ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the fiscal year ended June 30, 2023

1619 11th Avenue
Moline, Illinois 61265-3198

Moline-Coal Valley School District No. 40
Moline, Illinois

Annual Comprehensive Financial Report
Year Ended June 30, 2023

Prepared by:

Office of the Chief Financial Officer

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MOLINE-COAL VALLEY SCHOOL DISTRICT
1619 11TH AVENUE, MOLINE, IL 61265 309.743.1600 MOLINESCHOOLS.ORG

October 9, 2023

President and Members of the
Board of Education
Moline-Coal Valley School District No. 40
Moline, Illinois 61265

The Annual Comprehensive Financial Report of Moline-Coal Valley School District No. 40, Moline, Illinois, for the fiscal year ended June 30, 2023 is hereby submitted.

The Superintendent of Schools and the Chief Financial Officer are responsible for all financial transactions of Moline-Coal Valley School District No. 40 and for the contents of this report. We believe the data, as presented, is accurate in all material respects, is presented in a manner designed to present fairly the financial position and results of operations of the District as measured by the financial activity of the various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's fiscal affairs have been included.

The comprehensive financial report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, a list of the members of the Board of Education, a list of principal officials, and the organizational chart. The financial section includes the basic financial statements and schedules, as well as the auditors' report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

History of the District

Moline-Coal Valley School District No. 40, a unit (pre-kindergarten through 12th grade) school district, was established in 1873 in the City of Moline, which is located on the Mississippi River approximately 170 miles west of Chicago in Rock Island County, Illinois. Moline is the headquarters of Deere and Company. As the farm implement manufacturer grew, so did the City and the school district. Enrollment has declined slowly over the past 10 years. District enrollment ranged from 7,493 in the 2013-2014 school year to 7,129 in the 2022-2023 school year.

Washington (Central) School was the first building erected in 1873 at a cost of $25,000. Other schools soon followed, including the first Moline High School in 1894. The high school was replaced with a new school in 1915 and later with the current Moline High School in 1958, which now has approximately 2,100 students. In 1928, Wharton Field House was constructed and became part of the high school athletic facilities with Browning Field. John Deere and Calvin Coolidge Junior High Schools were constructed in the early 1930s for grades seven, eight and nine. Woodrow Wilson Junior High School was built in 1962.

In the early 1980s, the District consolidated its facilities to adjust for reduced enrollment to 9,000 students and for operating efficiency, by closing eight of its 20 neighborhood elementary schools and Coolidge Junior High School. Moline High School became a four-year high school and John Deere and Woodrow Wilson schools became two-year (grades seven and eight) middle schools. Jane Addams Elementary School was reopened in 1992. Jefferson Elementary School was reopened in 1996 as Jefferson Early Childhood Center for pre-kindergarten students. Coolidge became the site of the Alternative High School, the Regional Office of Education and the District maintenance and support offices

In 1952, the Village of Coal Valley schools were annexed into Moline-Coal Valley School District No. 40. Bicentennial Elementary School, built in 1976, became the newest of the 13 District elementary schools located in Coal Valley to the south of Moline and across the Rock River. In 2008, the District finished reconstruction and expansion on Bicentennial Elementary School to accommodate the entire K-6 students from both Horace Mann Elementary and Bicentennial Elementary into a new school. In January 2009, the students moved into the new Bicentennial Elementary.

In 2010, the School District engaged in the largest capital project, in terms of bond sales, to renovate the two middle schools to accommodate the move of sixth graders from the elementary schools. In 1931, John Deere Middle School was built with 96,557 square feet for a cost of $560,000. In the spring of 2010, construction was started on a new gymnasium, fitness center and ground level cafeteria, geothermal, and renovation to the entire existing building. In all, 11,963 new square feet were added. The total cost of the renovation and new construction was $15,600,000. The new total square footage of the building is now 108,520. In 1961, Wilson Middle School was originally built with 103,622 square feet for a cost of $1,943,625. In the spring of 2010, construction was started on a new science wing, fitness center, geothermal, and renovation to the entire existing building. In all, 9,388 new square feet were added. The total cost of the renovation and new construction was $9,700,000. The new total square footage of the building is now 113,010. Both Middle Schools now provide educational services for sixth, seventh and eighth grade students.

In 2013 the School District started a $17,300,000 expansion of Hamilton Elementary School to a four-section K-5 elementary attendance center. Beginning with the 2015-2016 school year, new boundaries were drawn to improve the educational process for elementary students throughout the district through more balanced class sizes, increased grade level collaboration, and better alignment of educational resources. The expansion increased the square footage of Hamilton from 17,075 square feet to 85,619 square feet.

Starting with the 2015-2016 school year, Garfield and Ericsson Schools were closed as attendance centers. Ericsson was sold in June 2015. Garfield was sold in June 2016.

In 2018, bonds were sold in the amount of $22,000,000 for multiple projects in the District, including an HVAC upgrade at Moline High School, a performing arts center at Moline High School, renovations at Franklin Elementary School, LED lighting, and parking lot resurfacing. The Bartlett Performing Arts Center was completed in 2019 at a total cost of $11,800,000. The project was funded by the Bartlett Family Trust (approximately 75%) and the bond sale (approximately 25%).

In 2019, bonds were sold in the amount of $14,000,000 for a PE Facility at Moline High School. This project was completed during the 2020-2021 school year.

In 2022, Elementary and Secondary Emergency Relief (ESSER) funding allowed for air quality improvements due to the COVID pandemic. With these funds, the District improved the air quality at Jane Addams, Butterworth and Logan Elementary schools by adding air conditioning and improvements to the electrical and heating operations. The improvement projects at these three buildings are expected to cost approximately $7,000,000.

In 2023, American Rescue Plan (ESSER III) funding allowed the district to upgrade the HVAC at Washington and Lincoln-Irving Elementary schools. These projects are expected to cost approximately $10,000,000.

District administrative offices are located at Allendale, a 23-room home donated to the District in 1933 by Mr. and Mrs. Frank Allen. Willard Elementary School, constructed in 1899, is the oldest of the District schools. All schools are in compliance with the Life-Safety Code for Illinois schools, as the result of extensive modifications and improvements.

Citizens and businesses of the District provide 39.06% of district revenues in the form of local property taxes. Referenda were approved by voters of the District in 1992 (operations and maintenance purposes rate change from $0.54 to $0.75 per $100 equalized assessed valuation) and in 1987 (educational purposes rate change from $2.55 to $3.27 per $100 equalized assessed valuation).

Moline-Coal Valley School District No. 40 enjoys strong support from active Parent-Teacher Association/Parent-Teacher Organizations in the schools. The Moline Public Schools Foundation raises funds through corporate and personal pledges and other annual fundraising activities to support schools. For 2022-2023, fundraising from all sources and organizations generated $339,012 in funds for the schools.

Reporting Entity

The financial statements include all funds that are controlled by or dependent on the Board of Education of the District. The District does not exercise oversight responsibility over any other entity and thus does not include any other entity or a component unit in this report. Additionally, based on consideration of oversight responsibility, scope of public service and special financing relationships, the District is an independent entity, not included as a component unit of any other reporting entity.

Economic Condition and Outlook

Moline and Coal Valley, Illinois, are part of the “Quad-Cities” Metropolitan Statistical Area (includes Davenport and Bettendorf, Iowa, and Rock Island and East Moline, Illinois, and other contiguous communities), which has a population of nearly 400,000. Moline-Coal Valley School District No. 40 has a population of 45,863 and includes an area of 27.88 square miles.

After multiple plant closings and layoffs, as a result of the overall decline in the farm economy in the early 1980s, the economic conditions and outlook for the Moline-Coal Valley School District No. 40 remains in line with the national economy. The unemployment rate for Moline has decreased from 7.9% in 2013 to 3.8% in 2022. City of Moline building permits totaled $955,369,742 in the past 10 years or an average of $95,536,974 per year. As a result of this significant construction, the Moline-Coal Valley School District No. 40 assessment base (one-third of market value and excluding $34,250,435 of Tax Increment Finance District assessed value) has increased from $815,157,087 in 2014 to $978,251,708 in 2023, or 20.00%; an average of 2.00% per year.

The City of Moline continues to experience residential and commercial development throughout the community. Previously adopted City Council Goals, including a Strong Local Economy, a Vibrant Downtown, and Expanded Housing Opportunities, reflect the city’s interest in maintaining and enhancing local growth in a variety of economic sectors. As previously undeveloped sites become harder to find, much of the community’s new development is occurring in the form of infill development, redevelopment, and adaptive reuse projects. Previously successful commercial redevelopment projects have rendered favorable economic impacts on the Moline community. These benefits include generating a higher economic multiplier effect, capitalizing on existing infrastructure, and adding value to existing structures or development sites.

Continued development within Moline Centre includes the completion of several loft conversion projects. The City’s 5th Avenue redevelopment and streetscape project has been a highly successful project that has brought needed parking back to the City’s Main Street and has created interest in additional retail, commercial, and office users to locate in Moline Centre. Phase III of the Bass Street Landing Project is a completed $45,000,000 project. It includes KONE Centre which is a 10 story mixed use building that houses the North American Operational Headquarters of KONE, additional

office, retail space, and luxury condominiums occupy the first and several of the upper floors. Gorman & Company invested over $12,000,000 in a mixed-use, mixed-income, 69-unit "live-work" development at 19th Street and River Drive, which was completed in April 2012 and continues to be 100% occupied. The former KONE campus property was sold to Heritage Church who has started to develop a master plan to renovate the office and warehouse spaces to be used for corporate offices and a 600-seat worship center, collaboration and leasable office space for other non-profits. The $10,000,000 TIGER II and $177,000,000 High Speed Rail (HSR) funding for new passenger rail service between Chicago and the Quad Cities continues to move forward. Western Illinois University Quad Cities campus continues to impact Moline and the Quad Cities. It includes a $15,800,000 renovation and construction of Building 1 that was completed in January 2012 and $42,000,000 for phase II that was completed in time for fall 2014 classes. The University recently completed planning designs for a phase III project as enrollment continues to be stable.

The $65,000,000 multi-year widening and rebuilding of John Deer Roadway (JDR) from the I-74 interchange through the 70th Street intersection is completed. This stretch of JDR carries the most vehicular traffic of any roadway in the entire Illinois Quad Cities. The road is now three lanes in each direction with new dedicated turning lanes at all intersections, greatly enhancing the vehicular movements. A local developer assembled several properties at John Deere Road and 38th Street. This development includes a strip center with 3 national tenants including Popeye's Chicken, US Cellular and a Cost Cutters salon. The former Menards store at the west end of Moline on John Deere Expressway has been substantially redeveloped into 4 retail stores including Hobby Lobby, Ross' Dress for Less, Pet Smart, and Moline Family Dental. A local developer purchased the former Mill's Chevrolet site at John Deere Road and 16th Street. The dealership closed in 2016 and relocated to Davenport. The car dealership and parking lots has begun the transformation into a major retail destination with up to 10 new tenants, ranging from office, retail, and restaurant.

