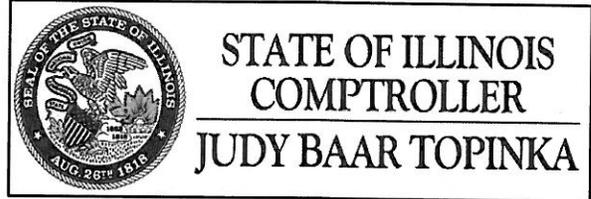


**FY 2011
ANNUAL TAX INCREMENT FINANCE
REPORT**



Name of Municipality: Moline Reporting Fiscal Year: **2011**
 County: Rock Island Fiscal Year End: **12/31/2011**
 Unit Code: 081-050-30

TIF Administrator Contact Information

First Name: Patrick Last Name: Burke
 Address: 619 16th Street Title: Economic Development Manager
 Telephone: 309-524-2034 City: Moline Zip: 61265
 E-Mail: pburke@moline.il.us

I attest to the best of my knowledge, this report of the redevelopment project areas in: City/Village of Moline is complete and accurate at the end of this reporting Fiscal year under the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] Or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.] .
Patrick Burke 6/19/12
 Written signature of TIF Administrator Date

Section 1 (65 ILCS 5/11-74.4-5 (d) (1.5) and 65 ILCS 5/11-74.6-22 (d) (1.5)*)

FILL OUT ONE FOR EACH TIF DISTRICT		
Name of Redevelopment Project Area	Date Designated	Date Terminated
TIF #1 Downtown	12/16/1986	
TIF #2 One Moline Place	10/27/1998	
TIF #3 Old Moline High School	4/13/2004	
TIF #4 Autumn Trails	9/27/2005	
TIF #5 KONE Centre	2/10/2009	
TIF #6 Moline Place Phase II & III	2/9/2010	
TIF #7 Moline Business Park	6/21/2011	

*All statutory citations refer to one of two sections of the Illinois Municipal Code: the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]

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 <input type="checkbox"/>

	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
----------------	------------

Fund Balance at Beginning of Reporting Period \$ 133,828

Revenue/Cash Receipts Deposited in Fund During Reporting FY:

			% of Total
Property Tax Increment	\$ 192,544	\$ 669,677	100%
State Sales Tax Increment			0%
Local Sales Tax Increment			0%
State Utility Tax Increment			0%
Local Utility Tax Increment			0%
Interest	\$ 56	\$ 1,867	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 \$ 192,600

Cumulative Total Revenues/Cash Receipts \$ 671,544 100%

Total Expenditures/Cash Disbursements (Carried forward from Section 3.2) \$ 189,590

Distribution of Surplus \$ 0

Total Expenditures/Disbursements \$ 189,590

NET INCOME/CASH RECEIPTS OVER/(UNDER) CASH DISBURSEMENTS \$ 3,010

FUND BALANCE, END OF REPORTING PERIOD \$ 136,838

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

		\$ -
15. Costs of construction of new housing units for low income and very low-income households. Subsection (q)(11)(F) - Tax Increment Allocation Redevelopment TIFs ONLY		
		\$ -
16. Cost of day care services and operational costs of day care centers. Subsection (q) (11.5) - Tax Increment Allocation Redevelopment TIFs ONLY		
		\$ -
TOTAL ITEMIZED EXPENDITURES		\$ 189,590

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 \$ 136,838

	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		\$ 136,838

Total Amount Designated for Project Costs \$ 136,838

TOTAL AMOUNT DESIGNATED \$ 136,838

SURPLUS*/(DEFICIT) \$ -

* NOTE: If a surplus is calculated, the municipality may be required to repay the amount to overlapping taxing districts (See instructions and statutes)

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.

 X 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 44/61
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

ATTACHMENT B

TIF 1 - 7
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 2011 (January 1st - December 31st).

7/9/12
Date


Donald P. Welvaert, Mayor

TIF 1 - 7
OPINION OF LEGAL COUNSEL

I, Maureen 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 ILCD 5/11-74.4-1, et seq) set forth there under to the best of my knowledge and belief for fiscal year 2011 (January 1st - December 31st).

