iii) CONDITIONS AND ACTIONS TAKEN OR OMITTED TO BE TAKEN BY THIRD PARTIES, INCLUDING CUSTOMERS, SUPPLIERS, BUSINESS PARTNERS AND COMPETITORS, AND LEGISLATIVE, JUDICIAL AND OTHER GOVERNMENTAL AUTHORITIES AND OFFICIALS. ASSUMPTIONS RELATED TO THE FOREGOING INVOLVE JUDGMENTS WITH RESPECT TO, AMONG OTHER THINGS, FUTURE ECONOMIC, COMPETITIVE, AND MARKET CONDITIONS AND FUTURE BUSINESS DECISIONS, ALL OF WHICH ARE DIFFICULT OR IMPOSSIBLE TO PREDICT ACCURATELY. FOR THESE REASONS, THERE CAN BE NO ASSURANCE THAT THE FORWARD-LOOKING STATEMENTS INCLUDED IN THIS OFFICIAL STATEMENT WILL PROVE TO BE ACCURATE.

UNDUE RELIANCE SHOULD NOT BE PLACED ON FORWARD-LOOKING STATEMENTS. ALL FORWARD-LOOKING STATEMENTS INCLUDED IN THIS OFFICIAL STATEMENT ARE BASED ON INFORMATION AVAILABLE TO THE DISTRICT ON THE DATE HEREOF, AND THE DISTRICT ASSUMES NO OBLIGATION TO UPDATE ANY SUCH FORWARD-LOOKING STATEMENTS IF OR WHEN ITS EXPECTATIONS OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR OR FAIL TO OCCUR, OTHER THAN AS INDICATED UNDER THE CAPTION "CONTINUING DISCLOSURE."

OFFICIAL STATEMENT
BETTENDORF COMMUNITY SCHOOL DISTRICT, IOWA
$31,730,000* SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS, SERIES 2026

INTRODUCTORY STATEMENT

This Official Statement presents certain information relating to the Bettendorf Community School District, Iowa (the "Issuer"), in connection with the sale of the Issuer's School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026 (the "Bonds"). The Bond proceeds, plus the proceeds of the previously issued $9,995,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2025 will be used to: (i) demolish the 1960 portion of the Middle School building; construct, build, furnish, and equip a classroom addition to the Middle School building on the footprint of the 1960 site; construct, build, furnish and equip an addition to the existing Middle School building to expand the cafeteria and kitchen area; if required, refund some or all of the District's outstanding School Infrastructure Sales, Services and Use Tax Revenue Bonds as a component of the 2026 and/or 2027 bond, ii) fund the Reserve Fund; and (iii) pay costs of issuance for the Bonds. In addition, a portion of the Bond proceeds will be used to currently refund the (1) 2027-2029 maturities of the $10,000,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2018, dated July 25, 2018, (the "Series 2018 Bonds") of which $3,300,000 are still outstanding and unpaid, and remain a lien on the School Infrastructure Tax Revenues; (2) a portion of the 2028 and 2029 maturities of the $17,380,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2019, dated June 18, 2019 (the "Series 2019 Bonds") of which $6,570,000 are still outstanding and unpaid, and remain a lien on the School Infrastructure Tax Revenues (the "Project"). See "**THE PROJECT**" herein. The Bonds will be issued pursuant to a resolution authorizing the issuance of the Bonds expected to be adopted by the Board of Directors (the "Board") of the Issuer on or about September 9, 2026 (the "Series 2026 Resolution" or "Bond Resolution"), which supplements the resolutions authorizing the Outstanding Bonds (hereafter defined) (collectively, the "Prior Bond Resolutions" and, together with the Series 2026 Resolution, the "Resolutions").

Prior to the adoption by the Legislature of the Act, voters in Scott County, authorized a school infrastructure local option sales and services tax, pursuant to Iowa Code Chapter 423E to be used for school infrastructure purposes. Under the Act, all prior 423E school infrastructure local option sales and services taxes were repealed on June 1, 2008, in favor of a new statewide one cent school infrastructure sales, services & use tax (the "Tax"). Under the provisions of the Act, school corporations are authorized to issue Sales Tax Revenue Bonds payable from the receipt of such Tax revenues ("Tax Revenues") for certain purposes, and for certain periods of time, set forth in the Act. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" herein.

Summaries and descriptions of the Issuer, the Act, the Bonds, the Series 2026 Resolution, and certain other documents are included in this Official Statement. The summaries of and references to all documents, statutes and other instruments referred to herein do not purport to be complete, comprehensive or definitive, and each such summary and reference is qualified in its entirety by reference to each such document, statute or instrument. Copies of the Series 2026 Resolution may be obtained during the initial offering period by contacting the Issuer. The Issuer has agreed to provide certain continuing disclosure information after issuance of the Bonds as more fully described under "**APPENDIX C - Form of Continuing Disclosure Certificate**" – attached hereto.

This Preliminary Official Statement is deemed to be a final official statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission, except for the omission of certain pricing and other information, which is to be made available through a final Official Statement.

This Introductory Statement is only a brief description of the Bonds and certain other matters. Such description is qualified by reference to the entire Preliminary Official Statement and the documents summarized or described herein. This Preliminary Official Statement should be reviewed in its entirety.

The Bonds are special, limited obligations payable solely from the Tax Revenues received by the Issuer and certain funds pledged to the payment thereof in the Series 2026 Resolution. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**"

The Bonds are being issued on a parity basis with the remaining outstanding amount of the prior bonds of the Issuer, which remain outstanding as of the date of the Series 2026 Resolution and are secured by a lien on the Tax Revenues (the "Outstanding Bonds"), in particular:

Series	Dated Date	Outstanding Balance
$10,000,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2018*	July 25, 2018*	$3,300,000*
$17,380,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2019	June 18, 2019**	6,570,000**
$9,995,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2025	August 7, 2025	9,505,000

**The remaining Series 2018 Bond principal will be called and restructured into the Bonds as part of this transaction. As of 9/24/2026 only the Series 2019, 2025 & 2026 Bonds will remain outstanding.*
*** A portion of the 2028 and 2029 principal will be called and restructured into the Bonds as part of this transaction.*

All statements made in this Official Statement involving matters of opinion or of estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates will be realized.

CERTAIN BONDHOLDERS' RISKS

An investment in the Bonds involves an element of risk. In order to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Preliminary Official Statement (including the appendices hereto) in order to make a judgment as to whether the Bonds are an appropriate investment. This information is based on current information available to the Issuer that may be incomplete and unknown. This information was derived using certain assumptions and methodologies, and includes unaudited financial information and projections. Some of this information is forward-looking and subject to change.

Limited Obligations

The Bonds are not general obligations of the Issuer but are special limited obligations of the Issuer. The Bonds are payable only from (1) the Tax Revenues received by the Issuer; (2) the Sinking Fund (as defined herein) and (3) the Series 2026 Bond Reserve Fund Subaccount within the Reserve Fund (as defined herein), each of which are pledged to the repayment of the Bonds. **THE BONDS SHALL NOT CONSTITUTE NOR GIVE RISE TO A PECUNIARY LIABILITY OF THE ISSUER OR CHARGE AGAINST ITS GENERAL CREDIT OR GENERAL FUNDS. NEITHER THE FAITH AND CREDIT OF THE ISSUER, THE COUNTY, NOR THE STATE OF IOWA NOR THE GENERAL TAXING POWER OF THE ISSUER, THE STATE OF IOWA OR ANY POLITICAL SUBDIVISION OF THE STATE OF IOWA, IS PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF THE BONDS OR THE INTEREST THEREON OR OTHER COSTS INCIDENT THERETO**. See "**SECURITY AND SOURCES OF PAYMENT FOR THE BONDS**" herein.

Estimated Tax Revenues

Estimates of Tax Revenues available to pay the Bonds in the future presented herein are based on estimates provided to the Issuer by the State of Iowa Department of Revenue (the "Department"), which estimates have not been independently reviewed by any third parties. Failure to receive Tax Revenues in the amount estimated would reduce the debt service coverage ratios described herein (see "**ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS**" herein). If such estimates vary significantly from actual Tax Revenues in the future, that variance could prevent the Issuer from making timely payments of principal of and interest on the Bonds.

While the estimated Tax Revenues set forth herein are based upon information and assumptions that the Issuer believes to be reasonable, potential purchasers of the Bonds should recognize that such estimates are subject to changes resulting from a wide variety of economic and other conditions. Therefore, no assurance can be given that the Tax revenues will be received in the annual or aggregate amount estimated. There may be material differences between the estimated receipts and actual payments of Tax Revenues to the Issuer.

Enrollment Trends

Tax Revenues received are based on the certified enrollment of the Issuer as described herein. Changes in enrollment, whether up or down, will impact Tax Revenues received, the impact of which could be material. Deterioration in long term enrollment or increases in statewide enrollments not matched by increases in enrollments in the Issuer will potentially reduce the actual amount of the Tax Revenues received, and that reduction could materially alter the Issuer's ability to repay the Bonds. The Issuer has experienced declining enrollment over the past 8 years and expects that trend to continue. See "**ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS**" and "**HISTORICAL RESIDENT ENROLLMENT IN THE SCHOOL DISTRICT**" herein.

Economic Conditions

The Tax is being collected generally on the same basis as the State of Iowa (the "State") retail sales and services tax, subject to certain exceptions. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" herein. The Tax may not be levied on the sale of property or on any service not taxed by the State. A wide variety of economic and other conditions could cause fluctuations affecting the volume of taxable sales and services within the State which would then affect the Issuer's receipt of the Tax Revenues. The following factors, among others, may affect the economic climate of the State and the volume of taxable sales and services originated in the State (and therefore the amount of Tax revenues collected by the State and distributed to the Issuer), to an extent which cannot be determined at this time:

1) Global health pandemics, including the duration and scope thereof.
2) Employee strikes or other adverse labor actions affecting significant employers within the State;
3) Increased unemployment within the State;
4) Population decrease or other unfavorable demographic changes in the Issuer and surrounding areas;
5) Decrease in the number of resident students in the Issuer's boundaries;
6) Competition from sales and services providers located outside of the State;
7) The loss of local retail establishment or any decrease in the amount of sales generated in the State;
8) Natural disaster or catastrophes affecting significant portions of the Issuer and surrounding areas;
9) Delays in the receipt of Tax Revenues,
10) Competition from Internet based sales and services providers that are currently exempt from the Tax;
11) Other unforeseen competitive or economic factors or acts of God.

The Revenue Purpose Statement

The Act provides that a school corporation may use Tax Revenues for school infrastructure purposes, as authorized pursuant to a Revenue Purpose Statement (the "RPS"), which must be authorized by the voters at a special election held for such purpose. The voters of the District approved the RPS at an election held on March 2, 2021. The RPS describes the permitted uses of the Tax Revenue and is effective unless repealed or amended. The RPS may be amended from time to time by the voters in the Issuer's boundaries. However, the RPS may not be amended in a way that would cause the school corporation to be unable to use Tax Revenues to repay validly issued School Infrastructure Sales, Services & Use Tax Revenue Bonds, including the Bonds.

Legislative Revisions of the Act

A tax was originally enacted during the 1998 session of the Iowa General Assembly to set forth conditions under which bonds payable from a local sales and services tax may be issued (the "Prior Tax") and was amended by the General Assembly on multiple occasions after its enactment. The Act was initially enacted to repeal the Prior Tax effective July 1, 2008. Potential purchasers of the Bonds should recognize that the Act may be amended further while the Bonds are outstanding, and such legislation could materially revise the current provisions of the Act relating to the collection, payment, application, receipt or distribution of the Tax Revenues to the Issuer, subject to constitutional restraints on impairment of contracts. It cannot be predicted whether or in what form any proposal might be enacted or whether if enacted, it would apply to the Bonds issued prior to enactment. Any such legislative amendments could adversely affect the Issuer's ability to make timely payments of principal of and interest on the Bonds. Bond Counsel, Disclosure Counsel, the Municipal Advisor, Counsel to the Municipal Advisor, the Issuer or the Underwriter do not express any opinion regarding any pending or proposed legislation related to the Act.

In 2022, the Department's method of distributing Tax Revenues received was amended. The Act requires the Department to, annually prior to August 15, estimate the amount of revenue that will be remitted to the school corporations for the fiscal year beginning each July l. Historically, the Department was required to remit 95% of the annual estimate of Tax revenues to be remitted to the school corporations in monthly installments over the fiscal year, and was allowed to retain 5% of the estimate until the end of the fiscal year, at which time the Department would complete an audit of the actual receipts and the actual remittances of the Tax. The Department would then reconcile the difference between the actual receipts and the estimated remittances and would remit the remaining balance to the school corporations on or around November 1 for the fiscal year ending the previous July 30 (the "Reconciliation Payment"). It was possible for the Reconciliation Payment to be a negative number if actual receipts were less than expected receipts by an amount greater than 5%. Beginning with the October 2022 transfer, the Department began transferring the actual amount of Tax Revenue attributable to each school corporation for the Tax Revenue remitted in the preceding month.

The General Assembly periodically considers the creation of additional exemptions and there can be no assurance that additional sales tax exemptions will not be enacted in the future. Any such additional exemptions could materially reduce the amount of Tax Revenue allocated to the Issuer and adversely affect the Issuer's ability to make timely payments of principal and interest on the Bonds.

Recent Legislative Revision of the Tax

On May 3, 2026, the General Assembly enacted Senate File 2472 ("SF2472"). The Governor signed SF2472 into law on May 18, 2026. SF2472 accelerates the diversion of Tax Revenues to the Property Tax Equity Relief fund ("PTR") from its current rate of seven and one tenth percent (7.1%) to twelve and one-half percent (12.5%) for fiscal year beginning July 1, 2026; to fifteen percent (15%) for fiscal year beginning July 1, 2027; to seventeen and one-half percent (17.5%) for fiscal year beginning July 1, 2028; to twenty-two and one-half percent (22.5%) for fiscal year beginning July 1, 2029; to twenty-five percent (25%) for fiscal year beginning July 1, 2030 and each year thereafter. SF2472 also extends the Tax from January 1, 2051 to January 1, 2071. The effects of the accelerated transfer of Tax revenues to the PTR fund may result in school districts receiving less Tax Revenues and may affect the Issuer's ability to make timely payment of principal and interest on the Bonds. See "**CERTAIN BONDHOLDERS' RISKS – Estimated Tax Revenues**", "**CERTAIN BONDHOLDERS' RISKS – Enrollment Trends**", "**CERTAIN BONDHOLDERS' RISKS – Economic Conditions**", "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**", **Tables I-II** of "**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS** ": "**ESTIMATED FUTURE SALES, SERVICES AND USE TAX RECEIPTS**", and **ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS**" herein.

Legislative Change Related to School Choice

In 2023 the State of Iowa adopted Legislation ("HF68") that establishes a general fund appropriation for an Education Savings Account Fund (the "Fund") under the control of the Iowa Department of Education (the "Department of Education"). The Fund must be used to establish individual accounts for participating pupils and to make qualified education savings account payments on behalf of parents and guardians, including payment for nonpublic school tuition, textbooks, software, fees, curriculum materials, and other similar expenses. All students attending a nonpublic school are eligible for participation.

The annual amount per account in the Fund is determined by the State Cost Per Pupil (SCPP) for that fiscal year and changes each year based on the State Percent of Growth (SPG). For fiscal year ending June 30, 2026, the SCPP is $7,988, which amount will be deposited into the Fund, instead of being sent to the Issuer, for each qualifying student within the Issuer attending a nonpublic school. HF68 provides that a school district is funded in an amount of $1,176 per student for resident pupils who attend a nonpublic school. According to the Department of Education, there were 285 students who resided within the boundaries of the Issuer but attended non-public schools for the 2022-23 school year; 354 for the 2023-24 school year; 406 for the 2024-25 school year; and 430 for the 2025-26 school year. It is unknown how many additional students, if any, will attend non-public schools in future years, as HF68 is implemented. If a significant number of eligible students in the Issuer transition to non-public schools, it could have an adverse impact on the Issuer's finances given the reduction in per student funding the Issuer would otherwise receive. See "**THE BONDS – Source of Security for the Bonds**" herein.

Additional Debt and Parity Bonds

The Resolutions permit the Issuer to incur additional indebtedness under certain circumstances, including bonds, notes or other obligations payable solely from the Tax Revenues on an equal basis with the Outstanding Bonds, the Bonds, and any Additional Bonds (as defined herein) as authorized to be issued under the terms of the Resolutions (the "Parity Bonds") that could have a lien on the Tax Revenues on a parity basis with the lien securing the Outstanding Bonds and the Bonds. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS — Additional Obligations — Prior Lien and Parity Bonds**" herein. Such additional debt could increase the Issuer's debt service and repayment requirement in a manner which would adversely affect debt service coverage on the Bonds and the Outstanding Bonds. The Bonds are expected to be issued as Parity Bonds.

Debt Payment History

The Issuer knows of no instance in which it has intentionally or unintentionally defaulted in the payment of principal and/or interest on any of its debt.

Secondary Market for the Bonds

There can be no guarantee that there will be a secondary market for the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. Occasionally, because of general market conditions or because of adverse history of economic prospects connected with a particular issue, and secondary marketing practices in connection with a particular Bond or Bonds issue are suspended or terminated. Additionally, prices of Bond or bond issues for which a market is being made will depend upon then prevailing circumstances. Such prices could be substantially different from the original purchase price of the Bonds.

Municipal Bonds are generally viewed as long-term investments, subject to material unforeseen changes in the investor's circumstances, and may require commitment of the investor's funds for an indefinite period of time, perhaps until maturity.

EACH PROSPECTIVE PURCHASER IS RESPONSIBLE FOR ASSESSING THE MERITS AND RISKS OF AN INVESTMENT IN THE BONDS AND MUST BE ABLE TO BEAR THE ECONOMIC RISK OF SUCH INVESTMENT. THE SECONDARY MARKET FOR THE BONDS, IF ANY, COULD BE LIMITED.

Ratings

S&P Global Ratings, a division of Standard & Poor's Financial Services LLC ("S&P") has assigned a rating of "A+" to the Bonds. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that the rating will continue for any given period of time, or that such rating will not be revised, suspended or withdrawn, if, in the judgment of S&P, circumstances so warrant. A revision, suspension or withdrawal of a rating may have an adverse effect on the market price of the Bonds.

Rating agencies are currently not regulated by any governmental authority. Future regulation of rating agencies could materially alter the methodology, rating levels, and types of ratings available, for example, and these changes, if ever, could materially affect the market value of the Bonds.

Matters Relating to Enforceability of Agreements/Limitation or Delay in Remedies

There is no Bond trustee or similar person to monitor or enforce the provisions of the Series 2026 Resolution. The owners of the Bonds should, therefore, be prepared to enforce such provisions themselves if the need to do so arises. In the event of a default in the payment of principal of or interest on the Bonds, there is no provision for acceleration of maturity of the principal of the Bonds. Consequently, the remedies of the owners of the Bonds (consisting primarily of an action in the nature of mandamus requiring the Issuer and certain other public officials to perform the terms of the resolution for the Bonds) may have to be enforced from year to year. Holders of the Bonds shall have and possess all the rights of action and remedies afforded by the common law, the Constitution and statutes of the State of Iowa and of the United States of America for the enforcement of payment of the Bonds, including, but not limited to, the right to a proceeding in law or in equity by suit, action or mandamus to enforce and compel performance of the duties required by Iowa law and the Series 2026 Resolution.

The practical realization of any rights upon any default will depend upon the exercise of various remedies specified in the Series 2026 Resolution. The remedies available to the owners of the Bonds upon an event of default under the Series 2026 Resolution, in certain respects, may require judicial action, which is often subject to discretion and delay. Under existing law, including specifically the federal bankruptcy code, certain of the remedies specified in the Series 2026 Resolution may not be readily available or may be limited. A court may decide not to order the specific performance of the covenants contained in these documents. The legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to the enforceability of the various legal instruments by limitations imposed by general principles of equity and public policy and by bankruptcy, reorganization, insolvency or other similar laws affecting the rights of creditors generally.

No representation is made, and no assurance is given, that the enforcement of any remedies with respect to such assets will result in sufficient funds to pay all amounts due under the Series 2026 Resolution, including principal of and interest on the Bonds.

Pension and OPEB Information

The Issuer 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 Issuer are required to participate in IPERS. IPERS plan members are required to contribute a percentage of their annual salary, in addition to the Issuer being required to make annual contributions to IPERS. Contribution amounts are set by State statute. The IPERS Annual Comprehensive Financial Report for its fiscal year ended June 30, 2025 (the "IPERS ACFR"), indicates that as of June 30, 2025, the date of the most recent actuarial valuation for IPERS, the funded ratio of IPERS was 92.17%, and the unfunded actuarial liability was approximately $3.841 billion. The IPERS ACFR identifies the IPERS Net Pension Liability at June 30, 2025, at approximately $2.323 billion, while its net pension liability at June 30, 2024, was approximately $3.641 billion. The IPERS ACFR is available on the IPERS website, or by contacting IPERS at 7401 Register Drive, Des Moines, IA 50321. See "**APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER**" for additional information on IPERS.

Bond Counsel, Disclosure Counsel, Municipal Advisor, Counsel to the Municipal Advisor and the Issuer undertake no responsibility for and make no representations as to the accuracy or completeness of the information available from the IPERS discussed above or included on the IPERS website, including, but not limited to, updates of such information on the State Auditor's website or links to other Internet sites accessed through the IPERS website.

In fiscal year ended June 30, 2025, the Issuer's IPERS contribution totaled approximately $3,312,424. The Issuer is current in its obligations to IPERS. Pursuant to Governmental Accounting Standards Board Statement No. 68, IPERS has allocated the net pension liability among its members, with the Issuer's identified portion at June 30, 2025, at approximately $13,490,318. While the Issuer's contributions to IPERS are controlled by state law, there can be no assurance the Issuer will not be required by changes in State law to increase its contribution requirement in the future, which may have the effect of negatively impacting the finances of the Issuer. See "**APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER**" for additional information on pension and liabilities of the Issuer.

Forward-Looking Statements

This Official Statement contains statements relating to future results that are "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995. When used in this Official Statement, the words "estimate," "forecast," "intend," "expect" and similar expressions identify forward-looking statements. Any forward-looking statement is subject to uncertainty. Accordingly, such statements are subject to risks that could cause actual results to differ, possibly materially, from those contemplated in such forward-looking statements. Inevitably, some assumptions used to develop forward-looking statements will not be realized or unanticipated events and circumstances may occur. Therefore, investors should be aware that there are likely to be differences between forward looking statements and the actual results. These differences could be material and could impact the availability of funds of the Issuer to pay debt service when due on the Bonds.

Tax Matters, NO Bank Qualification and Loss of Tax Exemption

As discussed under the heading "**TAX EXEMPTION AND RELATED TAX MATTERS**" herein, the interest on the Bonds could become includable in gross income for purposes of federal income taxation retroactive to the date of delivery of the Bonds, as a result of acts or omissions of the Issuer in violation of its covenants in the Series 2026 Resolution. Should such an event of taxability occur, the Bonds would not be subject to a special prepayment and would remain outstanding until maturity or until prepaid under the prepayment provisions contained in the Bonds, and there is no provision for an adjustment of the interest rate on the Bonds.

The Issuer will NOT designate the Bonds as "qualified tax-exempt obligations" under the exception provided in Section 265(b)(3) of the Internal Revenue Code of 1986, as amended (the "Code").

It is possible that legislation will be proposed or introduced that could result in changes in the way that tax exemption is calculated, or whether interest on certain securities are exempt from taxation at all. Prospective purchasers should consult with their own tax advisors regarding any pending or proposed federal income tax legislation. The likelihood of any pending or proposed federal income tax legislation being enacted or whether the proposed terms will be altered or removed during the legislative process cannot be reliably predicted.

It is also possible that actions of the Issuer after the closing of the Bonds will alter the tax status of the Bonds, and, in the extreme, remove the tax-exempt status from the Bonds. In that instance, the Bonds are not subject to mandatory prepayment, and the interest rate on the Bonds does not increase or otherwise reset. A determination of taxability on the Bonds, after closing of the Bonds, could materially adversely affect the value and marketability of the Bonds.

Risk of Audit

The Internal Revenue Service has an ongoing program to audit tax-exempt obligations to determine the legitimacy of the tax status of such obligations. No assurance can be given as to whether the Internal Revenue Service will commence an audit of the Bonds. Public awareness of any audit could adversely affect the market value and liquidity of the Bonds during the pendency of the audit, regardless of the ultimate outcome of the audit.

The Internal Revenue Service recently completed an audit of the Issuer's outstanding $17,380,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2019, dated June 18, 2019, which was closed without a change to the tax status of the Series 2019 Bonds.

DTC-Beneficial Owners

Beneficial Owners of the Bonds may experience some delay in the receipt of distributions of principal of and interest on the Bonds since such distributions will be forwarded by the Paying Agent to DTC and DTC will credit such distributions to the accounts of the Participants which will thereafter credit them to the accounts of the Beneficial Owner either directly or indirectly through indirect Participants. Neither the Issuer nor the Paying Agent will have any responsibility or obligation to assure that any such notice or payment is forwarded by DTC to any Participants or by any Participant to any Beneficial Owner.

In addition, since transactions in the Bonds can be effected only through DTC Participants, indirect participants and certain banks, the ability of a Beneficial Owner to pledge the Bonds to persons or entities that do not participate in the DTC system, or otherwise to take actions in respect of such Bonds, may be limited due to lack of a physical certificate. Beneficial Owners will be permitted to exercise the rights of registered Owners only indirectly through DTC and the Participants. See "**THE BONDS– Book-Entry Only System**."

Redemption Prior to Maturity/Loss of Premium from Redemption

In considering whether the Bonds might be redeemed prior to maturity, Bondholders should consider the information included in this Official Statement under the heading "**THE BONDS – Redemption**." Any person who purchases the Bonds at a price in excess of their principal amount or who holds such Bonds trading at a price in excess of par should consider the fact that the Bonds are subject to redemption prior to maturity at the redemption prices described herein in the event such Bonds are redeemed prior to maturity.

Cybersecurity

The Issuer, like many other public and private entities, relies on a large and complex technology environment to conduct its operations. As such, it may face multiple cybersecurity threats including but not limited to, hacking, viruses, malware and other attacks on computer or other sensitive digital systems and networks. There can be no assurances that any security and operational control measures implemented by the Issuer will be completely successful to guard against and prevent cyber threats and attacks. Failure to properly maintain functionality, control, security, and integrity of the Issuer's information systems could impact business operations and/or digital networks and systems and the costs of remedying any such damage could be significant. Along with significant liability claims or regulatory penalties, any security breach could have a material adverse impact on the Issuer's operations and financial condition.

The Issuer maintains cybersecurity insurance coverage. The Issuer cannot predict whether this coverage would be sufficient in the event of a cyber incident.

Environmental and Climate-Related

Due to recent increases in the frequency and intensity of extreme weather events and natural disasters, the Issuer and its residents and businesses may experience operational disruptions and increased costs for mitigation and recovery. The increased costs of risk-mitigation and recovery efforts cannot be determined with certainty due to the multiple factors associated with these costs, including but not limited to, the future frequency and intensity of these events, future legal and regulatory requirements, the costs of labor and materials used in mitigation and recovery, insurance rates and available coverages, and the level of state and federal assistance available.

Financial Condition of the Issuer From Time to Time

No representation is made as to the future financial condition of the Issuer. Certain risks discussed herein could adversely affect the financial condition and/or operations of the Issuer in the future.

Changing priorities in federal policies can result in reductions to the level or priority of federal funding for a variety of federally funded programs, including education related programs. Such changes could have an adverse impact on the Issuer's operations or financial position.

Continuing Disclosure

A failure by the Issuer to comply with the continuing disclosure obligations (see "CONTINUING DISCLOSURE" herein) will not constitute an event of default on the Bonds. Any such failure must be disclosed in accordance with the Rule and may adversely affect the transferability and liquidity of the Bonds and their market price.

Bankruptcy and Insolvency

The rights and remedies provided in the Series 2026 Resolution may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations in legal remedies against exercise of judicial discretion in appropriate cases and to limitations on legal remedies against municipal corporations in the State of Iowa. The various opinions of counsel to be delivered with respect to the Bonds and the Series 2026 Resolution, including the opinion of Bond Counsel, will be similarly qualified. If the Issuer were to file a petition under Chapter Nine of the Federal Bankruptcy Code, the owners of the Bonds could be prohibited from taking any steps to enforce their rights under the Series 2026 Resolution. In the event the Issuer fails to comply with its covenants under the Series 2026 Resolution or fails to make payments on the Bonds, there can be no assurance of the availability of remedies adequate to protect the interests of the holders of the Bonds.

Under sections 76.16 and 76.16A of the Iowa Code, a city, county, or other political subdivision may become a debtor under Chapter Nine of the Federal Bankruptcy Code, if it is rendered insolvent, as defined in 11 U.S.C. §101(32)(c), as a result of a debt involuntarily incurred. As used therein, "debt" means an obligation to pay money, other than pursuant to a valid and binding collective bargaining agreement or previously authorized bond issue, as to which the governing body of the city, county, or other political subdivision has made a specific finding set forth in a duly adopted resolution of each of the following: (1) that all or a portion of such obligation will not be paid from available insurance proceeds and must be paid from an increase in general tax levy; (2) that such increase in the general tax levy will result in a severe, adverse impact on the ability of the city, county, or political subdivision to exercise the powers granted to it under applicable law, including without limitation providing necessary services and promoting economic development; (3) that as a result of such obligation, the city, county, or other political subdivision is unable to pay its debts as they become due; and (4) that the debt is not an obligation to pay money to a city, county, entity organized pursuant to Chapter 28E of the Iowa Code, or other political subdivision.

Project Completion/Risks of Construction

A delay in completion of the Project may arise from any number of other causes, including but not limited to, adverse weather conditions, unavailability of subcontractors, and negligence on the part of subcontractors, labor disputes, or unanticipated costs of construction, equipping or renovation. Any of these events or occurrences, separately or in combination, could have a material adverse effect on the Issuer's ability to complete the Project, or to complete it as planned and on schedule. The Issuer believes that the proceeds of the Bonds plus the proceeds of the previously issued $9,995,000 School Infrastructure Sales, Services and Use Tax Revenue Bond, Series 2025, will be sufficient to complete the Project; however, the cost of construction of the Project may be affected by factors beyond the control of the Issuer, including strikes, material shortages, adverse weather conditions, trade tariffs, subcontractor defaults, delays, and unknown conditions.

Damage or Destruction to Issuer's Facilities

Although the District maintains certain kinds of insurance, there can be no assurance that the Issuer will not suffer uninsured losses in the event of damage to or destruction of the Issuer's facilities, including the Project, due to fire or other calamity or in the event of other unforeseen circumstances.

General Liability Claims

In recent years, the number of general liability suits and the dollar amounts of damage awards have increased nationwide, resulting in substantial increases in insurance premiums. Litigation may also arise against the Issuer from its business activities, such as its status as an employer. While the Issuer maintains general liability insurance coverage, the Issuer is unable to predict the availability or cost of such insurance in the future. In addition, it is possible that certain types of liability awards may not be covered by insurance as in effect at relevant times. Any negative impact resulting from such awards may impact the Issuer's ability to operate.