The City sold the 15-acre property formerly known as One Moline Place Phase II. This project, renamed Overlook Village, is a $51,000,000 development by S.J. Russell Corporation and the Dial Corporation and is a continuum of care senior development. Construction of infrastructure improvements for phase III of One Moline Place, now known as Hawk Hollow, has been completed. Site improvements include a new roadway, sanitary sewer service, water service, and storm water facilities.

The State of Illinois passed local property tax limitation legislation in recent years. Counties may elect to limit property tax growth to the lesser of the consumer price increase for the prior year or 5%. Rock Island County and, therefore, the District are not currently limited by this legislation. The District property tax revenue increased by 8.24% during the last year. State revenue increased by 8.09%. Federal revenue increased by 20.03%. Total revenues increased 12.65% during fiscal year 2022-2023. District operating expenditures per pupil, $13,558.76, remain below the state average for unit districts. The state average has been below the national average per pupil expenditure.

Internal Controls

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Tests are made by the District's independent auditors to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the tests for the fiscal year ended June 30, 2023, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

Budgetary control is maintained at line item levels and built up into program and/or cost centers before being combined to form totals by fund. All actual activity compared to budget is reported to the District's management on a monthly basis. Reports of actual activity to budget are reported to the Board of Education monthly. Full disclosures are made if extraordinary variances appear during the year.

Cash Management

The District invests up to 100% of available cash, timing investment maturities to actual cash needs. In addition, all checking accounts are of interest-bearing types. Investments are made in compliance with restrictions established by the Illinois statutes. The District maintains an investment relationship with the Illinois Funds, a state-wide investment pool, established by statute and managed by the Treasurer of the State of Illinois.

The school treasurer is appointed by the Board of Education and authorizes all investments and cash transactions. Investment strategies are structured to obtain the best yield for all invested funds while maintaining minimum risks. The District, accordingly, balances investments primarily in the Illinois Funds and PMA Securities, LLC. The District earned interest revenue totaling $3,596,353 on all investments for all governmental fund types for the year ended June 30, 2023.

Risk Management

The District completed its annual review of all insurance coverages to minimize the risk of a major loss at reasonable premium costs. The District Group Insurance Fund (an internal service fund) was established in 1994 to account for and finance uninsured risk of loss. This insurance provides stop loss coverage for up to a maximum of $200,000 for each participant covered by the health benefit plan. The District purchases commercial insurance for claims in excess of coverage provided by the Fund and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past four fiscal years.

Independent Audit

The Illinois School Code and the District's policy require an annual audit of the books of accounts, financial records and transactions of all funds of the District. The audit is performed by independent certified public accountants selected by the District's Board of Education. The auditors' opinion has been included in this report.

Acknowledgments

We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner. We also wish to thank the efficient and dedicated central office staff for their assistance in the timely preparation of this report.

Dr. Rachel Savage
Superintendent

Vincent P. Gallo
Chief Financial Officer

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Moline-Coal Valley School District No. 40

Board of Education
Year Ended June 30, 2023

Name	Title	First Elected	Term Expires
Andrew Waeyaert	President	2017	2025
Erin Waldron-Smith	Vice President	2017	2025
Audrey Adamson	Member	2019	2027
Cheston DeSmet	Member	2021	2025
Ramona Dixon	Member	2023	2027
Jason Farrell	Member	2023	2027
Lindsey Hines	Member	2023	2027

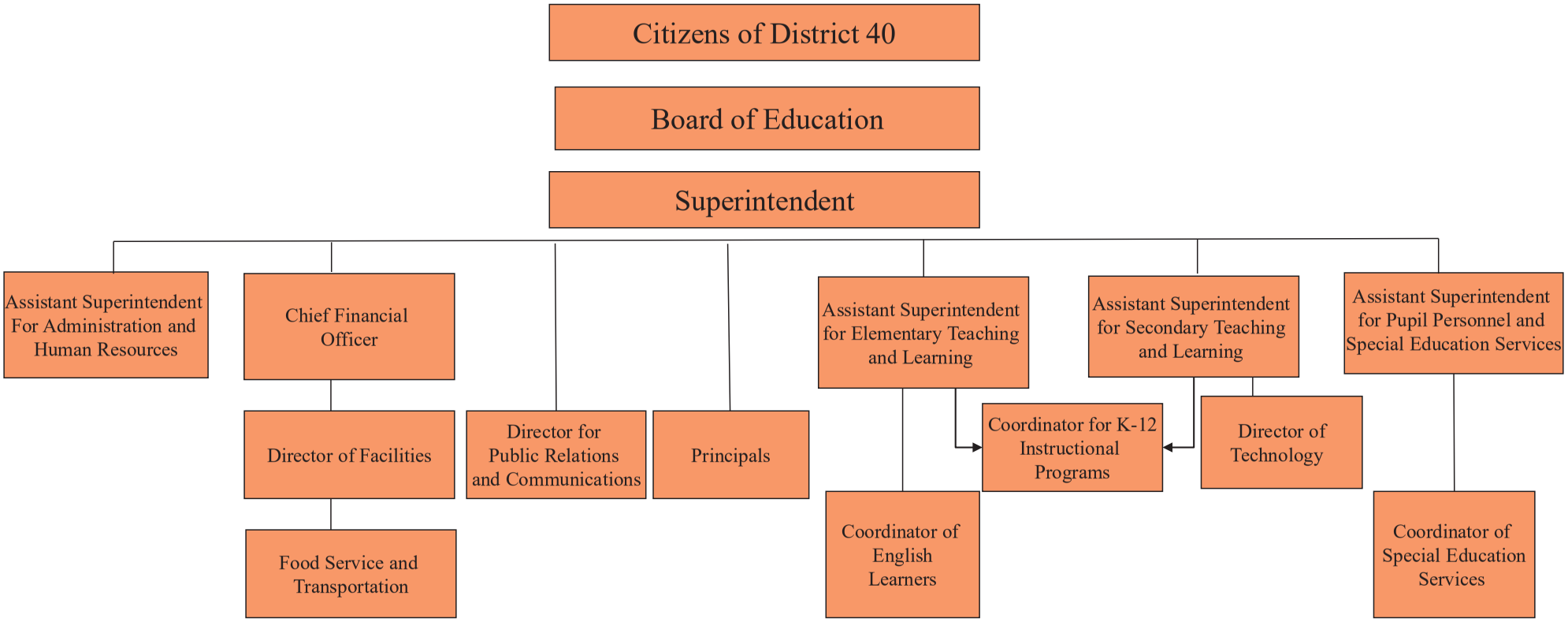
Moline-Coal Valley School District No. 40

School District Administration
Year Ended June 30, 2023

Rachel Savage	Superintendent
Matt DeBaene	Assistant Superintendent for Secondary Teaching and Learning
Todd DeTaeye	Assistant Superintendent for Administration and Human Resources
Brian Prybil	Assistant Superintendent for Elementary Teaching and Learning
Kristin Sanders	Assistant Superintendent for Pupil/Personnel Services and Special Education
Dave McDermott	Chief Financial Officer, Comptroller & Treasurer
Craig Reid	Director for Technology
Trista Sanders	Director for Instructional Programming
Candace Sountris	Director for Public Relations and Communications
Leslie Perkins	Coordinator of English Leaners (EL)
Leia Perterson	Coordinator of Special Education Services

Moline-Coal Valley School District 40

Organizational Chart



Effective July 2022

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Bohnsack & Frommelt LLP
Certified Public Accountants

Independent Auditor's Report

To the Board of Education
Moline-Coal Valley School District No. 40
Moline, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Moline-Coal Valley School District No. 40 (the District) as of and for the year ended June 30, 2023, 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, each major fund and the aggregate remaining fund information of the Moline-Coal Valley School District No. 40, as of June 30, 2023, 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. 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 Moline-Coal Valley School District No. 40 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 14 to the financial statements, Moline-Coal Valley School District No. 40 adopted new accounting guidance related to Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements.* As a result, June 30, 2022 governmental activities net position is restated by $185,166. Our opinions are not modified with respect to this matter.

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 presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Moline-Coal Valley School District No. 40'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 judgement 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 Moline-Coal Valley School District No. 40'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 Moline-Coal Valley School District No. 40'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 changes in net pension liability and related ratios and schedules of contributions for the Illinois Municipal Retirement Plan; Schedule of the District's proportionate share of the net pension liability and schedule of District contributions of Teachers' Retirement System of the State of Illinois; and Schedule of the District's Proportionate Share of the Net OPEB Liability and Schedule of District Contributions for Teachers' Health Insurance Security Fund and schedule of changes in the District's total OPEB liability and related ratios, and budgetary comparison information, on pages 4–14 and 65-77 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 Moline-Coal Valley School District No. 40's basic financial statements. The supplementary information, including the Schedule of Expenditures of Federal Awards required by Title 2, *U.S Code of Federal Regulations,* Part 200*, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance), 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.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 5, 2023, on our consideration of the Moline-Coal Valley School District No. 40'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 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 Moline-Coal Valley School District No. 40'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 Moline-Coal Valley School District No. 40's internal control over financial reporting and compliance.

Bohnsack & Frommelt LLP

Moline, Illinois
October 5, 2023

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Moline–Coal Valley School District No. 40

Management's Discussion and Analysis
Year Ended June 30, 2023

Introduction

Our discussion and analysis of Moline-Coal Valley School No. 40's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2023. The intent of this management's discussion and analysis is to look at Moline-Coal Valley School District No. 40's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to basic financial statements to enhance their understanding of the District's financial performance.

The reporting model is a combination of both government-wide financial statements and fund financial statements. The basic financial statements contain three components:

1. Government-wide financial statements including the statement of net position and the statement of activities which provide a broad, long-term overview of Moline-Coal Valley School District No. 40's finances.
2. Fund financial statements including the balance sheets and statement of revenue, expenditures and changes in fund balance that provide a greater level of detail of revenues and expenditures and focus on how well Moline-Coal Valley School District No. 40 has performed in the short term in the most significance funds.
3. Notes to the basic financial statements.

Overall Analysis

Moline-Coal Valley School District No. 40 serves 7,129 students with a 2022-2023 total governments fund budget of $140,894,065. In general, the financial operations of Moline-Coal Valley School District No. 40 continued to perform well even during uncertain financial times. Expenditures for instructional programs and for regular maintenance continue to increase as Moline-Coal Valley School District No. 40 continues to monitor overall costs in these difficult economic times. For the year ended June 30, 2023, the District operated with 6 more full-time equivalent positions from the prior year. The majority of these position increases are teacher positions which increased by 24 offset by the decrease in support staff. In summary, Moline-Coal Valley School District No. 40's overall financial position remains strong, stable, and consistent even in a challenging financial economy.

Financial Highlights

Total governmental fund revenues for the fiscal year ended June 30, 2023 of $152,885,100 were comprised of General Fund revenues in the amount of $129,965,566, Capital Projects Fund revenues of $12,368,404, and other governmental funds revenue of $10,551,130.