7.6.12
Date


Maureen Riggs, City Attorney

ATTACHMENT H

Joint Review Board Meeting

TIF 1-6 Review for 2010

Committee-of-the- Whole

October 21, 2011 9:00 AM

Minutes

Present:

Janet Mathis (Renew Moline)

Dave McDermott (Moline School District #40)

Jeff Nelson (MetroLINK)

Patrick Burke (City of Moline)

Patrick Burke reviewed the 2010 financial status and activity for each TIF district. TIF #1 had a fund balance deficit of \$6,630,469. The total itemized expenditures were \$3,889,440. Debt obligations were \$27,724,865. The base EAV in 1986 was \$27,361,607. The 2010 EAV was \$50,300,852.

TIF #2 fund balance deficit was \$566,866. The total itemized expenditures were \$239,050. Debt obligations were \$2,383,384. The base EAV in 1998 was \$49,818. The 2010 EAV was \$2,381,334.

TIF #3 fund balance was \$1,139. The total itemized expenditures were \$60,912. There were no debt obligations. The base EAV in 2004 was \$376,088. The 2010 EAV was \$945,397.

TIF #4 fund balance was \$133,828. The total itemized expenditures were \$145,588. There were no debt obligations. The base EAV in 2005 was \$101,494. The EAV in 2010 was \$2,399,374. The EAV declined \$145,966 from the previous year.

TIF #5 fund balance deficit was \$1,405. The total itemized expenditures were \$1,405.

TIF #6 was created February 9. Its fund balance deficit was \$35,221. The total itemized expenditures were \$6,204.

TIF projects were discussed.

TIF 1

Bids for the architectural and engineering for the Amtrak station and building will be released November, 2011. Funding for high speed rail to Moline has been decoupled from the Iowa portion. Passenger rail service to Chicago is scheduled for 2014.

Washington Square Apartments should be finished by January, 2012. It will provide 7 market rate units and three low income units.

Enterprise Lofts should begin leasing by December, 2011 with move in by January, 2012. It is a \$12 million, 69 unit low income housing project.

Western Illinois University will begin classes in January, 2012 for the School of Engineering and the School of Business Technology. At the ribbon cutting, WIU would like to announce phase II – a five building, \$43 million project. Construction of the access road will begin in the spring of 2012.

TIF 2

The local approval for extending the TIF 12 years occurred. The state legislature still has to approve the extension.

TIF 5

The core and shell of the tower should be complete by June, 2012. KONE will complete interior build out by December, 2012. Footings for the parking deck began October, 2011.

TIF 6

The demolition of the former nurses' dorm occurred December, 2010. The city continues to discuss opportunities with developers.

ATTACHMENT K

TIF 1 - 7
AUDITED FINANCIAL STATEMENTS

City of Moline, Illinois

Balance Sheet
Governmental Funds
December 31, 2011

Assets	Primary Government			
	General	Park	Tax Increment Financing #1	Debt Service
Cash and cash equivalents	\$ 745,276	\$ 381,626	\$ -	\$ 1,100,634
Restricted cash and cash equivalents	-	-	-	-
Investments	4,840,420	-	-	-
Receivables:				
Property taxes	9,450,552	2,715,036	3,214,782	-
Accounts, net of allowance for collection losses of \$116,454	1,778,120	30,276	2,500	-
Accrued interest	-	-	1,442	-
Loans	-	-	916,900	6,556,760
Other taxes	5,360,364	-	68,922	-
Due from other governmental units	116,218	36,468	587,690	-
Due from other funds	1,611,896	-	-	-
Inventories	12,504	-	-	-
Prepaid items	-	18,462	-	-
Interfund advances	4,018,818	-	-	-
Total assets	\$ 27,934,168	\$ 3,181,868	\$ 4,792,236	\$ 7,657,394
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 404,914	\$ 86,814	\$ 11,978	\$ -
Accrued expenses	783,158	22,234	7,226	-
Due to other funds	250	-	4,418,888	-
Due to other governments	-	-	50,000	-
Deferred and unearned revenue	11,668,438	2,612,266	4,304,836	-
Deposits	65,080	700	-	-
Line of credit	-	-	-	6,556,760
Interfund advances	-	-	4,018,818	-
Total liabilities	12,921,840	2,722,014	12,811,746	6,556,760
Fund balances (deficits):				
Nonspendable	4,031,322	18,462	-	-
Restricted	345,609	441,392	-	1,100,634
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	10,635,397	-	(8,019,510)	-
Total fund balances (deficits)	15,012,328	459,854	(8,019,510)	1,100,634
Total liabilities and fund balances	\$ 27,934,168	\$ 3,181,868	\$ 4,792,236	\$ 7,657,394