Risks as Employer

The Issuer is a major employer, combining a mix of full-time faculty, part-time faculty, technical and clerical support staff and other types of workers in a single operation. As with all large employers, the Issuer bears a wide variety of risks in connection with its employees. These risks include discrimination claims, personal tort actions, work-related injuries, exposure to hazardous materials, interpersonal torts (such as between employees or between employees and students) and other risks that may flow from the relationships between employer and employee or between students and employees. Certain of these risks are not covered by insurance, and certain of them cannot be anticipated or prevented in advance.

Proposed Federal Tax Legislation

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals are pending in Congress that could, if enacted, alter or amend one or more of the federal tax matters described herein in certain respects or would adversely affect the market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further such proposals may impact the marketability or market value of the Bonds simply by being proposed. 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 the Bonds. In addition, regulatory actions are from time to time announced or proposed, and litigation threatened or commenced, which if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby. See "**TAX EXEMPTION AND RELATED TAX MATTERS.**"

Suitability of Investment

The interest rate borne by the Bonds is intended to compensate the investor for assuming the risk of investing in the Bonds. Each prospective investor should carefully examine this Official Statement and its own financial condition to make a judgement as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment for such investor.

Summary

The foregoing is intended only as a summary of certain risk factors attendant to an investment in the Bonds. In order for potential investors to identify risk factors and make an informed investment decision, potential investors should become thoroughly familiar with this entire Official Statement and the Appendices hereto.

SECURITY AND SOURCE OF PAYMENT FOR THE BONDS

The Tax; Collection and Remittance of the Tax

<u>Authorization</u>
In 1998, the school districts in Iowa were allowed to implement on a county-by-county basis a $0.01 school infrastructure local option sales and services tax, pursuant to Iowa Code Chapter 423E, to be used for school infrastructure purposes, for ten-year periods. In 2008, the Iowa Legislature adopted the Act which replaced the county-by-county school infrastructure local option sales and services tax (the "Prior Tax") with a statewide $0.01 school infrastructure sales, services and use tax (the "Tax"). Under the Act, all Prior Taxes were repealed on July 1, 2008, in favor of the new Tax to be imposed through December 31, 2029. After July 1, 2008, the use of Tax Revenues received by each school district is governed by a revenue purpose statement which must be approved by voters of a school district.

On May 3, 2026, the Legislature enacted Senate File 2472 ("SF2472"). The Governor signed SF2472 into law on May 18, 2026. SF2472 accelerates the diversion of Tax Revenues to PTR from its current rate of seven and one tenth percent (7.1%) to twenty-five percent (25%) by the fiscal year beginning July 1, 2030, with each yearly increase occurring in a non-linear gradual percentage, and extends the sunset of the Tax from January 1, 2051 to January 1, 2071.

On March 2, 2021 voters in the District approved the current RPS. The RPS describes the permitted uses of the Tax Revenue and is effective until repealed or amended. The Project is an authorized school infrastructure project under the RPS.

<u>Issuance of Bonds</u>
Under provisions of the Act, school corporations are authorized to issue sales tax revenue bonds payable from Tax Revenues. A school district receiving Tax Revenues may issue bonds in anticipation of the receipt of Tax Revenues and may pledge irrevocably an amount of Tax Revenues for each of the years the bonds remain outstanding to the payment of such bonds. Bonds may be issued only for one or more of the purposes set forth on the RPS as approved by the electors of the Issuer. Prior to the issuance of sales tax revenue bonds, school districts must hold a public hearing on the proposal to issue such bonds and must publish a notice of hearing not less than ten (10) nor more than twenty (20) days prior to such hearing. If a valid petition is received prior to fifteen (15) days of the public hearing calling for an election on the bonds, the school district must either submit the bond proposition to an election of the voters or abandon the issuance of bonds.

The hearing on the Bonds was held April 9, 2025, and no petition was presented calling for an election on the proposition.

<u>Imposition and Collection</u>
The Tax is imposed on the same basis as the State of Iowa's (the "State") other sales, services and use taxes under Iowa Code Chapter 423, subchapters II and III. See "Legislative Revisions of the Act" included in "**BONDHOLDERS' RISKS**".

The Tax is collected by the retailers in the State and remitted at the end of each calendar month to the State. The Department remits the tax to the school corporations on the last day of the next month. The Act requires the Department to, annually prior to August 15, estimate the amount of revenue that would be remitted to the school corporations for the fiscal year beginning on July 1. The Act requires the Department to transfer monthly to each school corporation the actual amount of Tax Revenue remitted to the Department attributable to the school corporation from the preceding month.

The Tax is remitted to each school corporation in the State based on actual enrollment for the fiscal year in question. The actual enrollment for a fiscal year is determined by a count of those students registered to attend the school corporation as of October 1, or the Monday following if October 1 is a Saturday or Sunday (as amended from time to time in the future by the Legislature). Each school corporation receives an equal amount of revenue from the Tax, per student, and all taxes collected under the Tax will be remitted to each school corporation based on their actual enrollment as a percentage of the total enrollment in the State.

With the extension of the Tax from December 31, 2029, to January 1, 2051, a change to the calculation of the remittance to schools was made. Previously, an annual allocation of 2.1% of available revenues were diverted to the Property Tax Equity Relief fund ("PTER"). Effective July 1, 2019, that amount increased to 3.1% and allows for an annual increase of 1.0% each subsequent year if the growth in total Tax revenues per year exceed 2.0%. For example, if Fiscal Year 2020 Tax revenues actually grew at 4.0%, there would be a 1.0% increase in the distribution amount to the PTER fund, making that amount 4.1% instead of 3.1% and passing on to the schools 3.0% instead of 4.0% growth. In any given year, if the annual growth of the Tax revenues is less than 2.0%, no additional amount will be diverted to the PTER fund. The maximum amount of Tax dollars that can be diverted is 30.0%. The amounts diverted now to the PTER fund will be divided among schools in two categories: one portion being shared by schools above the statewide average base tax levy rate, and the other portion shared by all schools equally. The 2019 legislation also created a category of annual competitive grant funds that will be administered through the State Department of Education for career academy infrastructure and equipment. The fund was established with $1.0 million available in FY2020, and the fund may grow when the prior fiscal year's growth rate exceeds 2.5%. The maximum annual amount that could be diverted in the future to this career academy fund would be $5.0 million.

For the fiscal year beginning July 1, 2026, the equity transfer percentage will be twelve and one-half percent (12.5%); for the fiscal year beginning July 1, 2027, the equity transfer percentage will be fifteen percent (15%); for the fiscal year beginning July 1, 2028, the equity transfer percentage will be seventeen and one-half percent (17.5%); for fiscal year beginning July 1, 2029, the equity transfer percentage will be twenty-two and one-half percent (22.5%); and for fiscal year beginning July 1, 2030, and each fiscal year thereafter, the equity transfer percentage will be twenty-five percent (25%).

HISTORICAL AND ESTIMATED STATEWIDE RECEIPTS OF THE TAX

Presented below is the actual or estimated receipts of the Tax by the State and the allocations to the various funds pursuant to the 2019 Act, as discussed herein:

Fiscal Year	Total Collections	Allocated to PTER	Allocated to Career Academies	Allocated to schools
2026	$733,388,570	$52,070,588	$5,000,000	$676,317,971
2025	694,062,710	49,278,452	5,000,000	639,784,258
2024	687,794,332	41,930,132	5,000,000	640,864,200
2023	626,759,000	38,232,299	5,000,000	583,526,701
2022	632,076,590	32,235,906	5,000,000	594,840,684

CURRENT STATEWIDE RECEIPTS OF THE TAX – AVERAGE PER PUPIL RECEIPTS (5)

Fiscal Year	Original State Estimate (1)	Statewide Disbursements (1) (3)	Statewide Enrollment (2)	Average Revenue per Student (4)
2022	$540,481,659	$594,840,687	484,159	$1,228.61
2023	598,208,742	583,526,701	485,630	1,201.59
2024	600,005,449	640,864,200	486,476	1,317.36
2025	661,436,255	639,784,258	483,699	1,322.69
2026	652,679,943	676,317,971	480,665	1,407.05

(1) Fiscal Year 2026 is preliminary, subject to change, as provided by the Department
(2) Historical Payments through Fiscal Year 2025 as provided by the Department
(3) Statewide Enrollment count is from the Prior October Count (i.e. the October 1, 2024 count is used for Fiscal Year 2026)
(4) Revenue calculations are provided on an accrual basis
(5) Fiscal Year 2026 revenue per pupil estimate provided by the Department at $1,407.05 and may be different than the actual distribution.

THE BALANCE OF THIS PAGE LEFT BLANK INTENTIONALLY

ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS (1)

Table I: Assuming No Growth in Statewide Revenues & No Enrollment Changes

Fiscal Year	Total SAVE Revenues (2)	Amount to Career Academies	Amount to "PTR" Fund	Amount of School Distribution	Statewide Certified Enrollment (3)	Average Revenue Per Student (4)(5)
6/30/26	$733,388,570	$5,000,000	$52,070,588	$676,317,971	480,665	$1,407.05
6/30/27	733,388,570	5,000,000	91,673,571	636,714,999	473,329	1,345.18
6/30/28	733,388,570	5,000,000	110,008,286	618,380,285	473,329	1,306.45
6/30/29	733,388,570	5,000,000	128,343,000	600,045,570	473,329	1,267.71
6/30/30	733,388,570	5,000,000	165,012,428	563,376,142	473,329	1,190.24
6/30/31 & thereafter	733,388,570	5,000,000	183,347,143	545,041,428	473,329	1,151.51

(1) Effective July 1, 2026 the Tax expires January 1, 2071 and schools will receive revenues for only one-half of Fiscal Year 2071
(2) Assumes no Change in Statewide SAVE Revenues for Fiscal Year 2026
(3) For fiscal years after 2027, there assumes no change in enrollment from the October 1, 2025 Certified Enrollment Count
(4) Revenue calculations are provided on an accrual basis and not cash basis.
(5) Fiscal Year 2027 - 2031 average revenue per pupil estimate is calculated as of the Amount of School Distribution divided by October 1, 2025 certified enrollment.

THE BALANCE OF THIS PAGE LEFT BLANK INTENTIONALLY

Table II: Assuming Growth in Statewide Revenues & No Enrollment Changes - using current enrollment (1) (2)(4)

Fiscal Year	Total SAVE Revenues	Amount to Career Academies	Amount To PTR	Amount To Schools (1)	Total Enrollment (3)	Average Per Student (5)
6/30/27	$751,283,251	$5,000,000	$93,910,406	$652,372,845	473,329	1,378.26
6/30/28	769,614,562	5,000,000	115,442,184	649,172,378	473,329	1,371.50
6/30/29	788,393,158	5,000,000	137,968,803	645,424,355	473,329	1,363.58
6/30/30	807,629,951	5,000,000	181,716,739	620,913,212	473,329	1,311.80
6/30/31	827,336,122	5,000,000	206,834,030	615,502,091	473,329	1,300.37
6/30/32	847,523,123	5,000,000	211,880,781	630,642,342	473,329	1,332.35
6/30/33	868,202,687	5,000,000	217,050,672	646,152,015	473,329	1,365.12
6/30/34	889,386,833	5,000,000	222,346,708	662,040,125	473,329	1,398.69
6/30/35	911,087,871	5,000,000	227,771,968	678,315,904	473,329	1,433.07
6/30/36	933,318,416	5,000,000	233,329,604	694,988,812	473,329	1,468.30
6/30/37	956,091,385	5,000,000	239,022,846	712,068,539	473,329	1,504.38
6/30/38	979,420,015	5,000,000	244,855,004	729,565,011	473,329	1,541.35
6/30/39	1,003,317,863	5,000,000	250,829,466	747,488,397	473,329	1,579.21
6/30/40	1,027,798,819	5,000,000	256,949,705	765,849,114	473,329	1,618.00
6/30/41	1,052,877,110	5,000,000	263,219,278	784,657,833	473,329	1,657.74
6/30/42	1,078,567,312	5,000,000	269,641,828	803,925,484	473,329	1,698.45
6/30/43	1,104,884,354	5,000,000	276,221,088	823,663,265	473,329	1,740.15
6/30/44	1,131,843,532	5,000,000	282,960,883	843,882,649	473,329	1,782.87
6/30/45	1,159,460,514	5,000,000	289,865,129	864,595,386	473,329	1,826.63
6/30/46	1,187,751,351	5,000,000	296,937,838	885,813,513	473,329	1,871.45
6/30/47	1,216,732,484	5,000,000	304,183,121	907,549,363	473,329	1,917.37
6/30/48	1,246,420,756	5,000,000	311,605,189	929,815,567	473,329	1,964.42
6/30/49	1,276,833,423	5,000,000	319,208,356	952,625,067	473,329	2,012.60
6/30/50	1,307,988,158	5,000,000	326,997,040	975,991,119	473,329	2,061.97
6/30/51	1,339,903,070	5,000,000	334,975,767	999,927,302	473,329	2,112.54
6/30/52	1,372,596,704	5,000,000	343,149,176	1,024,447,528	473,329	2,164.34
6/30/53	1,406,088,064	5,000,000	351,522,016	1,049,566,048	473,329	2,217.41
6/30/54	1,440,396,613	5,000,000	360,099,153	1,075,297,460	473,329	2,271.77
6/30/55	1,475,542,290	5,000,000	368,885,573	1,101,656,718	473,329	2,327.46
6/30/56	1,511,545,522	5,000,000	377,886,380	1,128,659,141	473,329	2,384.51
6/30/57	1,548,427,233	5,000,000	387,106,808	1,156,320,425	473,329	2,442.95
6/30/58	1,586,208,857	5,000,000	396,552,214	1,184,656,643	473,329	2,502.82
6/30/59	1,624,912,353	5,000,000	406,228,088	1,213,684,265	473,329	2,564.14
6/30/60	1,664,560,215	5,000,000	416,140,054	1,243,420,161	473,329	2,626.97
6/30/61	1,705,175,484	5,000,000	426,293,871	1,273,881,613	473,329	2,691.32
6/30/62	1,746,781,766	5,000,000	436,695,441	1,305,086,324	473,329	2,757.25
6/30/63	1,789,403,241	5,000,000	447,350,810	1,337,052,431	473,329	2,824.78
6/30/64	1,833,064,680	5,000,000	458,266,170	1,369,798,510	473,329	2,893.96
6/30/65	1,877,791,458	5,000,000	469,447,865	1,403,343,594	473,329	2,964.84
6/30/66	1,923,609,570	5,000,000	480,902,392	1,437,707,177	473,329	3,037.43
6/30/67	1,970,545,643	5,000,000	492,636,411	1,472,909,232	473,329	3,111.81
6/30/68	2,018,626,957	5,000,000	504,656,739	1,508,970,218	473,329	3,187.99
6/30/69	2,067,881,455	5,000,000	516,970,364	1,545,911,091	473,329	3,266.04
6/30/70	2,118,337,762	5,000,000	529,584,441	1,583,753,322	473,329	3,345.99
6/30/71	1,085,012,602	5,000,000	271,253,150	808,759,451	473,329	1,708.66

(1) Effective July 1, 2026 the Tax expires January 1, 2071 and schools will receive revenues for only one-half of FY2071
(2) The assumption for growth in retail sales is based on an estimated growth rate of 2.44%. The statewide average percentage increases on a 25-year, 10-year, and 5-year historical basis were 2.44%, 2.966%, and 4.62% respectively.
(3) For Fiscal Years after 2027, no change in enrollment from the October 1, 2025 Certified Enrollment Count
(4) Revenue calculations are provided on an accrual basis and not cash basis.
(5) Fiscal Year 2027 - 2031 average revenue per pupil estimate is calculated by dividing the Amount of School Distribution by the October 1, 2025 certified enrollment.

CALCULATIONS OF FISCAL YEAR TOTAL COLLECTIONS

The 2022 Act requires the Department to pay the school districts in the State an amount equal to 100% of the actual amount received multiplied by the individual school district's enrollment as a percentage of total statewide school enrollment. The Department is obligated to estimate revenues as of each August 15 of the fiscal year beginning July 1, and provide that revenue estimate to the school districts in the State, for planning purposes.

HISTORICAL RESIDENT ENROLLMENT IN THE SCHOOL DISTRICT

Count Date	Fiscal Year	Enrollment	Count Date	Fiscal Year	Enrollment
2001	2002-03	4,179.0	2014	2015-16	3,983.3
2002	2003-04	4,089.3	2015	2016-17	4,056.9
2003	2004-05	4,102.5	2016	2017-18	4,134.1
2004	2005-06	4,127.3	2017	2018-19	4,100.0
2005	2006-07	4,037.5	2018	2019-20	4,185.3
2006	2007-08	4,094.8	2019	2020-21	4,171.0
2007	2008-09	4,103.1	2020	2021-22	4,071.1
2008	2009-10	4,083.8	2021	2022-23	4,044.3
2009	2010-11	4,093.4	2022	2023-24	4,017.2
2010	2011-12	4,048.1	2023	2024-25	3,952.5
2011	2012-13	4,102.2	2024	2025-26	3,825.6
2012	2013-14	4,045.8	2025	2026-27	3,776.9
2013	2014-15	4,010.9			

ACTUAL HISTORIC SALES, SERVICES & USE TAX REVENUE RECEIPTS (1)

Presented below is a table illustrating the actual Sales, Services & Use Tax receipts of the Issuer for the period indicated:

Fiscal Year	Total Revenues	Approximate Per Student
2005	$3,338,003	$814
2006	$3,502,614	$849
2007	$3,397,857	$842
2008	$3,716,385	$908
2009	$3,517,754	$857
2010	$3,090,570	$757
2011	$3,275,571	$800
2012	$3,415,603	$844
2013	$3,567,609	$870
2014	$3,652,416	$903
2015	$3,700,445	$923
2016	$3,756,218	$943
2017	$3,812,350	$940
2018	$4,020,784	$973
2019	$4,080,402	$995
2020	$4,339,298	$1,037
2021	$4,636,484	$1,112
2022	$5,001,794	$1,229
2023	$4,856,759	$1,201
2024	$5,292,099	$1,317
2025	$5,227,932	$1,323
2026	$5,382,810	$1,407

(1) Source: Iowa Department of Revenue

ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS (1)(2)

Presented below is a table illustrating the estimated receipts of the Tax for the periods indicated, using the assumptions noted below:

Fiscal Year	Estimated Collection No Growth (1) (3)	Estimated Collection With Growth (2) (3)
2027	$5,080,610	$5,205,550
2028	4,803,686	5,042,868
2029	4,534,472	4,877,389
2030	4,138,345	4,560,997
2031	4,003,685	4,521,267
2032	4,003,685	4,632,448
2033	4,003,685	4,746,386
2034	4,003,685	4,863,105
2035	4,003,685	4,982,641
2036	4,003,685	5,105,132
2037	4,003,685	5,230,579
2038	4,003,685	5,359,120
2039	4,003,685	5,490,755
2040	4,003,685	5,625,624
2041	4,003,685	5,763,796
2042	4,003,685	5,905,341
2043	4,003,685	6,050,328
2044	4,003,685	6,198,861
2045	4,003,685	6,351,010
2046	4,003,685	6,506,845
2047	4,003,685	6,666,504
2048	4,003,685	6,830,092
2049	4,003,685	6,997,609
2050	4,003,685	7,169,263

---

(1) Assumes revenue per pupil as outlined in "ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I – Assuming No Growth in Statewide Revenues & No Enrollment Changes" herein.

(2) Assumes revenue per pupil increase as outlined in "ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table II – Assuming Growth in Statewide Revenues & No Enrollment Changes – using current enrollment" herein

(3) Assumes 100 student decline in certified enrollment annually from the October 1, 2025 Fiscal Year certified enrollment data through the October 1, 2028 count used for FY2030 and stagnant enrollment thereafter

(4) Assumes enrollment as outlined in "ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS"- Table I herein

THE BALANCE OF THIS PAGE LEFT BLANK INTENTIONALLY

ESTMATED DEBT SERVICE AND COVERAGE ON THE BONDS

Presented below are the annual debt service payments due on the Outstanding Bonds and the estimated annual debt service payments due on the Bonds and the estimated coverage on the Bonds and the Outstanding Bonds, on an accrual basis:

Fiscal Year	Prior Outstanding P&I Payments	Minus Call of 2018 And Portion of 2019 P&I Payments	Estimated 2026 Bond P&I Payments	Estimated Combined P&I Payments (1)	No Growth Assumed		Growth Assumed	
					Estimated Collections (2) (3)	Estimated Coverage	Estimated Collections (2) (4)	Estimated Coverage
2027	$3,882,537	$-1,222,342	$1,120,220	$3,780,415	$5,080,610	1.34	$5,205,550	1.38
2028	3,885,867	-1,499,012	1,455,882	3,842,736	4,803,686	1.25	5,042,868	1.31
2029	3,886,911	-1,717,808	1,455,882	3,624,984	4,534,472	1.25	4,877,389	1.35
2030	835,669		2,250,882	3,086,550	4,138,345	1.34	4,560,997	1.48
2031	834,669		2,251,132	3,085,800	4,003,685	1.30	4,521,267	1.47
2032	837,669		2,249,382	3,087,050	4,003,685	1.30	4,632,448	1.50
2033	834,419		2,250,632	3,085,050	4,003,685	1.30	4,746,386	1.54
2034	835,169		2,249,632	3,084,800	4,003,685	1.30	4,863,105	1.58
2035	834,769		2,251,382	3,086,150	4,003,685	1.30	4,982,641	1.61
2036	833,569		2,250,632	3,084,200	4,003,685	1.30	5,105,132	1.66
2037	836,569		2,253,032	3,089,600	4,003,685	1.30	5,230,579	1.69
2038	833,569		2,253,188	3,086,756	4,003,685	1.30	5,359,120	1.74
2039	834,769		2,250,486	3,085,255	4,003,685	1.30	5,490,755	1.78
2040	834,194		2,250,326	3,084,520	4,003,685	1.30	5,625,624	1.82
2041	837,588		2,252,951	3,090,539	4,003,685	1.30	5,763,796	1.86
2042	833,900		2,252,880	3,086,780	4,003,685	1.30	5,905,341	1.91
2043	833,275		2,250,080	3,083,355	4,003,685	1.30	6,050,328	1.96
2044	835,425		2,254,094	3,089,519	4,003,685	1.30	6,198,861	2.01
2045	836,000		2,249,566	3,085,566	4,003,685	1.30	6,351,010	2.06
2046			3,090,728	3,090,728	4,003,685	1.30	6,506,845	2.11
2047			3,088,028	3,088,028	4,003,685	1.30	6,666,504	2.16
2048			3,087,196	3,087,196	4,003,685	1.30	6,830,092	2.21
2049			3,088,556	3,088,556	4,003,685	1.30	6,997,609	2.27
2050			3,087,833	3,087,833	4,003,685	1.30	7,169,263	2.32
	$25,016,533	-4,439,162	55,494,593	76,071,964				

(1) Represents estimated Debt Service on the Bonds. Preliminary, subject to change

(2) Future revenue estimates assume a 100-student annual decline in certified enrollment from the October 1, 2025 count used for fiscal year 2027 through the October 1, 2028 count used for fiscal year 2030, and stagnant thereafter.

(3) Assumes revenue per pupil as outlined in "ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I – Assuming No Growth in Statewide Revenues & No Enrollment Changes" herein and District receipt estimates as outlined in "ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS"

(4) Assumes revenue per pupil as outlined in "ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table III – Assuming Growth in Statewide Revenues & No Enrollment Changes – using current enrollment" herein and District receipt estimates as outlined in "ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS"

Summary of Bond Resolution

Definitions. The following terms with or without capitalization shall have the following meanings in the Series 2026 Resolution unless the text expressly or by necessary implication requires otherwise:

- "Act" shall mean Iowa Code Chapter 423F, as from time to time amended and supplemented.
- "Additional Bonds" shall mean any obligation payable from School Infrastructure Tax Revenues issued on a parity with the Bonds in accordance with the provisions of the Series 2026 Resolution.
- "Authorized Denominations" shall mean $5,000 or any integral multiple thereof.
- "Beneficial Owner" shall mean the person in whose name such Bond is recorded as the beneficial owner of a Bond by a Participant on the records of such Participant or such person's subrogee.
- [Option:"Bond Insurer" shall mean ________________, its successors and assigns.]
- "Bond Proceeds" shall mean the amount actually received from the sale of the Bonds and paid to the Issuer on the Closing Date.
- "Bond(s)" shall mean $__________ School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026, authorized to be issued by the Series 2026 Resolution.
- "Cede & Co." shall mean Cede & Co., the nominee of DTC, and any successor nominee of DTC with respect to the Bonds.
- "Closing Date" shall mean the date of the delivery of the Bonds in exchange for the agreed upon purchase price.
- "Continuing Disclosure Certificate" shall mean that certain Continuing Disclosure Certificate executed by the Issuer and dated the date of issuance and delivery of the Bonds, as originally executed and as it may be amended from time to time in accordance with the terms thereof.
- "Debt Service Fund" shall mean the Sinking Fund.
- "Depository Bonds" shall mean the Bonds as issued in the form of one global certificate for each maturity, registered in the Registration Books maintained by the Registrar in the name of DTC or its nominee.
- "DTC" shall mean The Depository Trust Company, New York, New York, a limited purpose trust company, or any successor book-entry securities depository appointed for the Bonds.
- "Economic Refunding" shall mean the sale and issuance of refunding bonds issued to discharge and satisfy all or a part of the Bonds or the Outstanding Bonds in accordance with Section 20 of the Series 2026 Resolution, and to pay costs of issuance. The refunding must (i) produce annual debt service on the refunding bonds not greater than the total (remaining) debt service on the refunded bonds; (ii) shall not have a payment in any Fiscal Year (through maturity of the new bonds) that is greater than the payment on the Bonds or Outstanding Bonds being refunded, and (iii) shall not extend the final maturity of the refunded bonds.
- "Escrow Fund" shall mean the fund required to be established by the Series 2026 Resolution for the deposit of proceeds of the Refunding Portion of the Bonds.
- "Fiscal Year" shall mean the twelve-month period beginning on July l of each year and ending on the last day of June of the following year, or any other consecutive twelve-month period adopted by the Governing Body or by law as the official accounting period of the Issuer. Requirements of a Fiscal Year as expressed in the Series 2026 Resolution shall exclude any payment of principal or interest falling due on the first day of the Fiscal Year and include any payment of principal or interest falling due on the first day of the succeeding Fiscal Year, except to the extent of any conflict with the terms of the Outstanding Bonds while the same remain outstanding.
- "Governing Body" shall mean the Board of Directors of the School District.
- "Independent Auditor" shall mean an independent firm of Certified Public Accountants, an independent financial consultant, placement agent representing the Issuer, Municipal Advisor, or the Auditor of State.
- "Issuer" and "School District" shall mean the Bettendorf Community School District, County of Scott, State of Iowa.
- "New Money Portion" shall mean $________________ of the Bonds authorized by the Series 2026 Resolution to provide funds to pay the cost to demolish the 1960 portion of the Middle School building; construct, build, furnish, and equip a classroom addition to the Middle School building on the footprint of the 1960 site; construct, build, furnish and equip an addition to the existing Middle School building to expand the cafeteria and kitchen area.
- "Original Purchaser" shall mean ________, ________.
- "Outstanding Bonds" shall mean the $10,000,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2018, dated July 25, 2018 (the "Series 2018 Bonds"), issued in accordance with the Prior Bond Resolution, of which $4,400,000 of the bonds are still outstanding and unpaid and remain a lien on the School Infrastructure Tax Revenues; the $17,380,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2019 dated June 18, 2019 (the "Series 2019 Bonds"), issued in accordance with the Prior Bond Resolution, of which $8,590,000 of the bonds are still outstanding and unpaid and remain a lien on the School Infrastructure Tax Revenues; and the $9,995,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2025, dated August 7, 2025 (the "Series 2025 Bonds"), issued in accordance with the Prior Bond Resolution, of which $9,995,000 of the bonds are still outstanding and unpaid and remain a lien on the School Infrastructure Tax Revenues.
- "Parity Bonds" shall mean School Infrastructure Sales, Services and Use Tax Revenue Bonds, notes or other obligations payable solely from the School Infrastructure Tax Revenues on an equal basis with the Outstanding Bonds, the Bonds and shall include Additional Bonds as authorized to be issued under the terms of the Series 2026 Resolution.
- "Participants" shall mean those broker-dealers, banks and other financial institutions for which DTC holds Bonds as securities depository.
- "Paying Agent" shall mean UMB Bank, N.A., or such successor as may be approved by Issuer as provided herein and who shall

carry out the duties prescribed herein as Issuer's agent to provide for the payment of principal of and interest on the Bonds as the same shall become due.

- "Permitted Investments" shall mean any investments permitted in Iowa Code Chapter 12B or Section 12C.9. All interim investments must mature before the date on which the moneys are required for payment of principal and interest on the Bonds or project costs.
- "Prior Bond Resolution" shall mean, collectively, certain resolutions adopted by the Issuer on July 9, 2018; June 3, 2019; and July 24, 2025 authorizing the issuance of the Outstanding Bonds.
- "Project" shall mean a school infrastructure project as authorized by the electors at the election held March 2, 2021 and the Act, including to demolish the 1960 portion of the Middle School building; construct, build, furnish, and equip a classroom addition to the Middle School building on the footprint of the 1960 site; construct, build, furnish and equip an addition to the existing Middle School building to expand the cafeteria and kitchen area (for the New Money Portion of the Bonds); and to currently refund the Refunded Bonds (for the Refunded Portion of the Bonds)
- "Project Fund" shall mean the fund required to be established by the Series 2026 Resolution for the deposit of the proceeds of the New Money Portion of the Bonds.
- "Rebate Fund" shall mean the rebate fund so defined in and established pursuant to the Tax Exemption Certificate and as provided in Section 21 of the Series 2026 Resolution.
- "Refunded Bonds" means $3,300,000 of the $10,000,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2018, dated July 25, 2018, as set forth in Schedule A attached to the Series 2026 Resolution.
- "Refunding Bonds" shall mean the Bonds.
- "Refunding Portion" shall mean $____________ of the Bonds authorized to be issued by the Series 2026 Resolution to currently refund the Refunded Bonds.
- "Registrar" shall mean UMB Bank, N.A. of West Des Moines, Iowa, or such successor as may be approved by Issuer as provided herein and who shall carry out the duties prescribed herein with respect to maintaining a register of the owners of the Bonds. Unless otherwise specified, the Registrar shall also act as Transfer Agent for the Bonds.
- "Representation Letter" shall mean the Blanket Issuer Letter of Representations executed and delivered by the Issuer to DTC on file with DTC.
- "Reserve Fund" shall mean the reserve fund established in Section 16 of the Series 2026 Resolution.
- "Reserve Fund Requirement" shall mean an amount equal to the Series 2025 Reserve Fund Requirement, the Series 2026 Reserve Fund Requirement and, for any future Parity Bonds secured by the Reserve Fund, an amount equal to lesser of (a) the maximum amount of the principal and interest coming due on such Parity Bonds; (b) 10% of the stated principal amount of the Parity Bonds (for issues with original issue discount the issue price as defined in the tax exemption certificate shall be substituted for the stated principal amount) or (c) 125% of the average principal and interest coming due on the Parity Bonds. For purposes of this definition: (1) "issue price" shall be substituted for "stated principal amount" for issues with original issue discount or original issue premium of more than a de minimus amount and (2) stated principal amount shall not include any portion of an issue refunded or advance refunded by a subsequent issue.
- "Revenue Estimating Conference" shall mean the state revenue estimating conference established pursuant to Iowa Code 8.22A, as amended.
- "Revenue Fund" shall mean the revenue fund established in Section 16 of the Series 2026 Resolution.
- "School Infrastructure Tax" shall mean the one percent (1%) sales, services and use tax imposed by the State of Iowa for school infrastructure purposes which must be deposited into the State Secure an Advanced Vision for Education Fund and distributed to the School District pursuant to Iowa Code Section 423F.2, as amended.
- "School Infrastructure Tax Revenues" shall mean all of the revenues received by the School District in each Fiscal Year from the imposition of the School Infrastructure Tax (including, without limitation, any revenues received by the School District from interest and penalties on delinquent collections of the School Infrastructure Tax).
- "Secretary" shall mean the Secretary of the Board of Directors of the School District, or such other officer of the successor Governing Body as shall be charged with substantially the same duties and responsibilities.
- "Sinking Fund" shall mean the sinking fund established in Section 16 of the Series 2026 Resolution.
- "Series 2026 Reserve Fund Requirement" means an amount equal to $__________, which is an amount equal to the lesser of (a) the maximum amount of the principal and interest coming due on the Bonds; (b) 10% of the stated principal amount of the Bonds (for issues with original issue discount the issue price as defined in the Tax Exemption Certificate shall be substituted for the stated principal amount) or (c) 125% of the average principal and interest coming due on the Bonds. For purposes of this definition: (1) "issue price" shall be substituted for "stated principal amount" for issues with original issue discount or original issue premium of more than a de minimus amount and (2) stated principal amount shall not include any portion of an issue refunded or advance refunded by a subsequent issue.
- "State" shall mean the State of Iowa.
- "Statewide Sales Tax Revenues" shall mean either (a) all revenue received by the State from the one percent (1%) sales, services and use tax imposed by the State of Iowa for school infrastructure purposes for the most recent full fiscal year, or (b) the estimate (i) provided by the Iowa Department of Revenue to Iowa school districts as the total revenue from such sales, services and use tax, which estimate is currently scheduled to be shared with Iowa school districts on or around August 31 of each year, for the fiscal year ending the following June 30 or (ii) if the bonds are to be dated not less than six months after the start of the current fiscal year, based on the most recent Revenue Estimating Conference report.
- "Statutory Reductions" shall mean the amount of any current or future statutory reductions, transfers or diversions from the Statewide

Sales Tax Revenues, including without limitation amounts diverted to career academies and scheduled transfer to the State's Property Tax Equity Relief Fund.