Total governmental funds expenditures for the fiscal year ended June 30, 2023 of $135,880,258 were comprised of General Fund expenditures of $112,453,085, Capital Projects Fund expenditures of $10,859,480 and other governmental funds expenditures of $12,567,693.

Both General Fund revenues and General Fund expenditures include $27,368,735 of state on-behalf contributions for TRS and THIS.

At the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of $111,000,766, an increase of $17,121,887 in comparison with the ending fund balances of $93,878,879 from the prior year. Of the total combined fund balances, $63,454,566 represents unassigned fund balance.

As of June 30, 2023, unassigned fund balance of the General Fund was $63,454,566 or 56% of total General Fund expenditures. Moline-Coal Valley School District No. 40's total general obligation indebtedness decreased by $5,865,734 due to principal payments on outstanding bonds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Moline - Coal Valley School District No. 40's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the basic financial statements. In addition, other supplementary information to the basic financial statements is provided.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of Moline - Coal Valley School District No. 40's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of Moline - Coal Valley School District No. 40's assets, deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements reflect functions of Moline - Coal Valley School District No. 40 that are principally supported by taxes and intergovernmental revenues (governmental activities). The District does not currently have any activities that are considered business-type activities. The governmental activities of the District include instruction, support services, community services, tuition paid to other districts and debt service interest.

The government-wide financial statements include only Moline - Coal Valley School District No. 40. There are no other organizations or agencies whose financial statements should be combined and presented with the financial statements of the District.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Moline - Coal Valley School District No. 40, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. The District does not have any fiduciary funds.

Governmental funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Moline - Coal Valley School District No. 40 maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and Capital Projects Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary funds: The District maintains an internal service fund to account for the premium and claim payments for the health insurance plan for District employees. Internal service funds are an accounting devise used to accumulate and allocate costs internally among the District's various functions; it has been included within governmental activities in the government-wide financial statements**.**

Notes to financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Moline - Coal Valley School District No. 40's pension plans and other postemployment benefit plans and budgetary comparison schedules.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The District's total net position has increased from a year ago.

Table 1 reflects an increase from the restated net position of $119,637,388 to $159,095,577 an increase of $39,458,189.

Table 1

	Governmental Activities	
	2023	Restated 2022
Current and other assets	$ 182,837,830	$ 160,347,899
Capital assets	137,935,776	130,276,921
Total assets	320,773,606	290,624,820
Deferred outflows of resources	11,337,619	7,446,075
Long-term liabilities	69,846,009	87,682,675
Other liabilities	16,294,360	13,731,707
Total liabilities	86,140,369	101,414,382
Deferred inflows of resources	86,875,279	77,019,125
Net position:		
Net investment in capital assets	110,326,028	98,002,650
Restricted	48,033,770	44,020,843
Unrestricted	735,779	(21,860,387)
Total net position	$ 159,095,577	$ 119,637,388

The largest portion of the District's total assets reflects its investment in capital assets. The District uses these capital assets to provide educational services; consequently, these assets are not available for future spending. The District's net investment in capital assets was $110,326,028. Although the District's investment in its capital assets is reported net of related debt, it should be noted the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the District's ongoing obligations to students and creditors. The District's unrestricted net position is $735,779 for 2023 and ($21,860,387) for 2022.

Beginning net position was restated for implementation of Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)* which increased 2022 net position by $185,166.

The District's total net position increased by $39,458,189 during the current fiscal year primarily due to increases various federal and state revenues combined with a decrease in net pension liabilities.

Table 2 highlights the District's revenues and expenses for the fiscal year ended June 30, 2023 and 2022. This table utilizes the full accrual method of accounting. Revenues less expenses yielded the change in net position.

Table 2 - Program Revenues and Expenses

	Governmental Activities	
	2023	Not restated 2022
Revenues:		
Program revenues:		
Charges for services and sales	$ 2,936,637	$ 2,253,219
Operating grants and contributions	44,662,933	40,640,370
Capital grants and contributions	8,682,176	3,686,905
General revenues:		
Property taxes	48,652,788	44,947,783
Corporate personal property replacement taxes	16,148,956	15,473,686
School facility occupation tax	5,034,766	4,775,113
Grants and entitlements	26,580,838	25,160,743
Investment earnings	3,596,353	193,652
Total revenues	156,295,447	137,131,471
Program expenses:		
Instruction	84,643,080	76,631,785
Support services	29,183,285	27,848,413
Tuition paid to other districts	1,399,229	1,607,722
Community services	593,846	474,475
Debt service interest	1,017,818	816,889
Total expenses	116,837,258	107,379,284
Increase in net position	39,458,189	29,752,187
Net position, beginning of year, as restated	119,637,388	89,700,035
Net position, end of year	$ 159,095,577	$ 119,452,222

Revenue is further divided into two major components: program revenue and general revenue. Program revenue is defined as charges for services and sales, operating and capital grants and contributions. General revenue includes taxes and unrestricted grants such as state evidence based funding formula dollars. Expenses are shown in programs including instruction, support services, community services and debt service interest.

The following charts provide a pictorial summary of the data in Table 2.

Figure A-5 - Sources of Revenues for 2022-2023 Fiscal Year

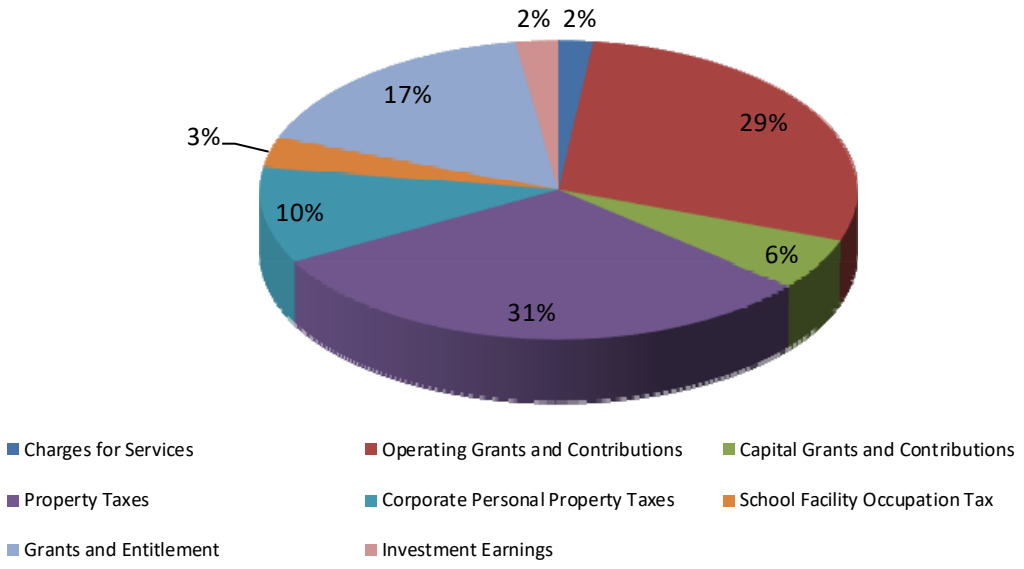

Figure A-6 - Expenses for 2022-23 Fiscal Year

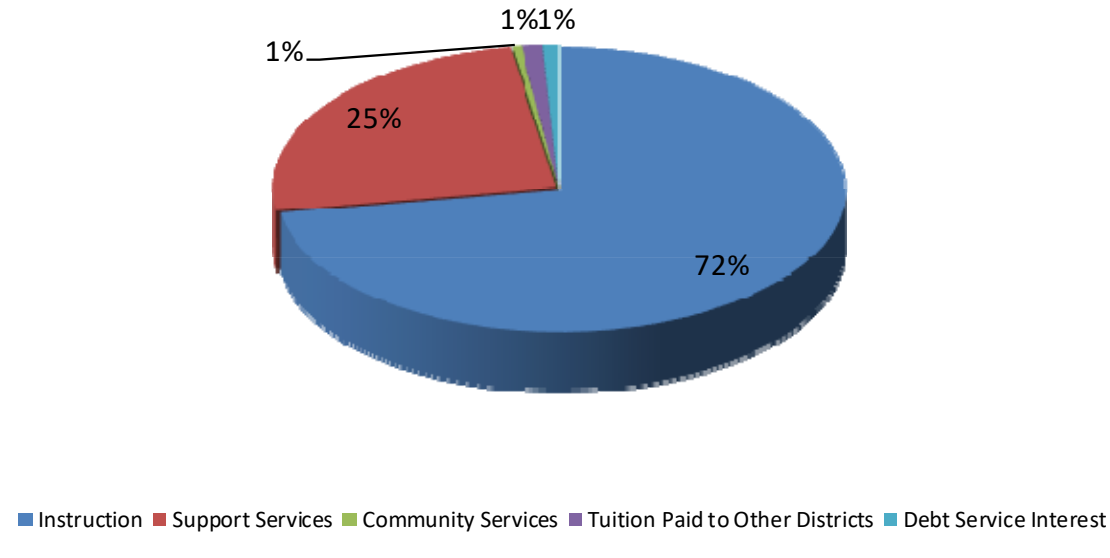

Table 3 below discloses cost of services for governmental activities. The total cost of services column contains all costs related to the programs and the net cost column shows how much of the total amount is not covered by program revenues. Succinctly put, net costs are costs that must be covered by unrestricted state aid or local taxes. The difference in these two columns would represent restricted grants, fees and donations.

Table 3 - Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2023	2022	**2023**	2022
Instruction	**$ 84,643,080**	$ 76,631,785	**$ 44,493,970**	$ 43,507,280
Support services	**29,183,285**	27,848,413	**13,050,649**	14,392,424
Community services	**593,846**	474,475	**593,846**	474,475
Tuitio paid to other districts	**1,399,229**	1,607,722	**1,399,229**	1,607,722
Debt service, interest	**1,017,818**	816,889	**1,017,818**	816,889
Total	**$ 116,837,258**	$ 107,379,284	**$ 60,555,512**	$ 60,798,790

Expenditures for instruction and program support continued to represent the largest percent of total District expenditures. Net cost of services is 52 percent of total cost of services in 2023 and 57 percent in 2022. This reflects a slight decrease in utilization of grants and restricted sources to fund the cost of services.

Property tax is the most significant revenue source of the District. The three factors that affect property tax revenues are assessed valuation, tax multiplier and tax rate. Through an overall increase in property values, the 2022 taxable valuation of the District increased by $75,676,030 or 8%. Corporate personal property replacement taxes (CPPRT) increased by $675,270. The CPPRT allocation is determined by the state.

