

SECTION 2 [Sections 2 through 5 must be completed for each redevelopment project area listed in Section 1.]

Name of Redevelopment Project Area:	Bethany Property
Primary Use of Redevelopment Project Area*:	Residential
If "Combination/Mixed" List Component Types:	
Under which section of the Illinois Municipal Code was Redevelopment Project Area designated? (check one):	
Tax Increment Allocation Redevelopment Act <input checked="" type="checkbox"/>	Industrial Jobs Recovery Law _____

	No	Yes
Were there any amendments to the redevelopment plan, the redevelopment project area, or the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (1) and 5/11-74.6-22 (d) (1)] If yes, please enclose the amendment labeled Attachment A	X	
Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)] Please enclose the CEO Certification labeled Attachment B		X
Opinion of legal counsel that municipality is in compliance with the Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)] Please enclose the Legal Counsel Opinion labeled Attachment C		X
Were there any activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented in the preceding fiscal year and a description of the activities undertaken? [65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)] If yes, please enclose the Activities Statement labeled Attachment D	X	
Were any agreements entered into by the municipality with regard to the disposition or redevelopment of any property within the redevelopment project area or the area within the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (7) (C) and 5/11-74.6-22 (d) (7) (C)] If yes, please enclose the Agreement(s) labeled Attachment E	X	
Is there additional information on the use of all funds received under this Division and steps taken by the municipality to achieve the objectives of the redevelopment plan? [65 ILCS 5/11-74.4-5 (d) (7) (D) and 5/11-74.6-22 (d) (7) (D)] If yes, please enclose the Additional Information labeled Attachment F	X	
Did the municipality's TIF advisors or consultants enter into contracts with entities or persons that have received or are receiving payments financed by tax increment revenues produced by the same TIF? [65 ILCS 5/11-74.4-5 (d) (7) (E) and 5/11-74.6-22 (d) (7) (E)] If yes, please enclose the contract(s) or description of the contract(s) labeled Attachment G	X	
Were there any reports or meeting minutes submitted to the municipality by the joint review board? [65 ILCS 5/11-74.4-5 (d) (7) (F) and 5/11-74.6-22 (d) (7) (F)] If yes, please enclose the Joint Review Board Report labeled Attachment H		X
Were any obligations issued by municipality? [65 ILCS 5/11-74.4-5 (d) (8) (A) and 5/11-74.6-22 (d) (8) (A)] If yes, please enclose the Official Statement labeled Attachment I	X	
Was analysis prepared by a financial advisor or underwriter setting forth the nature and term of obligation and projected debt service including required reserves and debt coverage? [65 ILCS 5/11-74.4-5 (d) (8) (B) and 5/11-74.6-22 (d) (8) (B)] If yes, please enclose the Analysis labeled Attachment J	X	
Cumulatively, have deposits equal or greater than \$100,000 been made into the special tax allocation fund? 65 ILCS 5/11-74.4-5 (d) (2) and 5/11-74.6-22 (d) (2) If yes, please enclose Audited financial statements of the special tax allocation fund labeled Attachment K		X
Cumulatively, have deposits of incremental revenue equal to or greater than \$100,000 been made into the special tax allocation fund? [65 ILCS 5/11-74.4-5 (d) (9) and 5/11-74.6-22 (d) (9)] If yes, please enclose a certified letter statement reviewing compliance with the Act labeled Attachment L		X
A list of all intergovernmental agreements in effect in FY 2010, to which the municipality is a part, and an accounting of any money transferred or received by the municipality during that fiscal year pursuant to those intergovernmental agreements. [65 ILCS 5/11-74.4-5 (d) (10)] If yes, please enclose list only of the intergovernmental agreements labeled Attachment M	X	

* Types include: Central Business District, Retail, Other Commercial, Industrial, Residential, and Combination/Mixed.

SECTION 3.1 - (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))

Provide an analysis of the special tax allocation fund.