- "Tax Exemption Certificate" shall mean the Tax Exemption Certificate executed by the Treasurer and delivered at the time of issuance and delivery of the Bonds.
- "Treasurer" shall mean the Treasurer of the School District or such other officer as shall succeed to the same duties and responsibilities with respect to the recording and payment of the Bonds issued hereunder.
- "Yield Restricted" shall mean any amount required to be invested at a yield that is not materially higher than the yield on the Bonds under Section 148(a) of the Internal Revenue Code or regulations issued thereunder.

Funds and Accounts

- Proceeds of the Bonds shall be applied as follows:
- An amount equal to accrued interest shall be deposited in the Sinking Fund for application to the first payment of interest on the Bonds.
- An amount sufficient to meet the Reserve Fund Requirement shall be deposited in the Reserve Fund.

Escrow Fund. The Series 2026 Resolution creates an Escrow Fund, to be held by the Issuer, into which $_________________ of the Bond Proceeds shall be deposited. The Issuer shall 1) hold Bond Proceeds in a special and irrevocable fund, 2) invest proceeds only in cash or direct obligations of the United States, and 3) apply Bond Proceeds and earnings to pay when due, all of the principal and interest due on the Refunded Bonds and only in accordance with the terms and conditions of the Series 2026 Resolution, and 4) apply remaining Bond Proceeds to pay costs of issuance allocated to the Refunding Portion of the Project, with any surplus deposited in the Bond Fund to be used to pay a portion of the interest accruing on the Bonds on the first interest date.

Any amounts on hand in the Escrow Fund shall be available for the payment of the principal of or interest on the Bonds at any time that other School Infrastructure Tax Revenues shall be insufficient to the purpose, in which event such funds shall be repaid to the Escrow Fund and not immediately required for its purposes may be invested not inconsistent with limitations provided by law, the Internal Revenue Code and the Series 2026 Resolution.

Project Fund. The Series 2026 Resolution creates a Project Fund, to be held by the Issuer, into which the balance of the Bond Proceeds shall be deposited and expended therefrom for the purposes of the New Money Portion of the Project and to pay costs of issuance allocated to the New Money Portion. Any amounts on hand in the Project Fund shall be available for the payment of the principal of or interest on the Bonds at any time that other School Infrastructure Tax Revenues shall be insufficient to the purpose, in which event such funds shall be repaid to the Project Fund at the earliest opportunity. Any balance on hand in the Project Fund and not immediately required for its purposes may be invested not inconsistent with limitations provided by law, the Internal Revenue Code and the Series 2026 Resolution.

Application of Revenues. The provisions of the Prior Bond Resolutions are hereby ratified and confirmed. Nothing in the Series 2026 Resolution shall be construed to impair the rights vested in the Outstanding Bonds. The amounts herein required to be paid into the various funds named in this Section shall be inclusive of payments required in respect to the Outstanding Bonds. The provisions of the Prior Bond Resolutions authorizing the Outstanding Bonds and the provisions of the Series 2026 Resolution are to be construed wherever possible so that the same will not be in conflict. In the event such construction is not possible, the provisions of the resolution first adopted shall prevail until such time as the bonds authorized by said resolution have been paid in full or otherwise satisfied as therein provided at which time the provisions of the series 2026 Resolution shall again prevail.

As long as any of the Outstanding Bonds, the Bonds or Parity Bonds shall be outstanding and unpaid either as to principal or interest, or until all of the Bonds and Parity Bonds then outstanding shall have been discharged and satisfied in the manner provided in the Series 2026 Resolution, all of the receipts of the School Infrastructure Tax Revenues shall be deposited as collected with the Issuer in a special fund to be known as the Bettendorf Community School District School Infrastructure Sales and Services Tax Revenue Fund (the "Revenue Fund"), to be held by the Issuer and shall be disbursed in the following priority and only as follows:

1. Sinking Fund. The provisions in the Prior Bond Resolutions, whereby there was created and is to be maintained a Sinking Fund, to be held by or on behalf of the Issuer and for the monthly payment into said fund from future School Infrastructure Tax Revenues such portion thereof as will be sufficient to meet the principal and interest of the Outstanding Bonds are hereby ratified and confirmed; provided, however, that the amounts to be set aside and paid into the Sinking Fund in equal monthly installments from the Revenue Fund shall be sufficient to pay the principal and interest due each year, not only on the Outstanding Bonds, but also the principal and interest of the Bonds herein authorized to be issued. The required amount to be deposited in the Sinking Fund in any month shall be the equal monthly amount necessary to pay in full the installment of interest coming due on the next interest payment date on the Outstanding Bonds, and the then outstanding Bonds and Parity Bonds plus the equal monthly amount necessary to pay in full the installment of principal coming due on such Outstanding Bonds, and the Bonds on the next succeeding principal payment date until the full amount of such installment is on hand. If for any reason the amount on hand in the Sinking Fund exceeds the required amount, the excess shall forthwith be withdrawn and paid into the Revenue Fund. Money in the Sinking Fund shall be used solely for the purpose of paying principal of and interest on the Outstanding Bonds, the Bonds and Parity Bonds as the same shall become due and payable. Accrued interest, if any, shall be deposited in the Sinking Fund.

2. Reserve Fund. The provisions in the Prior Bond Resolution whereby there was created and is to be maintained a debt service reserve in an amount equal to the Reserve Fund Requirement for the Series 2019 Bonds which shall be held by or on behalf of by the Issuer are hereby ratified and confirmed, and all such provisions inure to the Bonds. In each month there shall be deposited in the Reserve Fund an amount equal to one hundred percent of the amount required by the Prior Bond Resolution, by the Series 2026 Resolution, and any future resolutions for Parity Bonds secured by the Reserve Fund to be deposited in such month in the Reserve Fund; provided, however, that when the amount on deposit in the Reserve Fund shall be not less than the Reserve Fund Requirement, no further deposits shall be made into the Reserve Fund except to maintain such level, and when the amount on deposit in the Reserve Fund is greater than the balance required above, such additional amounts shall be withdrawn and paid into the Revenue Fund. Money in the Reserve Fund shall be used solely for the purpose of paying principal at maturity of or interest on the Series 2025 Bonds, the Bonds, and any future Parity Bonds, if required for the payment of which insufficient money shall be available in the Sinking Fund. Whenever it shall become necessary to so use money in the Reserve Fund, the payments required above shall be continued or resumed until it shall have been restored to the required minimum amount. Money in the Reserve Fund shall be used solely for the purpose of paying principal at maturity of or interest on the Series 2025 Bonds, the Bonds and any future Parity Bonds for the payment of which insufficient money shall be available in the Sinking Fund. On the Closing Date, $___________ of the Bond Proceeds shall be deposited in the Reserve Fund.

In lieu of maintaining and depositing moneys in the Debt Service Reserve Fund Subaccount, the School District may hold in deposit in the Debt Service Reserve Fund Subaccount a letter of credit, surety bond or similar instrument issued by a bank, insurance company or other financial institution in an amount equal to the Debt Service Reserve Fund Subaccount Amount, such bank, insurance company or other financial institution, as the case may be, having a credit rating at the time of such delivery in one of two highest rating categories of any nationally recognized rating service (without regard to any refinements of gradation of any rating category by numerical modified or otherwise).

On the Closing Date, the School District shall establish a subaccount within the Reserve Fund to secure only the Bonds known as the "Series 2026 Bond Subaccount" and shall deposit an amount equal to the Series 2026 Reserve Fund Requirement from the Bond Proceeds into the Series 2026 Bond Subaccount.

The School District may establish other subaccounts within the Reserve Fund upon the issuance of future Parity Bonds which are required to be secured by the Reserve Fund. The money deposited into the Revenue Fund shall be disbursed on a parity basis to make deposits into the various subaccounts of the Reserve Fund for all future Parity Bonds secured thereby. The subaccounts in the Reserve Fund shall be segregated from all other funds, accounts and subaccounts established by the Prior Bond Resolution, this Resolution, and any future resolution for Parity Bonds secured by the Reserve Fund, and each subaccount shall be segregated and shall not be commingled. The Series 2026 Bond Subaccount shall not be pledged to any future Parity Bonds.

3. Subordinate Obligations. Money in the Revenue Fund may next be used to pay principal of and interest on (including reasonable reserves therefor) any other obligations which by their terms shall be payable from the School Infrastructure Tax Revenues, but subordinate to the Bonds and Parity Bonds.

4. Surplus Revenue. Any remaining money may be used to pay or redeem any of the Bonds or Parity Bonds or may be used for any lawful purpose.

Money in the Revenue Fund shall be allotted and paid into the various funds and accounts hereinbefore referred to in the order in which said funds are listed, on a cumulative basis on or before the 15th day of each month, or on the next succeeding business day when the 15th shall not be a business day; and if in any month the money in the Revenue Fund (including the Sinking Fund or the Reserve Fund), shall be insufficient to deposit or transfer the required amount in any of said funds or accounts, the deficiency shall be made up in the following month or months after payments into all funds and accounts enjoying a prior claim to the revenues shall have been met in full. The Issuer may establish various subaccounts within each fund established by the Prior Bond Resolution or the Series 2026 Resolution.

Failure to make such allocation and payment without cure within thirty days shall constitute an event of default under the Series 2026 Resolution.

Investments. Moneys on hand in the Escrow Fund and Project Fund and all of the funds provided by the Series 2026 Resolution may be invested only in Permitted Investments or deposited in financial institutions which are members of the Federal Deposit Insurance Corporation, or its equivalent successor, and the deposits in which are insured thereby and all such deposits exceeding the maximum amount insured from time to time by FDIC or its equivalent successor in any one financial institution shall be continuously secured in compliance with the State Sinking Fund provided under Iowa Code Chapter 12C, or otherwise by a valid pledge of direct obligations of the United States Government having an equivalent market value. All investments shall mature before the date on which the moneys are required for the purposes for which the fund was created or otherwise as herein provided but in no event maturing in more than three years in the case of the Reserve Fund. The provisions of this Section shall not be construed to require the Issuer to maintain separate accounts for the funds created by this Section.

The Sinking Fund and the Reserve Fund shall be segregated in a separate account but may be invested in the same manner as other funds of the School District but designated as a trust fund on the books and records of the School District. The Sinking Fund and Reserve Fund shall not be available for any other purposes other than those specified in the Series 2026 Resolution.

All income derived from such investments in the Revenue Fund shall be regarded as School Infrastructure Tax Revenues.

Earnings on investments of the Escrow Fund and Project Fund shall be deposited in and expended from the Escrow Fund and Project Fund.

Investments shall at any time necessary be liquidated and the proceeds thereof applied to the purpose for which the respective fund was created.

Prior Lien and Parity Bonds; Subordinate Obligations. The Issuer will issue no other Additional Bonds or obligations of any kind or nature payable from or enjoying a lien or claim on the School Infrastructure Tax Revenues having priority over the Bonds or Parity Bonds.

Additional Bonds may be issued on a parity and equality of rank with the Bonds and any Parity Bonds with respect to the lien and claim of such Additional Bonds to the School Infrastructure Tax Revenues and the money on deposit in the funds adopted by the Series 2026 Resolution, for the following purposes and under the following conditions, but not otherwise:

a) For the purpose of refunding any of the Bonds or Parity Bonds outstanding so long as the refunding is an Economic Refunding, without complying with subsection (b) below.

b) For the purpose of refunding any Bonds or Parity Bonds outstanding, or for other lawful purposes, provided that, before any such Additional Bonds ranking on a parity are issued, there will have been procured and filed with the Secretary, a statement of an Independent Auditor reciting the opinion based upon necessary investigations that the School Infrastructure Tax Revenues (as calculated below) were equal to at least 1.25 times the aggregate amount that will be required in each Fiscal Year following the issuance of such Additional Bonds for the payment of both principal of and interest on all Bonds or Parity Bonds then outstanding which are payable from the School Infrastructure Tax Revenues and the Additional Bonds then proposed to be issued.

For the purpose of determining the School Infrastructure Tax Revenues the Independent Auditor shall divide: (1) an amount equal to (A) the Statewide Sales Tax Revenues minus (B) Statutory Reductions (such reductions, transfers or diversions to be presented for the fiscal year in which said reduction, transfer or diversion is scheduled to occur), if applicable, by (2) the most recent statewide certified enrollment, which amount shall then be multiplied by the most recent certified enrollment count for the District.

c) the Additional Bonds must be payable as to principal and as to interest on the same month and day as the Bonds herein authorized.

d) for the purposes of this Section, principal and interest falling due on the first day of a Fiscal Year shall be deemed a requirement of the immediately preceding Fiscal Year.

e) the Reserve Fund, including all subaccounts within the Reserve Fund, for the Bonds and the Additional Bonds, if required, must be fully funded as of the date of issue of the Additional Bonds.

The Issuer may issue any bonds, notes, or other obligations that are subordinate to the Bonds ("Subordinate Obligations").

Amendment of Resolution Without Consent. The Issuer may, without the consent of or notice to any of the holders of the Bonds and Parity Bonds, amend or supplement the Series 2026 Resolution for any one or more of the following purposes:

a) to cure any ambiguity, defect, omission or inconsistent provision in the Series 2026 Resolution or in the Bonds or Parity Bonds; or to comply with any applicable provision of law or regulation of federal or state agencies; provided, however, that such action shall not materially adversely affect the interests of the holders of the Bonds or Parity Bonds;

b) to change the terms or provisions of the Series 2026 Resolution to the extent necessary to prevent the interest on the Bonds or Parity Bonds from being includable within the gross income of the holders thereof for federal income tax purposes;

c) to grant to or confer upon the holders of the Bonds or Parity Bonds any additional rights, remedies, powers or authority that may lawfully be granted to or conferred upon the bondholders;

d) to add to the covenants and agreements of the Issuer contained in the Series 2026 Resolution other covenants and agreements of, or conditions or restrictions upon, the Issuer or to surrender or eliminate any right or power reserved to or conferred upon the Issuer in the Series 2026 Resolution; or

e) to subject to the lien and pledge of the Series 2026 Resolution additional pledged revenues as may be permitted by law.

Amendment of Resolution Requiring Consent. The Series 2026 Resolution may be amended from time to time if such amendment shall have been consented to by holders of not less than two-thirds in principal amount of the Bonds and Parity Bonds at any time outstanding (not including in any case any bonds which may then be held or owned by or for the account of the Issuer, but including such refunding bonds as may have been issued for the purpose of refunding any of such bonds if such refunding bonds shall not then be owned by the Issuer); but the Series 2026 Resolution may not be so amended in such manner as to:

a) Make any change in the maturity or interest rate of the Bonds, or modify the terms of payment of principal of or interest on the Bonds or any of them or impose any conditions with respect to such payment;

b) Materially affect the rights of the holders of less than all of the Bonds and Parity Bonds then outstanding; and

c) Reduce the percentage of the principal amount of Bonds, the consent of the holders of which is required to affect a further amendment.

Discharge and Satisfaction of Bonds. The covenants, liens and pledges entered into, created or imposed pursuant to the Series 2026 Resolution may be fully discharged and satisfied with respect to the Bonds and Parity Bonds, or any of them, in any one or more of the following ways:

a) By paying the Bonds or Parity Bonds when the same shall become due and payable; and

b) By depositing in trust with the Treasurer, or with a corporate trustee designated by the Governing Body for the payment of said obligations and irrevocably appropriated exclusively to that purpose an amount in cash or direct obligations of the United States the maturities and income of which shall be sufficient to retire at maturity, or by redemption prior to maturity on a designated date upon which said obligations may be redeemed, all of such obligations outstanding at the time, together with the interest thereon to maturity or to the designated redemption date, premiums thereon, if any that may be payable on the redemption of the same; provided that proper notice of redemption of all such obligations to be redeemed shall have been previously published or provisions shall have been made for such publication.

Upon such payment or deposit of money or securities, or both, in the amount and manner provided by this Section, all liability of the Issuer with respect to the Bonds or Parity Bonds shall cease, determine and be completely discharged, and the holders thereof shall be entitled only to payment out of the money or securities so deposited.

Future Debt

The Issuer has no plans to issue additional debt in the immediate future.

The Project

The Bond proceeds, plus the proceeds of the previously issued $9,995,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2025 will be used to: (i) demolish the 1960 portion of the Middle School building; construct, build, furnish, and equip a classroom addition to the Middle School building on the footprint of the 1960 site; construct, build, furnish and equip an addition to the existing Middle School building to expand the cafeteria and kitchen area; if required, refund some or all of the District's outstanding School Infrastructure Sales, Services and Use Tax Revenue Bonds as a component of the 2026 bond, ii) fund the Series 2026 Bond Reserve Fund Subaccount within the Reserve Fund; and (3) pay costs of issuance for the Bonds (the "Project"). In addition, a portion of the Bond proceeds will be used to currently refund the 2027-2029 maturities of the $10,000,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2018, dated July 25, 2018 (the "Series 2018 Bonds"), of which $3,300,000 of the Series 2018 Bonds are still outstanding and (2) a portion of the 2028 and 2029 maturities of the $17,380,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2019, dated June 18, 2019 (the "Series 2019 Bonds") of which $6,570,000 of the Series 2019 Bonds are still outstanding, and unpaid and remain a lien on the School Infrastructure Tax Revenues.

Estimated Sources & Uses of Funds (*)

SOURCES OF FUNDS		
	Bond Proceeds	$31,730,000*
	Original Reoffering Premium	
TOTAL SOURCES		
USES OF FUNDS		
	Project Costs	
	Issuance Costs	
	Debt Service Reserve Fund	
	Underwriters Discount	
TOTAL USES OF FUNDS		

* Preliminary, subject to change

THE BONDS

General

The Bonds are dated as of the date of delivery and will bear interest at the rates to be set forth on the cover page herein, with interest payable on January 1 and July 1 in each year, beginning on January 1, 2027, calculated on the basis of a year of 360 days and twelve 30-day months. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or a such other address as is furnished to the Paying Agent in writing by a registered owner.

Authorization for the Issuance

The Bonds are being issued pursuant to the Act and the Series 2026 Resolution expected to be adopted on September 9, 2026. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" herein.

Book-Entry Only System

The following information concerning The Depository Trust Company ("DTC"), New York, New York and DTC's book-entry system has been obtained from sources the Issuer believes to be reliable. However, the Issuer takes no responsibility as to the accuracy or completeness thereof and neither the Indirect Participants nor the Beneficial Owners should rely on the following information with respect to such matters but should instead confirm the same with DTC or the Direct Participants, as the case may be. There can be no assurance that DTC will abide by its procedures or that such procedures will not be changed from time to time.

The Depository Trust Company ("DTC"), New York, NY will act as securities depository for the Bonds (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 the Securities in the aggregate principal amount of such issue, and will be deposited with DTC.

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 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, corporate and municipal debt issues and money market instrument (from over 100 countries) that DTC's participants ("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 Participations 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 ("Indirect Participants"). DTC has a 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.

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 ("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 in the transaction. Transfers of ownership interest 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 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 nominee do not effect 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 taken certain steps to augment transmission to them 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 have 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 the 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 Participants in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer 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 the 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 Issuer or 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 (nor its nominee), Agent, or Issuer, 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 Issuer or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that Issuer believes to be reliable, but Issuer takes no responsibility for the accuracy thereof.

The Issuer cannot and does not give any assurances that DTC, the Direct Participants or the Indirect Participants will distribute to the Beneficial Owners of the Bonds (i) payments of principal of or interest and premium, if any, on the Bonds, (ii) certificates representing an ownership interest or other confirmation of beneficial ownership interest in the Bonds, or (iii) redemption or other notices sent to DTC or Cede & Co., its nominee, as the Registered Owner of the Bonds, or that they will do so on a timely basis, or that DTC, Direct Participants or Indirect Participants will serve and act in the manner described in this Official Statement. The current "Rules" applicable to DTC are on file with the Securities Exchange Commission, and the current "Procedures" of DTC to be followed in dealing with Direct Participants are on file with DTC.

Neither the Issuer nor the Paying Agent/Registrar will have any responsibility or obligation to any Direct Participant, Indirect Participant or any Beneficial Owner or any other person with respect to: (1) the accuracy of any records maintained by DTC or any Direct Participant or Indirect Participant; (2) the payment by DTC or any Direct Participant or Indirect Participant of any amount due to any Beneficial Owner in respect of the principal or redemption price of or interest on the Bonds; (3) the delivery by DTC or any Direct Participant or Indirect Participant of any notice to any Beneficial Owner which is required or permitted under the terms of the Indenture to be given to owners of Bonds; (4) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Bonds; or (5) any consent given or other action taken by DTC as a Bondholder.

Transfer and Exchange

In the event that Book Entry-Only System is discontinued, any Bond may, in accordance with its terms, be transferred by the person in whose name it is registered, in person or by his duly authorized attorney, upon surrender of such Bond for cancellation at the principal corporate office of the Registrar accompanied by delivery of a duly executed written instrument of transfer in a form approved by the Registrar. Whenever any Bond or Bonds shall be surrendered for transfer, the Registrar shall execute and deliver a new Bond or Bonds of the same maturity, interest rate, and aggregate principal amount.

Bonds may be exchanged at the principal corporate office of the Bond Registrar for a like aggregate principal amount of Bonds or other authorized denominations of the same maturity and interest rate; provided, however, that the Bond Registrar is not required to transfer or exchange any Bonds which have been selected for prepayment and is not required to transfer or exchange any Bonds during the period beginning 15 days prior to the selection of Bonds for prepayment and ending the date notice of prepayment is mailed. The Bond Registrar may require the payment by the Bond Owner requesting such exchange of any tax or other governmental charge required to be paid with respect to such exchange. All Bonds surrendered pursuant to the provisions of this and the preceding paragraph shall be canceled by the Bond Registrar and shall not be redelivered.

Redemption *

Optional Redemption. All of the Bonds are subject to prepayment at the option of the Issuer, as a whole or in part, and within a maturity by lot from any source of available funds, beginning July 1, 2036 and on any date thereafter, at a prepayment price equal to the principal amount of the Bonds, together with accrued interest to the date fixed for prepayment, without premium.

Mandatory Sinking Fund Redemption The Bonds maturing on _______are subject to mandatory redemption (by lot, as selected by the Registrar) on ____ 1 and _______ in each of the years _____ through _____ at a redemption price of 100% of the principal amount thereof to be redeemed, plus accrued interest thereon to the redemption date in the following principal amounts:

____ Term Bond

Mandatory Sinking Fund Date	Principal Amount
	$
(maturity)	

Selection of Bonds for Redemption Bonds subject to redemption will be selected in such order of maturity as the Issuer may direct. If less than all of the Bonds of a single maturity are to be redeemed, the Issuer will notify DTC of the particular amount of such maturity to be redeemed prior to maturity. DTC will determine by lot the amount of each Participant's interest in such maturity to be redeemed and each Participant will then select by lot the beneficial ownership interests in such maturity to be redeemed. All prepayments shall be at a price of par plus accrued interest.

Notice of Redemption. Prior to the redemption of any Bonds under the provisions of the Series 2026 Resolution, the Bond Registrar shall give notice not less than thirty (30) days prior to the redemption date to each registered owner thereof.

On the dates so designated for redemption, notice having been given in the manner and under the conditions hereinabove, provided and moneys for payment of the redemption price being held in the Sinking Fund, the Bonds so called for redemption shall become and be due and payable at the redemption price provided for redemption of such Bonds on such date. Interest on the Bonds so called for redemption shall cease to accrue; such Bonds shall cease to be entitled to any benefit hereunder, and the Bondholders shall have no rights in respect thereof except to receive payment of the redemption price thereof.

Bonds which have been duly called for redemption, with respect to which irrevocable instructions to call for redemption at a stated redemption have been given to the Bond Registrar, and moneys for the payment of the face amount thereof, premium, if any, and interest thereon are held in separate accounts by the Bond Registrar in trust for Bondholders shall not thereafter be deemed to be outstanding under the provisions of the Series 2026 Resolution, other than be entitled to receive payment from such sources.

LITIGATION

To the best of the knowledge of the Issuer, no litigation is pending or threatened which, if decided adversely to the Issuer would be likely to result, either individually or in the aggregate, in final judgments against the Issuer which would materially adversely affect the transaction contemplated by this Official Statement, the validity of the Bonds, the Issuer's ability to meet debt service payments on the Bonds when due, or its obligations under the Series 2026 Resolution, or which would materially adversely affect its financial position.

UNDERWRITING

The Bonds are being purchased, subject to certain conditions, by ________ (the "Underwriter"). The Underwriter has agreed, subject to certain conditions, to purchase all, but not less than all, of the Bonds at an aggregate purchase price of $_________ plus accrued interest to the Closing Date.

The Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into unit investment trusts, certain of which may be sponsored or managed by the Underwriter) at prices lower than the initial public offering prices stated on the cover page. The initial public offering prices of the Bonds may be changed, from time to time, by the Underwriter.

The Underwriter intends to engage in secondary market trading of the Bonds subject to applicable securities laws. The Underwriter is not obligated, however, to repurchase any of the Bonds at the request of the holder thereof.

TAX EXEMPTION AND RELATED TAX MATTERS

Tax Exemption

Federal tax law contains a number of requirements and restrictions that apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of Bond proceeds and facilities financed with Bond proceeds, and certain other matters. The Issuer has covenanted to comply with all requirements that must be satisfied in order for the interest on the Bonds to be excludable from gross income for federal income tax purposes. Failure to comply with certain of such covenants could cause interest on the Bonds to become includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

Subject to the Issuer's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, the interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code'), and interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations.

Prospective purchasers of the Bonds should be aware that ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Bond Counsel will not express any opinion as to such collateral tax consequences. Prospective purchasers of the Bonds should consult their tax advisors as to collateral federal income tax consequences.

The interest on the Bonds is not exempt from present Iowa income taxes. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their tax advisors regarding the applicability of any such state and local taxes.

NOT Qualified Tax Exemption Obligations
The Bonds will NOT be designated as "qualified tax-exempt obligations" under the exception provided in Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended (the "Code").

Discount and Premium Bonds
The initial public offering price of certain Bonds may be less than the amount payable on such Bonds at maturity ("Discount Bonds"). Owners of Discount Bonds should consult with their own tax advisors with respect to the determination of accrued original issue discount on Discount Bonds for income tax purposes and with respect to the state and local tax consequences of owning and disposing of Discount Bonds. It is possible that, under applicable provisions governing determination of state and local income taxes, accrued interest on Discount Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment.

The initial public offering price of certain Bonds may be greater than the amount of such Bonds at maturity ("Premium Bonds"). Purchasers of the Premium Bonds should consult with their own tax advisors with respect to the determination of amortizable premium on Premium Bonds for income tax purposes and with respect to the state and local tax consequences of owning and disposing of Premium Bonds.

Other Tax Advice
In addition to the income tax consequences described above, potential investors should consider the additional tax consequences of the acquisition, ownership, and disposition of the Bonds. For instance, state income tax law may differ substantially from state to state, and the foregoing is not intended to describe any aspect of the income tax laws of any state. Therefore, potential investors should consult their own tax advisors with respect to federal tax issues and with respect to the various state tax consequences of an investment in Bonds.

Audits
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. To the best of the Issuer's knowledge, no obligations of the Issuer are currently under examination by the Service. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the Issuer as a taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

Reporting and Withholding
Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bond 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.

Tax Legislation
Legislation affecting tax-exempt obligations is regularly considered by the United States Congress and may be considered by the Iowa legislature. Court proceedings may also be filed, the outcome of which could modify the tax treatment. There can be no assurance that legislation enacted or proposed, or actions by a court, after the date of issuance of the Bonds will not have an adverse effect on the tax status of interest or other income on the Bonds or the market value or marketability of the Bonds. These adverse effects could result, for example, from changes to federal or state income tax rates, changes in the structure of federal or state income taxes (including replacement with another type of tax), or repeal (or reduction in the benefit) of the exclusion of interest on the Bonds from gross income for federal or state income tax purposes

for all or certain taxpayers.

Current and future legislative proposals, including some that carry retroactive effective dates, if enacted into law, court decisions, or clarification of the Code may cause interest on the Bonds to be subject, directly or indirectly, to federal income taxation, or otherwise prevent owners of the Bonds from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any other legislative proposals, clarification of the Code or court decisions may also affect, perhaps significantly, the market price for, or marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed tax legislation, as to which Bond Counsel expresses no opinion other than as set forth in its legal opinion.

The Opinion

The FORM OF LEGAL OPINION, in substantially the form set out in APPENDIX B to this Preliminary Official Statement, will be delivered at closing.

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 Service with respect to the matters addressed in the opinion of Bond Counsel and Bond Counsel's opinion is not binding on the Service, nor does the rendering of the opinion guarantee the outcome of any legal dispute that may arise out of the transaction. 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.

Enforcement

There is no trustee or similar person to monitor or enforce the terms of the resolution for issuance of the Bonds. In the event of a default in the payment of principal of or interest on the Bonds, there is no provision for acceleration of maturity of the principal of the Bonds. Consequently, the remedies of the owners of the Bonds (consisting primarily of an action in the nature of mandamus requiring the Issuer and certain other public officials to perform the terms of the resolution for the Bonds) may have to be enforced from year to year.