Real estate tax bills in Rock Island County for a calendar year tax levy are payable in four equal installments in the subsequent calendar year, with all but the first payment falling due after the close of the District's fiscal year. First installment tax collections recognized at June 30, 2023 were 61.08% of the current property tax levy compared with 48.46% for the previous year. The remainder of the 2022 levy is billed for collection during calendar year 2023. Allocations of the 2022 levy year and the two proceeding levies are as follows (per $100 assessed value):

Table 3 - Tax Rate Calendar Years

Purpose	2022	2021	2020
General	4.1461	4.1600	4.1600
Special revenue	0.4034	0.4029	0.4166
Debt service	0.3691	0.4052	0.4149
Capital projects	0.0499	0.0500	0.0500
Total tax rate	4.9685	5.0181	5.0415
Collection / Levy			
(Percentage as of June 30)	61.08%	48.46%	58.28%

Financial Analysis of the Government's Funds

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

Governmental funds: The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Table 4 - Governmental Fund Balances

Purpose	2023	2022	% Change
General	**$ 86,235,772**	$ 68,650,645	25.62%
Capital Projects	**10,440,437**	11,882,163	-12.13%
Nonmajor governmental funds	**14,324,557**	13,346,071	7.33%
Total	**$ 111,000,766**	$ 93,878,879	18.24%

The District completed the year with a total governmental fund balance of $111,000,766, $17,121,887 more than last year's ending fund balance of $93,878,879. Approximately 56% of this amount, $63,454,566 constitutes unassigned fund balance available for spending at the government's discretion. The remainder of the governmental fund balance is restricted or assigned for 1) grantor restricted purposes $7,290,974; 2) working cash $12,466,796 3) transportation $2,529,550; 4) municipal retirement and social security $4,729,125; 5) tort immunity $1,479,156; 6) school activity $1,334,038; 7) debt service $3,229,107; 8) Capital projects $11,464,018 and 9) assigned for encumbrances $2,933,983.

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was $63,454,566 while total fund balance reached $86,235,772. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 63% of total General Fund expenditures, while total fund balance represents approximately 77% of total General Fund expenditures.

The Capital Projects Fund is primarily supported by School Facility Occupation Tax which was $4,989,471 for 2023 and $4,821,499 for 2022. In the current year, the Capital Projects Fund had capital outlay of $10,859,480 which consisted primarily of HVAC projects.

General Fund Budgetary Highlights

Revenues were more than the final budget by $1,170,039. Expenditures were less than the budgeted expenditures by $16,334,108, primarily in expenditures expected in support services.

Capital Assets

The following table shows ending balances of capital assets invested in various categories. The District recognized a total net increase of $7,658,855 primarily due to additions of $11,796,212 offset by depreciation expense of $4,136,691. Capital asset additions consisted primarily of HVAC projects.

Table 4 - Capital Assets as of June 30 (Net of Depreciation)

	Governmental Activities		Total Percentage Change
	2023	Restated 2022	2022-23
Land	$ 1,589,496	$ 1,341,648	18.5%
Construction-in-progress	13,539,794	35,146,216	-61.5%
Land improvements	2,619,303	2,759,259	-5.1%
Buidlings	117,955,704	88,836,748	32.8%
Equipment and vehicles	2,045,198	1,994,729	2.5%
Right to use leased equipment	-	13,155	-100.0%
Right to use IT subscription	186,281	185,166	0.6%
Total	$ 137,935,776	$ 130,276,921	5.9%

More detailed information on capital asset activity can be found in Note 6 to the financial statements.

Debt

As of June 30, 2022, the District had general obligation bonds outstanding totaling $27,770,054. In the current year, the District paid $5,694,165 in principal and $960,666 in interest and fiscal charges outstanding debt.

Table 5 - Outstanding Long-Term Obligations

	Governmental Activities		Total Percentage Change
	2023	2022	2022-23
General obligation bonds	$ 27,770,054	$ 33,420,163	-16.9%
Leases	-	15,761	-100.0%
Subscription liability	88,750	-	100.0%
Total	$ 27,858,804	$ 33,435,924	

As of June 30, 2023, the District's available legal debt margin was $106,959,110 as compared to $90,889,520 in 2022. The District has an Aa2 insured Moody's Investors service rating insured by Financial Guaranty. Additional information about the District's long-term debt can be found in Note 7 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The School Year 2023-2024 (Fiscal Year 2024) Proposed Budget has been prepared based upon known expenditures for approved programs and projected revenues.

- Revenues and available carried forward fund balances equal or exceed expenditures for all funds for the 2023-2024 Fiscal Year. Historically, plan budget deficits do not materialize, since the District's past practice and budgeting philosophy is to allocate expenditures on the higher side while budgeting revenues conservatively.
- Salaries, wages and benefits have been updated to reflect known changes of staff costs.
- The Evidence Based Funding (EBF) formula reflects a total increase of $805,483, or 3.3%. Due to an increase in utility costs from the addition of air conditioning in six elementary buildings and Moline High School, $2,039,481, or 8.0%, of the EBF will be allocated from the Educational Fund to the Operations Maintenance Fund.
- Summary of the Educational Fund:
    - The Educational Fund reflects a budgeted surplus of $2,695,788. This is mainly due to an increase in equalized assessed valuation (EAV), Corporate Personal Property Replacement Tax (CPPRT), and interest rates.
    - Property tax revenue reflects an increase of $2,416,849 or 8.0%, as a result of updated equalized assessed valuation projections provided by the Rock Island Assessment Office and anticipated needs based on the 2022 levy.
    - CPPRT reflects an increase of $1,374,474, or 12.6%. As this amount is an unknown source from the State of Illinois, the budget reflects 90% of the prior year revenue.
    - Other state funded grants (i.e., Special Education, Preschool for All, Private Facility, etc.) reflects an increase of $167,190, or 7.4%. This is based on recent funds received analysis.

  - Federal grant program (i.e., Child Nutrition, IDEA, Title I, etc.) revenues and expenditures have been analyzed to reflect updated awards, entitlements, carryovers, and allocation changes from the prior year.
  - This budget reflects continued funding for the Coronavirus Aid, Relief and Economic Security (CARES) Act in the amount of $588,380.

Operations & Maintenance Fund reflects a budgeted surplus of $1,333,687. This is associated with the allocation of EFAB revenue to offset rising utility costs, inflation increases, and supply chain issues.

- Transportation Fund reflects a budgeted deficit of $607,089. The deficit has been reduced from the prior year to an increase in property tax and anticipated state funding.
- Capital Projects Fund reflects a budgeted deficit of $357,796, due to the timing of construction for the elementary air conditioning, LED lighting upgrades, and parking lot resurfacing projects authorized by the Board of Education.
- Tort Fund reflects a budgeted deficit of $221,005. Although there is an increase in property tax revenue, that surplus is offset by an increase in insurance premiums.
- Life Safety Fund reflects a budgeted deficit of $766,782, due to an increase in planned roof replacements.
- Group Insurance Fund reflects a budgeted deficit of $362,991, due to a return to historical expenditure levels.
- Total revenues decreased by $6,870,139, or 5.0%, while expenditures decreased by $18,824,886, or 12.8%, from the 2022-2023 Budget. The majority of the change in both revenues and expenditures is a result of a reduction in CARES funding and reporting changes for TRS On-Behalf.
- Total Funds ending balance is budgeted at a surplus of $2,821,973 mainly due to an increase in revenues related to property tax, CPPRT, and interest payments.

Requests for Information

These financial statements and discussions are designed to provide our students, citizens, taxpayers, investors and creditors with a complete disclosure of the District's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have questions about this report or need additional information, please write Mr. David McDermott, Chief Financial Officer, Moline-Coal Valley School District No. 40, 1619 11th Avenue, Moline, Illinois 61265.

Moline-Coal Valley School District No. 40

Statement of Net Position
June 30, 2023

	Governmental Activities
Assets	
Cash and investments	$ 112,122,522
Receivables, net of allowances for uncollectible amounts:	
Property taxes	54,859,387
Corporate personal property replacement taxes	2,546,517
Sales tax	1,307,508
Other	99,787
Due from other govenmental units	9,913,101
Lease receivable	1,899,555
Inventory	39,017
Prepaid items	50,436
Capital assets:	
Nondepreciable:	
Land	1,589,496
Construction-in-process	13,539,794
Depreciable:	
Land improvements	10,301,750
Buildings	167,663,099
Equipment and vehicles	7,103,414
Right to use leased equipment	65,775
Right to use IT subscription	618,600
Accumulated depreciation and amortization	(62,946,152)
Total assets	320,773,606
Deferred Outflows of Resources	
Pension related deferred outflows	7,461,847
OPEB related deferred outflows	3,875,772
Total deferred outflows of resources	11,337,619

	Governmental Activities
Liabilities	
Accounts and contracts payable	$ 6,777,468
Accrued payroll and benefits	8,479,524
Claims payable	459,773
Accrued interest	321,955
Unearned revenue	255,640
Noncurrent liabilities:	
Due within one year:	
Compensated absences	317,247
IT subscription liability	24,734
Note payable	51,175
General obligation bonds	5,798,824
Portion due after one year:	
Compensated absences	16,697
Note payable	129,647
IT subscription liability	64,016
General obligation bonds	22,563,165
Net pension liability	13,681,782
Net OPEB liability	27,198,722
Total liabilities	86,140,369
Deferred Inflows of Resources	
Property taxes levied for subsequent years	42,762,022
Lease related deferred inflows	1,899,555
Pension related deferred inflows	973,896
OPEB related deferred inflows	41,239,806
Total deferred inflows of resources	86,875,279
Net Position	
Net investment in capital assets	110,326,028
Restricted for:	
Grantor restricted puposes	7,290,974
Debt service	3,229,107
Tort immunity	1,479,156
Capital projects	14,475,024
Transportation	3,029,550
School activity	1,334,038
Municipal retirement and social security	4,729,125
Working cash	12,466,796
Unrestricted	735,779
Total net position	$ 159,095,577

See Notes to Basic Financial Statements.

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Moline-Coal Valley School District No. 40

Statement of Activities
Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues: Charges for Services and Sales	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Governmental activities:					
Instruction	$ 84,643,080	$ 425,056	$ 39,724,054	$ -	$ (44,493,970)
Support services	29,183,285	2,511,581	4,938,879	8,682,176	(13,050,649)
Community services	593,846	-	-	-	(593,846)
Tuition paid to other districts	1,399,229	-	-	-	(1,399,229)
Debt service, interest on long-term debt	1,017,818	-	-	-	(1,017,818)
	$ 116,837,258	$ 2,936,637	$ 44,662,933	$ 8,682,176	(60,555,512)
General revenues:					
Property taxes					48,652,788
Corporate personal property replacement taxes					16,148,956
School facility occupation tax					5,034,766
Grants and entitlements not restricted to specific programs					26,580,838
Investment earnings					3,596,353
Total general revenues					100,013,701
Change in net position					39,458,189
Net position, beginning of year, as restated					119,637,388
Net position, end of year					$ 159,095,577

See Notes to Basic Financial Statements.