Reporting Year	Cumulative
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Fund Balance at Beginning of Reporting Period

\$ 74,804.00

Revenue/Cash Receipts Deposited in Fund During Reporting FY:

			% of Total
Property Tax Increment	\$ 204,542	\$ 477,133	100%
State Sales Tax Increment			0%
Local Sales Tax Increment			0%
State Utility Tax Increment			0%
Local Utility Tax Increment			0%
Interest	\$ 70	\$ 1,811	0%
Land/Building Sale Proceeds			0%
Bond Proceeds			0%
Transfers from Municipal Sources			0%
Private Sources			0%
Other (identify source _____; if multiple other sources, attach schedule)			0%

Total Amount Deposited in Special Tax Allocation Fund During Reporting Period

\$ 204,612

Cumulative Total Revenues/Cash Receipts

\$ 478,944 100%

Total Expenditures/Cash Disbursements (Carried forward from Section 3.2)

\$ 145,588.00

Distribution of Surplus

Total Expenditures/Disbursements

\$ 145,588

NET INCOME/CASH RECEIPTS OVER/(UNDER) CASH DISBURSEMENTS

\$ 59,024

FUND BALANCE, END OF REPORTING PERIOD

\$ 133,828

- if there is a positive fund balance at the end of the reporting period, you must complete Section 3.3

SECTION 3.2 A- (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))
ITEMIZED LIST OF ALL EXPENDITURES FROM THE SPECIAL TAX ALLOCATION FUND
 (by category of permissible redevelopment cost, amounts expended during reporting period)

FOR AMOUNTS >\$10,000 SECTION 3.2 B MUST BE COMPLETED

Category of Permissible Redevelopment Cost [65 ILCS 5/11-74.4-3 (q) and 65 ILCS 5/11-74.6-10 (o)]

		Reporting Fiscal Year
1. Costs of studies, administration and professional services—Subsections (q)(1) and (o) (1)		
		\$ -
2. Cost of marketing sites—Subsections (q)(1.6) and (o)(1.6)		
		\$ -
3. Property assembly, demolition, site preparation and environmental site improvement costs. Subsection (q)(2), (o)(2) and (o)(3)		
		\$ -
4. Costs of rehabilitation, reconstruction, repair or remodeling and replacement of existing public buildings. Subsection (q)(3) and (o)(4)		
Rebate on Property Taxes	145,588	
		\$ 145,588
5. Costs of construction of public works and improvements. Subsection (q)(4) and (o)(5)		
		\$ -
6. Costs of removing contaminants required by environmental laws or rules (o)(6) - Industrial Jobs Recovery TIFs ONLY		
		\$ -

SECTION 3.3 - (65 ILCS 5/11-74.4-5 (d) (5) 65 ILCS 11-74.6-22 (d) (5))
 Breakdown of the Balance in the Special Tax Allocation Fund At the End of the Reporting Period
 (65 ILCS 5/11-74.4-5 (d) (5) (D) and 65 ILCS 5/11-74.6-22 (d) (5) (D))

FUND BALANCE, END OF REPORTING PERIOD

	Amount of Original Issuance	Amount Designated
1. Description of Debt Obligations		

Total Amount Designated for Obligations \$ -

2. Description of Project Costs to be Paid		
Due to Developer		\$ 133,828

Total Amount Designated for Project Costs \$ 133,828

TOTAL AMOUNT DESIGNATED \$ 133,828

SURPLUS*/(DEFICIT) \$ (133,828)

* NOTE: If a surplus is calculated, the municipality may be required to repay the amount to overlapping taxing

SECTION 4 [65 ILCS 5/11-74.4-5 (d) (6) and 65 ILCS 5/11-74.6-22 (d) (6)]

Provide a description of all property purchased by the municipality during the reporting fiscal year within the redevelopment project area.

No property was acquired by the Municipality Within the Redevelopment Project Area

Property Acquired by the Municipality Within the Redevelopment Project Area

Property (1):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (2):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (3):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (4):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

SECTION 5 - 65 ILCS 5/11-74.4-5 (d) (7) (G) and 65 ILCS 5/11-74.6-22 (d) (7) (G)

Please include a brief description of each project.