The owners of the Bonds cannot foreclose on property within the boundaries of the Issuer or sell such property in order to pay the debt service on the Bonds. In addition, the enforceability of the rights and remedies of owners of the Bonds may be subject to limitation as set forth in Bond Counsel's opinion. The opinion will state, in part, that the obligations of the Issuer with respect to the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable, to the exercise of judicial discretion in appropriate cases and to the exercise by the State and its governmental bodies of the police power inherent in the sovereignty of the State and to the exercise by the United States of America of the powers delegated to it by the Constitution of the United States of America.

ALL POTENTIAL PURCHASERS OF THE BONDS SHOULD CONSULT WITH THEIR TAX ADVISORS WITH RESPECT TO FEDERAL, STATE AND LOCAL TAX CONSEQUENCES OF OWNERSHIP OF THE BONDS (INCLUDING BUT NOT LIMITED TO THOSE LISTED ABOVE).

LEGAL MATTERS

Legal matters incident to the authorization, issuance and sale of the Bonds and with regard to the tax-exempt status of the interest thereon (see "**TAX EXEMPTION AND RELATED MATTERS**" herein) are subject to the approving legal opinion of Ahlers & Cooney, P.C., Des Moines, Iowa, Bond Counsel, a form of which is attached hereto as "**APPENDIX B – FORM OF BOND COUNSEL OPINION**." Signed copies of the opinion, dated and premised on law in effect as of the date of original delivery of the Bonds, will be delivered to the Underwriter at the time of such original delivery. The Bonds are offered subject to prior sale and to the approval of legality of the Bonds by Bond Counsel. Ahlers & Cooney, P.C. is also serving as Disclosure Counsel for the Issuer in connection with the issuance of the Bonds. Certain matters will be passed upon for the Municipal Advisor by Dentons Davis Brown, Des Moines, Iowa.

Bond Counsel has not examined nor attempted to examine or verify any of the financial or statistical statements, or data contained in this Official Statement and will express no opinion with respect thereto. Bond Counsel has not participated in the preparation of this Official Statement other than to review or prepare information describing the terms of the Bonds, Iowa and Federal law pertinent to the validity of the Bonds, and the tax status of interest on the Bonds which can be found generally under the sections "**THE BONDS**", "**THE BONDS - Source of Security for the Bonds**", and "**TAX EXEMPTION AND RELATED TAX MATTERS**". Additionally, Bond Counsel has provided its form of bond counsel opinion and Issuer's continuing disclosure certificate, found in Appendices B and C.

The legal opinion to be delivered will express the professional judgment of Bond Counsel, and by rendering a legal opinion, Bond Counsel does not become an insurer or guarantor of the result indicated by that expression of professional judgment or of the transaction or the future performance of the parties to the transaction.

MUNICIPAL ADVISOR

The Issuer has retained Piper Sandler & Co. as Municipal Advisor (the "Municipal Advisor") in connection with the issuance of the Bonds.

The Municipal Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy, completeness or fairness of such information within the Official Statement but has relied upon governmental officials, and other sources who have access to relevant data to provide accurate data. The Municipal Advisor is not a public accounting firm and has not been engaged by the Issuer to compile, review, examine or audit any information in the Official Statement in accordance with accounting standards.

CONTINUING DISCLOSURE

The Issuer will covenant in a Continuing Disclosure Certificate (the "Undertaking") for the benefit of the Owners and Beneficial Owners of the Bonds to provide annually certain financial information and operating data relating to the Issuer (the "Annual Report"), and to provide notices of the occurrence of certain enumerated events. The notices of events, if any, are also to be filed with the Municipal Securities Rulemaking Board, at its internet repository named "Electronic Municipal Market Access" ("EMMA"). The notices of events, if any, are also to be filed with EMMA. See "**APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE**." The specific nature of the information to be contained in the Annual Report or the notices of events, and the manner in which such materials are to be filed, are summarized in "**APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE**." These covenants have been made in order to assist the Underwriter in complying with the Rule.

A failure by the Issuer to comply with the Undertaking will not constitute a default under the Resolution and Beneficial Owners of the Bonds are limited to the remedies described in the Undertaking. Any Holder or Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Issuer to comply with its obligations under the Continuing Disclosure Certificate. Direct, indirect, consequential, and punitive damages shall not be recoverable by any person for any default thereunder.

If the Issuer fails to comply with any provision of the Continuing Disclosure Certificate, the sole remedy available shall be an action to compel performance. A failure by the Issuer to comply with the Undertaking must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The Issuer provides the following information in accordance with the reporting requirement of paragraph (f)(3) of the Rule.

Pursuant to the Rule, during the previous five (5) year period, the Issuer believes it has complied in all material respects with regard to its prior Disclosure Covenants.

Bond Counsel expresses no opinion as to whether the Undertaking complies with the requirements of Section (b)(5) of the Rule.

MISCELLANEOUS

Brief descriptions or summaries of the Issuer, the Bonds, the Series 2026 Resolution and other documents, agreements and statutes are included in this Official Statement. The summaries or references herein to the Bonds, the Series 2026 Resolution and other documents, agreements and statutes referred to herein, and the description of the Bonds included herein, do not purport to be comprehensive or definitive, and such summaries, references and descriptions are qualified in their entireties by reference to such documents, and the description herein of the Bonds is qualified in its entirety by reference to the form thereof and the information with respect thereto included in the aforesaid documents. Copies of such documents may be obtained from the Issuer.

Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and not as representations of fact, and no representation is made that any of the estimates will be realized. This Official Statement is not to be construed as a contract or agreement between the Issuer and the purchasers or Owners of any of the Bonds.

The attached APPENDICES A, B, C, D, and E are integral parts of this Official Statement and must be read together with all of the foregoing statements.

It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bonds nor any error in the printing of such numbers shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for any Bonds.

The Issuer has reviewed the information contained herein which relates to 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 Issuer.

BETTENDORF COMMUNITY SCHOOL DISTRICT, STATE OF IOWA

/s/ Stephanie Aldo
Board Secretary

APPENDIX A – GENERAL INFORMATION ABOUT THE ISSUER

BETTENDORF COMMUNITY SCHOOL DISTRICT, IOWA
DISTRICT OFFICIALS

PRESIDENT	Paul Castro
BOARD MEMBERS	Ryan McGivern, Vice President Michelle Bruty Eric Engels Brian Hanssen Patrick Larkin Jessica Witter
SUPERINTENDENT	Michelle Morse*
DISTRICT SECRETARY	Stephanie Aldo
SCHOOL BUSINESS OFFICIAL	Tyler Reedy
DISTRICT TREASURER	David Farmer
DISTRICT ATTORNEY	Lane & Waterman LLP

CONSULTANTS

BOND COUNSEL	Ahlers & Cooney, P.C. Des Moines, Iowa
DISCLOSURE COUNSEL	Ahlers & Cooney, P.C. Des Moines, Iowa
MUNICIPAL ADVISOR	Piper Sandler & Co. Des Moines, Iowa
PAYING AGENT	UMB Bank, n.a. West Des Moines, Iowa

* Superintendent Morse resigned effective July 1, 2026, John Elkin has been named Interim Superintendent effective July 27, 2026.

General Information

The Bettendorf Community School District (the "Issuer") is located in eastern Iowa, in Scott County. The Issuer's boundaries include approximately nine square miles of the City of Bettendorf and a small section of the City of Davenport.

District Facilities (1)

Presented below is a recap of the existing facilities of the Issuer:

Building	Construction / Renovation Year	Grades Served
High School	1974	9-12
Edison Academy	2024	10-12
Middle School	1962	6-8
Grant Wood Elementary	2018	PS-5
Herbert Hoover Elementary	1965	PS-5
Mark Twain Elementary	2020	PS-5
Neil Armstrong Elementary	2007	PS-5
Paul Norton Elementary	1984	K-5

Enrollment (3)

Total enrollment in the Issuer in the fall of the past five school years has been as follows:

Count Date	Fiscal Year effective	Certified (Resident) (4)	Open Enroll In	Open Enroll Out	Total Served (5)
October-25	2026-27	3,776.90	659.30	342.90	4,093.30
October-24	2025-26	3,825.60	699.80	348.10	4,177.30
October-23	2024-25	3,952.50	699.80	348.10	4,304.20
October-22	2023-24	4,017.20	673.90	312.30	4,378.80
October-21	2022-23	4,044.30	725.80	251.40	4,518.70

Staff (1)

Presented below is a list of the Issuer's 700 employees.

Administrators:	25	Media Specialists:	7
Teachers:	301	Nurses:	7
Teacher Aids:	127	Guidance:	14
Custodians:	24	Secretaries:	24
Food Service:	23	Transportation:	25
Other:	115	Maintenance:	8

Population (2)

Presented below are population figures for the periods indicated for the cities of Bettendorf, and Davenport.

Year	Bettendorf	Davenport
2020	39,102	101,724
2010	33,217	99,685
2000	31,275	98,359
1990	28,139	95,333
1980	27,381	103,264
1970	22,136	98,469

(1) Source: the Issuer
(2) Source: U.S. Census Bureau
(3) Source: Iowa Department of Education
(4) Used for Sales Tax and state aid distribution
(5) For each fiscal year, the school district into which any student open-enrolls, sends and invoice to the home district in the amount of regular district cost per pupil, which is equal to the amount of State Aid the home district receives from the State.

Other Post-Employment Benefits (OPEB) (1)

Plan Description - The Issuer operates a single-employer health benefit plan which provides medical and prescription drug benefits for employees, retirees and their spouses.

Individuals who are employed by the Issuer and are eligible to participate in the group health plan are eligible to continue healthcare benefits upon retirement. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Retired participants must be age 55 or older at retirement. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	10
Active employees	401
Total	411

Total OPEB Liability – The Issuer's total OPEB liability of $7,362,851 was measured as of June 30, 2025, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions – the total OPEB liability in the June 30, 2025 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	3.00%
Rates of salary increase, including inflation	4.00%
Discount rate, including inflation	4.81%
Healthcare cost trend rate	5.50% for FY2024 decreasing to an ultimate rate of 4.50% in 2037

Discount Rate – The discount rate used to measure the total OPEB liability was 4.81%, 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 SOA RPH-2017 total dataset mortality table fully generational using scale MP-2017. Annual retirement probabilities are based on varying rates by age and turnover probabilities mirror those used by IPERS.

Changes in the Total OPEB Liability:

Total OPEB obligation – beginning of year		$7,139,816
Changes for the year		
	Service Cost	466,093
	Interest	295,795
	Differences between expected and actual experiences	-
	Change in assumption	(311,236)
	Benefit Payments	(227,617)
Net Changes		223,035
Net OPEB obligation – end of year		$7,362,851

Changes of assumptions reflect a change in the discount rate from 4.21% in fiscal year 2024 to 4.81% in fiscal year 2025.

(1) Source: the Issuer

Employee Pension Plan (1)

Plan Description. Iowa Public Employees' Retirement System ("IPERS") membership is mandatory for employees of the Issuer. The Issuer's employees are provided with pensions through a cost-sharing multiple employer defined pension plan administered by IPERS. IPERS benefits are established under Iowa Code, Chapter 97B and the administrative rules thereunder. The Issuer's employee who completed seven years of covered service or has reached the age of 65 while in IPERS covered employment becomes vested. If the Issuer's employee retires before normal retirement age, the employees' monthly retirement benefit will be permanently reduced by an early-retirement reduction. IPERS provides pension benefits as well as disability benefits to Issuer employees and benefits to the employees' beneficiaries upon the death of the eligible employee. See "**APPENDIX D–AUDITED FINANCIAL STATEMENTS OF THE ISSUER–NOTES TO THE FINANCIAL STATEMENTS**" for additional information on IPERS. Additionally, copies of IPERS annual financial report may be obtained from www.ipers.org. However, the information presented in such financial reports or on such websites is not incorporated into this Official Statement by any reference.

Contributions. Effective July 1, 2012, as a result of a 2010 law change, IPERS contribution rates for the Issuer and its employees are established by IPERS following the annual actuarial valuation (which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization method.) State statute, however, limits the amount rates can increase or decrease each year to one (1) percentage point. Therefore, any difference between the actuarial contribution rates and the contributions paid is due entirely to statutorily set contributions that may differ from the actual contribution rates. As a result, while the contribution rate in the fiscal year ended June 30, 2017 equaled the actuarially required rate, there is no guarantee, due to this statutory limitation on rate increases, that the contribution rate will meet or exceed the actuarially required rate in the future.

The Issuer's contributions to IPERS is not less than that which is required by law. The Issuer's share of the contribution, payable from the applicable funds of the Issuer, is provided by a statutorily authorized annual levy of taxes without limit or restriction as to rate or amount. The Issuer has always made its full required contributions to IPERS.

The following table sets forth the contributions made by the Issuer and its employees to IPERS for the period indicated. The Issuer cannot predict the levels of funding that will be required in the future.

Table 1 – Issuer and Employees Contribution to IPERS.

	Issuer Contribution		Issuer Employees' Contribution	
Fiscal Year	Amount Contributed	% of Covered Payroll	Amount Contributed	% of Covered Payroll
2021	$3,035,517	9.44	$2,028,410	6.29
2022	3,130,432	9.44	2,092,446	6.29
2023	3,276,409	9.44	2,128,001	6.29
2024	3,237,941	9.44	2,158,207	6.29
2025	3,349,621	9.44	2,231,898	6.29

The Issuer cannot predict the levels of funding that will be required in the future as any IPERS unfunded pension benefit obligation could be reflected in future years in higher contribution rates. The investment of moneys, assumptions underlying the same and the administration of IPERS is not subject to the direction of the Issuer. Thus, it is not possible to predict, control or prepare for future unfunded accrued actuarial liabilities of IPERS ("UAALs"). The UAAL is the difference between total actuarially accrued liabilities and actuarially calculated assets available for the payment of such benefits. The UAAL is based on assumptions as to retirement age, mortality, projected salary increases attributed to inflation, across-the-board raises and merit raises, adjustments, cost-of-living adjustments, valuation of current assets, investment return and other matters. Such UAAL could be substantial in the future, requiring significantly increased contributions from the Issuer which could affect other budgetary matters.

Table 2 – Recent returns of IPERS (1)

According to IPERS, the market value investment return on program assets is as follows:

Fiscal Year Ended June 30	Investment Return %
2021	29.63
2022	-3.90
2023	5.41
2024	9.07
2025	9.87

(1) SOURCE: The Issuer

The following table sets forth certain information about the funding status of IPERS that has been extracted from the annual comprehensive financial reports of IPERS (collectively, the "IPERS ACFRs"), and the actuarial valuation reports provided to IPERS by Cavanaugh MacDonald Consulting, LLC (collectively, the "IPERS Actuarial Reports"). Additional information regarding IPERS and its latest actuarial valuations can be obtained by contacting IPERS administrative staff.

Table 3 – Funding Status of IPERS (1)

Valuation Date	Actuarial Value of Assets [a]	Market Value of Assets [b]	Actuarial Accrued Liability [c]	Unfunded Actuarial Accrued Liability (Actuarial Value) [c]-[a]	Funded Ratio (Actuarial Value) [a]/[c]	Unfunded Actuarial Accrued Liability (Market Value) [c]-[b]	Funded Ratio (Market Value) % [b]/[c]	Covered Payroll [d]	UAAL as a Percentage of Covered Payroll (Actuarial Value) [[c-a]/[d]]
2021	37,584,987,296	42,889,875,682	42,544,648,750	4,959,661,454	88.34	-345,226,932	100.81	8,648,783,536	57.35
2022	39,354,232,379	40,191,566,259	43,969,714,606	4,615,482,227	89.50	3,778,148,347	91.40	9,018,019,950	51.18
2023	41,012,524,216	41,206,314,259	45,719,979,439	4,707,455,223	89.70	4,513,665,180	90.13	9,588,339,000	49.10
2024	42,927,257,062	43,661,123,300	47,302,619,657	4,375,362,595	90.75	3,641,496,357	92.30	10,003,675,315	43.74
2025	45,222,324,002	46,740,552,175	49,063,230,575	3,840,906,573	92.17	2,322,678,400	95.27	10,525,039,254	36.49

Net Pension Liabilities (2)

At June 30, 2025, the Issuer reported a liability of $13,490,318 for its proportional share of the IPERS net pension liability. The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The discount rate used to measure the total pension liability was 7%. The Issuer's proportion of the net pension liability was based on the Issuer's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. See "**APPENDIX D–AUDITED FINANCIAL STATEMENTS OF THE ISSUER–NOTES TO THE FINANCIAL STATEMENTS**" for additional information related to the Issuer's deferred outflows and inflows of resources related to pensions, actuarial assumptions, discount rate and discount rate sensitivity.

Detailed information about the pension plan's fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS' website at www.ipers.org.

Bond Counsel, Disclosure Counsel, the Issuer, the Underwriter, the Municipal Advisor and counsel to the Municipal Advisor undertake no responsibility for and make no representations as to the accuracy or completeness of the material available from IPERS as discussed above or included on the IPERS website, including, but not limited to, updates of such information on the Auditor of State's website or links to other websites through the IPERS website.

Investment of Public Funds (2)

The Issuer invests its funds pursuant to Chapter 12B of the Code. Presented below is the Issuer's investing activities as of June 30, 2026:

Type of Investment	Amount Invested
Local Bank Money Market	$0
Local Bank Deposit Accounts	19,837,146
Local Bank Time CD's	1,000,000
ISJIT Money Market	9,996,246.07
ISJIT Time CD's	0

(1) Source: IPERS Actuarial Reports. For a description of the assumptions used when calculating the funding status of IPERS for the fiscal year noted herein, see IPERS ACFRs
(2) Source: the Issuer

Major Employers (1)

Presented below is a summary of the largest employers located within the Issuer:

Employer	Business	Approximate Employees
The Isle Hotel & Casino	Hotel/casino	500-999
Hy-Vee	Grocery store	500-999
Bettendorf CSD	Education	500-999
Mississippi Bend AEA	Education	250-499
City of Bettendorf	City government	250-499
LeClaire Manufacturing	Aluminum foundries	250-499
Arconic	Aerospace and defense aluminum mfg	250-499
TBK Bank	Bank	50-99
Olympic Steel	Metal service, merchant	50-99

Property Tax Assessment (2) (3)

In compliance with section 441.21 of the Code of Iowa, as amended, the State Director of Revenue annually directs all county auditors to apply prescribed statutory percentages to the assessments of certain categories of real property. The final values, called Actual Valuation, are then adjusted by the County Auditor. Assessed or Taxable Valuation subject to tax levy is then determined by the application of State determined rollback percentages, principally to residential and commercial property.

Beginning in 1978, the State required a reduction in Actual Valuation to reduce the impact of inflation on its residents. The resulting value is defined as the Assessed or Taxable Valuation. The rollback percentages for residential, agricultural and commercial valuations are as follows:

Fiscal Year	Residential	Ag. Land & Bldgs	Commercial	Multi-residential	Railroad	Chap 437 Utilities	Chap 428/438 Utilities	Industrial
2026-27	44.5345	59.4401	90.0000	NA	90.0000	94.2059	98.0000	90.0000
2025-26	47.4316	73.8575	90.0000	NA	90.0000	100.0000	NA	90.0000
2024-25	46.3428	71.8370	90.0000	NA	90.0000	100.0000	NA	90.0000
2023-24	54.6501	91.6430	90.0000	NA	90.0000	100.0000	NA	90.0000
2022-23	54.1302	89.0412	90.0000	63.7500	90.0000	100.0000	NA	90.0000

Property is assessed on a calendar year basis. The assessments finalized as of January 1 of each year are applied to the following fiscal year. For example, the assessments finalized on January 1, 2024 are used to calculate tax liability for the tax year starting July 1, 2025 through June 30, 2026. Presented below are the historic property valuations of the Issuer by class of property.

---

(1) Source: Iowa Workforce Development.com/employer database

(2) Source: Iowa Department of Revenue

(3) In 2023, the Legislature created a rollback for small commercial, small railroad and small industrial properties that receive the same rollback rate as residential properties receive for said year, for the valuation of those classes up to $150,000. Valuation above $150,000 is taxed at the above rollback rate for each of commercial, railroad and industrial.

Property Valuations (1)

Actual Valuation					
Valuation as of January	2025	2024	2023	2022	2021
Fiscal Year	2026-2027	2025-2026	2024-2025	2023-2024	2022-2023
Residential:	2,785,441,879	2,442,609,306	2,404,684,230	2,024,693,283	1,875,514,162
Agricultural Land:	1,282,630	962,280	1,025,430	819,640	902,110
Ag Buildings:	50,500	48,050	48,050	26,890	14,230
Commercial:	770,986,815	723,571,832	718,596,824	607,486,273	587,487,807
Industrial:	23,245,100	19,464,312	21,242,055	15,070,838	14,953,782
Multi-Residential	0	0	0	0	104,268,747
Reserved	0	0	0	0	0
Railroads:	952,335	962,863	976,888	852,097	840,958
Utilities:	7,175,192	7,294,648	8,775,819	7,831,652	10,562,984
Other:	0	0	0	0	0
Total Valuation:	3,589,134,451	3,194,913,291	3,155,349,296	2,656,780,673	2,594,544,780
Less Military:	3,712,000	3,788,000	3,952,000	1,868,668	2,007,568
Less Homestead:	12,012,000	11,667,500	5,499,000	0	0
Net Valuation:	3,573,410,451	3,179,457,791	3,145,898,296	2,654,912,005	2,592,537,212
TIF Valuation:	69,823,046	89,657,290	78,491,791	89,672,136	102,465,332
Utility Replacement:	109,411,609	107,990,400	98,685,353	91,038,188	73,765,433

Taxable Valuation					
Valuation as of January	2025	2024	2023	2022	2021
Fiscal Year	2026-2027	2025-2026	2024-2025	2023-2024	2022-2023
Residential:	1,237,663,141	1,155,385,147	1,111,038,680	1,103,163,064	1,012,606,869
Agricultural Land:	762,397	710,716	736,638	751,144	803,248
Ag Buildings:	30,018	35,488	34,518	24,643	12,670
Commercial:	655,762,013	613,622,368	609,315,027	514,616,971	520,258,146
Industrial:	19,483,047	15,998,730	17,484,098	12,246,568	12,852,147
Multi-Residential	0	0	0	0	64,333,368
Reserved	0	0	0	0	0
Railroads:	852,447	862,219	874,731	763,269	756,862
Utilities:	7,031,689	7,294,648	8,775,819	7,831,652	10,562,984
Other:	0	0	0	0	0
Total Valuation:	1,921,584,752	1,793,909,316	1,748,259,511	1,639,397,311	1,622,186,294
Less Military:	3,712,000	3,788,000	3,952,000	1,868,668	2,007,568
Less Homestead:	12,012,000	11,667,500	5,499,000	0	0
Net Valuation:	1,905,860,752	1,778,453,816	1,738,808,511	1,637,528,643	1,620,178,726
TIF Valuation:	69,823,046	89,657,290	78,491,791	89,672,136	102,465,332
Utility Replacement:	31,954,453	31,362,802	29,557,289	29,870,978	28,689,367

Valuation Year	Fiscal Year	Actual Valuation w/ Utilities	% Change in Actual Valuation	Taxable Valuation w/Utilities	% Change in Taxable Valuation
2025	2027	3,752,645,106	11.12%	2,007,638,251	5.69%
2024	2026	3,377,105,481	1.63%	1,899,473,908	2.85%
2023	2025	3,323,075,440	17.19%	1,846,857,591	5.11%
2022	2024	2,835,622,329	2.41%	1,757,071,757	0.33%
2021	2023	2,768,767,977	6.97%	1,751,333,425	3.97%

(1) Source: Iowa Department of Management

Tax Rates (1)

Presented below are the taxes levied by the Issuer for the fund groups as presented, for the period indicated:

Fiscal Year	Operating Fund	Management Fund	Board PPEL	Voter PPEL	Play Ground	Debt Service	School House	Amana Library	Total Levy
2026	9.84343	0.82881	0.33000	1.34000	0.00000	0.00000	0.00000	0.00000	12.34224
2025	10.60306	0.56549	0.33000	1.34000	0.00000	0.00000	0.00000	0.00000	12.83855
2024	10.28862	0.41982	0.33000	1.34000	0.00000	0.00000	0.00000	0.00000	12.37844
2023	10.04303	0.66712	0.33000	1.34000	0.00000	0.00000	0.00000	0.00000	12.38015
2022	10.46247	0.72339	0.33000	1.34000	0.00000	0.00000	0.00000	0.00000	12.85586
2021	10.42605	0.77673	0.33000	1.34000	0.00000	0.00000	0.00000	0.00000	12.87278

Historic Tax Rates (1)

Presented below are the tax rates by taxing entity for residents of the City of Bettendorf:

Fiscal Year	City	School	College	State	County Assessor	County Ag Extens	County Hospital	County	Transit	Total Levy Rate
2026	13.11000	12.34224	0.92744	0.00000	0.23157	0.06338	0.00000	5.93331	0.00000	32.60794
2025	13.11000	12.83855	0.94807	0.00180	0.20387	0.06305	0.00000	5.95000	0.00000	33.11534
2024	12.65000	12.37844	0.94840	0.00180	0.21464	0.06477	0.00000	5.95000	0.00000	32.20805
2023	12.65000	12.38015	0.94542	0.00240	0.19858	0.06381	0.00000	5.95000	0.00000	32.19036
2022	12.80000	12.85586	0.92357	0.00260	0.17298	0.06377	0.00000	6.04197	0.00000	32.86075
2021	12.80000	12.87278	0.82406	0.00270	0.17432	0.06397	0.00000	6.21304	0.00000	32.95087

Presented below are the tax rates by taxing entity for residents of the City of Davenport:

Fiscal Year	City	School	College	State	County Assessor	County Ag Extens	County Hospital	County	Transit	Total Levy Rate
2026	16.60672	12.34224	0.92744	0.00000	0.23157	0.06338	0.00000	5.93331	0.00000	36.10466
2025	16.61059	12.83855	0.94807	0.00180	0.20387	0.06305	0.00000	5.95000	0.00000	36.61593
2024	16.78000	12.37844	0.94840	0.00180	0.21464	0.06477	0.00000	5.95000	0.00000	36.33805
2023	16.78000	12.38015	0.94542	0.00240	0.19858	0.06381	0.00000	5.95000	0.00000	36.32036
2022	16.78000	12.85586	0.92357	0.00260	0.17298	0.06377	0.00000	6.04197	0.00000	36.84075
2021	16.78000	12.87278	0.82406	0.00270	0.17432	0.06397	0.00000	6.21304	0.00000	36.93087

Tax Collection History (2)

Presented below are the actual ad-valorem tax levies and collections for the periods indicated:

Fiscal Year	Amount Levied	Amount Collected	Percentage Collected
2026	22,598,957	In collection	NA
2025	22,933,899	$22,914,397	99.91%
2024	20,907,463	20,785,914	99.42%
2023	20,716,581	20,681,579	99.83%
2022	20,721,688	20,721,266	100.00%
2021	20,123,691	20,235,477	100.56%

(1) Source: Iowa Department of Management
(2) Source: the Issuer

Largest Taxpayers (1) (2)

Set forth in the following table are the persons or entities which represent the 2024 largest taxpayers within the Issuer. No independent investigation has been made of and no representation is made herein as to the financial condition of any of the taxpayers listed below or that such taxpayers will continue to maintain their status as major taxpayers in the Issuer. The Issuer's tax levy is uniformly applicable to all of the properties included in the table, and thus taxes expected to be received by the Issuer from such taxpayers will be in proportion to the assessed valuations of the properties. The total tax bill for each of the properties is dependent upon the tax levies of the other taxing entities which overlap the properties.

Taxpayer	2024 Taxable Valuation	Percent of Total
Glp Capital Lp	61,820,958	3.255%
Sj Russell Lc	26,828,231	1.412%
Midamerican Energy Co	20,262,577	1.067%
Birchwood Grove Llc	19,876,188	1.046%
Genesis Health System	18,464,359	0.972%
Ept Nineteen Inc	14,669,742	0.772%
Utica Hills Hospitality Llc	12,595,008	0.663%
Ascentra Credit Union	12,188,795	0.642%
Duck Creek Station Llc	11,976,353	0.631%
Davenport Crg	11,921,162	0.628%
	Total	11.09%

(1) Source: Scott County Auditor's Office

(2) Utility Property Tax Replacement. Beginning in 1999, the State replaced its previous property tax assessment procedure in valuing the property of entities involved primarily in the production, delivery, service and sale of electricity and natural gas with a replacement tax formula based upon the delivery of energy by these entities. Electric and natural gas utilities now pay replacement taxes to the State in lieu of property taxes. All replacement taxes are allocated among local taxing cities by the State Department of Revenue and Finance and the Department of Management. This allocation is made in accordance with a general allocation formula developed by the Department of Management on the basis of general property tax equivalents. Properties of these utilities are exempt from the levy of property tax by political subdivisions. Utility property will continue to be valued by a special method as provided in the statute and taxed at the rate of three cents per one thousand dollars for the general fund of the State. The utility replacement tax statute states that the utility replacement tax collected by the State and allocated among local taxing cities (including the Issuer) shall be treated as property tax when received and shall be disposed of by the county treasurer as taxes on real estate. However, utility property is not subject to the levy of property tax by political subdivisions, only the utility replacement tax and statewide property tax. It is possible that the Issuer's authority to levy taxes to pay principal and interest on the Bonds could be adjudicated to be proportionately reduced in future years if the utility replacement tax were to be other than "taxable property" for purposes of computing the Issuer's levy limit under Iowa Code Section 298.18, as amended from time to time. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer's ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds.

Direct Debt

General Obligation School Bonds (Debt Service) (1)

The Issuer does not have any outstanding general obligation bonds.

General Obligation School Capital Loan Notes (PPEL) (1)

The Issuer does not have any outstanding General Obligation School Capital Loan Notes.

Anticipatory Warrants (1)

The Issuer has not issued anticipatory warrants during the past five years.

School Infrastructure Sales, Services & Use Tax Revenue Bonds (1)

Presented below are the annual debt service payments on the Issuer's Outstanding Bonds and the estimated annual debt service payments on the Bonds, presented by fiscal year and issue.