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, 2011

	Primary Government			
	General	Park	Tax Increment Financing #1	Debt Service
Revenues:				
Taxes	\$ 31,521,808	\$ 2,784,574	\$ 3,197,128	\$ -
Licenses and permits	826,474	-	-	-
Intergovernmental	583,974	26,924	127,614	-
Charges for services	4,724,640	691,556	77,770	-
Fines and forfeitures	387,682	-	-	-
Use of money and property	39,722	133,590	115,512	198,033
Contributions	-	3,900	-	-
Miscellaneous	437,185	4,574	8,701	-
Total revenues	38,521,485	3,645,118	3,526,725	198,033
Expenditures:				
Current:				
General government	2,322,864	-	-	-
Public safety	25,130,024	-	-	-
Public works	8,943,954	-	-	-
Economic development	1,104,562	-	2,282,398	-
Culture and recreation	-	3,453,168	-	-
Libraries	-	-	-	-
Capital outlay	487,626	348,980	313,696	-
Debt Service:				
Principal	-	-	-	4,272,034
Interest and fiscal agent fees	-	-	3,600	3,362,482
Bond issuance costs	-	-	-	130,876
Total expenditures	37,989,030	3,802,148	2,599,694	7,765,392
Excess (deficiency) of revenues over expenditures	532,455	(157,030)	927,031	(7,567,359)
Other financing sources (uses):				
Issuance of long-term debt	-	-	-	10,195,358
Premium on bond issuance	-	-	-	784,282
Payment to bond escrow agent	-	-	-	(9,862,838)
Transfers in	255,092	221,950	75,000	7,501,072
Transfers out	(325,000)	-	(2,391,072)	-
Proceeds from sale of capital assets	441,000	-	-	-
Total other financing sources (uses)	371,092	221,950	(2,316,072)	8,617,874
Net change in fund balances	903,547	64,920	(1,389,041)	1,050,515
Fund balances (deficits), beginning of year	14,108,781	394,934	(6,630,469)	50,119
Fund balances (deficits), end of year	\$ 15,012,328	\$ 459,854	\$ (8,019,510)	\$ 1,100,634

See Notes to Basic Financial Statements.

City of Moline, Illinois

Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2011

	Special Revenue			
	Community Development Block Grant	Motor Fuel Tax	Revolving Loan Program	Tourism
Assets				
Cash and cash equivalents	\$ 55,832	\$ 193,032	\$ 170,774	\$ 272,992
Restricted cash and cash equivalents	-	-	-	-
Investments	-	455,104	-	250,174
Receivables:				
Property taxes	-	-	-	-
Accounts, net of allowance for collection losses of none	-	-	-	-
Accrued interest	-	-	-	-
Loans	-	-	96,238	22,000
Other taxes	-	179,406	-	58,918
Due from other governmental units	125,582	-	-	-
Due from other funds	-	-	35,212	469,110
Interfund advances	-	-	-	-
Total assets	\$ 181,414	\$ 827,542	\$ 302,224	\$ 1,073,194
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 96,914	\$ 98,648	\$ -	\$ 20,732
Accrued expenses	-	-	-	-
Due to other funds	-	28,166	-	-
Deferred revenue	62,536	-	-	-
Deposits	-	-	-	-
Line of credit	-	-	-	-
Interfund advances	-	-	-	-
Total liabilities	159,450	126,814	-	20,732
Fund balances (deficits):				
Nonspendable	-	-	96,238	-
Restricted	21,964	700,728	205,986	1,052,462
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances (deficits)	21,964	700,728	302,224	1,052,462
Total liabilities and fund balances	\$ 181,414	\$ 827,542	\$ 302,224	\$ 1,073,194