Moline-Coal Valley School District No. 40

Balance Sheet
Governmental Funds
June 30, 2023

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	$ 80,533,138	$ 13,165,897	$ 12,757,687	$ 106,456,722
Receivables, net of allowances for uncollectible amounts:				
Property taxes	45,778,894	-	9,080,493	54,859,387
Corporate personal property replacement taxes	2,546,517	-	-	2,546,517
Sales taxes	-	1,307,508	-	1,307,508
Other	71,095	-	28,692	99,787
Due from other governmental units	4,593,955	4,819,146	500,000	9,913,101
Due from other funds	1,923	-	-	1,923
Lease receivable	-	1,899,555	-	1,899,555
Inventory	39,017	-	-	39,017
Prepaid item	50,436	-	-	50,436
Total assets	$ 133,614,975	$ 21,192,106	$ 22,366,872	$ 177,173,953
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts and contracts payable	$ 1,584,709	$ 4,819,295	$ 342,499	$ 6,746,503
Accrued payroll and benefits	8,357,817	-	121,707	8,479,524
Unearned revenue	255,640	-	-	255,640
Total liabilities	10,198,166	4,819,295	464,206	15,481,667
Deferred Inflows of Resources:				
Unavailable revenue:				
Property taxes	35,683,913	-	7,078,109	42,762,022
Sales tax	-	441,295	-	441,295
Intergovernmental	1,497,124	3,591,524	500,000	5,588,648
Lease	-	1,899,555	-	1,899,555
Total deferred inflows of resources	37,181,037	5,932,374	7,578,109	50,691,520
Fund Balances:				
Nonspendable:				
Inventory	39,017	-	-	39,017
Prepaid items	50,436	-	-	50,436
Restricted	19,757,770	10,440,437	14,324,557	44,522,764
Assigned	2,933,983	-	-	2,933,983
Unassigned	63,454,566	-	-	63,454,566
Total fund balances	86,235,772	10,440,437	14,324,557	111,000,766
Total liabilities, deferred inflows of resources and fund balances	$ 133,614,975	$ 21,192,106	$ 22,366,872	$ 177,173,953

See Notes to Basic Financial Statements.

Moline-Coal Valley School District No. 40

Reconciliation of the Balance Sheet -
Governmental Funds to the Statement of Net Position
June 30, 2023

Total fund balances of governmental funds	$	111,000,766
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.		137,935,776
Other long-term assets are not available to pay for current period expenditures and, therefore, are unavailable in the funds.		
Sales tax		441,295
Intergovernmental		5,588,648
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:		
Pension related:		
Deferred outflows of resources		7,461,847
Deferred inflows of resources		(973,896)
OPEB related:		
Deferred outflows of resources		3,875,772
Deferred inflows of resources		(41,239,806)
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.		5,173,139
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.		
Compensated absences		(333,944)
Accrued interest		(321,955)
General obligation bonds		(27,770,054)
Note payable		(180,822)
IT subscription liability		(88,750)
Net pension liability		(13,681,782)
Other post employment benefits obligation		(15,241,816)
Other post employment benefits obligation, THIS		(11,956,906)
Bond premium		(591,935)
Net position of governmental activities	$	159,095,577

See Notes to Basic Financial Statements.

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Moline-Coal Valley School District No. 40

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2023

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes	$ 40,495,732	$ -	$ 8,157,056	$ 48,652,788
School facility occupation tax	-	4,989,471	-	4,989,471
Corporate personal property replacement taxes	15,628,039	-	520,917	16,148,956
Intergovernmental	69,407,499	6,728,697	512,523	76,648,719
Interest	2,665,765	350,236	393,651	3,409,652
Other, primarily student fundraising activities	1,768,531	300,000	966,983	3,035,514
Total revenues	129,965,566	12,368,404	10,551,130	152,885,100
Expenditures:				
Current:				
Instruction	82,752,136	-	924,552	83,676,688
Support services	26,567,266	-	4,747,813	31,315,079
Community services	587,094	-	6,752	593,846
Tuition paid to other districts	1,165,484	-	233,745	1,399,229
Capital outlay	1,381,105	10,859,480	-	12,240,585
Debt service:				
Principal	-	-	5,694,165	5,694,165
Interest	-	-	960,666	960,666
Total expenditures	112,453,085	10,859,480	12,567,693	135,880,258
Excess (deficiency) of revenues over (under) expenditures	17,512,481	1,508,924	(2,016,563)	17,004,842
Other financing sources (uses):				
Issuance of long-term debt	117,045	-	-	117,045
Transfers in	-	-	2,995,049	2,995,049
Transfers out	(44,399)	(2,950,650)	-	(2,995,049)
Total other financing sources (uses)	72,646	(2,950,650)	2,995,049	117,045
Net change in fund balance	17,585,127	(1,441,726)	978,486	17,121,887
Fund balance, beginning of year	68,650,645	11,882,163	13,346,071	93,878,879
Fund balance, end of year	$ 86,235,772	$ 10,440,437	$ 14,324,557	$ 111,000,766

See Notes to Basic Financial Statements.

Moline-Coal Valley School District No. 40

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities
Year Ended June 30, 2023

Net change in fund balances - total governmental funds		$ 17,121,887
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 not reported in the Statement of Net Position and are allocated over their estimated useful lives as depreciation expense in the Statement of Activities. The amounts of capital outlays and depreciation expense in the year are as follows:		
Expenditures for capital assets	$ 11,796,212	
Depreciation/amortization expense	(4,136,691)	7,659,521
The net effect of various transactions involving capital assets including sales, trade-in, donations, and disposals to decrease net position		(666)
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		
Sales taxes		45,295
Intergovernmental		3,178,351
Internal Service Fund change in net position		(771,855)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayments of the principal of long-term debt consumes the current financial resources of governmental funds. The issuance of debt increases liabilities in the Statement of Net Position, while the repayment of long-term debt reduces long-term liabilities. Also governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. Interest is accrued on outstanding bonds, whereas in the governmental funds, interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:		
Issuance of IT subscription liability	(117,045)	
Repayment of bond principal	5,650,109	
Capital contribution	49,178	
Payment of lease obligation	15,761	
Payment of IT subscription liability	28,295	
Interest expense	80,834	
Amortization of bond premium	215,625	5,922,757

Commodities inventory is not a financial resource in governmental funds. Commodities used are reported as expenses and commodities donated are reported as revenue in the statement of activities:		
Commodities used		(233,440)
Commodities donated		233,440
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:		
Compensated absences	(9,576)	
Other post employment benefits obligation	5,575,020	
Pension expense	737,455	6,302,899
Change in net position of governmental activities		$ 39,458,189

See Notes to Basic Financial Statements.

Moline-Coal Valley School District No. 40

Statement of Net Position
Governmental Activities - Proprietary Fund - Internal Service Fund
June 30, 2023

Assets		
Current:		
Cash and investments	$	5,665,800
Total assets	$	5,665,800
Liabilities		
Current:		
Accounts payable	$	30,965
Claims payable		459,773
Due to other funds		1,923
Total liabilities		492,661
Net Position, unrestricted	$	5,173,139

See Notes to Basic Financial Statements.

Moline-Coal Valley School District No. 40

Statement of Revenues, Expenses and Changes in Fund Net Position
Governmental Activities - Proprietary Fund - Internal Service Fund
Year Ended June 30, 2023

Operating revenues, charges for services	$	10,112,946
Operating expenses		11,071,502
Operating loss		(958,556)
Nonoperating income, interest income		186,701
Change in net position		(771,855)
Total net position, beginning		5,944,994
Total net position, ending	$	5,173,139

See Notes to Basic Financial Statements.

Moline-Coal Valley School District No. 40

Statement of Cash Flows
Governmental Activities - Proprietary Fund - Internal Service Fund
Year Ended June 30, 2023

Cash flows from operating activities:		
Cash received from employees and employer	$	10,112,969
Cash payments for claims and administration		(11,411,267)
Net cash (used in) operating activities		(1,298,298)
Cash flows from noncapital financing activities, payments from other funds		1,923
Cash flows from investing activities, interest received on investments		186,701
Net decrease in cash and cash equivalents		(1,109,674)
Cash and cash equivalents:		
Beginning		6,775,474
Ending	$	5,665,800
Reconciliation of operating loss to net cash (used in) operating activities:		
Operating loss	$	(958,556)
Adjustments to reconcile operating loss to net cash (used in) operating activities:		
Decrease in accounts receivable		23
(Decrease) in accounts and contracts payable		(224,913)
(Decrease) in claims payable		(114,852)
Net cash (used in) operating activities	$	(1,298,298)

See Notes to Basic Financial Statements.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies

Nature of operations:

Moline-Coal Valley School District No. 40 (the District) is a political subdivision created under Illinois State Statute. The District has the power to make rules and regulations for its own government consistent with the laws of the state of Illinois and the regulations of the Illinois State Board of Education. The District is governed by the Moline-Coal Valley School Board (the Board) which is elected at large in the general elections. The District is composed of one high school, one alternative high school, two middle schools, 11 elementary schools and one early childhood center. Student enrollment (preschool through high school) for the 2022-2023 school year was 7,129 regular and special education students as of September 30, 2022. The District employs a total of 860 personnel of which 488 are teachers and administrators and 372 are educational support staff.

Reporting entity:

The financial statements of the District include all District operations required to be included in accordance with Governmental Accounting Standards Board (GASB) pronouncements concerning the reporting entity. 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 GASB has set forth criteria to be considered in determining financial accountability. These criteria are: a) 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; and b) fiscal dependency. Additional criteria to determine whether certain organizations for which the District is not financially accountable should be reported as component units based on the nature and significance of their relationship with the District include (1) the economic resources being received or held by the separate organization being entirely or almost entirely for the direct benefit of the District, its component units or its constituents, (2) the District being entitled to, or having the ability to otherwise access, a majority of the economic resources received or held by the organization and (3) the economic resources received or held by an individual organization that the District is entitled to, or has the ability to otherwise access, are significant to the District. The District has no component units which meet the GASB criteria. In addition, the District is not aware of any entity which would exercise such oversight over it which would result in the District being considered a component unit of that entity.

Basis of presentation and Financial Statement Presentation:

The District's basic financial statements consist of the Government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide financial statements: The Statement of Net Position and the Statement of Activities report information on all of the nonfiduciary activities of the District. The District does not have any activities that are considered business-type activities.

The Statement of Net Position presents the District's nonfiduciary assets and deferred outflows of resources and 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, including restricted capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt attributable to the acquisition, construction or improvements of those assets.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

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.

Unrestricted net position consists of net position that does not meet the definition of the two preceding categories. Unrestricted net position often has constraints on resources imposed by management which can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customer or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants, contributions and interest 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 and proprietary funds. The District does not have fiduciary funds. 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:

General Fund: The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the District for any purposes provided it is expended or transferred according to the general laws of Illinois or the restrictions placed on the resources by a third party.

Capital Projects Fund: The Capital Projects Fund accounts for the acquisition or construction of major capital facilities.