_____ **No Projects Were Undertaken by the Municipality Within the Redevelopment Project Area**

	11/1/99 to Date	Estimated Investment for Subsequent Fiscal Year	Total Estimated to Complete Project
TOTAL:			
Private Investment Undertaken (See Instructions)	\$ -	\$ -	\$ 10,592,237
Public Investment Undertaken		\$ -	\$ 1,371,800
Ratio of Private/Public Investment	0		7 44/61
Project 1:			
Private Investment Undertaken (See Instructions)			\$ 10,592,237
Public Investment Undertaken			\$ 1,371,800
Ratio of Private/Public Investment	0		7 7/10
Project 2:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 3:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 4:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 5:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 6:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 7:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 8:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 9:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 10:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 11:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 12:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 13:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 14:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 15:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 16:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 17:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 18:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 19:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 20:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 21:			
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Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 22:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 23:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 24:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

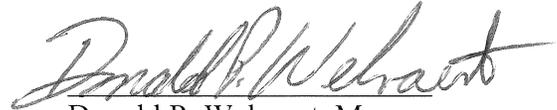
Project 25:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

ATTACHMENT "B"

TIF 1 - 6
Certification of Chief Executive Officer

I, Donald P. Welvaert, am the duly elected Chief Executive Officer of the City of Moline, County of Rock Island, State of Illinois, and as such do hereby certify that the City of Moline has complied with all requirements pertaining to the Tax Increment Financing Redevelopment Act during fiscal year 2010 (January 1st - December 31st).

9/26/11
Date


Donald P. Welvaert, Mayor

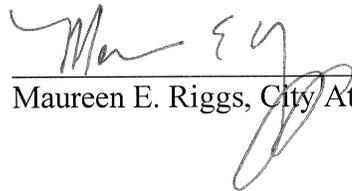
ATTACHMENT "C"

TIF 1 - 6
OPINION OF LEGAL COUNSEL

I, Maureen E. Riggs, am the City Attorney for the City of Moline, Illinois.

I have received all information provided to me by the city administration, and based on that information, I believe that the City of Moline has conformed to all applicable requirements of the Tax Increment Redevelopment Allocation Act (found generally at 65 ILCS 5/11-74.4-1, et seq.) set forth thereunder to the best of my knowledge and belief for fiscal year 2010 (January 1st - December 31st) with the exception of the current configuration of TIF #2 as explained in Attachment "D."

9/23/11
Date


Maureen E. Riggs, City Attorney

TIF 1 - 5
JOINT REVIEW BOARD REPORT

The Joint Review Board met August 31, 2010 to review 2009 activity for TIF 1 - 5.

Joint Review Board Meeting

TIF 1-5 Review for 2009

Committee-of-the- Whole

August 31, 2010 9:00 AM

Minutes

Present:

Dave Hendrickx (Moline Township)
Dave McDermott (Moline School District #40)
Kathy Carr (City of Moline)
Patrick Burke (City of Moline)
Ray Forsythe (City of Moline)
Lew Steinbrecher (City of Moline)

Patrick Burke reviewed the 2009 financial status and activity for each TIF district. TIF #1 had a fund balance deficit of \$6,215,003. The total itemized expenditures were \$5,008,415. Debt obligations were \$31,136,380. The base EAV in 1986 was \$27,361,607. The 2009 EAV was \$49,530,739.

TIF #2 fund balance deficit was \$591,130. The total itemized expenditures were \$240,425. Debt obligations were \$2,622,270. The base EAV in 1998 was \$49,818. The 2009 EAV was \$2,096,982.

TIF #3 fund balance was \$10,188. The total itemized expenditures were \$48,167. There were no debt obligations. The base EAV in 2004 was \$376,088. The 2009 EAV was \$925,225.

TIF #4 fund balance was \$74,804. The total itemized expenditures were \$206,440. There were no debt obligations. The base EAV in 2005 was \$101,494. The EAV in 2009 was \$2,545,340. The EAV is expected to decline next year as the home values in the project have fallen by up to 36%.

TIF #5 was created February 10. There was no financial activity to report other than the base EAV is \$0.

TIF projects were discussed.