(Continued)

Special Revenue					
Special Service Area Number Five	Special Service Area Number Six	Foreign Fire Insurance	General Trust	Tax Increment Financing #2	
\$ 43,452	\$ 194,766	\$ 69,394	\$ 502,540	\$ -	
-	-	-	-	-	
-	-	-	-	-	
110,922	238,792	-	-	241,994	
-	-	-	-	-	
-	-	-	-	-	
2,326	-	-	31,280	-	
-	-	-	-	-	
-	-	-	-	-	
<u>\$ 156,700</u>	<u>\$ 433,558</u>	<u>\$ 69,394</u>	<u>\$ 533,820</u>	<u>\$ 241,994</u>	
\$ 36,418	\$ 1,594	\$ -	\$ 45,226	\$ 200	
128	644	-	-	-	
-	-	-	-	1,089,630	
80,400	225,000	-	-	240,840	
-	-	-	-	-	
-	-	-	-	2,121,476	
-	-	-	-	-	
<u>116,946</u>	<u>227,238</u>	<u>-</u>	<u>45,226</u>	<u>3,452,146</u>	
-	-	-	-	-	
39,754	206,320	69,394	211,401	-	
-	-	-	232,139	-	
-	-	-	45,054	-	
-	-	-	-	(3,210,152)	
<u>39,754</u>	<u>206,320</u>	<u>69,394</u>	<u>488,594</u>	<u>(3,210,152)</u>	
<u>\$ 156,700</u>	<u>\$ 433,558</u>	<u>\$ 69,394</u>	<u>\$ 533,820</u>	<u>\$ 241,994</u>	

City of Moline, Illinois

Combining Balance Sheet (Continued)
 Nonmajor Governmental Funds
 December 31, 2011

	Special Revenue			
	Tax Increment Financing #6	Tax Increment Financing #3	Tax Increment Financing #4	Library Trust
Assets				
Cash and cash equivalents	\$ -	\$ 4,192	\$ 32,272	\$ 238,846
Restricted cash and cash equivalents	-	-	-	-
Investments	-	-	-	-
Receivables:				
Property taxes	-	51,376	254,566	-
Accounts, net of allowance for collection losses of none	-	-	-	-
Accrued interest	-	-	-	4,864
Loans	-	-	-	-
Other taxes	-	-	-	-
Due from other governmental units	-	-	-	-
Due from other funds	-	-	-	-
Interfund advances	-	-	-	-
Total assets	\$ -	\$ 55,568	\$ 286,838	\$ 243,710
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 930
Accrued expenses	-	98	-	-
Due to other funds	35,212	-	-	-
Deferred revenue	-	51,116	150,000	-
Deposits	-	-	-	-
Line of credit	-	-	-	-
Interfund advances	-	-	-	-
Total liabilities	35,212	51,214	150,000	930
Fund balances (deficits):				
Nonspendable	-	-	-	-
Restricted	-	4,354	136,838	242,780
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(35,212)	-	-	-
Total fund balances (deficits)	(35,212)	4,354	136,838	242,780
Total liabilities and fund balances	\$ -	\$ 55,568	\$ 286,838	\$ 243,710

(Continued)

City of Moline, Illinois

Combining Balance Sheet (Continued)
 Nonmajor Governmental Funds
 December 31, 2011