The other governmental funds of the District are considered nonmajor and are as follows:

Special Revenue Funds: Are used to account for the revenue sources that are legally restricted to expenditures for specific purposes:

Transportation Fund: This fund accounts for all revenue received and expenditures made for student transportation to and from school. Revenue is derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement and Social Security Fund: This fund accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, OASDI and Employer's Share of Medicare for noncertified employees. Revenue to finance the contributions is derived primarily from local property taxes.

School Activity Fund: This fund accounts for the monies generated by student organizations via fund raising activities.

Tort Immunity and Judgment Fund: This fund accounts for all revenue received and expenditures made for tort immunity or tort judgment purposes. Revenue is derived primarily from local property taxes.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Debt Service Fund: Accounts 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 local property taxes.

Capital Projects Funds: Are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including acquisition or construction of capital facilities and other capital assets.

Life Safety Fund: The Life Safety Fund accounts for the revenue and expenditures related to fire prevention and safety projects.

Additionally, the District reports the following fund types:

Proprietary Fund: The proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The only proprietary fund of the District is the Internal Service Fund. The Internal Service Fund supports the general government and accounts for the premium and claim payments for the self-insured health insurance plan for District employees.

Measurement focus and basis of accounting:

Government-wide financial statements: The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are proprietary and fiduciary fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. All assets, deferred outflows of resources, deferred inflows of resources and liabilities associated with the operation of the District are included on the statement of net position. Revenues are recorded when earned and expense are recorded when a liability is incurred, regardless of timing of related cash flow.

Fund financial statements: All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets plus deferred outflows of resources and current liabilities plus deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources and in the presentation of expenses versus expenditures.

Revenues – exchange and nonexchange transactions: 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 become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within 60 days of fiscal year-end.

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 the modified accrual basis, property and corporate personal property replacement taxes, intergovernmental revenues, charges for services and interest revenues are considered to be both measurable and available at fiscal year-end to the extent received within 60 days of year-end. Charges for sales and services, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

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 internal service fund is charges for services. Operating expenses include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Significant accounting policies:

The significant accounting policies followed by the District include the following:

Property taxes: Property taxes are recognized as a receivable at the time they become an enforceable legal claim. The current taxes receivable represents the 2022 levy and an estimate of the 2023 levy for the period January 1, 2023 through June 30, 2023. Property taxes are levied each year on all taxable real property in the District. Property taxes are levied on or before the last Tuesday in December and attach as an enforceable lien on the property as of the preceding January 1. These taxes become due and collectible in June, August, September and November and are collected by the county collector, who in turn remits to the District its respective share. An allowance is provided for uncollectible taxes. Property taxes that are not available for current year operations are shown as deferred inflows of resources. Six months of the 2022 property tax levy along with six months from the 2023 property tax levy are intended to finance fiscal year ending June 30, 2024 and have been reported as deferred inflows of resources and will not be recognized as revenue until fiscal year 2024.

Due from other governmental units: Due from other governmental units represents amounts due from the Illinois State Board of Education, grants and reimbursements from other governments.

Inventories: Inventories are stated at cost (first-in, first-out) which approximates market. The consumption method of accounting is applied to the governmental fund type inventories. Unused commodities as of year-end are reported as inventory in the statement of net position and balance sheet. The fund balance related to inventories is reported as nonspendable.

Prepaids: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased. The fund balance in the governmental funds relating to prepaid items is reported as nonspendable.

Unearned revenue: Unearned revenue in the governmental funds arises when assets are recognized before revenue recognition criteria have been satisfied. Unearned revenue consists primarily of school registration fees and meal revenues collected for the programs and services in the next school year.

Deferred outflows of resources: In addition to assets, the statement of net position and the balance sheet 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 that time. In the District's government-wide statements, deferred outflows of resources consist of unrecognized items not yet charged to expense related the net pension liability and other postemployment benefit (OPEB) liability and contributions paid by the employer after the measurement date of the net pension liability and OPEB liability but before the end of the employer's reporting period.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Deferred inflow of resources: In addition to liabilities, the statement of net position and balance sheet 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 apply to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenue from property taxes, sales tax, intergovernmental revenue, and lease revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District's government-wide statements present only the property tax revenues, lease, pension related deferred inflows and OPEB related deferred inflows. The property tax revenues remain under the full accrual basis of accounting and will become an inflow in the year that they are levied and budgeted for. Deferred inflows of resources in the government-wide statements also include the unrecognized items not yet charged to pension expense and other post-employment benefit expense.

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 District's pension plans and additions to/deductions from pension fiduciary net position have been determined on the same basis as they are reported by the respective pension plan. 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.

Other Postemployment Benefits Other Than Pensions (OPEB): For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District Postretirement Health Plan and the Teacher Health Insurance Security Fund of Illinois (THIS) and additions to / deductions from the fiduciary net position have been determined on the same basis as they are reported by the District Postretirement Health Plan and THIS. 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.

Expenses/expenditures: On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the statement of activities, as an expense, with the amount donated to the District reported as program revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable and due. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Investments: The investments are stated at fair value with the exception of the external investment pools below. Short-term investments are reported at cost which approximates fair value. Securities traded in a national or international exchange are valued at the last reported sales price at the current exchange rates. There are no investments in a fund earning income that is recorded in another fund.

The District invests in the Illinois School District Liquid Asset Fund and the Illinois Funds Money Market Fund which are external investment pools that are not SEC-registered and regulated by the State Treasurer's Office. These external investment pools are valued at amortized cost based on the criteria set forth in GASB Statement No. 79.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Capital assets: Capital assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets are recorded at historical cost. Donated capital assets are recorded at acquisition value at 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. The District maintains a capitalization threshold of $5,000. All capital assets except land and construction-in-process are depreciated.

Right-to-use leased assets are 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 direct costs to place the assets in service. Subsequently, the leased assets are amortized on a straight-line basis over the shorter of the life of the lease or estimated useful life of the asset.

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

Asset Class	Estimated Useful Lives
Land improvements	20 years
Buildings and building improvements	20 - 50 years
Equipment and vehicles	5 - 20 years

The District's collection of library books and other similar asset are not capitalized. These collections are unencumbered, held for public exhibition and education, protected, cared for and preserved and subject to District policy that requires proceeds from the sale of these items to be used to acquire other collection items.

Compensated absences: Certified employees working less than 12 months a year do not earn vacation days; however, noncertified full-time employees earn vacation days which vest as it accrues. Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable the District will compensate the employees for the benefits through paid time off or some other means.

Self-insurance: The District is self-insured for health benefits. The District's premiums and claims are accounted for in the Internal Service Fund. Premiums are charged by the Internal Service Fund to operating funds based upon the number of employees and selected coverage in each fund.

Cash flows: For the purpose of cash flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Leases:

Lessee: 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 proprietary fund statements and 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.

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 debt on the statement of net position.

Lessor: The District is a lessor for a noncancellable lease of a building. The District recognizes a lease receivable and a deferred inflow of the resources in the government-wide and governmental fund financial statements.

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

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Leases (Continued):

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

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments fro the lessee.

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

Subscription-Based Information Technology Arrangements (SBITA): The District has entered into a contract that conveys control of the right to use information technology software. The District has recognized 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 debt on the statement of net position.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Accrued liabilities and long-term obligations: All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest rate method.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences and special termination benefits are reported as a liability in the fund financial statements only to the extent that they have matured and are due.

Fund balance: 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.

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 by the Board of Education to the Superintendent through an approved fund balance policy.

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. The General Fund is the only fund that would report a positive amount in unassigned fund balance.

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.

Net position: Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. Unspent bond proceeds were $1,021,813 as of June 30, 2023. Net position is reported as restricted when there are limitations imposed on their use through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted through enabling legislation consist of $3,229,107 for debt service, $1,479,156 for tort immunity, $12,466,796 for working cash, $14,475,024 for capital projects, $3,029,550 for transportation, and $4,729,125 for municipal retirement and social security. The District first applies restricted resources when an expense is incurred for which both restricted and unrestricted net position is available.

Note 1. Nature of Operations, Financial Reporting Entity, Basis of Presentation and Financial Statement Presentation, Measurement Focus and Basis of Accounting, and Significant Accounting Policies (Continued)

Interfund transactions: Transactions among District funds would be treated as revenues and expenditures or expenses if they involved organizations external to the District and are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions which constitute the transfer of resources from a fund receiving revenues to a fund through with the revenues are to be expected, are separately reported in the respective fund's operating 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" in the fund financial statements. Any residual balances outstanding 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.

Note 2. Budgets and Budgetary Information

The District's Board of Education annually adopts a budget and approves the related appropriations for the General, special revenue, Debt Service and capital projects funds in accordance with provisions of Illinois Compiled Statutes. These budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. On-behalf payments made by the state of Illinois for the District are not budgeted for by the District as revenues and expenditures. These on-behalf payments were recorded in the General Fund in the amount of $27,368,735 as of June 30, 2023.

Legal spending control is established at the fund level, but management control is exercised at budgetary line item levels within each fund. The Board of Education may amend the budget after it is approved using the same procedures necessary to approve the original budget. As of June 30, 2023, the District overexpended the Municipal Retirement and Social Security Fund, the Student Activity Fund, and the Debt Service Fund.

Note 3. Deposits and Investments

As of June 30, 2023, the District had the following cash and investments:

Deposits	$	6,701,839
Certificates of Deposit		122,139
Illinois School District Liquid Asset Fund		21,550,808
Illinois Funds Money Market Fund		72,956,395
Treasury Bills		10,791,341
	$	112,122,522

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, 2023, the Districts investments were as follows:

		Investment Maturities (in Years)					Rating	
	Amortized Cost/ Fair Value	< 1	1-5	6-10	>10	Level Input	Standard & Poor	Fitch
Investment Pools,								
Illinois Funds Money Market Fund	$ 72,956,395	$ 72,956,395	-	-	-	N/A	N/A	AAAmmf
Illinois School Liquid Asset Fund	21,550,808	21,550,808	-	-	-	N/A	AAAm	N/A
Treasury Bills	10,791,341	10,791,341	-	-	-	1	AA+	AAA
	$ 105,298,545	$ 105,298,545	-	-	-			

State statutes and the District's investment policy authorize the District to make deposits in interest bearing depository accounts in federally insured and/or state-chartered banks and savings and loan associations, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, and short-term obligations of corporations organized in the United States with assets exceeding $500,000,000.

The District is also authorized to invest in Illinois School District Liquid Asset Fund and the Illinois Funds Money Market Fund, which invests member deposits on a pooled basis, short-term certificates of deposit and high rated short-term obligation of major United States corporations and banks.

Interest rate risk: The District's investment policy does not specifically limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, but it does state the investment portfolio should provide sufficient liquidity to pay District obligations as they become due.

Credit risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of rating by a nationally recognized statistical rating organization. See above for credit ratings related to the Illinois School District Liquid Asset Fund, the Illinois Funds Money Market Fund, and Treasury Bills.

