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STATE OF IOWA

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Independent Auditor's Report

Mark Braun, Executive Director  
Board of Regents, State of Iowa:

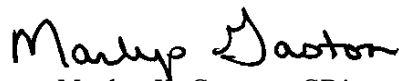
I, Marlys Gaston, Deputy Auditor of State, State of Iowa, do hereby depose and certify that I am not in the regular employ of the Board of Regents (State of Iowa) or of Iowa State University of Science and Technology.

We have audited the accompanying Schedule of Debt Service and Coverage (Schedule) for Iowa State University of Science and Technology as of December 7, 2021 for the Athletic Facilities Revenue Bonds Series I.S.U. 2015, dated March 1, 2015; Athletic Facilities Revenue Refunding Bonds Series I.S.U. 2015A, dated April 1, 2015; Athletic Facilities Revenue Refunding Bonds Series I.S.U. 2017, dated October 1, 2017; and Athletic Facilities Revenue Bonds Series I.S.U. 2020, dated March 1, 2020 (the "Parity Bonds") and for the Athletic Facilities Revenue Refunding Bonds Series I.S.U. 2021, which are scheduled for settlement (the "Bonds") prepared pursuant to the Parity Bonds section of the resolutions adopted by the Board of Regents, State of Iowa authorizing the Bonds (the "Resolution"). The Schedule is the responsibility of Iowa State University of Science and Technology's management. Our responsibility is to express an opinion on the Schedule based on our audit.

We conducted our audit of the Schedule in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule. We believe our audit provides a reasonable basis for our opinion.

In our opinion, the accompanying Schedule has been prepared in accordance with the Parity Bond section of the Resolution adopted by the Board of Regents, State of Iowa authorizing the Bonds and Iowa State University of Science and Technology is in compliance with the requirement that the aggregate Net Revenues of the Athletic Facilities System (as defined in the Parity Bond Resolution) collected by Iowa State University of Science and Technology during the year ended June 30, 2020 is equal to at least 125% of the maximum amount for both principal and interest that will become due in any fiscal year during the life of (a) the Parity Bonds outstanding as of December 7, 2021, and (b) the Athletic Facilities Revenue Refunding Bonds, Series I.S.U. 2021, which are scheduled for settlement pursuant to the resolution adopted by the Board of Regents, State of Iowa dated November 4, 2021.

This report is solely for the information and use of the Board of Regents, State of Iowa, management of Iowa State University of Science and Technology and Ahlers & Cooney, P.C., and should not be used for any other purpose.

  
Marlys K. Gaston, CPA  
Deputy Auditor of State

December 7, 2021

**IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY  
ATHLETIC FACILITIES REVENUE REFUNDING BONDS**

**Schedule of Debt Service and Coverage**

| Fiscal<br>Year<br>Ending<br>June 30, | The Bonds            |                               | Debt  | Total Debt<br>Service | Coverage to<br>Fiscal Year 2020<br>Net Revenues (c) |
|--------------------------------------|----------------------|-------------------------------|---|-----------------------|---|
|                                      | Principal            | Principal and<br>Interest (a) | Service on<br>Outstanding<br>Parity Bonds (b) |                       |   |
| 2022                                 | \$ -                 | 336,525                       | 7,468,964                                     | 7,805,489             | 2.05  |
| 2023                                 | -                    | 576,900                       | 7,187,039                                     | 7,763,939             | 2.06  |
| 2024                                 | 305,000              | 881,900                       | 7,183,989                                     | 8,065,889             | 1.98  |
| 2025                                 | 915,000              | 1,476,650                     | 7,183,839                                     | 8,660,489             | 1.84  |
| 2026                                 | 965,000              | 1,480,900                     | 7,182,489                                     | 8,663,389             | 1.84  |
| 2027                                 | 1,010,000            | 1,477,650                     | 7,182,519                                     | 8,660,169             | 1.84  |
| 2028                                 | 1,065,000            | 1,482,150                     | 7,186,319                                     | 8,668,469             | 1.84  |
| 2029                                 | 1,130,000            | 1,493,900                     | 7,191,094                                     | 8,684,994             | 1.84  |
| 2030                                 | 1,190,000            | 1,497,400                     | 7,190,244                                     | 8,687,644             | 1.84  |
| 2031                                 | 1,255,000            | 1,502,900                     | 7,193,363                                     | 8,696,263             | 1.84  |
| 2032                                 | 1,335,000            | 1,520,150                     | 7,191,044                                     | 8,711,194             | 1.83  |
| 2033                                 | 1,380,000            | 1,525,100                     | 7,196,269                                     | 8,721,369             | 1.83  |
| 2034                                 | 1,410,000            | 1,527,500                     | 5,818,638                                     | 7,346,138             | 2.18  |
| 2035                                 | 1,450,000            | 1,539,300                     | 5,815,788                                     | 7,355,088             | 2.17  |
| 2036                                 | 1,490,000            | 1,550,300                     | 5,825,974                                     | 7,376,274             | 2.17  |
| 2037                                 | 1,525,000            | 1,555,500                     | 5,833,512                                     | 7,389,012             | 2.16  |
| 2038                                 | -                    | -                             | 5,840,524                                     | 5,840,524             | 2.74  |
| 2039                                 | -                    | -                             | 5,848,862                                     | 5,848,862             | 2.73  |
| 2040                                 | -                    | -                             | 5,851,474                                     | 5,851,474             | 2.73  |
| <b>Total</b>                         | <b>\$ 16,425,000</b> | <b>21,424,725</b>             | <b>127,371,944</b>                            | <b>148,796,669</b>    |   |

(a) Includes the bond principal and interest at a TIC rate of 1.6463925%.

(b) Excludes Series I.S.U. 2021 Athletic Facilities Revenue Refunding Bonds. As of December 7, 2021, the outstanding principal of the parity bonds is in the aggregate amount of \$97,985,000 and excludes the outstanding principal in the amount of \$18,430,000 of Series I.S.U. 2012 Athletic Facility Revenue Bonds.

|  |                      |
|--|----------------------|
| (c) Fiscal Year 2020 Net Revenues:       |                      |
| Operating revenues                       | \$ 18,672,618        |
| Operating expenses before depreciation   | <u>(3,261,619)</u>   |
| Operating income before depreciation     | 15,410,999           |
| Add: Investment income                   | 566,955              |
| Add: Beginning Cash Balance, System Fund | -                    |
| Net Revenues                             | <u>\$ 15,977,954</u> |