	Special Revenue			
	Single Family Owner Occupied Rehabilitation Grant	Small Rental Properties Program	Library	NSP2 Grant Fund
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ 228,648	\$ -
Restricted cash and cash equivalents	-	-	-	-
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	2,775,676	-
Accounts, net of allowance for collection losses of none	-	-	-	-
Accrued interest	-	-	-	-
Loans	-	-	-	-
Other taxes	-	-	-	-
Due from other governmental units	40,882	72,772	-	2,156,968
Due from other funds	-	-	-	-
Interfund advances	-	-	-	-
Total assets	\$ 40,882	\$ 72,772	\$ 3,004,324	\$ 2,156,968
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 29,840	\$ 52,422	\$ 27,434	\$ 588,265
Accrued expenses	-	-	73,864	-
Due to other funds	11,042	20,350	-	1,610,706
Deferred revenue	6,412	-	2,670,610	634,134
Deposits	-	-	-	-
Line of credit	-	-	-	-
Interfund advances	-	-	-	-
Total liabilities	47,294	72,772	2,771,908	2,833,105
Fund balances (deficits):				
Nonspendable	-	-	-	-
Restricted	-	-	232,416	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(6,412)	-	-	(676,137)
Total fund balances (deficits)	(6,412)	-	232,416	(676,137)
Total liabilities and fund balances	\$ 40,882	\$ 72,772	\$ 3,004,324	\$ 2,156,968

Special Revenue

Tax Increment Financing #5	Tax Increment Financing #7	Tax Increment Financing #8	Tax Increment Financing #9	Capital Projects	Totals
\$ 7,914	\$ -	\$ -	\$ 28,002	\$ 608,446	\$ 3,290,468
-	5,784,200	-	-	-	5,784,200
-	-	-	-	299,454	1,004,732
32,110	17,306	-	-	108,694	4,109,558
-	-	-	-	-	85,968
-	1,990	-	-	11,390	23,778
-	-	-	-	-	118,238
-	-	-	-	1,353,414	1,625,344
-	-	-	-	-	2,821,460
-	-	-	-	-	504,322
-	-	-	-	431,602	431,602
<u>\$ 40,024</u>	<u>\$ 5,803,496</u>	<u>\$ -</u>	<u>\$ 28,002</u>	<u>\$ 2,813,000</u>	<u>\$ 19,799,670</u>
\$ -	\$ -	\$ -	\$ -	\$ 17,066	\$ 1,223,563
-	-	-	-	-	117,226
-	-	2,850	-	-	3,131,576
32,110	17,306	-	-	550,492	5,394,108
-	-	-	-	11,160	11,160
-	-	-	-	-	2,121,476
-	-	-	-	-	431,602
<u>32,110</u>	<u>17,306</u>	<u>2,850</u>	<u>-</u>	<u>578,718</u>	<u>12,430,711</u>
-	-	-	-	431,602	527,840
7,914	5,786,190	-	28,002	-	9,396,305
-	-	-	-	1,802,680	2,034,819
-	-	-	-	-	45,054
-	-	(2,850)	-	-	(4,635,059)
<u>7,914</u>	<u>5,786,190</u>	<u>(2,850)</u>	<u>28,002</u>	<u>2,234,282</u>	<u>7,368,959</u>
<u>\$ 40,024</u>	<u>\$ 5,803,496</u>	<u>\$ -</u>	<u>\$ 28,002</u>	<u>\$ 2,813,000</u>	<u>\$ 19,799,670</u>

City of Moline, Illinois

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
Nonmajor Governmental Funds
Year Ended December 31, 2011**