Concentration of credit risk: The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital and, in general, avoid speculative investments. The District's investment policy seeks diversification to minimize the risk of loss resulting in over concentration in a specific maturity, issuer or class of securities. The investments above are investments in an external investment pools and, therefore, are not subject to concentration of credit risk.

Note 3. Deposits and Investments (Continued)

Custodial credit risk: Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. It is the District's policy to require that time deposits in excess of FDIC insurable limits be secured by collateral or private insurance to protect public deposits in a single financial institution if it were to default. As of June 30, 2023, none of the District's bank balances were exposed to custodial credit risk. The custodial credit risk for investments is the risk that in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. As of June 30, 2023, The District's investments are not exposed to custodial credit risk.

Note 4. Lease Receivable

On July 1, 2019, the District entered into a lease agreement to lease approximately 35,000 square feet of the Horace Mann School building to Camelot Therapeutic Schools, LLC. The term of the lease was for a term of two years with the option to renew through June 2024 at a monthly base rent of $25,000. On June 26, 2023, the District approved a lease modification which extended the terms of the agreement and changed responsibility for boiler maintenance and repair. As a result, the lease was remeasured as of June 26, 2023 and the lease asset and deferred inflow of resources were adjusted by $1,605,955 the difference between the remeasured asset and the asset immediately before the lease modification. Rent is due monthly through June 1, 2028 as follows:

Year Ended June 30:	Principal	Interest	Total
2024	$ 316,222	$ 63,778	$ 380,000
2025	342,908	57,092	400,000
2026	377,249	42,751	420,000
2027	412,990	27,010	440,000
2028	450,186	9,814	460,000
	$ 1,899,555	$ 200,445	$ 2,100,000

The District recognized $282,106 in lease revenue and $17,894 in interest revenue during the current fiscal year related to this lease. As of June 30, 2023, the District's receivable for lease payments was $1,899,555. The district has a deferred inflow of resources associated with this lease of $1,899,555 that will be recognized as revenue over the term of the lease.

On June 26, 2023, the Board approved a five year lease agreement with the Regional Office of Education for the 2nd floor of the Coolidge building which commences on July 1, 2023. The lease receivable and related deferred inflow of resources that will be recognized on July 1, 2023 will be $134,612.

Note 5. Interfund Transfers

The following is a schedule of transfers as included in the basic financial statements of the District:

	Transfer in	Transfer out
Major fund:		
General Fund	$ -	$ 44,399
Capital Projects Fund	-	2,950,650
Nonmajor fund,		
Debt Service Fund	2,995,049	-
	$ 2,995,049	$ 2,995,049

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

Note 6. Capital Assets

Capital assets activity for the year ended June 30, 2023 is as follows:

	Restated Balance Beginning of Year	Increases	Decreases	Balance End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 1,341,648	$ 247,848	$ -	$ 1,589,496
Construction in progress	35,146,216	9,783,491	31,389,913	13,539,794
Total capital assets not being depreciated	36,487,864	10,031,339	31,389,913	15,129,290
Capital assets being depreciated:				
Land improvements	10,164,489	137,261	-	10,301,750
Buildings	135,178,058	32,486,265	1,224	167,663,099
Equipment and vehicles	6,750,365	360,685	7,636	7,103,414
Right to use IT subscription	448,025	170,575	-	618,600
Right to use leased equipment	65,775	-	-	65,775
Total capital assets being depreciated	152,606,712	33,154,786	8,860	185,752,638
Less accumulated depreciation for:				
Land improvements	7,405,230	277,217	-	7,682,447
Buildings	46,341,310	3,366,643	558	49,707,395
Equipment and vehicles	4,755,636	310,216	7,636	5,058,216
Right to use IT subscription	262,859	169,460	-	432,319
Right to use leased equipment	52,620	13,155	-	65,775
Total accumulated depreciation and amortization	58,817,655	4,136,691	8,194	62,946,152
Total capital assets being depreciated, net	93,789,057	29,018,095	666	122,806,486
Governmental activities capital assets, net	$ 130,276,921	$ 39,049,434	$ 31,390,579	$ 137,935,776

Depreciation and amortization expense was charged to governmental functions as follows:

Governmental activities:	
Instruction	
Depreciation	$ 3,879,631
Amortization	182,615
Support services	74,445
Total governmental activities depreciation expense	$ 4,136,691

Note 7. Long-Term Liabilities

A summary of changes in long-term liabilities for the year ended June 30, 2023 is as follows:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental activities:					
Direct placements:					
General obligation school bonds series 2009 (qualified zone academy bonds)	$ 2,251,163	$ -	$ 551,109	$ 1,700,054	$ 558,824
Publicly issued:					
General obligation bonds:					
Alternate revenue source, series 2018	13,855,000	-	2,535,000	11,320,000	2,615,000
Bond premium, series 2018	181,901	-	57,435	124,466	-
Refunding school bonds, series 2018A	594,000	-	594,000	-	-
Funding school bonds, series 2019A	11,640,000	-	1,255,000	10,385,000	1,910,000
Bond premium, series 2019A	253,595	-	72,179	181,416	-
Refunding school bonds, series 2020A	5,080,000	-	715,000	4,365,000	715,000
Bond premium, series 2020A	372,064	-	86,011	286,053	-
Total general obligation bonds	34,227,723	-	5,865,734	28,361,989	5,798,824
Leases	15,761	-	15,761	-	-
Subscription liability	-	117,045	28,295	88,750	24,734
Compensated absences	324,368	333,944	324,368	333,944	317,247
Total	$ 34,567,852	$ 450,989	$ 6,234,158	$ 28,784,683	$ 6,140,805

Compensated absences are generally liquidated by the General Fund.

General Obligation Bonds:

General obligation bonds payable as of June 30, 2023, are summarized as follows:

Original Issue Date	Original Issue Amount	Maturity Date	Purpose	Interest Rate	Balance Due
Private placement:					
December 15, 2009	$ 8,300,000	December 15, 2025	Construction	1.40%	$ 1,700,054
Publicly issued:					
February 27, 2018	21,925,000	February 1, 2028	Construction	3.00%	11,320,000
September 9, 2019	14,000,000	February 1, 2028	Construction	2.00% to 5.00%	10,385,000
April 6, 2020	6,395,000	February 1, 2029	Refunding	4.00%	4,365,000

Certain bonds have early redemption clauses that may be exercised at the District's option, subject to certain restrictions. Principal and interest payments for the Series 2009 bonds are due annually on December 15. Principal for the Series 2018, 2018A, 2019A and 2020A bonds are due annually on February 1 with interest due semiannually on February 1 and August 1 through maturity.

Note 7. Long-Term Liabilities (Continued)

General Obligation Bonds (Continued)

The annual debt service requirements on the District's bonds are as follows:

	Direct Placement			Publicly Issued		
	Qualified Zone Academy, Series 2009			Alternative Revenue Source, Series 2018		
Year Ending June 30,	Principal	Interest	Total	Principal	Interest	Total
2024	$ 558,824	$ 23,801	$ 582,625	$ 2,615,000	$ 339,600	$ 2,954,600
2025	566,648	15,977	582,625	2,690,000	261,150	2,951,150
2026	574,582	8,044	582,626	2,700,000	180,450	2,880,450
2027	-	-	-	2,645,000	99,450	2,744,450
2028	-	-	-	670,000	20,100	690,100
Total	$ 1,700,054	$ 47,822	$ 1,747,876	$ 11,320,000	$ 900,750	$ 12,220,750

	Publicly Issued			Publicly Issued		
	General Obligation Refunding, Series 2019A			General Obligation Funding, Series 2020A		
Year Ending June 30,	Principal	Interest	Total	Principal	Interest	Total
2024	$ 1,910,000	$ 227,550	$ 2,137,550	$ 715,000	$ 174,600	$ 889,600
2025	2,070,000	189,350	2,259,350	615,000	146,000	761,000
2026	2,135,000	147,950	2,282,950	260,000	121,400	381,400
2027	2,285,000	105,250	2,390,250	750,000	111,000	861,000
2028	1,985,000	59,550	2,390,250	980,000	81,000	861,000
2029	-	-	-	1,045,000	41,800	2,147,800
Total	$ 10,385,000	$ 729,650	$ 11,114,650	$ 4,365,000	$ 675,800	$ 5,901,800

	Total		
Year Ending June 30,	Principal	Interest	Total
2024	$ 5,798,824	$ 765,551	$ 6,564,375
2025	5,941,648	612,477	6,554,125
2026	5,669,582	457,844	6,127,426
2027	5,680,000	315,700	5,995,700
2028	3,635,000	160,650	3,795,650
2029	1,045,000	41,800	1,086,800
Total	$ 27,770,054	$ 2,354,022	$ 30,124,076

General Obligation School Bonds (Alternative Revenue Source), Series 2018: In February 2018, the District issued $21,925,000 General Obligation School Bonds (Alternate Revenue Source), Series 2018 for improvements to school facilities. The Board adopted a resolution authorizing the issuance of alternate bonds, being general obligation bonds payable from collections distributed to the District from taxes imposed by the County pursuant to the County School Facility Occupation Tax Law of the State of Illinois. The bonds are general obligation of the District and are subject to payment from ad valorem property taxes in the event the pledged revenues are not sufficient. The total remaining principal and interest to be paid on the bonds as of June 30, 2023 is $12,220,750. During the year ended June 30, 2023, $2,535,000 of principal and $415,650 of interest was paid on the bonds. The pledged county school facility occupation tax revenues were $4,989,471 for the year ended June 30, 2023. The pledge of county school facility occupation tax revenues constitutes approximately 60% of annual county school facility occupation tax. The resolution providing for the issuance of the revenue bonds included the provision that pledged revenues of 1.25 times debt service shall be deposited into the pledged tax account. The resolution also requires the District to deposit into the bond fund 1/6 of the interest and 1/12 of the principal coming due.

Note 7. Long-Term Liabilities (Continued)

Leases: In fiscal year 2019, the District entered into a 60 month lease agreement as lessee for the use of copier equipment. The initial lease liability was $65,773. The District was required to make monthly principal and interest payments totaling $1,042. The lease has been paid in full as of June 30, 2023.

IT Subscription Liability: In August 2022, the District entered into an IT Subscription agreement with a vendor for website content management. An initial IT subscription liability was recorded for $93,987. The agreement requires annual payments of $20,300 over 5 years with the initial payment made in August 2022 for $20,300, interest rate of 4% and final payment due August 2026. During the year ended June 30, 2023, principal and interest paid were $20,300 and $0 respectively.

In January 2023, the District entered into an IT subscription agreement with a vendor for digital record management. An initial IT subscription liability was recorded for $23,058. The agreement requires annual payments of $7,995 over 3 years with the initial payment made in January 2023 ,for $7,995, interest rate of 4% and final payment due January 2025. During the year ended June 30, 2023, principal and interest paid were $7,995 and $0 respectively.