The first building for the Western Illinois University campus is under construction. The \$15 million project will house the College of Business Technology and the School of Engineering. The first building will be completed August 2011 with classes beginning fall of 2011. WIU has received \$4 million for architectural and engineering for phase II. Phase II will be a \$60 million project that will house the College of Arts and Sciences, Education and Human Services, and Fine Arts and Communication. Phase II construction will begin after the first building has been completed.

RiverTech Boulevard behind WIU and the streetscaping around WIU will move forward without the portion funded by the EDA grant as the grant has not been awarded yet. The bid letting will occur in September, 2010. The streetscaping will cost approximately \$940,000.

The City is negotiating with Heart of America to develop e3, the mixed use project adjacent to the future WIU campus. Heart of America is securing tenants. A development agreement has not been finalized.

The City has signed a term sheet with a Wisconsin developer for the FlexTech space. The developer is considering 30,000 – 50,000 sf of research/office space.

Gorman & Company received the final piece of funding from the IL Housing Development Authority for Enterprise Lofts. Construction on the \$12 million, 69 unit affordable housing project may begin October, 2010.

The final plat for the Kone Tower project was recorded September, 2010. The city will sell the lot to Financial District Properties KP, LLC/Rodney Blackwell September 15. The developer wants to renegotiate the development agreement in order to secure financing for the project.

The City has applied for two federal grants in regard to the Amtrak station totaling \$18 million. The City will be notified by the end of September, 2010 whether the grant applications were successful. The City has bought the former Sears warehouse building for \$933,000 and has an option to purchase the Moline Automotive for \$350,000 as a portion of the City's match toward this project.

Once the IL EPA approves of the asbestos remediation, demolition of the former nurses' dormitory at One Moline Place will occur. The timeframe of the demolition is unknown. Demolition will take approximately 60 – 80 days. After demolition occurs, the city will take possession and begin negotiating with developers. Approximately 80 residential units are planned

ATTACHMENT "K"

TIF 1 - 5
AUDITED FINANCIAL STATEMENTS

City of Moline, Illinois

Balance Sheet
Governmental Funds
December 31, 2010

Assets	Primary Government			
	General	Park	Tax Increment Financing #1	Debt Service
Cash and cash equivalents	\$ 1,047,107	\$ 681,065	\$ -	\$ 34
Investments	3,788,973	-	-	-
Receivables:				
Property taxes	8,039,235	2,710,400	3,136,423	-
Accounts, net of allowance for collection losses of \$822,777	1,679,749	24,703	-	-
Accrued interest	-	-	418	-
Loans	-	-	994,171	7,008,036
Other taxes	5,550,349	-	104,820	-
Due from other governmental units	145,077	37,924	-	-
Due from other funds	1,234,434	126	-	50,000
Inventories	5,417	-	-	-
Prepaid items	-	10,513	-	-
Interfund advances	3,794,898	-	-	-
Total assets	\$ 25,285,239	\$ 3,464,731	\$ 4,235,832	\$ 7,058,070
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 359,637	\$ 24,919	\$ 63,844	\$ -
Accrued expenses	801,592	20,558	7,232	-
Due to other funds	43,479	428,540	-	-
Due to other governments	-	-	50,000	-
Deferred and unearned revenue	9,925,467	2,594,680	3,739,786	-
Deposits	46,283	1,100	9,319	-
Line of credit	-	-	-	7,007,951
Interfund advances	-	-	6,996,120	-
Total liabilities	11,176,458	3,069,797	10,866,301	7,007,951
Fund balances (deficits):				
Reserved for:				
Inventories	5,417	-	-	-
Prepaid items	-	10,513	-	-
Loans	-	-	-	7,008,036
Advances	3,794,898	-	-	-
Unreserved, reported in:				
General Fund	10,308,466	-	-	-
Special revenue funds	-	384,421	(6,630,469)	-
Debt Service Fund	-	-	-	(6,957,917)
Capital Projects Fund	-	-	-	-
Total fund balances (deficits)	14,108,781	394,934	(6,630,469)	50,119
Total liabilities and fund balances	\$ 25,285,239	\$ 3,464,731	\$ 4,235,832	\$ 7,058,070

See Notes to Basic Financial Statements.