Fiscal Year	7/25/18	6/18/19	8/7/25	9/24/26	7/25/18*	6/18/19**	Total Principal	Total Interest	Total Obligations
6/30/27	$1,100,000	$2,100,000			$-1,100,000		$2,100,000	$1,692,009	$3,792,009
6/30/28	1,100,000	2,190,000			-1,100,000	$-635,000	1,555,000	1,941,146	3,496,146
6/30/29	1,100,000	2,280,000			-1,100,000	-515,000	1,185,000	1,901,649	3,086,649
6/30/30			$420,000	$795,000			1,215,000	1,871,550	3,086,550
6/30/31			440,000	835,000			1,275,000	1,810,800	3,085,800
6/30/32			465,000	875,000			1,340,000	1,747,050	3,087,050
6/30/33			485,000	920,000			1,405,000	1,680,050	3,085,050
6/30/34			510,000	965,000			1,475,000	1,609,800	3,084,800
6/30/35			530,000	1,015,000			1,545,000	1,541,150	3,086,150
6/30/36			550,000	1,065,000			1,615,000	1,469,200	3,084,200
6/30/37			575,000	1,110,000			1,685,000	1,404,600	3,089,600
6/30/38			595,000	1,155,000			1,750,000	1,336,756	3,086,756
6/30/39			620,000	1,200,000			1,820,000	1,265,255	3,085,255
6/30/40			645,000	1,250,000			1,895,000	1,189,520	3,084,520
6/30/41			675,000	1,305,000			1,980,000	1,110,539	3,090,539
6/30/42			700,000	1,360,000			2,060,000	1,026,780	3,086,780
6/30/43			730,000	1,415,000			2,145,000	938,355	3,083,355
6/30/44			765,000	1,480,000			2,245,000	844,519	3,089,519
6/30/45			800,000	1,540,000			2,340,000	745,566	3,085,566
6/30/46				2,450,000			2,450,000	640,728	3,090,728
6/30/47				2,560,000			2,560,000	528,028	3,088,028
6/30/48				2,680,000			2,680,000	407,196	3,087,196
6/30/49				2,810,000			2,810,000	278,556	3,088,556
6/30/50				2,945,000			2,945,000	142,833	3,087,833
Totals:	$3,300,000	$6,570,000	$9,505,000	$31,730,000	$-3,300,000	$-1,730,000	$46,075,000	$29,123,633	$75,198,633

* The Issuer will be calling the 2027-2029 maturities of the Series 2018 Bonds as a part of the issuance of these Bonds.
** The Issuer will be calling a portion of the 2028 and 2029 maturities of the Series 2019 Bonds as a part of the issuance of these Bonds.

(1) Source: the Issuer

Debt Limit (1) (2) (3)(4)

The amount of general obligation debt a political subdivision of the State of Iowa can incur is controlled by the constitutional debt limit, which is an amount equal to 5% of the actual value of property within the corporate limits, taken from the last County Tax list. The Issuer's debt limit, based upon said valuation, amounts to the following:

	1/1/2025
Actual Valuation:	3,752,645,106
X	5%
Statutory Debt Limit:	187,632,255
Total General Obligation Bond Debt:	0
Total General Obligation Note Debt:	0
Total Lease Purchases:	80,038
Total Loan Agreements:	
Capital Leases:	
Total Debt Subject to Limit:	80,038
Percentage of Debt Limit Obligated:	.04%

It has not been determined whether the Issuer's School Infrastructure Sales, Services and Use Tax Revenue Bonds do or do not count against the constitutional debt limit. If the Bonds do count against the constitutional debt limit, the amount of debt subject to the debt limit would increase \$46,075,000(3) to be \$46,155,038(3), or 24,.60%(3) of the constitutional debt limit.

(1) Direct debt source: the Issuer
(2) Valuation data source: Iowa Department of Management
(3) Preliminary, subject to change
(4)Utility Property Tax Replacement: Beginning in 1999, the State replaced its previous property tax assessment procedure in valuing the property of entities involved primarily in the production, delivery, service and sale of electricity and natural gas with a replacement tax formula based upon the delivery of energy by these entities. Electric and natural gas utilities now pay replacement taxes to the State in lieu of property taxes. All replacement taxes are allocated among local taxing cities by the State Department of Revenue and Finance and the Department of Management. This allocation is made in accordance with a general allocation formula developed by the Department of Management on the basis of general property tax equivalents. Properties of these utilities are exempt from the levy of property tax by political subdivisions. Utility property will continue to be valued by a special method as provided in the statute and taxed at the rate of three cents per one thousand dollars for the general fund of the State.

It is possible that the general obligation debt capacity of the Issuer could be adjudicated to be proportionately reduced in future years if utility property were determined to be other than "taxable property" for purposes of computing the Issuer's debt limit under Article XI of the Constitution of the State of Iowa. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer's ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds.

Overlapping & Underlying Debt (1) (3)

Presented below is a listing of the overlapping and underlying debt outstanding of Issuers within the Issuer.

Taxing Authority	GO Debt Outstanding	Taxable Valuation	Valuation Within Issuer	Percentage Applicable	Amount Applicable
City Of Bettendorf	$118,360,000	$3,135,536,759	$1,437,838,356	45.86%	$54,275,411
City Of Davenport	204,325,000	5,649,193,758	461,097,543	8.16%	16,677,381
City Of Riverdale	114,157	108,705,431	538,009	0.49%	565
Scott County	6,935,000	11,597,068,216	1,899,473,908	16.38%	1,135,878
Eastern Iowa CC	49,395,000	19,088,051,493	1,899,473,908	9.95%	4,915,353
Mississippi Bend AEA	0	18,995,308,088	1,899,473,908	10.00%	0
				Total:	$77,004,588

FINANCIAL SUMMARY (1) (2) (3) (4)

Actual Value of Property, 2025	$3,752,645,106
Taxable Value of Property, 2025	2,007,638,251
Direct General Obligation Debt:	$0
Overlapping Debt:	77,004,588
Direct & Overlapping General Obligation Debt:	77,004,588
Population, 2020 US Census:	23,869
Direct Debt per Capita:	$0
Total Debt per Capita:	$3,226
Direct Debt to Taxable Valuation:	0%
Total Debt to Taxable Valuation:	3.836%
Direct Debt to Actual Valuation:	0%
Total Debt to Actual Valuation:	2.052%
Actual Valuation per Capita:	$157,218
Taxable Valuation per Capita:	$84,111

(1) Valuation source: Iowa Department of Management
(2) Direct debt source: the Issuer
(3) Overlapping debt outstanding source: Treasurer, State of Iowa; where available, EMMA.MSRB.ORG
(4) Population source: U.S. Census Bureau

APPENDIX B – FORM OF LEGAL OPINION

D R A F T

We hereby certify that we have examined a certified transcript of the proceedings of the Board of Directors of the Bettendorf Community School District in the County of Scott, State of Iowa, and acts of administrative officers of the School District (the "Issuer"), relating to the issuance of School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026, by said Issuer, dated the date of delivery, in the denominations of $5,000 or multiples thereof, in the aggregate amount of $__________ (the "Bonds").

The Bonds are issued pursuant to Iowa Code Chapter 423F and a Resolution Authorizing the Terms of Issuance and Providing for and Securing the Payment of School Infrastructure Sales, Services and Use Tax Revenue Bonds (the "Resolution") of the Issuer adopted June 11, 2026. Under the Resolution, the Issuer has pledged certain School Infrastructure Sales, Services and Use Tax Revenues (the "School Infrastructure Tax Revenues") for the payment of principal of, premium (if any), and interest on the Bonds when due.

We have examined the law and such certified proceedings and other papers as we deem necessary to render this opinion as bond counsel.

As to questions of fact material to our opinion, we have relied upon representations of the Issuer contained in the Resolution and in the certified proceedings and other certifications of public officials furnished to us, without undertaking to verify the same by independent investigation.

Based on our examination and in reliance upon the certified proceedings and other certifications described above, we are of the opinion, under existing law, as follows:

1. The Issuer is duly created and validly existing as a body corporate and politic and political subdivision of the State of Iowa with the corporate power to adopt the Resolution, perform the agreements on its part contained therein, and issue the Bonds.

2. The Resolution has been duly adopted by the Issuer and constitutes a valid and binding agreement of the Issuer.

3. The Resolution creates a valid lien on the School Infrastructure Tax Revenues pledged by the Resolution (and defined therein) for the security of the Bonds and the Parity Bonds. The lien of the Bonds ranks on a parity as to the pledge of revenues with respect to other Outstanding Bonds and Additional Bonds (as defined in the Resolution). The right to issue Additional Bonds is reserved upon conditions set forth in the Resolution.

4. The Bonds have been duly authorized and executed by the Issuer and are valid and binding limited obligations of the Issuer, payable solely from the sources provided therefor in the Resolution.

THE BONDS ARE NOT GENERAL OBLIGATIONS OF THE ISSUER AND THE GENERAL CREDIT AND TAXING POWERS OF THE ISSUER ARE NOT PLEDGED TO THE PAYMENT OF THE PRINCIPAL THEREOF OR INTEREST THEREON. THE ISSUER IS NOT OBLIGATED TO LEVY ANY AD VALOREM TAXES NOR TO EXPEND ANY MONIES OF THE ISSUER TO PAY THE BONDS, EXCEPT THE SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUES SPECIFICALLY PLEDGED UNDER THE RESOLUTION.

5. Interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. The Issuer has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Bonds to be includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

We express no opinion regarding the accuracy, adequacy, or completeness of the Official Statement or other offering material relating to the Bonds. Further, we express no opinion regarding tax consequences arising with respect to the Bonds other than as expressly set forth herein.

The rights of the owners of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may later come to our attention, or any changes in law that may later occur.

Ahlers & Cooney, P.C.

APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE

D R A F T

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the Bettendorf Community School District, State of Iowa (the "Issuer"), in connection with the issuance of $__________ School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026 (the "Bonds"), dated the date of delivery. The Bonds are being issued pursuant to a Resolution of the Issuer approved on September 9, 2026 (the "Resolution"). The Issuer covenants and agrees as follows:

Section 1. Purpose of the Disclosure Certificate; Interpretation. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Holders and Beneficial Owners of the Bonds and in order to assist the Participating Underwriters in complying with S.E.C. Rule 15c2-12(b)(5). This Disclosure Certificate shall be governed by, construed and interpreted in accordance with the Rule, and, to the extent not in conflict with the Rule, the laws of the State. Nothing herein shall be interpreted to require more than required by the Rule.

Section 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Financial Information" shall mean financial information or operating data of the type included in the final Official Statement, provided at least annually by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

"Beneficial Owner" shall mean any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds for federal income tax purposes.

"Business Day" shall mean a day other than a Saturday or a Sunday or a day on which banks in Iowa are authorized or required by law to close.

"Dissemination Agent" shall mean the Issuer or any Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

"Financial Obligation" shall mean 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" does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with S.E.C. Rule 15c2-12.

"Holders" shall mean the registered holders of the Bonds, as recorded in the registration books of the Registrar.

"Listed Events" shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

"Municipal Securities Rulemaking Board" or "MSRB" shall mean the Municipal Securities Rulemaking Board, 1300 I Street NW, Suite 1000, Washington, DC 20005.

"National Repository" shall mean the MSRB's Electronic Municipal Market Access website, a/k/a "EMMA" (emma.msrb.org).

"Official Statement" shall mean the Issuer's Official Statement for the Bonds, dated ______________, 2026.

"Participating Underwriter" shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

"Rule" shall mean Rule 15c2-12 adopted by the Securities and Exchange Commission (S.E.C.) under the Securities Exchange Act of 1934, and any guidance and procedures thereunder published by the S.E.C., as the same may be amended from time to time.

"State" shall mean the State of Iowa.

Section 3. Provision of Annual Financial Information.

a. The Issuer shall, or shall cause the Dissemination Agent to, not later than April 15 after the end of the Issuer's fiscal year (presently June 30th), commencing with information for the 2026 fiscal year, provide to the National Repository an Annual Financial Information filing consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Financial Information filing must be submitted in such format as is required by the MSRB (currently in "searchable PDF" format). The Annual Financial Information filing may be submitted as a single document or as separate documents comprising a package. The Annual Financial Information filing may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the Issuer may be submitted separately from the balance of the Annual Financial Information filing and later than the date required above for the filing of the Annual Financial Information if they are not available by that date. If the Issuer's fiscal year changes, it shall give notice of such change in the same manner as for a Listed Event under Section 5(c).

b. If the Issuer is unable to provide to the National Repository the Annual Financial Information by the date required in subsection (a), the Issuer shall send a notice to the Municipal Securities Rulemaking Board, if any, in substantially the form attached as Exhibit A.

c. The Dissemination Agent shall:
   i. each year file Annual Financial Information with the National Repository; and
   ii. (if the Dissemination Agent is other than the Issuer), file a report with the Issuer certifying that the Annual Financial Information has been filed pursuant to this Disclosure Certificate, stating the date it was filed.

Section 4. Content of Annual Financial Information. The Issuer's Annual Financial Information filing shall contain or incorporate by reference the following:

a. The last available audited financial statements of the Issuer for the prior fiscal year, prepared in accordance with generally accepted accounting principles promulgated by the Financial Accounting Standards Board as modified in accordance with the governmental accounting standards promulgated by the Governmental Accounting Standards Board or as otherwise provided under State law, as in effect from time to time, or, if and to the extent such financial statements have not been prepared in accordance with generally accepted accounting principles, noting the discrepancies therefrom and the effect thereof. If the Issuer's audited financial statements for the preceding years are not available by the time Annual Financial Information is required to be filed pursuant to Section 3(a), the Annual Financial Information filing shall contain unaudited financial statements of the type included in the final Official Statement, and the audited financial statements shall be filed in the same manner as the Annual Financial Information when they become available.

b. A table, schedule or other information prepared as of the end of the preceding fiscal year, of the type contained in the final Official Statement under the captions "Current Statewide Receipts of the Tax-Average Per Pupil Receipts," "Historic Resident Enrollment in the School District," "Actual Historic Sales, Services & Use Tax Revenue Receipts," "Estimated Future Sales, Services & Use Tax Receipts," and "Estimated Debt Service and Coverage on the Bonds."

Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues of the Issuer or related public entities, which have been filed with the National Repository. The Issuer shall clearly identify each such other document so included by reference.

Section 5. Reporting of Significant Events.

a. Pursuant to the provisions of this Section, the Issuer shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds in a timely manner not later than 10 Business Days after the day of the occurrence of the event:

i. Principal and interest payment delinquencies;
ii. Non-payment related defaults, if material;
iii. Unscheduled draws on debt service reserves reflecting financial difficulties;
iv. Unscheduled draws on credit enhancements relating to the Bonds reflecting financial difficulties;
v. Substitution of credit or liquidity providers, or their failure to perform;
vi. 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-exempt status of the Series Bonds, or material events affecting the tax-exempt status of the Bonds;
vii. Modifications to rights of Holders of the Bonds, if material;
viii. Bond calls (excluding sinking fund mandatory redemptions), if material, and tender offers;
ix. Defeasances of the Bonds;
x. Release, substitution, or sale of property securing repayment of the Bonds, if material;
xi. Rating changes on the Bonds;
xii. Bankruptcy, insolvency, receivership or similar event of the Issuer;
xiii. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, 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;
xiv. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
xv. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other terms of a Financial Obligation of the Issuer, any of which affect security holders, if material; and
xvi. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

b. Whenever the Issuer obtains the knowledge of the occurrence of a Listed Event, the Issuer shall determine if the occurrence is subject to notice only if material, and if so shall as soon as possible determine if such event would be material under applicable federal securities laws.

c. If the Issuer determines that knowledge of the occurrence of a Listed Event is not subject to materiality, or determines such occurrence is subject to materiality and would be material under applicable federal securities laws, the Issuer shall promptly, but not later than 10 Business Days after the occurrence of the event, file a notice of such occurrence with the Municipal Securities Rulemaking Board through the filing with the National Repository.

Section 6. Termination of Reporting Obligation. The Issuer's obligations under this Disclosure Certificate with respect to each Series of Bonds shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds of that Series or upon the Issuer's receipt of an opinion of nationally recognized bond counsel to the effect that, because of legislative action or final judicial action or administrative actions or proceedings, the failure of the Issuer to comply with the terms hereof will not cause Participating Underwriters to be in violation of the Rule or other applicable requirements of the Securities Exchange Act of 1934, as amended.

Section 7. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The Dissemination Agent shall not be responsible in any manner for the content of any notice or report prepared by the Issuer pursuant to this Disclosure Certificate. The initial Dissemination Agent shall be the Issuer.

Section 8. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, provided that the following conditions are satisfied:

a. If the amendment or waiver relates to the provisions of Section 3(a), 4, or 5(a), it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of an obligated person with respect to the Bonds, or the type of business conducted;

b. The undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

c. The amendment or waiver either (i) is approved by the Holders of the Bonds in the same manner as provided in the Resolution for amendments to the Resolution with the consent of Holders, or (ii) does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Holders or Beneficial Owners of the Bonds.

In the event of any amendment or waiver of a provision of this Disclosure Certificate, the Issuer shall describe such amendment in the next Annual Financial Information filing, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given in the same manner as for a Listed Event under Section 5(c), and (ii) the Annual Financial Information filing for the year in which the change is made will present a comparison or other discussion in narrative form (and also, if feasible, in quantitative form) describing or illustrating the material differences between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Financial Information filing or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Financial Information filing or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Certificate to update such information or include it in any future Annual Financial Information filing or notice of occurrence of a Listed Event.

Section 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate, any Holder or Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. Direct, indirect, consequential and punitive damages shall not be recoverable by any person for any default hereunder and are hereby waived to the extent permitted by law. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

Section 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the Issuer agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

Section 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriters and Holders and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

Section 13. Rescission Rights. The Issuer hereby reserves the right to rescind this Disclosure Certificate without the consent of the Holders in the event the Rule is repealed by the S.E.C. or is ruled invalid by a federal court and the time to appeal from such decision has expired. In the event of a partial repeal or invalidation of the Rule, the Issuer hereby reserves the right to rescind those provisions of this Disclosure Certificate that were required by those parts of the Rule that are so repealed or invalidated.

Date: Date of Delivery

BETTENDORF COMMUNITY SCHOOL
DISTRICT, STATE OF IOWA

By: ______________________________
President of the Board of Directors

ATTEST:

By: ______________________________
Secretary of the Board of Directors

EXHIBIT A

NOTICE TO NATIONAL REPOSITORY OF FAILURE TO FILE ANNUAL FINANCIAL INFORMATION

Name of Issuer: Bettendorf Community School District, Iowa.

Name of Bond Issue: $__________ School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026

Dated Date of Issue:Date of Delivery

NOTICE IS HEREBY GIVEN that the Issuer has not provided Annual Financial Information with respect to the above-named Bonds as required by Section 3 of the Continuing Disclosure Certificate delivered by the Issuer in connection with the Bonds. The Issuer anticipates that the Annual Financial Information will be filed by ___________________.

Dated: _________ day of ______________, 20___.

BETTENDORF COMMUNITY SCHOOL DISTRICT, STATE OF IOWA

By: ____
Its: ____

APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER

This Appendix contains the entire 2025 audited financial statement of the issuer. The Auditor of State of the State of Iowa (the "State Auditor") maintains a webpage that contains prior years' audits of city, county, school district and community college, including audits of the Issuer.

The remainder of this page was left blank intentionally.

Bettendorf Community School District
Bettendorf, Iowa

Financial and Compliance Report
Year Ended June 30, 2025

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District

Board of Education and School District Administration
Year Ended June 30, 2025

Board of Education		
	Title	Term Expires
Paul Castro	President	2027
Ryan McGivern	Vice President	2027
Michelle Bruty	Director	2027
Eric Engels	Director	2029
Brian Hanssen	Director	2029
Patrick Larkin	Director	2027
Jessica Witter	Director	2029

School District Administration		
Dr. Michelle Morse	Superintendent	
Colleen Skolrood	Board Secretary	
David Farmer	Board Treasurer	
Tyler Reedy	School Business Official	
Ahlers & Cooney, PC	Attorney	
Lane & Waterman, LLP	Attorney	

THIS PAGE INTENTIONALLY LEFT BLANK

Bohnsack & Frommelt LLP
Certified Public Accountants
575 12th Avenue
East Moline, Illinois 61244

Independent Auditor's Report

To the Board of Education
Bettendorf Community School District
Bettendorf, Iowa

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Bettendorf Community School District (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Bettendorf Community School District, as of June 30, 2025, 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 audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to the financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Bettendorf Community School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 15 to the financial statements, the District adopted new accounting guidance related to Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. As a result, June 30, 2024 governmental activities, business-type activities and nonmajor School Nutrition Fund net position was restated.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Bettendorf Community School District'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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Bettendorf Community School District'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 Bettendorf Community School District'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, schedules of the District's proportionate share of the net pension liability and schedules of contributions for the Iowa Public Employee's Retirement System and schedule of changes in the District's total OPEB liability and related ratios, and budgetary comparison information, on pages 4–13 and 52-61 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bettendorf Community School District's basic financial statements. The supplementary information, as listed in the table of contents and the Schedule of Expenditures of Federal Awards as required by Title 2, *U.S Code of Federal Regulations,* Part 200*, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The District's basic financial statements for the years ended June 30, 2016 through 2024, which are not presented herein, were audited by other auditors whose report thereon dated April 10, 2025 expressed unmodified opinions on the basic financial statements. Their report on the Schedule of Revenues by Source and Expenditures by Function for the years ended June 30, 2016 through 2024 stated that, in their opinion, such information was fairly stated in all material respects in relation to the basic financial statements as a whole for the years ended June 30, 2016 through 2024 taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated (ReportDate), on our consideration of the Bettendorf Community School District'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 Bettendorf Community School District'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 Bettendorf Community School District's internal control over financial reporting and compliance.

East Moline, Illinois
February 24, 2026

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2025. We encourage readers to consider this information in conjunction with the District's financial statements, which follow:

2024-25 FINANCIAL HIGHLIGHTS

- For the year ended June 30, 2025, the District reported an increase in combined total governmental and business-type activities net position of $6,933,829. For the year ended June 30, 2024, the District reported an increase in combined total governmental and business-type activities net position of $8,685,398.

- Total revenues for the fiscal year ended June 30, 2025 and 2024 of $74,952,870 and $73,836,666 were comprised of general revenues in the amount of $53,033,895 and $55,937,970 and program revenues totaling $21,918,975 and $17,898,696.

- As of June 30, 2025, the District's governmental funds reported combined ending fund balances of $34,691,074, a decrease of $1,711,502 in comparison with the prior year. As of June 30, 2024, the District's governmental funds reported combined ending fund balances of $36,402,576, an increase of $3,290,177 in comparison with the prior year.

- As of June 30, 2025, unassigned fund balance of the General Fund was $13,696,544 or 23.5 percent of total General Fund expenditures. As of June 30, 2024, unassigned fund balance of the General Fund was $12,112,678 or 21.2 percent of total General Fund expenditures.

- The District's revenue bonded debt decreased by $5,990,000 due to principal payments made during the year.

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 District's financial activities.
- The government-wide financial statements consist of a Statement of Net Position and a Statement of Activities. These provide information about the activities of Bettendorf Community School District as a whole and present an overall view of the District's finances.
- The fund financial statements tell how governmental services were financed in the short-term as well as what remains for future spending. Fund financial statements report the District's operations in more detail than the government-wide statements by providing information about the most significant funds. The remaining statements provide financial information about activities for which Bettendorf Community School District acts solely as an agent or custodian for the benefit of those outside of the District.
- Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.
- Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year and information regarding the District's retiree health plan and pension plan.
- Other supplementary information provides detailed information about the nonmajor governmental funds and the nonmajor proprietary funds.

Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

Figure A-1
Bettendorf Community School District Annual Financial Report

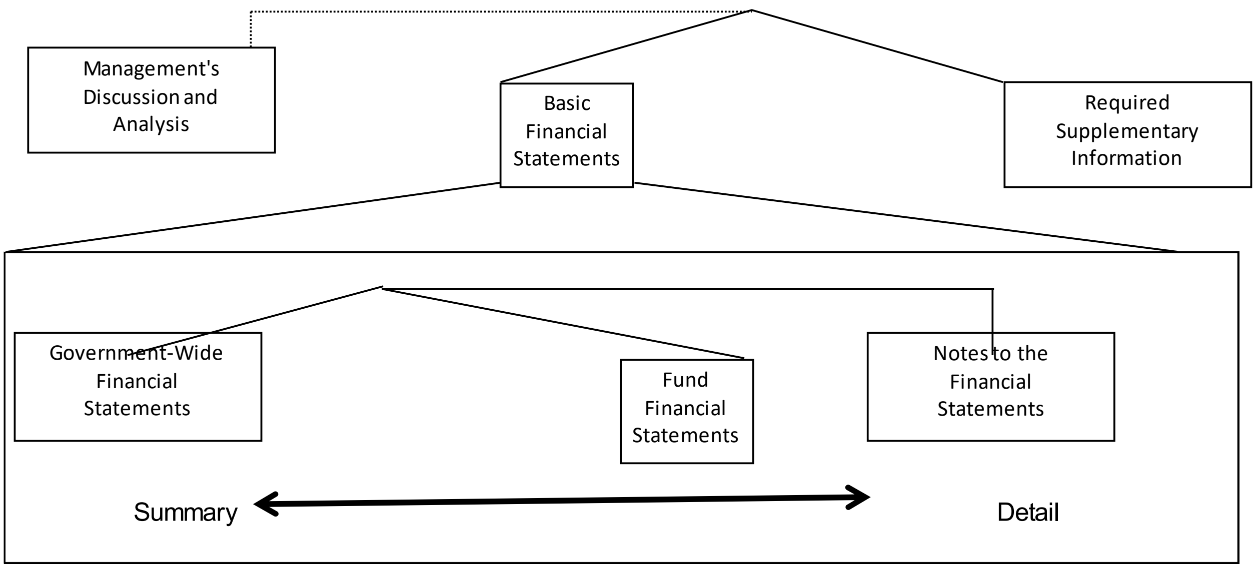

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain.

Figure A-2
Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: school nutrition and internal service fund	Instances in which the District administers resources on behalf of someone else, such as scholarship programs, and student activity monies.
Required financial statements	Statement of net position Statement of activities	Balance sheet Statement of revenues, expenditures and changes in fund balances	Statement of net position Statement of revenues, expenses and changes in net position Statement of cash flows	Statement of fiduciary net position Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset and deferred outflows of resources /liability and deferred inflows of resources information	All assets, deferred outflows of resources and liabilities and deferred inflows of resources, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows of resources and liabilities and deferred inflows of resources, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES

Government-Wide Financial Statements

The government-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets and deferred outflows of resources and liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how they have changed. Net position is one way to measure the District's financial position. Over time, increases or decreases in the District's net position are an indicator of whether financial position is improving or deteriorating, respectively. To assess the District's overall health, additional nonfinancial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities need to be considered.

In the government-wide financial statements, the District's activities are divided into two categories:

Governmental activities: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state aid finance most of these activities.

Business-type activities: The District charges fees to help it cover the costs of certain services it provides. The District's school nutrition is included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs.

Some funds are required by state law and by bond covenants. The District establishes other funds to control and manage money for particular purposes, such as accounting for student activity funds, or to show that it is properly using certain revenues, such as federal grants.

The District has three kinds of funds:

1) **Governmental Funds**: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information in the reconciliations following each of the governments fund statements explains the relationship or differences between the two statements.

   The District's major governmental funds for 2024-25 were the General Fund and the Capital Projects Fund,. The nonmajor governmental funds included the Debt Service fund and special revenue funds of the Student Activity Fund and Management Levy Fund. The required financial statements for governmental funds include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

2) **Proprietary funds**: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide financial statements. The District's Enterprise Funds, one type of proprietary fund, is the same as its business-type activities but provides more detail and additional information, such as cash flows. The District currently has one nonmajor Enterprise Fund, the School Nutrition Fund. The District uses internal service funds, the other kind of proprietary fund, to report activities that provide supplies and services for other District programs and activities. The District currently has one internal service fund, which is used to track the District's self-funded insurance plan.

   The required financial statements for proprietary funds include a statement of net position, a statement of revenues, expenses and changes in net position and a statement of cash flows.

3) **Fiduciary funds**: The District is the trustee, or fiduciary, for assets that belong to others. This fund type includes the Custodial Fund and the Private Purpose Trust Fund, as follows:

   - Private Purpose Trust Fund- The District accounts for outside donations for scholarships for individual students in this fund.
   - Custodial Fund- These are funds through which the District administers and accounts for revenues and expenses for outside groups as a fiscal agent.

Reconciliations between the government-wide financial statements and the fund financial statements follow the fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Figure A-3 below provides a summary of the District's net position as of June 30, 2025 compared to June 30, 2024.

Figure A-3 Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total District	
		Restated		Restated		Restated
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Current and other assets	$ 73,793,304	$ 74,805,230	$ 2,465,846	$ 2,432,951	$ 76,259,150	$ 77,238,181
Capital assets	81,452,957	80,545,591	291,233	208,954	81,744,190	80,754,545
Total assets	155,246,261	155,350,821	2,757,079	2,641,905	158,003,340	157,992,726
Deferred outflows of resources	6,287,131	8,577,582	100,512	140,208	6,387,643	8,717,790
Noncurrent liabilities	38,174,066	47,553,591	411,220	477,878	38,585,286	48,031,469
Other liabilities	10,442,221	9,942,260	89,631	87,131	10,531,852	10,029,391
Total liabilities	48,616,287	57,495,851	500,851	565,009	49,117,138	58,060,860
Deferred inflows of resources	27,549,969	27,861,770	65,110	62,949	27,615,079	27,924,719
Net position:						
Net investment in capital assets	66,901,003	61,421,077	291,233	208,954	67,192,236	61,630,031
Restricted	22,452,106	20,765,909	-	-	22,452,106	20,765,909
Unrestricted	(3,985,973)	(3,616,204)	2,000,397	1,945,201	(1,985,576)	(1,671,003)
Total net position	$ 85,367,136	$ 78,570,782	$ 2,291,630	$ 2,154,155	$ 87,658,766	$ 80,724,937

The District's combined net position as of June 30, 2025, increased by $6,933,829 (8.6 percent) over the June 30, 2024 combined restated net position. Net position in the governmental activities increased by $6,796,354 (8.7 percent). The net position of the District's business-type activities increased by $137,475 (6.4 percent).

Restricted net position represents resources subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The District's restricted net position increased by $1,686,197 from the prior year due to increases in the restrictions for physical plant and equipment levy.

The net investment in capital assets (e.g. land, construction in progress, infrastructure, buildings and equipment), less the related debt increased $5,562,205 or 9.0 percent due to current year capital asset additions.

Unrestricted net position (the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements) decreased by $314,573.

Figure A-4 shows the changes in net position for the year ended June 30, 2025, compared to the year ended June 30, 2024.

Figure A-4 Changes in Net Position From Operating Results

	Governmental Activities		Business-Type Activities		Total District	
		Not Restated		Not Restated		Not Restated
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Revenues:						
Program revenues:						
Charges for services	$ 9,008,720	$ 7,472,356	$ 639,124	$ 774,411	$ 9,647,844	$ 8,246,767
Operating grants and contributions and restricted interest	10,608,705	11,866,353	1,655,279	1,631,131	12,263,984	13,497,484
Capital grants and contributions	-	1,509,264	7,147	-	7,147	1,509,264
General revenues:						
Property tax	22,530,550	20,410,460	-	-	22,530,550	20,410,460
Utility excise tax	383,847	375,454			383,847	375,454
Other taxes	4,493	4,758			4,493	4,758
Statewide sales, services and use tax	5,227,939	5,292,106	-	-	5,227,939	5,292,106
Revenue in lieu of taxes	331,996	399,183			331,996	399,183
Unrestricted state grants	22,213,844	22,085,593	-	-	22,213,844	22,085,593
Unrestricted investment earning:	1,705,768	1,623,470	108,065	121,164	1,813,833	1,744,634
Miscellaneous	527,393	257,731	-	13,232	527,393	270,963
Total revenues	72,543,255	71,296,728	2,409,615	2,539,938	74,952,870	73,836,666
Program expenses:						
Governmental activities:						
Instruction	40,481,400	38,233,510	-	-	40,481,400	38,233,510
Support services	19,847,147	18,938,487	27,727	177	19,874,874	18,938,664
Noninstructional	754	15,147	2,131,952	2,075,153	2,132,706	2,090,300
Other expenditures	5,530,061	5,888,794	-	-	5,530,061	5,888,794
Total expenses	65,859,362	63,075,938	2,159,679	2,075,330	68,019,041	65,151,268
Revenues over (under) expenditures before transfers	6,683,893	8,220,790	249,936	464,608	6,933,829	8,685,398
Transfers	112,461	98,363	(112,461)	(98,363)	-	-
Change in net position	6,796,354	8,319,153	137,475	366,245	6,933,829	8,685,398
Beginning net position, as restated	78,570,782	73,492,428	2,154,155	1,863,736	80,724,937	75,356,164
Ending net position	$ 85,367,136	$ 81,811,581	$ 2,291,630	$ 2,229,981	$ 87,658,766	$ 84,041,562

In 2024-2025, property taxes, utility excise tax, other tax, unrestricted state grants, statewide sales and services tax, and revenue in lieu of taxes accounted for 69.9 percent of the revenue from governmental activities while charges for services, operating grants and contributions, and capital grants and contributions accounted for 95.5 percent of the revenue from business-type activities

The District's expenses primarily relate to instruction and support services which account for 88.7 percent of the total expenses.