	Special Revenue			
	Community Development Block Grant	Community Development Block Grant Recovery	Motor Fuel Tax	Revolving Loan Program
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	673,834	61,339	1,269,148	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	1,236	-	902	4,543
Contributions	-	-	-	-
Miscellaneous	902	-	10,335	-
Total revenues	675,972	61,339	1,280,385	4,543
Expenditures:				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Economic development	611,786	46,338	-	-
Culture and recreation	-	-	-	-
Libraries	-	-	-	-
Capital outlay	-	-	2,777,008	-
Debt service:				
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	611,786	46,338	2,777,008	-
Excess (deficiency) of revenues over expenditures	64,186	15,001	(1,496,623)	4,543
Other financing sources (uses):				
Issuance of long-term debt	-	-	-	-
Premium on bond issuance	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(275,348)	-	-	-
Total other financing sources (uses)	(275,348)	-	-	-
Net change in fund balances	(211,162)	15,001	(1,496,623)	4,543
Fund balances (deficits), beginning of year	233,126	(15,001)	2,197,351	297,681
Fund balances (deficits), end of year	\$ 21,964	\$ -	\$ 700,728	\$ 302,224

(Continued)

Special Revenue

Tourism	Special Service Area Number Three	Special Service Area Number Five	Special Service Area Number Six	Foreign Fire Insurance	General Trust
\$ 882,974	\$ -	\$ 109,292	\$ 225,010	\$ 50,030	\$ 200,688
-	-	-	-	-	80
-	-	-	-	-	-
772	10	18	54	8	56
-	-	-	-	-	377,350
6	-	16	16	-	21,098
883,752	10	109,326	225,080	50,038	599,272
-	-	-	-	27,040	479,040
304,524	-	108,105	76,911	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
304,524	-	108,105	76,911	27,040	479,040
579,228	10	1,221	148,169	22,998	120,232
-	-	-	-	-	-
-	-	-	-	-	-
(326,972)	(232,754)	-	-	-	-
(326,972)	(232,754)	-	-	-	-
252,256	(232,744)	1,221	148,169	22,998	120,232
800,206	232,744	38,533	58,151	46,396	368,362
\$ 1,052,462	\$ -	\$ 39,754	\$ 206,320	\$ 69,394	\$ 488,594

City of Moline, Illinois

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
Nonmajor Governmental Funds (Continued)
Year Ended December 31, 2011**

	Special Revenue			
	Tax Increment Financing #2	Tax Increment Financing #6	Tax Increment Financing #3	Tax Increment Financing #4
Revenues:				
Taxes	\$ 194,006	\$ -	\$ 53,578	\$ 192,544
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	34	-	11	56
Contributions	-	-	-	-
Miscellaneous	-	9	-	-
Total revenues	194,040	9	53,589	192,600
Expenditures:				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Economic development	2,448,564	-	50,374	189,590
Culture and recreation	-	-	-	-
Libraries	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	2,448,564	-	50,374	189,590
Excess (deficiency) of revenues over expenditures	(2,254,524)	9	3,215	3,010
Other financing sources (uses):				
Issuance of long-term debt	-	-	-	-
Premium on bond issuance	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(286,628)	-	-	-
Total other financing sources (uses)	(286,628)	-	-	-
Net change in fund balances	(2,541,152)	9	3,215	3,010
Fund balances (deficits), beginning of year	(669,000)	(35,221)	1,139	133,828
Fund balances (deficits), end of year	\$ (3,210,152)	\$ (35,212)	\$ 4,354	\$ 136,838

(Continued)

Special Revenue

Library Trust	Perpetual Care	Reher Art Gallery	Park and Cemetery Gifts	Sanitation	Home Buyer Grant
\$ -	\$ -	\$ -	\$ -	\$ 1,341,738	\$ -
-	-	-	-	32,720	224,290
-	-	-	-	869,270	-
16,036	68	5	6,764	56	-
85,658	-	-	22,376	800	-
-	13,007	-	-	119,618	-
<u>101,694</u>	<u>13,075</u>	<u>5</u>	<u>29,140</u>	<u>2,364,202</u>	<u>224,290</u>
-	-	-	-	-	-
-	-	-	-	2,182,908	-
-	-	28,182	45,086	-	211,523
149,865	-	-	-	-	-
-	-	-	24,804	-	-
-	-	-	-	15,786	-
<u>149,865</u>	<u>-</u>	<u>28,182</u>	<u>69,890</u>	<u>2,198,694</u>	<u>211,523</u>
(48,171)	13,075	(28,177)	(40,750)	165,508	12,767
-	-	-	-	-	-
-	-	13,766	-	28,714	-
(13,766)	(70)	-	-	-	-
<u>(13,766)</u>	<u>(70)</u>	<u>13,766</u>	<u>-</u>	<u>28,714</u>	<u>-</u>
(61,937)	13,005	(14,411)	(40,750)	194,222	12,767
304,717	225,835	37,307	228,816	(523,262)	(13,563)
<u>\$ 242,780</u>	<u>\$ 238,840</u>	<u>\$ 22,896</u>	<u>\$ 188,066</u>	<u>\$ (329,040)</u>	<u>\$ (796)</u>