City of Moline, Illinois

Statement of Revenues, Expenditures and Changes In Fund Balances (Deficits)

Governmental Funds

Year Ended December 31, 2010

	Primary Government			
	General	Park	Tax Increment Financing #1	Debt Service
Revenues:				
Taxes	\$ 30,156,238	\$ 2,783,829	\$ 3,204,559	\$ -
Licenses and permits	778,997	-	-	-
Intergovernmental	527,605	237,301	-	-
Charges for services	4,529,362	869,023	51,935	-
Fines and forfeitures	365,188	-	-	-
Use of money and property	75,334	115,803	117,480	122
Contributions	-	3,588	-	-
Miscellaneous	378,683	1,127	-	416,345
Total revenues	36,811,407	4,010,671	3,373,974	416,467
Expenditures:				
Current:				
General government	2,433,339	-	-	-
Public safety	24,564,811	-	-	-
Public works	8,635,975	-	-	-
Economic development	1,332,974	-	558,247	-
Culture and recreation	-	3,621,254	-	-
Libraries	-	-	-	-
Capital outlay	108,201	211,931	981,233	-
Debt Service:				
Principal	-	-	-	11,769,437
Interest and fiscal agent fees	-	-	1,600	3,443,798
Total expenditures	37,075,300	3,833,185	1,541,080	15,213,235
Excess (deficiency) of revenues over expenditures	(263,893)	177,486	1,832,894	(14,796,768)
Other financing sources (uses):				
Transfers in	273,769	140,126	100,000	7,346,887
Transfers out	(311,290)	-	(2,348,360)	-
Proceeds from sale of capital assets	11,285	-	-	-
Total other financing sources (uses)	(26,236)	140,126	(2,248,360)	7,346,887
Net change in fund balances	(290,129)	317,612	(415,466)	(7,449,881)
Fund balances (deficits), beginning of year	14,398,910	77,322	(6,215,003)	7,500,000
Fund balances (deficits), end of year	\$ 14,108,781	\$ 394,934	\$ (6,630,469)	\$ 50,119

See Notes to Basic Financial Statements.

City of Moline, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
December 31, 2010

	Special Revenue			
	Tax Increment Financing #2	Tax Increment Financing #6	Tax Increment Financing #3	Tax Increment Financing #4
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ 946	\$ 25,031
Investments	-	-	-	-
Receivables:				
Property taxes	193,413	-	54,010	294,568
Accounts, net of allowance for collection losses of none	-	-	-	-
Accrued interest	-	-	-	-
Loans	-	-	-	-
Other taxes	-	-	-	-
Due from other governmental units	-	-	-	-
Due from other funds	-	-	-	-
Interfund advances	-	-	-	7,000
Total assets	\$ 193,413	\$ -	\$ 54,956	\$ 326,599
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued expenses	-	-	89	-
Due to other funds	669,000	35,221	-	-
Deferred revenue	193,413	-	53,728	192,771
Deposits	-	-	-	-
Total liabilities	862,413	35,221	53,817	192,771
Fund balances (deficits):				
Reserved for:				
Loans	-	-	-	-
Advances	-	-	-	7,000
Unreserved, undesignated	(669,000)	(35,221)	1,139	126,828
Total fund balances (deficits)	(669,000)	(35,221)	1,139	133,828
Total liabilities and fund balances	\$ 193,413	\$ -	\$ 54,956	\$ 326,599

(Continued)

City of Moline, Illinois

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
Nonmajor Governmental Funds (Continued)
Year Ended December 31, 2010**

	Special Revenue			
	Tax Increment Financing #2	Tax Increment Financing #6	Tax Increment Financing #3	Tax Increment Financing #4
Revenues:				
Taxes	\$ 161,119	\$ -	\$ 51,845	\$ 204,542
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	61	-	18	70
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	161,180	-	51,863	204,612
Expenditures:				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Economic development	200	6,204	60,912	145,588
Culture and recreation	-	-	-	-
Libraries	-	-	-	-
Capital outlay	-	-	-	-
Debt service, interest and fiscal charges	-	-	-	-
Total expenditures	200	6,204	60,912	145,588
Excess (deficiency) of revenues over expenditures	160,980	(6,204)	(9,049)	59,024
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(238,850)	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(238,850)	-	-	-
Net change in fund balances	(77,870)	(6,204)	(9,049)	59,024
Fund balances (deficits), beginning of year	(591,130)	(29,017)	10,188	74,804
Fund balances (deficits), end of year	<u>\$ (669,000)</u>	<u>\$ (35,221)</u>	<u>\$ 1,139</u>	<u>\$ 133,828</u>