Governmental Activities

Total revenue for the District's governmental activities increased by $1,246,527 (1.8 percent) in the fiscal year ended June 30, 2025. Revenue primarily increased in charges for services and property tax.

Total District governmental activities expenses increased by $2,783,424 (4.4 percent), mainly attributable to increases in salaries and benefits and cost of supplies.

Figure A-5 presents the total and net cost of the District's four major governmental activities: instruction, support services, noninstructional programs and other expenses, for the year ended June 30, 2025 compared to the year ended June 30, 2024.

Figure A-5 Net Cost of Governmental Activities

	Total Cost of Services		Percentage	Net Cost of Services		Percentage
		Not Restated	Change		Not Restated	Change
	June 30, 2025	June 30, 2024	2024-2025	June 30, 2025	June 30, 2024	2024-2025
Instruction	$ 40,481,400	$ 38,233,510	5.88%	$ 24,250,997	$ 27,097,717	-10.5%
Support services	19,847,147	18,938,487	4.80%	18,102,180	16,578,668	9.2%
Noninstructional	754	15,147	-95.02%	754	15,147	-95.0%
Other expenses	5,530,061	5,888,794	-6.09%	3,888,006	3,891,252	-0.1%
Total	$ 65,859,362	$ 63,075,938	4.41%	$ 46,241,937	$ 47,582,784	-2.8%

For the year ended June 30, 2025:

- The cost financed by the users of the District's programs was $9,008,720.
- Federal and state government subsidized certain programs with grants and contributions totaling $10,608,705.
- The net cost of governmental activities was financed with $22,918,890 in local tax, $5,227,939 of statewide sales and services tax, $331,996 revenue in lieu of taxes, $22,213,844 of unrestricted state grants, $1,705,768 in interest income and $527,393 in other revenue.

For the year ended June 30, 2024:

- The cost financed by the users of the District's programs was $7,472,356.
- Federal and state government subsidized certain programs with grants and contributions totaling $8,020,798.
- The net cost of governmental activities was financed with $20,790,672 in local tax, $5,292,106 of statewide sales and services tax, $27,839,595 of unrestricted state grants, $1,623,470 in interest income and $257,731 in other revenue.

Business-Type Activities

The District's business-type activities include the School Nutrition Fund. Revenues of the District's business-type activities in 2024-25 were $2,409,615, a decrease of $130,323 from 2023-24. Expenses were $2,159,679, an increase of $84,349 from 2023-24. Revenues of these activities were comprised of charges for service, federal and state sources, capital contributions and interest.

INDIVIDUAL FUND ANALYSIS

As previously noted, the Bettendorf Community School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The financial performance of the District as a whole is reflected in its governmental funds, as well. As the District completed the year, its governmental funds reported combined fund balances of $34,691,074 which reflects a decrease of $1,711,502 from last year's ending fund balances of $36,402,576.

Governmental Fund Highlights

- The fund balance in the District's General Fund increased by $1,521,748 from $15,727,861 as of June 30, 2024 to $17,249,609 as of June 30, 2025. Local tax increased $1,592,539 and state sources decreased $312,665. Expenditures increased $1,167,263 due to increases in salaries and benefits and cost of supplies.
- The fund balance in the Capital Projects Fund increased $525,229 from $11,863,594 as of June 30, 2024 to $12,388,823 as of June 30, 2025. Total revenues increased $887,513 while total expenditures increased $881,176.

Proprietary Fund Highlights

The District's School Nutrition Fund net position increased $137,475 to $2,291,630 as of June 30, 2025.

BUDGETARY HIGHLIGHTS

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds, except internal service funds and custodial funds. Although the budget document presents functional area expenditures or expenses by fund, the legal level of control is at the aggregated functional level, not at the fund or fund type level. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the GAAP basis. A schedule showing the original and final budget amounts compared to the District's actual financial activity is included in the required supplementary information section of this report. Since the District does not adopt a budget for individual funds, budgets for individual funds are not presented in the budgetary comparison. The District exceeded budgeted expenditures in the other expenditures function as of June 30, 2025 by $2,499,032. This was primarily due to timing of revenue bond payments. In the current year July 1, 2026 bond payments were recognized in fiscal year 2025.

The District's total actual revenues were $3,238,511 more than the total budgeted revenues primarily due to receiving more in local revenue sources, a variance of 4.6%

.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

By the end of the 2024-25 fiscal year, the District had invested $81,744,190 (net of accumulated depreciation of $68,038,473 in a broad range of assets, including building security equipment, buildings, and a roof replacement. (See Figure A-6). This amount represents a net increase of $989,645 or 1.2 percent from last year. Current year additions primarily consisted of Thomas Edison Academy addition and roof replacement projects. More detailed information about capital assets can be found in Note 4 to the financial statements. Total depreciation expense for the year was $3,968,888.

Figure A-6 Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total District	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Land and construction in progress	$ 3,875,091	$ 3,618,069	$ -	$ -	$ 3,875,091	$ 3,618,069
Buildings	71,432,688	70,876,567	-	-	71,432,688	70,876,567
Land improvements	3,976,082	4,009,046	-	-	3,976,082	4,009,046
Machinery and equipment	2,074,785	1,908,572	291,233	208,954	2,366,018	2,117,526
Intangible right to use lease equipment	94,311	133,337	-	-	94,311	133,337
Total	$ 81,452,957	$ 80,545,591	$ 291,233	$ 208,954	$ 81,744,190	$ 80,754,545

Long-Term Debt

As of June 30, 2025, the District had approximately $39 million in revenue bond, and other long-term obligations outstanding. This represents a decrease of approximately 19.7% from last year (see figure A-7). Additional information about the District's long-term debt is presented in Note 5 to the financial statements.

Figure A-7 Outstanding Long-Term Obligations

	Governmental Activities		Business-Type Activities		Total District	
		Restated		Restated		Restated
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Revenue bonds	12,990,000	18,980,000	-	-	12,990,000	18,980,000
Lease agreement	104,378	144,514	-	-	104,378	144,514
Termination benefits	147,786	158,680	-	-	147,786	158,680
Compensated absences	4,398,998	3,735,726	90,955	76,861	4,489,953	3,812,587
Net pension liability	13,256,935	17,479,105	233,383	316,767	13,490,318	17,795,872
Total OPEB liability	7,275,969	7,055,566	86,882	84,250	7,362,851	7,139,816
Total	$ 38,174,066	$ 47,553,591	$ 411,220	$ 477,878	$ 38,585,286	$ 48,031,469

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

At the time these financial statements were prepared and audited, the District was aware of several existing circumstances that could significantly affect its financial health in the future:

- The District's Certified Enrollment is 3,953 for the 2024-2025 fiscal year and 3,826 for the 2025-2026 fiscal year.
- Historically low SSA, along with declining enrollment and inflation will present challenges for the District to maintain appropriate levels of staffing and competitive wages.
- Students First Education Accounts will continue to have an impact on the funding and enrollment for the District.
- Changes at the State level, particularly through property tax reform and unfunded mandates, are reducing funding available for the District.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District Administrative Office, Bettendorf Community School District, 3311 18th St., Bettendorf, IA 52722.

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District

Statement of Net Position
June 30, 2025

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and pooled investments	$ 45,533,885	$ 2,569,401	$ 48,103,286
Receivables:			
Property tax:			
Delinquent	188,704	-	188,704
Succeeding year	22,598,957	-	22,598,957
Accounts	21,086	1,472	22,558
Due from other governments	5,272,955	29,210	5,302,165
Inventories	-	43,480	43,480
Internal balances	177,717	(177,717)	-
Capital assets:			
Capital assets not being depreciated/amortized:			
Land and construction in progress	3,875,091	-	3,875,091
Capital assets being depreciated/amortized, net of accumulated depreciation/amortization:			
Buildings	71,432,688	-	71,432,688
Land improvements	3,976,082	-	3,976,082
Machinery and equipment	2,074,785	291,233	2,366,018
Intangible right to use lease equipment	94,311	-	94,311
Total capital assets	81,452,957	291,233	81,744,190
Total assets	155,246,261	2,757,079	158,003,340
Deferred Outflows of Resources:			
OPEB related deferred outflows	1,795,724	21,443	1,817,167
Pension related deferred outflows	4,491,407	79,069	4,570,476
Total deferred outflows of resources	6,287,131	100,512	6,387,643

See Notes to Basic Financial Statements.

	Governmental Activities	Business-Type Activities	Total
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities:			
Accounts payable	4,050,943	14,932	4,065,875
Salaries and benefits payable	5,460,678	6,889	5,467,567
Incurred but not reported claims	930,600	-	930,600
Unearned revenue	-	67,810	67,810
Noncurrent liabilities:			
Portion due within one year:			
Revenue bonds	3,120,000	-	3,120,000
Lease obligation	41,888	-	41,888
Early retirement obligation	147,786	-	147,786
Compensated absences	1,143,739	33,653	1,177,392
Total OPEB liability	224,931	2,686	227,617
Portion due after one year:			
Revenue bonds	9,870,000	-	9,870,000
Lease obligation	62,490	-	62,490
Compensated absences	3,255,259	57,302	3,312,561
Total OPEB liability	7,051,038	84,196	7,135,234
Net pension liability	13,256,935	233,383	13,490,318
Total liabilities	48,616,287	500,851	49,117,138
Deferred inflows of resources, deferred revenue:			
Succeeding year property tax	22,598,957	-	22,598,957
OPEB related deferred inflows	3,893,257	46,489	3,939,746
Pension related deferred inflows	1,057,755	18,621	1,076,376
Total deferred inflows of resources	27,549,969	65,110	27,615,079
Net Position:			
Net investment in capital assets	66,901,003	291,233	67,192,236
Restricted for:			
Categorical funding	3,553,065	-	3,553,065
Debt service	202,586	-	202,586
School infrastructure	2,607,009	-	2,607,009
Management levy	4,241,200	-	4,241,200
Physical plant and equipment levy	11,239,390	-	11,239,390
Student activities	608,856	-	608,856
Unrestricted	(3,985,973)	2,000,397	(1,985,576)
Total net position	$ 85,367,136	$ 2,291,630	$ 87,658,766

Bettendorf Community School District

Statement of Activities
Year Ended June 30, 2025

Functions/Programs	Expenses
Governmental activities:	
Instruction	$ 40,481,400
Support services	19,847,147
Noninstructional programs	754
Other:	
AEA flowthrough	1,642,055
Unallocated depreciation*	3,447,017
Interest	440,989
	5,530,061
Total governmental activities	65,859,362
Business-type activities:	
Support services	27,727
Noninstructional programs,	
Food service operations	2,131,952
Total business-type activities	2,159,679
Total	$ 68,019,041
General revenues and transfers:	
Property tax levied for:	
General purposes	
Capital outlay	
Other	
Utility excise tax	
Other taxes	
Statewide sales and services tax	
Revenue in lieu of taxes	
Unrestricted state grants	
Unrestricted investment earnings	
Insurance recoveries	
Gain on sale of capital assets	
Transfers	
Total general revenues	
Change in net position	
Net position, beginning of year, as restated	
Net position, end of year	

* This amount excludes the depreciation included in the direct expense of the various functions/programs.

See Notes to Basic Financial Statements.

	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
Charges for Services	Operating Grants, Contributions and Restricted Interest	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
$ 7,320,730	$ 8,909,673	$ -	(24,250,997)	-	(24,250,997)
1,687,990	56,977	-	(18,102,180)	-	(18,102,180)
-	-	-	(754)	-	(754)
-	1,642,055	-	-	-	-
-	-	-	(3,447,017)	-	(3,447,017)
-	-	-	(440,989)	-	(440,989)
-	1,642,055	-	(3,888,006)	-	(3,888,006)
9,008,720	10,608,705	-	(46,241,937)	-	(46,241,937)
-	-	-	-	(27,727)	(27,727)
639,124	1,655,279	7,147	-	169,598	169,598
639,124	1,655,279	7,147	-	141,871	141,871
$ 9,647,844	$ 12,263,984	$ 7,147	(46,241,937)	141,871	(46,100,066)
			18,516,816	-	18,516,816
			3,031,466	-	3,031,466
			982,268	-	982,268
			383,847	-	383,847
			4,493	-	4,493
			5,227,939	-	5,227,939
			331,996	-	331,996
			22,213,844	-	22,213,844
			1,705,768	108,065	1,813,833
			10,883	-	10,883
			516,510	-	516,510
			112,461	(112,461)	-
			53,038,291	(4,396)	53,033,895
			6,796,354	137,475	6,933,829
			78,570,782	2,154,155	80,724,937
			$ 85,367,136	$ 2,291,630	$ 87,658,766

Bettendorf Community School District

Balance Sheet
Governmental Funds
June 30, 2025

	General	Capital Projects	Nonmajor Governmental Funds	Total
Assets				
Cash and pooled investments	$ 20,233,360	$ 13,271,309	$ 5,049,472	$ 38,554,141
Receivables:				
Property tax:				
Delinquent	153,820	26,799	8,085	188,704
Succeeding year	17,926,842	3,172,121	1,499,994	22,598,957
Accounts	12,424	-	8,662	21,086
Due from other governments	4,724,638	548,291	26	5,272,955
Due from other funds	177,717	-	-	177,717
Total assets	$ 43,228,801	$ 17,018,520	$ 6,566,239	$ 66,813,560
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities:				
Accounts payable	$ 2,250,577	$ 1,457,576	$ 13,603	$ 3,721,756
Salaries and benefits payable	5,460,678	-	-	5,460,678
Total liabilities	7,711,255	1,457,576	13,603	9,182,434
Deferred inflows of resources, unavailable revenue:				
Succeeding year property tax	17,926,842	3,172,121	1,499,994	22,598,957
Other	341,095	-	-	341,095
Total deferred inflows of resources	18,267,937	3,172,121	1,499,994	22,940,052
Fund balances:				
Restricted for:				
Categorical funding	3,553,065	-	-	3,553,065
Debt service	-	-	202,586	202,586
Management levy purposes	-	-	4,241,200	4,241,200
Student activities	-	-	608,856	608,856
School infrastructure	-	1,277,805	-	1,277,805
Physical plant and equipment levy	-	11,111,018	-	11,111,018
Unassigned	13,696,544	-	-	13,696,544
Total fund balances	17,249,609	12,388,823	5,052,642	34,691,074
Total liabilities, deferred inflows of resources and fund balances	$ 43,228,801	$ 17,018,520	$ 6,566,239	$ 66,813,560

See Notes to Basic Financial Statements.

Bettendorf Community School District

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities
June 30, 2025

Total fund balances of governmental funds	$ 34,691,074
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.	81,452,957
Receivables not collected within 60 days of year-end are not available soon enough to pay for the current period's expenditures and, therefore, are deferred inflows of resources in the funds:	
Other grants	341,095
The Internal Service Fund is used to charge costs of the District's self-funded insurance plan to the governmental funds. The net position of the Internal Service Fund is therefore included under governmental activities.	5,719,957
Pension and OPEB related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds as follows:	
OPEB related deferred outflows of resources	1,795,724
OPEB related deferred inflows of resources	(3,893,257)
Pension related deferred outflows of resources	4,491,407
Pension related deferred inflows of resources	(1,057,755)
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds:	
Revenue bonds, current	(3,120,000)
Revenue bonds, noncurrent	(9,870,000)
Lease obligation	(104,378)
Early retirement obligations	(147,786)
Compensated absences	(4,398,998)
Total OPEB liability	(7,275,969)
Net pension liability	(13,256,935)
Net position of governmental activities	$ 85,367,136

See Notes to Basic Financial Statements.

Bettendorf Community School District

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2025

	General	Capital Projects	Nonmajor Governmental Funds	Total
Revenues:				
Local sources:				
Property tax	$ 18,516,816	$ 3,031,466	$ 982,268	$ 22,530,550
Utility excise tax	317,010	49,930	16,907	383,847
Other tax	3,711	584	198	4,493
Tuition	6,614,015	-	-	6,614,015
Other	1,472,091	1,398,205	924,615	3,794,911
State appropriations	30,431,716	5,271,124	14,623	35,717,463
Federal appropriations	2,323,926	-	-	2,323,926
Total revenues	59,679,285	9,751,309	1,938,611	71,369,205
Expenditures:				
Current:				
Instruction:				
Regular	25,833,360	-	433,559	26,266,919
Special	7,789,589	-	-	7,789,589
Other	5,940,856	4,893	796,090	6,741,839
	39,563,805	4,893	1,229,649	40,798,347
Support services:				
Student	2,640,102	-	5,465	2,645,567
Instructional staff	1,187,951	-	-	1,187,951
Administration	7,085,539	871,514	132,700	8,089,753
Operation and maintenance of plant	4,974,200	238,602	1,129,949	6,342,751
Transportation	1,165,450	111,845	6,914	1,284,209
	17,053,242	1,221,961	1,275,028	19,550,231
Noninstructional programs	-	-	754	754
Other expenditures:				
Capital outlay	-	5,009,701	-	5,009,701
AEA flowthrough	1,642,055	-	-	1,642,055
Debt service:				
Principal	-	-	6,030,136	6,030,136
Interest and fiscal fees	-	-	698,205	698,205
	1,642,055	5,009,701	6,728,341	13,380,097
Total expenditures	58,259,102	6,236,555	9,233,772	73,729,429
Excess (deficiency) of revenues over (under) expenditures	1,420,183	3,514,754	(7,295,161)	(2,360,224)
Other financing sources (uses):				
Proceeds from sale of capital assets	378	525,000	-	525,378
Insurance recoveries	10,484	-	399	10,883
Transfers in	112,461	-	3,536,283	3,648,744
Transfers (out)	(21,758)	(3,514,525)	-	(3,536,283)
Total other financing sources (uses)	101,565	(2,989,525)	3,536,682	648,722
Net change in fund balances	1,521,748	525,229	(3,758,479)	(1,711,502)
Fund balances, beginning of year	15,727,861	11,863,594	8,811,121	36,402,576
Fund balances, end of year	$ 17,249,609	$ 12,388,823	$ 5,052,642	$ 34,691,074

See Notes to Basic Financial Statements.

Bettendorf Community School District

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities
Year Ended June 30, 2025

Net change in fund balances - total governmental funds		$ (1,711,502)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are reported in the statement of net position and are allocated over their estimated useful lives as depreciation/amortization expense in the statement of activities. The amounts of capital outlays and depreciation/amortization expense in the year are as follows:		
Capital outlay	$ 4,841,671	
Depreciation/amortization expense	(3,925,437)	916,234
Proceeds from sale of capital assets	(525,378)	
Gain on disposal of assets	516,510	(8,868)
The decrease in net position of the Internal Service Fund represents an undercharge to the governmental funds and is incorporated into the change in net position of governmental activities.		(41,806)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, change in unavailable revenues:		
Other grants		341,095
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. The issuance of long-term debt increases liabilities in the statement of net position, while the repayment of long-term debt reduces long-term liabilities. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:		
Repayment of revenue bond	5,990,000	
Payment of lease obligations	40,136	
Interest expense	257,216	6,287,352
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds, as follows:		
Early retirement obligations		10,894
Compensated absences		(663,272)
Net OPEB liability		(339,629)
Pension expense		2,005,856
Change in net position of governmental activities		$ 6,796,354

See Notes to Basic Financial Statements.

Bettendorf Community School District

Statement of Net Position
Proprietary Funds
June 30, 2025

	Nonmajor Enterprise School Nutrition	Governmental Activities, Internal Service Fund
Assets		
Current assets:		
Cash and pooled investments	$ 2,569,401	$ 6,979,744
Receivables, accounts	1,472	-
Intergovernmental receivable	29,210	-
Inventories	43,480	-
Total current assets	2,643,563	6,979,744
Noncurrent assets:		
Capital assets being depreciated,		
net of accumulated depreciation:		
Machinery and equipment	291,233	-
Total noncurrent assets	291,233	-
Total assets	2,934,796	6,979,744
Deferred Outflows of Resources:		
OPEB related deferred outflows	21,443	-
Pension related deferred outflows	79,069	-
Total deferred outflows of resources	100,512	-
Liabilities		
Current liabilities:		
Accounts payable	14,932	329,187
Salaries and benefits payable	6,889	-
Incurred but not reported claims	-	930,600
Unearned revenue	67,810	-
Due to other funds	177,717	-
Compensated absences	33,653	-
Total OPEB liabilty	2,686	-
Total current liabilities	303,687	1,259,787
Noncurrent liabilities:		
Compensated absences	57,302	-
Total OPEB liability	84,196	-
Net pension liability	233,383	-
Total noncurrent liabilities	374,881	-
Total liabilities	678,568	1,259,787
Deferred Inflows of Resources:		
OPEB related deferred inflows	46,489	-
Pension related deferred inflows	18,621	-
Total deferred inflows of resources	65,110	-
Net Position		
Investment in capital assets	291,233	-
Unrestricted	2,000,397	5,719,957
Total net position	$ 2,291,630	$ 5,719,957

See Notes to Basic Financial Statements.

Bettendorf Community School District

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
Year Ended June 30, 2025

	Nonmajor Enterprise School Nutrition	Governmental Activities, Internal Service Fund
Operating revenues:		
Local sources:		
Charges for service	$ 630,767	$ -
Miscellaneous	8,357	7,926,776
Total operating revenues	639,124	7,926,776
Operating expenses:		
Support services:		
Student:		
Services	-	28,154
Administration:		
Services	414	1,290,871
Operation and maintenance of plant:		
Services	27,313	-
Total support services	27,727	1,319,025
Noninstructional programs:		
Salaries	670,825	-
Benefits	165,999	-
Purchased services	10,948	-
Supplies	1,240,729	-
Depreciation	43,451	-
Other enterprise operations:		
Benefts	-	6,955,119
Total non-instructional programs	2,131,952	6,955,119
Total operating expenses	2,159,679	8,274,144
Operating (loss)	(1,520,555)	(347,368)
Nonoperating revenues:		
State sources	14,451	-
Federal sources	1,640,828	-
Interest on investments	108,065	305,562
Total nonoperating revenues	1,763,344	305,562
Income (loss) before capital contributions and transfers	242,789	(41,806)
Capital contributions	7,147	-
Transfers out	(112,461)	-
Total capital contributions and transfers	(105,314)	-
Change in net position	137,475	(41,806)
Net position, beginning of year, as restated	2,154,155	5,761,763
Net position, end of year	$ 2,291,630	$ 5,719,957

See Notes to Basic Financial Statements.

Bettendorf Community School District

Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2025

	Nonmajor Enterprise School Nutrition	Governmental Activities, Internal Service Fund
Cash flows from operating activities:		
Cash received from:		
Charges for services	$ 654,815	$ -
Miscellaneous services	8,357	7,926,776
Cash payments to:		
Employees for services	(858,164)	-
Suppliers for goods and services	(1,084,089)	(8,278,089)
Net cash (used in) operating activities	(1,279,081)	(351,313)
Cash flows from noncapital financing activities:		
Payments to other funds	(112,461)	-
Proceeds from other funds	79,354	-
State grants received	14,451	-
Federal grants received	1,398,722	-
Net cash provided by noncapital financing activities	1,380,066	-
Cash flows from capital financing activities and related activities,		
Acquisition of capital assets	(118,583)	-
Net cash (used in) operating activities	(118,583)	-
Cash flows from investing activities, interest on investments	108,065	305,562
Net increase (decrease) in cash and cash equivalents	90,467	(45,751)
Cash and cash equivalents:		
Beginning of year	2,478,934	7,025,495
End of year	$ 2,569,401	$ 6,979,744

(Continued)

Bettendorf Community School District

Statement of Cash Flows (Continued)
Proprietary Funds
Year Ended June 30, 2025

	Nonmajor Enterprise School Nutrition	Governmental Activities, Internal Service Fund
Reconciliation of operating (loss) to net cash (used in) operating activities:		
Operating (loss)	$ (1,520,555)	$ (347,368)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities:		
Commodities consumed	188,674	-
Depreciation	43,451	-
(Increase) decrease in:		
Inventories	(1,790)	-
Accounts receivable	(1,128)	-
Increase (decrease) in:		
Accounts payable	8,431	64,695
Salaries and benefits payable	3,461	-
Incurred but not reported claims	-	(68,640)
Compensated absences	14,094	-
Net OPEB benefits	4,056	-
Net pension liability	(42,951)	-
Unearned revenue	25,176	-
Net cash (used in) operating activities	$ (1,279,081)	$ (351,313)
Noncash investing, capital and financing activities:		
Federal commodities	$ 188,674	$ -
Capital contributions	$ 7,147	$ -

See Notes to Basic Financial Statements.

Bettendorf Community School District

Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2025

	Private Purpose Trust	
	Scholarship	Custodial
Assets		
Due from other governments	$ 6,208	$ 15,405
Liabilities		
Accounts payable	-	27
Net Position		
Restricted for organizations	$ 6,208	$ 15,378

See Notes to Basic Financial Statements.

Bettendorf Community School District

Statement of Revenues, Expenses and Changes in Net Position
Fiduciary Funds
Year Ended June 30, 2025

	Private Purpose Trust	
	Scholarship	Custodial
Additions		
Local sources:		
Gifts and contributions	$ 1,764	$ 14,926
Total additions	1,764	14,926
Deductions:		
Instruction:		
Regular:		
Scholarships awarded	1,000	25
Support services:		
Administration:		
Supplies	-	219
Non-instructional programs:		
Community service operations:		
Services	-	2,775
Supplies	-	15,471
Total deductions	1,000	18,490
Change in net position	764	(3,564)
Net position, beginning of year	5,444	18,942
Net position, end of year	$ 6,208	$ 15,378

See Notes to Basic Financial Statements.

THIS PAGE INTENTIONALLY LEFT BLANK

Note 1. Summary of Significant Accounting Policies

Bettendorf Community School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve and special education pre-kindergarten. These courses include remedial education as well as vocational and recreational courses. The geographic area served includes the City of Bettendorf, Iowa, and an area in Scott County. The District is governed by a Board of Education whose members are elected on a non-partisan basis. Management of the District is appointed and is accountable to the Board of Education.

Reporting entity:

For financial reporting purposes, Bettendorf Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District 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 District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board 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 (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on, the District. Bettendorf Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

<u>Jointly governed organizations</u>: The District participates in a jointly governed organization that provides services to the District but does not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Scott County Assessor's Conference Board.

Basis of presentation:

The District's financial statements are prepared in conformity with the accounting principles generally accepted in the United States of America (GAAP) that applies to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

<u>Government-wide financial statements</u>: The Statement of Net Position and the Statement of Activities report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Net Position presents the District's nonfiduciary assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Net position is reported in three categories:

Net investment in capital assets: Consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement of those assets.

Note 1. Summary of Significant Accounting Policies (Continued)

Restricted net position: Restricted net position results when constraints placed on net position use are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Net position restricted by enabling legislation as of June 30, 2025 consists of $3,553,065 for categorical funding, $4,241,200 for management levy purposes, $2,607,009 for school infrastructure, $11,239,390 for physical plant and equipment, $202,586 for debt service, and $608,856 for student activities.

Unrestricted net position consists of net position not meeting the definition of the preceding categories. Unrestricted net position is often subject to constraints imposed by management on which can be removed or modified.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants, contributions and interest that are restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

Fund financial statements: Separate financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor governmental funds.

The District reports the following major governmental funds:

The General Fund is the general operating fund of the District. All general tax revenues and other revenues not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating expenditures, including instructional, support and other costs.

The Capital Projects Fund is used to account for all resources used in the acquisition and construction of capital facilities and other capital assets.

The District reports the following nonmajor governmental funds:

Special Revenue Funds: Account for the revenue sources that are legally restricted to expenditures for specific purposes.

The Student Activity Fund accounts for transactions that occur due to student-related activities from groups and organizations such as athletic and activity events, fundraising, and other extracurricular or cocurricular activities.

The Management Levy Fund, accounts for transactions related to unemployment, early retirement, judgments and settlements and the cost of liability insurance as it relates to property and casualty.

The Debt Service Fund is used for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. Revenue of the fund primarily consists of property taxes.

Note 1. Summary of Significant Accounting Policies (Continued)

The District's proprietary funds are the Enterprise Funds and the Internal Service Funds.

The District reports the following nonmajor enterprise fund:

> The School Nutrition Fund is used to account for transactions related to the school lunch, breakfast and summer food programs.

The District has the following internal service funds:

> The Internal Service Fund is used to account for the District's self-funded health insurance and dental insurance plans. The Internal Service Fund is charged back to the governmental activities and shown combined in the Statement of Net Position and the Statement of Activities.

The District also reports fiduciary funds which focus on net position and changes in net position. The District's fiduciary fund includes the following:

> The Private Purpose Trust Fund is used to account for assets held by the District under trust agreements which require income earned to be used to benefit individuals through scholarship awards.
>
> The Custodial Fund is used to account for assets held by the District as an agent for other groups.

Measurement focus and basis of accounting:

The government-wide financial statements and the proprietary and fiduciary fund financial statements are reported 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 satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases and subscription obligations are reported as other financing sources.

Note 1. Summary of Significant Accounting Policies (Continued)

Revenues-exchange and nonexchange: Property taxes, other taxes, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the District.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and available.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which it is budgeted. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there is both restricted and unrestricted net position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

Proprietary funds distinguished operating revenues and expenses from nonoperating items. Operating revenues and expense generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise fund is charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, deferred outflows of resources, liabilities, deferred inflows of resources and fund equity:

The following accounting policies are followed in preparing the financial statements:

Cash, pooled investments and cash equivalents: The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for 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 known amounts of cash, and, at the day of purchase, have maturity date no longer than three months.

Property tax receivable: Property tax in governmental funds is accounted for using the modified accrual basis of accounting. Property tax receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the Board of Education. Current year property tax receivable represents unpaid taxes from the current year. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year.

Note 1. Summary of Significant Accounting Policies (Continued)

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 unavailable in both the District-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

The property tax revenue recognized in these funds became due and collectible in September and March of the fiscal year with 1½ percent per month penalty for delinquent payments; is based on January 1, 2023 assessed property valuations; is for the tax accrual period July 1, 2024 through June 30, 2025 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2024.

Intergovernmental receivables: Intergovernmental receivables represents amounts due from the state of Iowa, various shared revenues, grants and reimbursements from other governments.

Inventories: Inventories are valued at cost using the first-in, first-out method for purchased items and governmental commodities. Inventories of proprietary funds are recorded as expenses when consumed rather than when purchased or received.