City of Moline, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
 Nonmajor Governmental Funds (Continued)
 Year Ended December 31, 2011

	Special Revenue			
	Lead Hazard Control Grant	Single Family Owner Occupied Rehabilitation Grant	Small Rental Properties Program	Library
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 2,690,528
Intergovernmental	639,196	73,726	129,088	44,790
Charges for services	-	-	-	29,878
Fines and forfeitures	-	-	-	58,568
Use of money and property	-	-	-	48
Contributions	-	-	-	-
Miscellaneous	-	-	-	12,687
Total revenues	639,196	73,726	129,088	2,836,499
Expenditures:				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Economic development	971,975	36,300	119,586	-
Culture and recreation	-	-	-	-
Libraries	-	-	-	-
Capital outlay	-	-	-	2,877,052
Debt service:				
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	971,975	36,300	119,586	2,877,052
Excess (deficiency) of revenues over expenditures	(332,779)	37,426	9,502	(40,553)
Other financing sources (uses):				
Issuance of long-term debt	-	-	-	-
Premium on bond issuance	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(332,779)	37,426	9,502	(40,553)
Fund balances (deficits), beginning of year	(41,681)	(43,838)	(9,502)	272,969
Fund balances (deficits), end of year	\$ (374,460)	\$ (6,412)	\$ -	\$ 232,416

Special Revenue						
NSP2 Grant	Tax Increment Financing #5	Tax Increment Financing #7	Tax Increment Financing #8	Tax Increment Financing #9	Capital Projects	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,165,358	\$ 12,105,746
2,494,286	-	-	-	-	75,000	5,717,497
-	-	-	-	-	10,710	909,858
-	-	4,328	-	-	-	58,568
-	-	-	-	2	17,112	52,119
-	9,319	-	-	-	-	486,184
2,494,286	9,319	4,328	-	28,000	-	215,013
					6,268,180	19,544,985
-	-	-	-	-	-	506,080
2,962,097	-	726,695	2,850	-	-	2,182,908
-	-	-	-	-	-	8,867,218
-	-	-	-	-	-	73,268
34,482	-	-	-	-	-	3,026,917
-	-	-	-	-	2,386,842	5,223,136
-	-	-	-	-	3,100	18,886
-	-	162,856	-	-	-	162,856
2,996,579	-	889,551	2,850	-	2,389,942	20,061,269
(502,293)	9,319	(885,223)	(2,850)	28,002	3,878,238	(516,284)
-	-	6,624,642	-	-	-	6,624,642
-	-	46,771	-	-	-	46,771
-	-	-	-	-	-	42,480
-	-	-	-	-	(4,215,270)	(5,350,808)
-	-	6,671,413	-	-	(4,215,270)	1,363,085
(502,293)	9,319	5,786,190	(2,850)	28,002	(337,032)	846,801
(173,844)	(1,405)	-	-	-	2,571,314	6,522,158
\$ (676,137)	\$ 7,914	\$ 5,786,190	\$ (2,850)	\$ 28,002	\$ 2,234,282	\$ 7,368,959

ATTACHMENT L

CERTIFIED AUDIT REPORT

Following is the Section "Q" compliance letter dated May 30, 2012 for fiscal year 2011.



**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, 2011 and have issued our report thereon dated May 30, 2012. 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 LLP

Davenport, Iowa
May 30, 2012