(Continued)

Special Revenue				
NSP2 Grant Fund	Tax Increment Financing #5	Capital Projects	Totals	
\$ -	\$ -	\$ 1,076	\$	1,794,594
-	-	336,146		2,168,927
-	-	-		5,067,103
-	-	-		2,017
-	-	13,432		28,145
-	-	-		143,426
-	-	1,401,756		1,680,206
173,844	-	-		664,035
-	-	1,209,366		2,180,570
-	-	226,000		1,418,000
<u>\$ 173,844</u>	<u>\$ -</u>	<u>\$ 3,187,776</u>	<u>\$</u>	<u>15,147,023</u>
\$ 40,576	\$ -	\$ 27,990	\$	324,282
-	-	-		112,855
133,268	1,405	-		2,549,700
173,844	-	577,312		5,626,868
-	-	11,160		11,160
<u>347,688</u>	<u>1,405</u>	<u>616,462</u>		<u>8,624,865</u>
-	-	-		143,426
-	-	226,000		1,418,000
(173,844)	(1,405)	2,345,314		4,960,732
<u>(173,844)</u>	<u>(1,405)</u>	<u>2,571,314</u>		<u>6,522,158</u>
<u>\$ 173,844</u>	<u>\$ -</u>	<u>\$ 3,187,776</u>	<u>\$</u>	<u>15,147,023</u>

Special Revenue			
NSP2 Grant	Tax Increment Financing #5	Capital Projects	Totals
\$ -	\$ -	\$ 4,802,224	\$ 11,083,241
67,851	-	190,000	3,382,405
-	-	25,854	105,336
-	-	-	53,691
-	-	23,613	66,899
-	-	-	320,577
-	-	630	432,807
67,851	-	5,042,321	15,444,956
-	-	-	449,275
-	-	-	1,503,973
140,425	1,405	-	2,133,168
-	-	-	26,163
-	-	-	2,890,066
101,270	-	1,389,483	3,225,745
-	-	1,800	20,266
241,695	1,405	1,391,283	10,248,656
(173,844)	(1,405)	3,651,038	5,196,300
-	-	211,290	225,055
-	-	(4,210,037)	(5,426,187)
-	-	-	109,077
-	-	(3,998,747)	(5,092,055)
(173,844)	(1,405)	(347,709)	104,245
-	-	2,919,023	6,417,913
\$ (173,844)	\$ (1,405)	\$ 2,571,314	\$ 6,522,158

ATTACHMENT "L"

CERTIFIED AUDIT REPORT

Following is the Section "Q" compliance letter dated May 26, 2011 for fiscal year 2010.



**Independent Auditor's Report on
Compliance with Illinois Municipal Code
Subsection (Q) Section 11-74.4-3 of Public Act 85-1142**

To the Honorable Mayor and
Members of the City Council
City of Moline, Illinois
Moline, Illinois

We have audited the basic financial statements of the City of Moline, Illinois, as of and for the year ended December 31, 2010 and have issued our report thereon dated May 26, 2011. These financial statements are the responsibility of the City of Moline, Illinois' management. Our responsibility is to express an opinion on the eligibility of expenditures pursuant to subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act.

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

Compliance with laws, regulations, contracts and grants applicable to the City of Moline, Illinois is the responsibility of the City of Moline, Illinois' management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the City of Moline, Illinois' compliance with provisions of subsection (q) of Section 11-74.4-3 of Public Act 85-1142. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance with subsection (q) of Section 11-74.4-3 of Public Act 85-1142.

This report is intended for the information of the Mayor and City Council, management and appropriate regulatory or oversight agencies and is not intended to be and should not be used by anyone other than the specified parties.

McGladrey & Pullen, LLP

Davenport, Iowa
May 26, 2011