Capital assets: Capital assets, which include property, furniture and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide Statement of Net Position. Capital assets are recorded at historical cost except for intangible right-to-use lease assets, and IT subscriptions, the measurement of which is discussed in the ensuing lease policy. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of donation The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are defined by the District as assets with an initial, individual cost in excess of the following thresholds and estimated useful lives in excess of two years.

Assets	Amount
Buildings	$ 25,000
Land improvements	25,000
Intangibles	25,000
Right-to-use leased assets	25,000
Machinery and equipment	
School Nutrition Fund equipment	500
Other machinery and equipment	5,000

Note 1. Summary of Significant Accounting Policies (Continued)

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

Asset Class	Estimated Useful Lives
Buildings	50 years
Land improvements	20 years
Intangibles	2+ years
Right-to-use leased assets	2+ years
Machinery and equipment	5-15 years

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

Unearned revenue: The unearned revenue is resources that have been received but not earned. Unearned revenue consists primarily of meal revenues collected for the next school year and grant advances.

Compensated absences: District employees accumulate a limited amount of earned but unused vacation, sick leave, and personal leave hours for subsequent use or for payment upon termination, death or retirement. A liability is recorded when each of the following have occurred: the leave is attributable to services already rendered, the leave accumulates and carries forward from one reporting period to the next and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The District estimates the compensated absences liability for leave benefits that are more likely than not to be used or otherwise paid or settled based on historical information on employees use or payment of the benefits provided. The liability is measured using the pay rates in effect at year-end, the measurement date, and includes salary-related payments that are directly and incrementally associated with the leave liability measurement.

Long-term liabilities: In the District-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column in the Statement of Net Position.

Leases: The District is a lessee for noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of the lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial costs to place the asset in service. Subsequently ,the lease asset is amortized on a straight-line basis over the life of the lease.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

Note 1. Summary of Significant Accounting Policies (Continued)

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term obligations on the statement of net position.

Subscription-Based Information Technology Arrangements (SBITA) – When the District enters into a contract that conveys control of the right to use information technology software, the District recognizes an IT subscription liability and an intangible right-to-use IT subscription asset in the government-wide financial statements.

At the commencement of the IT subscription term, the District 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 an 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 District determines the discount rate it uses to discount the expected payments to present value, term and payments.

The District 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 District 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 District 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 with long-term obligations on the statement of net position. As of June 30, 2025, the District does not have any IT subscription assets or liabilities.

Note 1. Summary of Significant Accounting Policies (Continued)

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. The net pension liability attributable to the governmental activities will be paid primarily by the General Fund.

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

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

Nonspendable: Balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

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

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

Assigned: Fund balances that contain self-imposed constraints of the government to be used for a particular purpose. The authority to assign fund balances has been delegated to the Director of Business Services.

Unassigned: All amounts not included in other spendable classifications as well as any deficit fund balance of any other governmental fund is reported as unassigned.

When an expenditure is incurred for purposes for which amounts in the committed, assigned, or unassigned fund balance classifications could be used, the District's policy is generally to first apply the expenditure to restricted fund balance and then to less restrictive classifications – committed, assigned and then unassigned fund balances.

Deferred outflows/inflows of resources: In addition to assets, the balance sheet and/or statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The District has pension benefit and OPEB related deferred outflows that qualify for reporting in this category.

Note 1. Summary of Significant Accounting Policies (Continued)

In addition to liabilities, the balance sheet and/or statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District's deferred inflows of resources in the government-wide statements consists of succeeding year property tax revenue, and unrecognized items not yet charged to pension expense and other post employment benefit expense. The District reports unavailable revenue in the governmental funds balance sheet from property tax and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Net position flow assumption: Sometimes the District will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Interfund activity: Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" or "advances to/from other funds" in the fund financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Estimates: The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Budgets and budgetary control:

The budgetary comparison and related disclosures are reported as Required Supplementary Information based on the program structure of four functional areas as required by state statute for its legally adopted budget. The District exceeded budgeted expenditures in the other expenditures function by $2,499,032.

.

Note 2. Cash, Cash Equivalents and Pooled Investments

The District's cash and pooled investment consisted of depository accounts at financial institutions.

The District 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 Education; 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.

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

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

Level 1 inputs are quoted prices in active markets or identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. As of June 30, 2025, the Districts investments were as follows:

							Rating	
	Fair	Investment Maturities (in Years)					Standard	
	Value	<1	1-5	6-10	>10	Level Input	& Poor	Fitch
Iowa Schools Joint Investment Trust (ISJIT)	$ 3,010,723	$ 3,010,723	$ -	$ -	$ -	N/A	AAAm	N/A

At June 30, 2025, the District had investments in the Iowa Schools Joint Investment Trust (ISJIT) Diversified Fund which are valued at amortized cost of $3,010,723 pursuant to Rule 2a-7 under the investment Company Act of 1940. There were no limitations or restrictions on withdrawals of the ISJIT investments.

Credit risk: Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The District does not have a policy specific to credit risk. The credit related to the District investments are in the table above.

Concentration of credit risk: The District's investment policy seeks diversification to reduce overall portfolio risk while attaining market rates of return to enable the District to meet its anticipated cash requirements. The District does not have a policy specific to concentration of credit risk. At June 30, 2025, the District had no investments subject to concentration of credit risk.

Custodial credit risk: For deposits, this is the risk that in the event of bank failure, the District's deposits may not be returned. For an investment this is the risk that in the event of failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession not an outside party. The District's deposits in banks at June 30, 2025 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 insure that will be no loss of public funds. The District's investments are held in the name of the District and are not exposed to custodial credit risk.

The District is not subject to foreign-currency risk.

Note 3. Interfund Balances and Interfund Transfers

The detail of interfund transfers for the year ended June 30, 2025 is as follows:

	Transfer in	Transfer out
Major Funds:		
General Fund	$ 112,461	$ 21,758
Capital Projects Fund	-	3,514,525
Nonmajor Governmental Funds:		
Debt Service	3,514,525	-
Student Activity	21,758	
Nonmajor Enterprise Fund, School Nutrition Fund	-	112,461
Total	$ 3,648,744	$ 3,648,744

Transfers generally move revenues from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources. The Capital Project Fund transferred revenue to the Debt Service Fund for payment of principal and interest on bonds. The School Nutrition Fund transfer is for program support. The Student Activity Fund transfer is for safety equipment purchases.

The detail of interfund receivables and payables at June 30, 2025 is as follows:

	Due From	Due To
Major Fund, General Fund	$ 177,717	$ -
Nonmajor Enterprise Fund, School Nutrition Fund	-	177,717
Total	$ 177,717	$ 177,717

Note 4. Capital Assets

Capital assets activity for the year ended June 30, 2025 is as follows:

	Balance Beginning of Year	Increases	Decreases	Balance End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 1,579,756	$ -	$ -	$ 1,579,756
Construction in progress	2,038,313	3,750,637	3,493,615	2,295,335
Total capital assets not being depreciated/amortized	3,618,069	3,750,637	3,493,615	3,875,091
Capital assets being depreciated/: amortized:				
Buildings	123,127,070	3,583,190	606,620	126,103,640
Land improvements	7,450,524	398,635	-	7,849,159
Machinery and equipment	10,353,305	602,824	38,566	10,917,563
Intangible right to use lease equipment	195,128	-	-	195,128
Total capital assets being depreciated/amortized	141,126,027	4,584,649	645,186	145,065,490
Less accumulated depreciation/ amortization for:				
Land improvements	52,250,503	3,018,201	597,752	54,670,952
Buildings and building equipment	3,441,478	431,599	-	3,873,077
Machinery and equipment	8,444,733	436,611	38,566	8,842,778
Intangible right to use lease equipment	61,791	39,026	-	100,817
Total accumulated depreciation/ amortization	64,198,505	3,925,437	636,318	67,487,624
Total capital assets being depreciated/amortized, net	76,927,522	659,212	8,868	77,577,866
Governmental activities capital assets, net	$ 80,545,591	$ 4,409,849	$ 3,502,483	$ 81,452,957

	Balance Beginning of Year	Increases	Decreases	Balance End of Year
Business-type activities:				
Capital assets being depreciated:				
Machinery and equipment	$ 716,352	$ 125,730	$ -	$ 842,082
Less accumulated depreciation	507,398	43,451	-	550,849
Business-type activities capital assets, net	$ 208,954	$ 82,279	$ -	$ 291,233

Note 4. Capital Assets (Continued)

Depreciation expense was charged by the District to the following functions:

Governmental activities:		
Instruction:		
Regular	$	24,667
Other		56,059
Support services:		
Student		7,903
Instructional staff		125,827
Administration		88,496
Operation and maintenance of plant		18,206
Transportation		157,262
Unallocated depreciation		3,447,017
Total governmental activities depreciation/amortization expense	$	3,925,437
Business-type activities:		
Food services		43,451
Total business-type activities depreciation expense	$	43,451

Note 5. Long-Term Obligations

A summary of changes in long-term obligations for the year ended June 30, 2025 is as follows:

	Restated Balance Beginning of Year	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental activities:					
Revenue bonds	$ 18,980,000	$ -	$ 5,990,000	$ 12,990,000	$ 3,120,000
Lease obligations	144,514	-	40,136	104,378	41,888
Early retirement obligations	158,680	263,710	274,604	147,786	147,786
Compensated absences	3,735,726	663,272	-	4,398,998	1,143,739
Net pension liability	17,479,105	-	4,222,170	13,256,935	-
Total OPEB liability	7,055,566	220,403	-	7,275,969	224,931
Total	$ 47,553,591	$ 1,147,385	$ 10,526,910	$ 38,174,066	$ 4,678,344
Business-type activities:					
Compensated absences	$ 76,861	$ 14,094	$ -	$ 90,955	$ 33,653
Net pension liability	316,767	-	83,384	233,383	-
Total OPEB liability	84,250	2,632	-	86,882	2,686
Total	$ 477,878	$ 16,726	$ 83,384	$ 411,220	$ 36,339

Note 5. Long-Term Obligations (Continued)

Lease obligation: The District has entered into a lease agreement for copiers. Details of the lease agreement are as follows:

	Lease Obligation			
Year ending June 30:	Rate	Principal	Interest	Total
2026	3.00%	$ 41,888	$ 3,652	$ 45,540
2027	3.00%	43,716	1,824	45,540
2028	3.00%	18,774	201	18,975
Total		$ 104,378	$ 5,677	$ 110,055

Revenue Bonds: The District has pledged future statewide sales, services and use tax revenues to repay $27,380,000 of revenue bonds issued July 2018 and June 2019. The bonds are payable solely from the proceeds of the statewide sales, services and use tax revenues received by the District and are payable through 2029. The bonds are not a general obligation of the District. The debt, however, is subject to the constitutional debt limitation of the District. Annual principal and interest payments are expected to require approximately 65% of the statewide sales, services and use tax revenues. The total principal and interest remaining to be paid on the bonds is $13,879,814. For the current year, principal of $5,990,000 and interest of $691,201 was paid on the bonds and total statewide sales, services and use tax revenues were $5,227,939. Details of the District's June 30, 2025 statewide sales, service and use tax revenue bonded indebtedness are as follows:

Year ending		Revenue Bonds, Series 2018				Revenue Bonds, Series 2019		
June 30:	Rate	Principal	Interest	Total	Rate	Principal	Interest	Total
2026	3.03%	$ 1,100,000	$ 133,320	$ 1,233,320	2.54%	$ 2,020,000	$ 218,186	$ 2,238,186
2027	3.03%	1,100,000	99,990	1,199,990	2.54%	2,100,000	166,878	2,266,878
2028	3.03%	1,100,000	66,660	1,166,660	2.54%	2,190,000	113,538	2,303,538
2029	3.03%	1,100,000	33,330	1,133,330	2.54%	2,280,000	57,912	2,337,912
Total		$ 4,400,000	$ 333,300	$ 4,733,300		$ 8,590,000	$ 556,514	$ 9,146,514

Year ending	Total Revenue Bonds		
June 30:	Principal	Interest	Total
2026	$ 3,120,000	$ 351,506	$ 3,471,506
2027	3,200,000	266,868	3,466,868
2028	3,290,000	180,198	3,470,198
2029	3,380,000	91,242	3,471,242
Total	$ 12,990,000	$ 889,814	$ 13,879,814

Early Retirement Obligations: The District offered a voluntary early retirement plan for employees during fiscal year 2025. The District also had remaining liabilities associated with early retirement offerings in previous fiscal years. As of June 30, 2025, only District 403(b) Special Pay Deferral Plan and Health Reimbursement Arrangement (HRA) contributions remain.

At June 30, 2025, the District had obligations to 29 retirees with a total liability of $147,786. Actual early retirement expenditures for the year ended June 30, 2024 totaled $274,604, including $183,711 from fiscal year 2025 retirements.

Note 6. Postemployment Benefits Other Than Pensions (OPEB)

General Information about the OPEB Plan

Plan description: The District administers a single-employer benefit plan which provides medical and prescription drug benefits for employees, retirees and their spouses. Group insurance benefits for employees are established under Iowa Code Chapter 509A.13. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits provided: Individuals who are employed by Bettendorf Community School District and are eligible to participate in the group health plan are eligible to continue healthcare benefits upon retirement. Retirees under age 65 pay the same premium for the medical and prescription drug benefits as active employees, which results in an implicit rate subsidy and an OPEB liability.

The full monthly premium rates as of July 1, 2024 for each plan are as shown below:

Rate Tier		
Single	$	740
Spouse		1,849

Employees covered by benefits terms: At June 30, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	10
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	401
	411

Note 6. Postemployment Benefits Other Than Pensions (OPEB) (Continued)

OPEB Liability
The District's total OPEB liability of $7,362,851 was measured as of June 30, 2025 and was determined by an actuarial valuation as of July 1, 2024 rolled forward to June 30, 2025.

Actuarial assumptions and other inputs: The total OPEB liability in the June 30, 2025 roll forward actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.00% per annum
Salary increases	4.00% per annum
Discount rate	4.81% per annum
Retirees' share of benefit-related costs	100%
Health care cost trend rate	5.50% with an ultimate health care cost trend rate of 4.50%

The discount rate was based on the 20-year municipal bond rate, AA/Aa or higher. Mortality rates are from the SOA RPH-2017 total dataset mortality table fully generational using Scale MP-2017. Annual retirement probabilities are based on varying rates by age and turnover probabilities mirror those used by IPERS.

Changes in the Total OPEB Liability

	Total OPEB Liability (a)
Balance at July 1, 2024	$ 7,139,816
Changes for the year:	
Service cost	466,093
Interest	295,795
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	(311,236)
Benefit payments	(227,617)
Net changes	223,035
Balance at June 30, 2025	$ 7,362,851

There were no changes as a result of changes in benefit terms. Changes of assumption or other inputs reflect a change in discount rate from 4.21% in 2024, to 4.81% in 2025.

Note 6. Postemployment Benefits Other Than Pensions (OPEB) (Continued)

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease	Discount Rate	1% Increase
	3.81%	4.81%	5.81%
Total OPEB liability	$ 7,942,887	$ 7,362,851	$ 6,828,256

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates: The following presents that total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1-percentage point higher than the current healthcare cost trend rates.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
	(4.50% decreasing to 3.50%)	(5.50% decreasing to 4.50%)	(6.50% decreasing to 5.50%)
Total OPEB liability	$ 6,611,123	$ 7,362,851	$ 8,243,792

For the year ended June 30, 2025, the District recognized OPEB expense of $571,301. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 635,676	$ 1,021,963
Changes of assumptions or other inputs	1,181,491	2,917,783
Net difference between projected and actual investments	-	-
Total	$ 1,817,167	$ 3,939,746

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

Year ended June 30:	
2026	(190,587)
2027	(190,587)
2028	(190,587)
2029	(266,286)
2030	(407,057)
Thereafter	(877,475)
	$ (2,122,579)

Note 7. Pension Plan

Plan Description – IPERS membership is mandatory for employees of the District, except for those covered by another retirement system. Employees of the District are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

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, except members with service before June 30, 2012 will use the highest three-year average salary as of that date if it is greater than the highest five-year average salary.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25 percent 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 percent for each month that the member receives benefits before 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 that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

Note 7. Pension Plan (Continued)

In fiscal year 2025, pursuant to the required rate, Regular members contributed 6.29 percent of covered payroll and the District contributed 9.44 percent of covered payroll for a total rate of 15.73 percent. The District's contributions to IPERS for the year ended June 30, 2025 were $3,312,424.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2025, the District reported a liability of $13,490,318 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2024, the District's proportion was 0.370461 percent, which was a decrease of 0.023806 from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense of $4,525,872. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 1,073,436	$ 8,380
Changes of assumptions	-	189
Net difference between projected and actual earnings on pension plan investments	168,718	-
Changes in proportion and differences between District contributions and proportionate share of contributions	15,898	1,067,807
District contributions subsequent to the measurement date	3,312,424	-
Total	$ 4,570,476	$ 1,076,376

$3,312,424 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. 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 Ended June 30,	
2026	$ (2,110,943)
2027	3,009,477
2028	(64,904)
2029	(601,839)
2030	(50,115)
Total	$ 181,676

There were no non-employer contributing entities to IPERS.

Note 7. Pension Plan (Continued)

Actuarial Assumptions – The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, as follows:

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

The actuarial assumptions used in the June 30, 2024 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 2024 valuation were based on the PubG-2010 mortality tables with future mortality improvements modeled using Scale MP-2021.

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

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	21.0%	3.52%
International equity	13.0%	5.18%
Global smart beta equity	5.0%	4.12%
Core plus fixed income	25.5%	3.04%
Public credit	3.0%	4.53%
Cash	1.0%	1.69%
Private equity	17.0%	8.89%
Private real assets	9.0%	4.25%
Private credit	5.5%	6.62%
Total	100%	

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

Note 7. Pension Plan (Continued)

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

	1% Decrease (6.0%)	Discount Rate (7.0%)	1% Increase (8.0%)
District's proportionate share of the net pension liability	$ 33,104,999	$ 13,490,318	$ (2,937,080)

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

Payables to the Pension Plan – At June 30, 2025, the District reported no payables to the defined benefit pension plan for legally required employer contributions or legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

Note 8. Risk Management

The District has self-funded health and dental insurance plans. The District purchases commercial insurance to provide for aggregate stop-loss coverage for the excess of 125% of estimated claims for the plan year and specific stop-loss reinsurance coverage for the excess of $110,000 in insured claims for any one covered individual. Settle claims have not exceeded the commercial coverage in any of the past three years.

Payments are made to the plan based on actuarial estimates of amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Change in the liability for claims is as follows:

	2024	2025
Claims payable, beginning of year	$ 1,079,438	$ 999,240
Incurred claims	7,050,383	9,499,225
Claim payments	7,130,581	9,567,865
Claim payable, end of year	$ 999,240	$ 930,600

In addition, the District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District assumes liability for any deductibles and claims in excess of coverage limits. These risks are covered by the purchase of commercial insurance. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 9. Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District's actual amount for this purpose totaled $1,642,055 for the year ended June 30, 2025 and is recorded in the General Fund.

The Governor signed House File 2612 on March 27, 2024, which changes the percentage of educational and media services funding generated through local property taxes by Districts which flow through to each Area Educations Agency (AEA) beginning July 1, 2024. For fiscal year 2026, 100% of the educational and media services funds generated by Districts will be received directly by the District and none will flow through to the AEAs. Also, for fiscal year 2026, Districts will flow through 90% (instead of 100%) of special education support services funds to AEAs, who will code the funds as a combination of state aid and property taxes.

Note 10. Categorical Funding

The District's fund balance restricted for categorical funding as of June 30, 2025 is comprised of the following programs:

Program	Amount
Teacher salary supplement	$ 495,117
Professional development	888,523
Four-year old preschool	142,570
Early intervention	138,885
Successful progression for early readers	39,887
Teacher leadership	1,417,756
Other	430,327
Total restricted for categorical funding	$ 3,553,065

Note 11. Construction Commitments

The District has entered into various construction and remodel contracts for projects throughout the District. As of June 30, 2025, these contracts totaled $3,700,527. Work done and payments of $2,234,988 have been made leaving the portion of these contracts which has not been completed or paid or accrued as a liability of $1,465,539.

Note 12. 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 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. Property tax revenues of the District were reduced by the following amounts for the year ended June 30, 2025 under tax abatement agreements of other entities:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Bettendorf	Urban renewal and economic development projects	$ 743,719

Note 12. Tax Abatements (Continued)

The State of Iowa reimburses the District an amount equivalent to the increment of valuation on which property tax is divided times $5.40 per $1,000 of taxable valuation. For the year ended June 30, 2025, this reimbursement amounted to $405,662.

Note 13. Subsequent Event

On August 7, 2025, the District issued $9,995,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2025 to equip a classroom addition and cafeteria and kitchen area to the Middle School building. Interest is payable on January 1 and July 1 ranging from 4% to 5%. Principal is payable annually on July 1 with the first principal installment due 7/1/26 and the second principal installment due July 1, 2030, and annually thereafter in amounts ranging from $420,000 to $800,000 until maturity on July 1, 2045.

Note 14. Governmental Accounting Standards Board (GASB) Statements

The District adopted the following statements during the year ended June 30, 2025:

GASB Statement No. 101, *Compensated Absences*, issued June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave District accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. This Statement amends the existing requirements to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (As long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences.

GASB Statement No. 102, *Certain Risk Disclosures*, issued December 2023. The objective of this Statement is to provide users of government financial statements with information about risks related to a government’s vulnerabilities due to certain concentrations or constraints that is essential to their analyses for making decisions or assessing District accountability. A government should provide information in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government’s vulnerability to the risk of a substantial impact associated with the concentration or constraint. The disclosures should include descriptions of the following: (a) The concentration or constraint (b) Each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements (c) Actions taken by the government prior to the issuance of the financial statements to mitigate the risk.

The above statements did not have a significant impact to the District except for GASB Statement No. 101 required the District to restate beginning net position of the governmental activities, business type activities and the nonmajor enterprise School Nutrition Fund..

Note 14. Governmental Accounting Standards Board (GASB) Statements (Continued)

As of June 30, 2025, GASB had issued several statements not yet required to be implemented by the District. The Statements which might impact the District are as follows:

GASB Statement No. 103, *Financial Reporting Model Improvements*, issued April 2024, will be effective for the District beginning with its fiscal year ending June 30, 2026. The objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's District accountability. This statement also addresses certain application issues.

GASB Statement No. 104, *Disclosure of Certain Capital Assets,* issued September 2024, will be effective for the District beginning with its fiscal year ending June 30, 2026. The objective of this statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in District accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in District accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in District accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale.

GASB Statement No. 105, *Subsequent Events*, issued December 17, 2025, will be effective for the District beginning with its fiscal year ending June 30, 2027. This Statement is intended to enhance consistency in the application of requirements for subsequent events. The Statement defines subsequent events as transactions or other events that occur after the date of the financial reporting statements but before the date the financial statements are available to be issued. The definition of subsequent events in this Statement modifies the subsequent events time frame throughout the GASB literature. Statement No. 105 also clarifies the different types of subsequent events, when note disclosures are required, and the information that should be included in those note disclosures.

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

Note 15. Restatement

The District implemented GASB Statement No. 101, *Compensated Absences*, which required the District to restate net position as of June 30, 2024, follows:

	Governmental Activities	Business-type Activities School Nutrition
Net position June 30, 2024, as previously reported	$ 81,811,581	$ 2,229,981
Compensated absences liability, prior year	494,927	1,035
Compensated absences liability, change in accounting principle	(3,735,726)	(76,861)
Net position June 30, 2024, as restated	$ 78,570,782	$ 2,154,155

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District

Required Supplementary Information
Budgetary Comparison Schedule of Revenues, Expenditures/Expenses and Changes in Balances - Actual to Budget - All Governmental Funds and Enterprise Funds
Year Ended June 30, 2025

	Governmental Funds - Actual	Enterprise Funds - Actual
Revenues:		
Local sources	$ 33,327,816	$ 754,336
State sources	35,717,463	14,451
Federal sources	2,323,926	1,640,828
Total revenues	71,369,205	2,409,615
Expenditures/expenses:		
Instruction	40,798,347	-
Support services	19,550,231	27,727
Noninstructional programs	754	2,131,952
Other expenditures	13,380,097	-
Total expenditures/expenses	73,729,429	2,159,679
Excess (deficiency) of revenues over (under) expenditures/expenses	(2,360,224)	249,936
Other financing sources (uses):		
Proceeds from sale of capital assets	525,378	-
Insurance recoveries	10,883	-
Other uses	-	-
Transfers in	3,648,744	-
Transfers (out)	(3,536,283)	(112,461)
Total other financing sources (uses)	648,722	(112,461)
Net change in fund balance/net position	(1,711,502)	137,475
Fund balance/net position, beginning of year, as restated	36,402,576	2,154,155
Fund balance/net position, end of year	$ 34,691,074	$ 2,291,630

See Notes to Required Supplementary Information.

	Budgeted Amounts		Final to Actual
Total Actual	Original	Final	Variance
$ 34,082,152	$ 31,568,499	$ 31,568,499	$ 2,513,653
35,731,914	34,877,172	34,877,172	854,742
3,964,754	4,094,638	4,094,638	(129,884)
73,778,820	70,540,309	70,540,309	3,238,511
40,798,347	40,852,883	41,352,883	554,536
19,577,958	19,520,796	23,520,796	3,942,838
2,132,706	2,144,876	3,144,876	1,012,170
13,380,097	10,881,065	10,881,065	(2,499,032)
75,889,108	73,399,620	78,899,620	3,010,512
(2,110,288)	(2,859,311)	(8,359,311)	6,249,023
525,378	14,822	14,822	510,556
10,883	-	-	10,883
-	(40,347)	(40,347)	40,347
3,648,744	3,581,766	3,581,766	66,978
(3,648,744)	(3,581,766)	(3,581,766)	(66,978)
536,261	(25,525)	(25,525)	561,786
(1,574,027)	$ (2,884,836)	$ (8,384,836)	$ 6,810,809
38,556,731			
$ 36,982,704			

Bettendorf Community School District

Required Supplementary Information
Schedule of Changes in the District's Total OPEB
Liability and Related Ratios
Last Eight Fiscal Years

	2025	2024
Total OPEB liability		
Changes for the year:		
Service cost	$ 466,093	$ 504,821
Interest	295,795	368,425
Changes of benefit terms	-	-
Differences between expected and actual experience	-	(1,288,237)
Changes in assumptions or other inputs	(311,236)	(1,260,511)
Benefit payments	(227,617)	(210,782)
Net changes in total OPEB liability	223,035	(1,886,284)
Total OPEB liability - beginning	7,139,816	9,026,100
Total OPEB liability - ending	$ 7,362,851	$ 7,139,816
Covered employee payroll	$ 26,815,095	$ 26,815,095
Total OPEB liability as a percentage of covered employee payroll	27.46%	26.63%

Notes to Schedule:
Changes of benefit terms:
There were no changes as a result of changes in benefit terms.

Changes of assumption:
Changes of assumptions or other inputs reflect a change in the discount rate. The following are the discount rates used in each period:

	2025	2024
Discount rate	4.81%	4.21%

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

Note: The schedule is intended to present information for ten years.
Information prior to 2018 is not available.

See Notes to Required Supplementary Information.

	2023	2022	2021	2020	2019	2018
	$ 635,753	$ 831,288	$ 641,365	$ 550,381	$ 412,352	$ 396,988
	336,863	188,763	203,777	185,643	202,409	195,675
	-	-	-	-	-	-
	-	52,164	-	1,611,252	-	-
	(28,786)	(1,260,138)	347,172	174,889	167,514	(120,999)
	(307,983)	(161,394)	(227,085)	(180,522)	(334,878)	(291,565)
	635,847	(349,317)	965,229	2,341,643	447,397	180,099
	8,390,253	8,739,570	7,774,341	5,432,698	4,985,301	4,805,202
	$ 9,026,100	$ 8,390,253	$ 8,739,570	$ 7,774,341	$ 5,432,698	$ 4,985,301
	$ 23,834,434	$ 22,917,471	$ 26,209,071	$ 22,610,354	$ 23,895,000	$ 23,086,647
	37.87%	36.61%	33.35%	34.38%	22.74%	21.59%
	4.13%	4.09%	2.18%	2.66%	3.50%	3.87%

Bettendorf Community School District

Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Iowa Public Employees' Retirement System
Last Ten Fiscal Years

	2025*	2024*	2023*	2022*
District's proportion of the net pension liability	0.370461%	0.394267%	0.411175%	0.160772%
District's proportionate share of the net pension liability	$ 13,490,318	$ 17,795,872	$ 15,534,804	$ 555,027
District's covered payroll	$ 34,300,219	$ 34,707,734	$ 33,161,354	$ 32,155,900
District's proportionate share of the net pension liability as a percentage of its covered payroll	39.33%	51.27%	46.85%	1.73%
Plan fiduciary net pension as a percentage of the total pension liability	92.30%	90.13%	91.40%	100.81%

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

See Notes to Required Supplementary Information.

2021*	2020*	2019*	2018*	2017*	2016*
0.403570%	0.406268%	0.397603%	0.399602%	0.402847%	0.403126%
$ 28,349,722	$ 23,525,569	$ 25,161,291	$ 26,619,000	$ 25,352,000	$ 19,916,000
$ 32,088,316	$ 30,971,790	$ 29,921,613	$ 29,854,423	$ 28,947,368	$ 27,614,782
88.35%	75.96%	84.09%	89.16%	87.58%	72.12%
82.90%	85.45%	83.62%	82.21%	81.82%	85.19%

Bettendorf Community School District

Required Supplementary Information
Schedule of District Contributions
Iowa Public Employees' Retirement System
Last Ten Fiscal Years

	2025	2024	2023	2022
Statutorily required contribution	$ 3,312,424	$ 3,237,941	$ 3,276,409	$ 3,130,432
Contributions in relation to the statutorily required contribution	$ (3,312,424)	$ (3,237,941)	$ (3,276,409)	$ (3,130,432)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered payroll	$ 35,143,088	$ 34,300,219	$ 34,707,734	$ 33,161,354
Contributions as a percentage of covered payroll	9.43%	9.44%	9.44%	9.44%

See Notes to Required Supplementary Information.

	2021		2020		2019		2018		2017		2016
$	3,035,517	$	3,029,137	$	2,923,737	$	2,672,000	$	2,666,000	$	2,585,000
$	(3,035,517)	$	(3,029,137)	$	(2,923,737)	$	(2,672,000)	$	(2,666,000)	$	(2,585,000)
		$	-	$	-	$	-	$	-	$	-
$	32,155,900	$	32,088,316	$	30,971,790	$	29,921,613	$	29,854,423	$	28,947,368
	9.44%		9.44%		9.44%		8.93%		8.93%		8.93%

Note 1. Budgets and Budgetary Information

This budgetary comparison is presented as Required Supplementary Information in accordance with Governmental Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and each major Special Revenue Fund.

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds except internal service, private-purpose trust and custodial funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the accrual basis.

Formal and legal budgetary control for the certified budget is based upon four major classes or expenditures known as functions, not by fund or fund type. These four functions are instruction, support services, noninstructional programs and other expenditures. Although the budget document presents function expenditures or expenses by fund, the legal level of control is at the aggregated function level, not by fund. The Code of Iowa also provides that District expenditures in the General Fund may not exceed the amount authorized by the school finance formula. During the fiscal year, the District adopted one budget amendment increasing budgeted expenditures $5,500,000 for increased costs and capital projects expenditures.

During the year ended June 30, 2025, expenditures in the other expenditures function exceeded the amended budget.

Note 2. Pension Liability

Changes of benefit terms:

There are no significant changes in benefit terms.

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

Note 2. Pension Liability (Continued)

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

- Decreased the inflation assumption from 3.00% 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%.

Bettendorf Community School District

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue			
	Management Fund	Student Activity	Debt Service	Total
Assets				
Cash and pooled investments	$ 4,234,089	$ 612,797	$ 202,586	$ 5,049,472
Receivables:				
Property tax:				
Delinquent	8,085	-	-	8,085
Succeeding year	1,499,994	-	-	1,499,994
Accounts	-	8,662	-	8,662
Due from other governments	26	-	-	26
Total assets	$ 5,742,194	$ 621,459	$ 202,586	$ 6,566,239
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities:				
Accounts payable	$ 1,000	$ 12,603	$ -	$ 13,603
Total liabilities	1,000	12,603	-	13,603
Deferred inflows of resources, unavailable revenue:				
Succeeding year property tax	1,499,994	-	-	1,499,994
Fund balances				
Restricted for:				
Management levy purposes	4,241,200	-	-	4,241,200
Student activities	-	608,856	-	608,856
Debt service	-	-	202,586	202,586
Total fund balances	4,241,200	608,856	202,586	5,052,642
Total liabilities, deferred inflows of resources and fund balances	$ 5,742,194	$ 621,459	$ 202,586	$ 6,566,239

Bettendorf Community School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2025

	Special Revenue			
	Management Fund	Student Activity	Debt Service	Total
Revenues:				
Local sources:				
Property tax	$ 982,268	$ -	$ -	$ 982,268
Utility excise tax	16,907	-	-	16,907
Other tax	198	-	-	198
Other	152,075	707,661	64,879	924,615
State appropriation	14,623	-	-	14,623
Total revenues	1,166,071	707,661	64,879	1,938,611
Expenditures:				
Current:				
Instruction				
Regular	433,559	-	-	433,559
Other	-	796,090	-	796,090
Support services:				
Student	5,162	303	-	5,465
Administration	132,700	-	-	132,700
Operation and maintenance of plant	1,129,949	-	-	1,129,949
Transportation	6,914	-	-	6,914
Noninstructional	754	-	-	754
Long-term debt:				
Principal	-	-	6,030,136	6,030,136
Interest and fiscal charges	-	-	698,205	698,205
Total expenditures	1,709,038	796,393	6,728,341	9,233,772
(Deficiency) of revenues (under) expenditures	(542,967)	(88,732)	(6,663,462)	(7,295,161)
Other financing sources:				
Insurance proceeds	-	399	-	399
Transfers in	-	21,758	3,514,525	3,536,283
Total other financing sources	-	22,157	3,514,525	3,536,682
Net change in fund balances	(542,967)	(66,575)	(3,148,937)	(3,758,479)
Fund balances, beginning of year	4,784,167	675,431	3,351,523	8,811,121
Fund balances, end of year	$ 4,241,200	$ 608,856	$ 202,586	$ 5,052,642

Bettendorf Community School District

Schedule of Combining Balance Sheet
Capital Projects Fund - By Account
June 30, 2025

	Capital Projects Accounts		
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Total
Assets			
Cash and pooled investments	$ 2,058,770	$ 11,212,539	$ 13,271,309
Receivables:			
Property tax:			
Delinquent	-	26,799	26,799
Succeeding year	-	3,172,121	3,172,121
Due from other governments	548,239	52	548,291
Total assets	$ 2,607,009	$ 14,411,511	$ 17,018,520
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities:			
Accounts payable	$ 1,329,204	$ 128,372	$ 1,457,576
Total liabilities	1,329,204	128,372	1,457,576
Deferred inflows of resources, unavailable revenue:			
Succeeding year property tax	-	3,172,121	3,172,121
Total deferred inflows of resources	-	3,172,121	3,172,121
Fund Balances:			
Restricted for:			
School infrastructure	1,277,805	-	1,277,805
Physical plant and equipment	-	11,111,018	11,111,018
Total fund balances	1,277,805	11,111,018	12,388,823
Total liabilities, deferred inflows of resources and fund balances	$ 2,607,009	$ 14,411,511	$ 17,018,520

Bettendorf Community School District

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Capital Projects Fund - By Account
Year Ended June 30, 2025

	Capital Projects Accounts		
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Total
Revenues:			
Local sources:			
Property tax	$ -	$ 3,031,466	$ 3,031,466
Utility excise tax	-	49,930	49,930
Other tax	-	584	584
Other	71,578	1,326,627	1,398,205
State appropriations	5,227,939	43,185	5,271,124
Total revenues	5,299,517	4,451,792	9,751,309
Expenditures:			
Current:			
Instruction			
Other	-	4,893	4,893
Support services:			
Administration	-	871,514	871,514
Operation and maintenance of plant	-	238,602	238,602
Transportation	-	111,845	111,845
Other expenditures:			
Capital outlay	3,196,891	1,812,810	5,009,701
Total expenditures	3,196,891	3,039,664	6,236,555
Excesss of revenues over expenditures	2,102,626	1,412,128	3,514,754
Other financing sources (uses):			
Proceeds from sale of capital assets	-	525,000	525,000
Transfers (out)	(3,468,985)	(45,540)	(3,514,525)
Total other financing sources (uses)	(3,468,985)	479,460	(2,989,525)
Net change in fund balance	(1,366,359)	1,891,588	525,229
Fund balance, beginning of year	2,644,164	9,219,430	11,863,594
Fund balance, end of year	$ 1,277,805	$ 11,111,018	$ 12,388,823

Bettendorf Community School District

Schedule of Revenues by Source and Expenditures by Function
All Governmental Funds - Modified Accrual Basis
Last Ten Years

	Years Ended June 30:			
	2025	2024	2023	2022
Revenues:				
Local sources:				
Local tax	$ 22,918,890	$ 20,790,672	$ 12,979,570	$ 20,724,659
Tuition	6,614,015	6,246,298	1,499,699	5,991,476
Other	3,794,911	3,168,814	2,113,545	2,025,900
Intermediate sources	-	60,000	-	-
State sources	35,717,463	36,172,773	22,056,493	32,955,385
Federal sources	2,323,926	4,858,171	1,106,253	3,937,876
Total revenues	$ 71,369,205	$ 71,296,728	$ 39,755,560	$ 65,635,296
Expenditures:				
Current:				
Instruction				
Regular	$ 26,266,919	$ 25,751,134	$ 24,837,560	$ 25,379,941
Special	7,789,589	7,426,438	7,399,886	7,188,164
Other	6,741,839	6,787,927	6,984,141	6,602,169
Support services:				
Student services	2,645,567	2,524,184	2,517,222	2,453,095
Instructional staff services	1,187,951	1,127,453	1,084,129	1,051,849
Administration services	8,089,753	8,065,027	7,738,719	7,913,295
Operation and maintenance of plant services	6,342,751	5,631,004	5,831,920	4,890,169
Transportation services	1,284,209	1,247,469	1,382,043	1,361,549
Non-instructional programs	754	15,147	17,384	22,933
Other expenditures:				
Capital outlay	5,009,701	4,148,267	3,000,995	4,171,272
Long-term debt:				
Principal	6,030,136	2,909,949	2,819,038	2,725,000
Interest and fiscal fees	698,205	562,536	636,579	711,995
AEA flowthrough	1,642,055	1,997,542	1,963,400	1,957,259
Total expenditures	$ 73,729,429	$ 68,194,077	$ 66,213,016	$ 66,428,690

	Years Ended June 30:					
	2021	2020	2019	2018	2017	2016
	$ 20,238,997	$ 20,216,255	$ 21,024,379	$ 19,875,840	$ 19,403,387	$ 19,280,650
	5,635,020	5,334,947	5,736,477	5,779,146	5,487,479	5,598,345
	1,313,746	1,707,464	2,041,204	2,055,217	1,964,185	2,270,209
	-	-	-	10,599	1,405	32,378
	32,621,216	31,576,829	30,265,985	29,709,591	28,982,066	27,685,128
	1,973,413	1,514,388	1,710,455	1,789,314	1,735,593	1,769,933
	$ 61,782,392	$ 60,349,883	$ 60,778,500	$ 59,219,707	$ 57,574,115	$ 56,636,643
	$ 24,739,168	$ 24,263,225	$ 23,858,785	$ 23,682,801	$ 23,648,644	$ 23,507,593
	7,056,410	7,053,933	6,612,900	6,169,204	5,731,522	5,622,285
	5,853,424	6,257,807	6,181,303	6,287,690	6,001,847	4,998,926
	2,328,409	2,161,989	2,159,960	2,047,739	1,956,039	1,920,112
	1,046,183	1,060,985	802,616	736,604	801,708	817,556
	6,679,085	6,970,862	6,515,134	6,324,612	6,449,214	6,273,984
	5,128,301	5,080,738	5,058,307	4,799,074	4,523,772	4,573,231
	1,124,392	1,224,360	1,019,757	1,149,880	1,099,577	1,207,579
	20,219	19,498	21,019	22,260	20,135	34,329
	1,740,461	10,862,244	20,172,948	8,657,701	3,285,443	2,125,287
	-	-	-	-	72,565	71,186
	746,052	389,768	426,942	-	1,405	2,784
	1,954,407	1,892,255	1,810,173	1,777,461	1,686,385	1,647,856
	$ 58,416,511	$ 67,237,664	$ 74,639,844	$ 61,655,026	$ 55,278,256	$ 52,802,708

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/Pass-Through Grantor/ Program Title or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture				
Pass-Through Iowa Department of Education:				
Child Nutrition Cluster Program:				
School Breakfast Program	10.553	FY25 4552	$ -	$ 295,389
National School Lunch Program	10.555	FY25 4553	-	1,021,114
National School Lunch Program- Supply Chain Assistance	10.555	FY25 4014	-	34,565
Commodities -DOD (Noncash)	10.555	FY25	-	97,662
Commodities (Noncash)	10.555	FY25	-	91,012
			-	1,244,353
Fresh Fruits & Vegatables	10.582	FY25 4557	-	55,681
Summer Food Service Program	10.559	FY25 4556	-	21,887
Total Child Nutrition Cluster Program			-	1,617,310
Pass-Through State of Iowa:				
Specialty Crop Block Grant Program	10.170	FY25 4669	-	3
Pass-Through Action for Healthy Kids				
Child Nutrition Discretionary Grants Limited Availability	10.579	FY25 4551	-	14,921
Direct:				
Local Food for Schools	10.185	FY25 4911	-	2,980
Total U.S. Department of Agriculture			-	1,635,214
U.S. Department of Treasury				
Pass-Through State of Iowa Department of Education:				
COVID-19 Coronavirus State and Local Fiscal Recovery	21.027	FY25 4034	-	315,077
COVID-19 Coronavirus State and Local Fiscal Recovery	21.027	FY25 4073	-	5,615
Total U.S. Department of Treasury			-	320,692
U.S. Department of Education				
Pass-Through Iowa Department of Education:				
Title 1 Grants to Local Educational Agencies	84.010	FY25 4501	-	521,842
Homeless Children and Youth	84.196	FY25 4565	-	45,264
Supporting Effective Instruction State Grants	84.367	FY25 4643	-	27,457
Student Support and Academic Enrichment Program	84.424	FY25 4669	-	27,794
Education Stabilization Fund:				
COVID-19 ARP-Elementary and Secondary School Emergency Relief (ARP-ESSER) Fund	84.425U	FY25 4045	-	136,369
COVID-19 ARP-Elementary and Secondary School Emergency Relief (ARP-ESSER) Fund	84.425U	FY25 4053	-	30,701
			-	167,070
COVID-19 American Rescue Plan Elementary and Secondary School Emergency Relief- Homeless Children and Youth (ARP-HCY)	84.425W	FY25 4053	-	12,578
Total Education Stabilization Fund			-	179,648

(Continued)

Bettendorf Community School District

Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2025

Federal Grantor/Pass-Through Grantor/ Program Title or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
Pass-Through Mississippi Bend Area Education Agency:				
Special Education Cluster Program:				
Special Education - Grants to States				
IDEA, Part B	84.027	FY25 4521	-	189,576
Total Special Education Cluster Program			-	189,576
Career and Technical Education- Basic Grants to States	84.048	FY25 4531	-	29,005
Engligh Language Acquisition State Grant	84.365	FY25 4644	-	104
			-	218,685
Pass-Through State of Iowa Vocational Rehabilitation:				
Vocational Rehabilitation Grants to States	84.126	FY25 4598	-	67,401
Total U.S. Department of Education			-	1,088,091
Total Expenditures of Federal Awards			$ -	$ 3,043,997

See notes to schedule of expenditures of federal awards.

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Bettendorf Community School District under programs of the federal government for the year ended June 30, 2025. 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 Bettendorf Community School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Bettendorf Community School District.

Note 2. Summary of significant accounting policies

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the modified accrual or accrual basis of accounting based on the fund-type of the program. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Revenue from federal awards is recognized when the District has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal awards is recognized when it is both measurable and available. Expenditures of federal awards are recognized in the accounting period when the liability is incurred.

Note 3. Indirect Cost Rate

The District has elected not to use the 10-percent de minimus indirect cost rate allowed under the Uniform Guidance.

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District

Summary Schedule of Prior Audit Findings
Year Ended June 30, 2025

Finding	Status	Reason for Recurrence and Corrective Action Plan or Other Explanation
Other Findings Related to Required Statutory Reporting:		
IV-H-24: The District identified variances in certified enrollment submitted to the state in October 2023.	Not corrected.	Student data changes were not timely communicated to District. See respose and corrective action plan at IV-H-25.
IV-I-24: The District identified variances in supplementary weighting submitted to the state in October 2023.	Not corrected.	Student data changes were not timely communicated to District. See respose and corrective action plan at IV-I-25.
IV-N-24: The District did not review and/or update board policies within the past five years.	Corrected.	
IV-O-24: Officiating contracts were not signed by the Board President.	Corrected.	
IV-P-24: The District had several accounts within the student activity fund with balances at year-end which were inactive.	Corrected.	

THIS PAGE INTENTIONALLY LEFT BLANK

Bohnsack & Frommelt LLP
Certified Public Accountants
575 12th Avenue
East Moline, Illinois 61244

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*

To the Board of Education
Bettendorf Community School District
Bettendorf, Iowa

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards),* the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Bettendorf Community School District (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated February 24, 2026.

Our report includes an emphasis of matter paragraph for the implementation of Governmental Accounting Standards Board Statement No. 101.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Bettendorf Community School District'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 Bettendorf Community School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Bettendorf Community School District'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 District's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2025-002 through 2025-004 that we consider to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2025-001.

We also noted certain immaterial instances of noncompliance and other matters which are described in Part IV of the accompanying Schedule of Findings and Questioned Costs.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2025, are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

Bettendorf Community School District's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Bettendorf Community School District's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Bettendorf Community School District's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Bohnsack & Frommelt LLP

East Moline, Illinois
February 24, 2026

Bohnsack & Frommelt LLP
Certified Public Accountants
575 12th Avenue
East Moline, Illinois 61244

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

To the Board of Education
Bettendorf Community School District
Bettendorf, Iowa

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Bettendorf Community School District's (the District) 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 District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Bettendorf Community School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District'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 District'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 District'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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance required to be reported with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2025-005. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 in internal control over compliance 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.

Bohnsack & Frommelt LLP

East Moline, Illinois
February 24, 2026

Bettendorf Community School District

Schedule of Findings and Questioned Costs
Year Ended June 30, 2025

I. Summary of the Independent Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency identified? ☒ Yes ☐ None Reported
- Noncompliance material to financial statements noted? ☒ Yes ☐ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency identified? ☐ Yes ☒ None Reported

Type of auditor's report issued on compliance for major programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☒ Yes ☐ No

Identification of major programs:

Federal Assistance Listing Number	Name of Federal Program or Cluster
Child Nutrition Cluster:	
10.553	School Breakfast Program
10.555	National School Lunch Program
10.555	National School Lunch Program- Supply Chain Asistance
10.555	Commodities -DOD (Noncash)
10.555	Commodities (Noncash)
10.582	Fresh Fruits & Vegetables
10.559	Summer Food Service Program

Dollar threshold used to distinguish between type A and type B programs: $750,000

Auditee qualified as low-risk auditee? ☐ Yes ☒ No

(Continued)

Part II: Findings Related to the Basic Financial Statements

Instance of noncompliance:

2025-001

Finding: The District did not complete the June 30, 2024 single audit within 9 months of the June 30, 2024 year-end.

Criteria: Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Section 200.512 states, "The audit, the data collection form, and the reporting package must be submitted within 30 calendar days after the auditee receives the auditor's report(s) or nine months after the end of the audit period (whichever is earlier)."

Condition: The single audit and data collection form submission due date for the June 30, 2024 year-end was March 31, 2025. The June 30, 2024 audit including the single audit was not issued until April 10, 2025.

Cause: The June 30, 2024 year-end audit was significantly delayed.

Effect: Oversight grantors are not being provided timely information by the District. The District is considered a non-low risk auditee.

Context: The deficiency pertains to all federal programs of the District and the reporting requirements.

Identification as a repeat finding: This is not repeat finding.

Recommendation: We recommend the District implement processes and procedures to ensure compliance with the Office of Management and Budget single audit requirements as stated in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

Response and Corrective Action Plan: The District will implement processes and procedures for compliance with the Office of Management and Budget for federal awards.

Internal control deficiencies:

Significant Deficiencies:

2025-002

Finding: The District has insufficient segregation of duties over receipt transactions.

Criteria: A good internal control contemplates an adequate segregation of duties so that no one individual handles a transaction from inception to completion.

Condition: A position prepares invoices, monitors accounts receivable, has access to cash and checks, prepares journal entries to the general ledger and reconciles the bank statements.

Cause: The District has not segregated access to cash and checks from invoicing, general ledger access, and reconciling.

Effect: Misappropriations of assets or errors could occur and not be detected in a timely manner.

(Continued)

Context: The deficiency is over cash and checks collected by the District at the Administration Center.

Identification as a repeat finding: This is not a repeat finding.

Recommendation: The position responsible for collecting receipts or with access to cash and checks should be segregated from general ledger access and reconciling accounts. Specifically, at the Administration Center, cash or checks should be receipted and prepared for deposit by a position without access to billing or to posting the transactions or reconciling bank accounts.

Response and Corrective Action Plan: The District will review current processes and realign duties and system access levels to improve internal controls within the design of the receipt system.

2025-003

Finding: The District has insufficient segregation of duties over payroll transactions.

Criteria: A good internal control contemplates an adequate segregation of duties so that no one individual handles a transaction from inception to completion.

Condition: The payroll position has edit access to the payroll system and is responsible for uploading and submitting the payroll direct deposit advice to the financial institution. The position responsible for reconciling the payroll account does not have access to the payroll reports generated from the payroll system.

Cause: The District has not set up a secondary approval of the payroll direct deposit advice with the financial institution.

Effect: Misappropriations of assets or errors could occur and not be detected in a timely manner.

Context: The deficiency is over the payroll payment process.

Identification as a repeat finding: This is not a repeat finding.

Recommendation: The payroll position should submit the payroll direct deposit file to the financial institution. Payroll reports including the Direct Deposit Advice Report and the payroll register with totals of payroll liabilities should be forwarded to the Assistant Finance Director or the Finance Director. The Assistant Finance Director or the Finance Director should compare the total of the Direct Deposit Advice Report and scan it for unusual amounts and approve the DDA at the financial institution. During the reconciliation process, the Assistant Finance Director should compare amounts on the payroll register to payroll liabilities clearing the bank.

Response and Corrective Action Plan: The District will review current processes and realign duties and system access levels to improve internal controls within the design of the receipt system.

2025-004

Finding: The District has insufficient segregation of duties over the cash disbursement function.

Criteria: A properly designed system of internal control over financial reporting requires entities to initiate, authorize, record, process and report financial data reliably in accordance with accounting principles generally accepted in the United States of America.

Condition: One position has the responsibility and access rights to set up new vendors or edit current vendors in the system, receive invoices, enter invoices into the system to be paid, print checks and mails and electronically files the checks.

Cause: Access rights are not limited in the cash disbursement cycle. Check sequence is not tracked by another employee.

(Continued)

Effect: Misappropriations of assets or errors could not occur and not be detected in a timely basis.

Context: The deficiency is over the non-payroll related disbursements of the District.

Identification as a repeat finding: This is a not repeat finding.

Recommendation: In general, authorization of new vendors, purchasing, entering invoices into the accounting system, and processing of checks should be segregated from each other. The following are recommendations to strengthen the District's internal control system:

- We recommend the District remove access to the vendor master file from the position processing checks.
- We recommend that check sequence be tracked by someone independent of the cash disbursement function such as the Director of Finance or Assistant Director of Finance to ensure all checks are appropriately approved and accounted for. Any gaps in sequence should be accounted for and investigated. The person accounting for check sequence should also ensure that all checks accounted for are listed on the Bills Listing sent to the Board for review each month, including any manual checks written between Board meetings or payroll deduction checks written on expenditure check stock.

Response and Corrective Action Plan: The District will look for ways to realign and reassign duties where possible.

Part III: Findings and Questioned Costs for Federal Awards

Instances of noncompliance:

2025-005

U.S. Department of Agriculture
Pass-Through Iowa Department of Education
Child Nutrition Cluster Programs:
10.553 School Breakfast Program
10.555 National School Lunch Program
10.555 Commodities- Department of Defense (Noncash)
10.555 Commodities (Noncash)
10.559 Summer Food Service Program for Children
10.582 Fresh Fruit and Vegetable Program
Federal Award Year: 2025

Finding: The District does not have a process to properly maintain documentation to support compliance with eligibility requirements within the federal program.

Criteria: The 2025 Office of Management and Budget Compliance Supplement states the following for Compliance Requirements-Eligibility – Direct Certification:

"Annual eligibility determinations may also be based on the child's household receiving benefits under the Supplemental Nutrition Assistance Program (SNAP), Food Distribution Program on the Indian Reservations (FDPIR), the Head Start Program, or under most circumstances, the Temporary Assistance for Needy Families (TANF) program. A household may furnish documentation of its participation in one of these programs; or the school… may obtain the information directly from the state or local agency that administers these programs."

(Continued)

The Iowa Department of Education's Eligibility Manual for School Meals states:

"LEAs must keep direct certification documentation on file for a minimum of three years after submission of the final claim for reimbursement for the fiscal year to which the records apply. Documentation must be kept longer if required by an audit. If audit findings have not been resolved, the applications must be retained as long as required for resolution of the issues raised by the audit [7 CFR 245.6(e)."

Condition: The District does not have a process to retain monthly data used in determining eligibility for free and reduced priced meals from the State E Look up system for direct certification statuses. The District does not have documentation readily available that was used in determining eligibility for free and reduced priced meals from the State E Look up system for direct certification statuses.

Context: The District could not produce documentation of state certification for 3 out of 25 students selected for eligibility testing. They were all subsequently determined to be eligible by utilizing the State E Look up system, however, the District did not retain the original documentation to support eligibility.

Cause: The District does not monitor compliance with eligibility recordkeeping rules as established by the Iowa Department of Education and the Office of Management and Budget.

Effect: The District does not have adequate documentation to ensure compliance with federal requirements regarding eligibility recordkeeping. The District could incorrectly identify students for free and reduced-price lunches.

Identification as a Repeat Finding: This is not a repeat finding.

Recommendation: We recommend the District implement a process to review and to retain records used in determining eligibility for the required period of time.

Response and Corrective Action Plan: The District will implement a process to review and retain records used in determining eligibility as outlined by the Iowa Department of Education and Office of Management and Budget.

Internal control deficiencies:

No matters were reported.

Part IV: Other Findings Related to Statutory Reporting

IV-A-25
Certified Budget –

Finding: Expenditures for the year ended June 30, 2025, exceeded the amounts budgeted at year-end for the other expenditures function.

Recommendation: The function was exceeded due to the timing of debt payments. In the future, the certified budget should be amended in accordance with Chapter 24.9 of the Code of Iowa before expenditures were allowed to exceed the budget.

Response and Corrective Action Plan: The District will amend future budgets in sufficient amounts to ensure the certified budget is not exceeded.

Conclusion: Response accepted.
(Continued)

IV-B-25
Questionable Expenditures – No expenditures were noted that we believe may not meet the requirements of public purpose as defined in an Attorney Generals opinion dated April 29, 1979.

IV-C-25
Travel Expense – No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.

IV-D-25
Business Transactions – No business transactions between the District and District officials or employees were noted.

IV-E-25
Restricted Donor Activity – No transactions were noted between the District, District officials or District employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.

IV-F-25
Bond Coverage – Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to insure that the coverage is adequate for current operations.

IV-G-25
Board Minutes – No transactions requiring Board approval which had not been approved by the Board were noted.

IV-H-25
Certified Enrollment –

Finding: The District identified variances in certified enrollment submitted to the state in October 2024.

Recommendation: We recommend the District review certified enrollment data for accuracy prior to submission to the state.

Response and Corrective Action Plan: The District will continue to review data prior to submission.

Conclusion: Response accepted.

IV-I-25
Supplementary Weighting-

Finding: The District identified variances in supplementary weighting submitted to the state in October 2024.

Recommendation: We recommend the District review supplementary weighting data for accuracy prior to submission to the state.

Response and Corrective Action Plan: The District will continue to review data prior to submission.

Conclusion: Response accepted.

(Continued)

IV-J-25
Deposits and Investments – No instances of noncompliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the District's investment policy were noted.

IV-K-25
Certified Annual Report – The Certified Annual Report was certified timely to the Iowa Department of Education.

IV-L-25
Categorical Funding – No instances were noted of categorical funding being used to supplant rather than supplement other funds.

IV-M-25

Statewide Sales and Services Tax – No instances of noncompliance with the use of the statewide sales and services tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted. Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales and services tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2025, the District reported the following information regarding the statewide sales and services tax revenue in the District's CAR.

Beginning balance		$ 2,644,164
Revenue / transfers in:		
Statewide sales and services tax revenue	$ 5,227,939	
Other	71,578	5,299,517
Expenditures/transfers out:		
School infrastructure:		
Buildings and improvements	3,196,891	
Transfers out	3,468,985	6,665,876
Ending balance		$ 1,277,805

For the year ended June 30, 2025, the District did not reduce tax levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa.

THIS PAGE INTENTIONALLY LEFT BLANK

Bettendorf Community School District
3311 18th St.| Bettendorf, IA 52722
(563) 359-3681 | Fax: (563) 359-3685
bettendorf.k12.ia.us

Dr. Michelle Morse, Superintendent

Bettendorf Community School District

Corrective Action Plan
Year Ended June 30, 2025

Findings	Corrective Action Plan	Contact and Anticipated Date of Completion
Findings Related to the Basic Financial Statements:		
Noncompliance:		
2025-001: The District did not complete the June 30, 2024 single audit within 9 months of the June 30, 2024 year-end.	See response and corrective action plan at 2025-001.	Tyler Reedy June 30, 2026
Significant Deficiencies:		
2025-002: The District has insufficient segregation of duties over receipt transactions.	See response and corrective action plan at 2025-002.	Tyler Reedy June 30, 2026
2025-003: The District has insufficient segregation of duties over payroll transactions.	See response and corrective action plan at 2025-003.	Tyler Reedy June 30, 2026
2025-004: The District has insufficient segregation of duties over the cash disbursement function.	See response and corrective action plan at 2025-004.	Tyler Reedy June 30, 2026
Findings Related to Federal Awards		
Noncompliance:		
2025-004: The District does not have a process to properly maintain documentation to support compliance with eligibility requirements within the federal program.	See response and corrective action plan at 2025-004.	Tyler Reedy June 30, 2026
Other Findings Related to Required Statutory Reporting:		
IV-A-25: Expenditures for the year ended June 30, 2025 exceeded the amounts budgeted at year-end for the other expenditures function.	See response and corrective action plan at IV-A-25	Tyler Reedy June 30, 2026
IV-H-25: The District identified variances in certified enrollment submitted to the state in October 2024.	See response and corrective action plan at IV-H-25	Tyler Reedy June 30, 2026
IV-I-25: The District identified variances in supplementary weighting submitted to the state in October 2024.	See response and corrective action plan at IV-I-25	Tyler Reedy June 30, 2026

APPENDIX E – FORM OF ISSUE PRICE CERTIFICATES

[FORM OF ISSUE PRICE CERTIFICATE TO BE USED IF COMPETITIVE SALE REQUIREMENTS ARE MET]

BETTENDORF COMMUNITY SCHOOL DISTRICT
$_____ SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS, SERIES 2026
ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER] ("Purchaser"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds").

1. Reasonably Expected Initial Offering Price.

a. As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by Purchaser are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Bonds used by Purchaser in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by Purchaser to purchase the Bonds.

b. Purchaser was not given the opportunity to review other bids prior to submitting its bid.

c. The bid submitted by Purchaser constituted a firm offer to purchase the Bonds.

2. Defined Terms.

a. Maturity means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

b. Public means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

c. Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is August 12, 2026.

d. Underwriter means (i) the Purchaser or any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents Purchaser's interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bond Counsel in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER]

By:

Name:

Dated: [ISSUE DATE]

SCHEDULE A
EXPECTED OFFERING PRICES
(Attached)

SCHEDULE B
COPY OF UNDERWRITER'S BID
(Attached)

[FORM OF ISSUE PRICE CERTIFICATE TO BE USED IF COMPETITIVE SALE REQUIREMENTS ARE NOT MET]
BETTENDORF COMMUNITY SCHOOL DISTRICT
$_______ SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS, SERIES 2026

ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] (["Purchaser")][the "Representative")][, on behalf of itself and [NAMES OF OTHER UNDERWRITERS] (together, the "Underwriting Group"),] hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the "Bonds").

1. Sale of the General Rule Maturities. As of the date of this certificate, for each Maturity of the General Rule Maturities, the first price at which at least 10% of such Maturity was sold to the Public is the respective price listed in Schedule A.

2. Initial Offering Price of the Hold-the-Offering-Price Maturities.

a. [Purchaser][The Underwriting Group] offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in Schedule A (the "Initial Offering Prices") on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as Schedule B.

b. As set forth in the Official Terms of Offering and bid award, [Purchaser][the members of the Underwriting Group] [has][have] agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, [it][they] would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the "hold-the-offering-price rule"), and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is a party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no Underwriter (as defined below) has offered or sold any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity of the Bonds during the Holding Period.

3. Defined Terms.

a. General Rule Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "General Rule Maturities."

b. Hold-the-Offering-Price Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "Hold-the-Offering-Price Maturities."

c. Holding Period means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date (August 19, 2026), or (ii) the date on which [Purchaser][the Underwriters] [has][have] sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.

d. Issuer means Bettendorf Community School District.

e. Maturity means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

f. Public means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

g. Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is August 12, 2026.

h. Underwriter means (i) the Purchaser or any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [the Purchaser's][the Representative's] interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bond Counsel in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER][REPRESENTATIVE]

By:

Name:

Dated: [ISSUE DATE]

SCHEDULE A

SALE PRICES OF THE GENERAL RULE MATURITIES AND
INITIAL OFFERING PRICES OF THE HOLD-THE-OFFERING-PRICE MATURITIES

(Attached)

SCHEDULE B
PRICING WIRE OR EQUIVALENT COMMUNICATION