			Total
Year Ending June 30,	Principal	Interest	Total
2024	$ 24,734	$ 3,561	$ 28,295
2025	25,729	2,566	28,295
2026	18,768	1,532	20,300
2027	19,519	781	20,300
Total	$ 88,750	$ 8,440	$ 97,190

Note payable guarantee: In April 2022, the District guaranteed a note payable for the Moline Booster Club refinancing a previously existing note payable for the purchase of scoreboards and extending the payment terms. Prior to the refinancing of the note payable, the District made a payment on September 2021 consisting of $10,918 of principal and $3,494 of interest. The current note payable is due quarterly through December 15, 2026. In the event the Moline Booster Club is unable to make a payment, the District is required to make the payment. As a result of the difficulties in raising advertising revenue to pay the installments, the District has determined that it was more likely than not that the District would be required to make debt service payments in the future based on this guarantee. The amount of the liability recognized is the best estimate of the discounted present value of the future outflows expected to be incurred as a result of the guarantee. The Moline Booster Club made payments totaling $57,648 which included principal payment of $49,178. The principal payment made by the Moline Booster Club is recognized as a capital contribution in the Statement of Activities. The liability recognized for nonexchange financial guarantees by the District as of June 30, 2023 is as follows:

	Balance Beginning of Year	Increases	Decreases	Balance End of Year	Due Within One Year
Note payable guarantee	$ 230,000	$ -	$ 49,178	$ 180,822	$ 51,175

Note 7. Long-Term Liabilities (Continued)

The District's legal debt margin is as follows:

Assessed valuation	$ 978,251,708
Statutory debt limitation, 13.8% of assessed valuation	$ 134,998,736
Less indebtedness:	
General obligation bonds	27,770,054
IT subscription liability	88,750
Note payable	180,822
	28,039,626
Unused legal debt margin	$ 106,959,110

Note 8. Risk Management

The District is exposed to various risks of loss related to torts; theft of; damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks, except for employee's health benefits, are covered by the purchase of commercial insurance.

Settled claims from these risks have not exceeded the planned coverage during any of the past three years. The District maintains an Internal Service Fund to account for its self-insurance related to its employees' health benefits. Self-insurance is in effect up to an individual stop loss amount of $210,000 and aggregate stop loss amount of approximately 125% of cumulative monthly claim expenditures, with coverage from a private insurance company maintained for losses in excess of the aggregate stop loss amounts. All claim handling procedures are performed by an independent claims administrator.

Liabilities are recognized when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Recognized liabilities include a provision for all estimated claims incurred but not reported. The changes in the aggregate liabilities for claims for the years ended June 30, 2023 and 2022 are as follows:

Self-Insurance Liability	Beginning	Claims and Changes in Estimates	Claim Payments	Ending
2023	$ 582,433	$ 9,987,000	$10,109,660	$ 459,773
2022	467,581	9,407,323	9,292,471	582,433

Note 9. Other Postemployment Benefits (OPEB)

The District offers two plans that employees may participate in, a self-funded District plan and the Illinois Teacher Health Insurance Security, (THIS).

Moline-Coal Valley School District No. 40 Postretirement Health Plan

Plan description: The District's defined benefit OPEB plan, Moline-Coal Valley School District No. 40 Postretirement Health Plan (the Plan), provides postemployment benefits for eligible participants enrolled in its plans. The Plan is a single employer defined benefit OPEB plan administered by the District.

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Moline-Coal Valley School District No. 40 Postretirement Health Plan (Continued)

Benefits provided: The Plan provides medical and prescription drug benefits to eligible active employees and retired employees and their eligible dependents. Qualified retirees are full-time salaried employees that are eligible to retire within a state retirement system. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75. The Plan does not issue a stand-alone financial report.

All employees are required to contribute the full premium in order to continue coverage at retirement.

The full monthly premium rates for the plan are as shown below:

Rate Tier	Over 65	Under 65	IMRF Plan	TRIP
Employee	$ 585	$ 1,263	$ 717	$ 735
Spouse	1,171	3,624	1,794	2,205

Employees covered by benefit terms: At June 30, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	219
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	649
	868

Total OPEB liability: The District's total OPEB liability of $15,241,816 was measured as of June 30, 2023 and was determined by an actuarial valuation dated August 2, 2022 rolled forward to 2023.

Actuarial assumptions and other inputs: The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.0% per annum
Salary increases	4.0% per annum
Discount rate	4.13% per annum
Retirees' share of benefit-related costs	100%
Health care cost trend rate	Initial cost for TRIP plan members is 5.00% staying consistent for all years. Intial cost for the District's plan is 8.00% decreasing ultimately to 4.5%.

The discount rate was based on the Bond Buyer 20-Bond GO index. Mortality rates were based on the RP-2014 generational table scaled using MP-17 and applied on a gender-specific basis. The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period 2010– 2022.

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Moline-Coal Valley School District No. 40 Postretirement Health Plan (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability (a)
Balance at July 1, 2022	$ 14,761,847
Changes for the year:	
Service cost	650,542
Interest	588,944
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	(35,034)
Benefit payments	(724,483)
Net changes	479,969
Balance at June 30, 2023	$ 15,241,816

There were no changes as a result of changes in benefit terms. Changes of assumptions or other inputs reflect a change in the discount rate from 4.09% per annum in 2022 to 4.13% per annum in 2023.

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
	3.13%	4.13%	5.13%
Total OPEB liability	$ 16,139,934	$ 15,241,816	$ 14,389,698

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
	7.00%	8.00%	9.00%
Total OPEB liability	$ 13,991,708	$ 15,241,816	$ 16,680,846

For the year ended June 30, 2023, the District recognized OPEB expense of $285,161. At June 30, 2023, 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	$ -	$ 957,402
Changes of assumptions or other inputs	741,921	2,226,883
Net difference between projected and actual investments	-	-
Total	$ 741,921	$ 3,184,285

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Moline-Coal Valley School District No. 40 Postretirement Health Plan (Continued)

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:	Net Deferred Inflows of Resources
2024	$ (893,388)
2025	(188,940)
2026	(212,514)
2027	(234,702)
2028	(344,014)
Thereafter	(568,806)
	$ (2,442,364)

Illinois Teachers' Health Insurance Security ("THIS") Fund

Plan description: The District participates in the Teachers' Health Insurance Security Fund, a cost-sharing, multiple-employer defined benefit postemployment health care plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago.

Benefits provided: The THIS Fund provides medical, prescription and behavioral health benefits, but it does not provide vision, dental or life insurance benefits to annuitants of TRS. Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage plans.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval.

Contributions: The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State of Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS fund.

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On-behalf contributions to THIS Fund: The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were $452,086, and the District recognized revenue and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2022 and 2021 were 0.90 and1.24 percent of pay, respectively. State contributions on behalf of District employees were $433,818, and $556,375 respectively.

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Illinois Teachers' Health Insurance Security ("THIS") Fund

Employer contributions to the THIS Fund: The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.67 percent during the year ended June 30, 2023 and 0.67 and 0.92, percent during years ended June 30, 2022 and 2021, respectively. For the year ended June 30, 2023, the District paid $336,553 to the THIS Fund. For the years ended June 30, 2022 and 2021, the District paid $412,794 and $368,355, respectively to the THIS Fund which was 100 percent of the required contribution.

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: http://www.auditorillinois.gov/Audit-Reports/ABC-List.asp. The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Total OPEB liability: At June 30, 2023, the District reported a liability of $11,956,906 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2022, the District's proportion was 0.1746890 percent.

For the year ended June 30, 2023, the District recognized OPEB expense of $4,799,069. At June 30, 2023, 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	$ -	$ 7,820,404
Changes of assumptions	10,787	29,494,505
Net difference between projected and actual earnings on OPEB plan investments	1,452	-
Changes in proportion and differences between District contributions and proportionate share of contributions	2,785,059	740,612
District contributions subsequent to the measurement date	336,553	-
Total	$ 3,133,851	$ 38,055,521

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Illinois Teachers' Health Insurance Security ("THIS") Fund

$336,553 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2024. Other 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:	Net Deferred Inflows of Resources
2024	$ (5,882,561)
2025	(5,474,244)
2026	(4,859,002)
2027	(4,697,016)
2028	(4,634,514)
Thereafter	(9,710,886)
	$ (35,258,223)

Actuarial assumptions: The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25% per annum
Salary increases	Depends on service and ranges from 8.50% at one year of service to 3.50% at 20 or more years of service.
Discount rate	3.69% per annum
Health care cost trend rate	Trend starts at 6.00% for fiscal year ending 2023 based onexpected increases used to develop average costs. For fiscal years ending on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.

Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PubNS-2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Illinois Teachers' Health Insurance Security ("THIS") Fund (Continued)

Since the Teacher Retirement Insurance Program of Illinois is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.69% as of June 30, 2022, and 1.92% as of June 30, 2021. The increase in the single discount rate from 1.92% to 3.69% caused the total OPEB liability to decrease by approximately $1,448 million from 2021 to 2022.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the members' attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

During plan year ended June 30, 2022, the trust earned $143,000 in interest, and the market value of assets at June 30, 2022, was $378.63 million. The long-term investment return was assumed to be 2.75 percent.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate: The following presents the District's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net 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 rate:

	1% Decrease	Discount Rate	1% Increase
	2.69%	3.69%	4.69%
Total OPEB liability	$ 13,288,521	$ 11,956,906	$ 10,588,759

Sensitivity of the District's proportional share of the total OPEB liability to changes in the healthcare cost trend rates: The following presents the District's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net 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.

		Healthcare Cost	
	1% Decrease	Trend Rates	1% Increase
	5.00% decreasing to 3.25%	6.00% decreasing to 4.25%	7.00% decreasing to 5.25%
Total OPEB liability	$ 10,103,932	$ 11,956,906	$ 13,990,548

Payables to THIS – At June 30, 2023, the District reported payables to THIS of $0 for legally required District contributions and $0 for legally required employee contributions withheld from employee wages which had not yet been remitted to THIS.

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Illinois Teachers' Health Insurance Security ("THIS") Fund (Continued)

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued THIS financial report. The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: http://www.auditorillinois.gov/Audit-Reports/ABC-List.asp. The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Summary information of all other postemployment benefit plans as of June 30, 2023 is as follows:

	Governmental Activities
	District Plan
Net OPEB liability	$ 15,241,816
Deferred outflows of resources related to OPEB	741,921
Deferred inflows of resources related to OPEB	3,184,285
OPEB expense	285,161
	THIS
Net OPEB liability	$ 11,956,906
Deferred outflows of resources related to OPEB	3,133,851
Deferred inflows of resources related to OPEB	38,055,521
OPEB expense	4,799,069
	Total
Net OPEB liability	$ 27,198,722
Deferred outflows of resources related to OPEB	3,875,772
Deferred inflows of resources related to OPEB	41,239,806
OPEB expense	5,084,230

Note 10. Employee Retirement Systems and Pension Plans

Moline-Coal Valley School District No. 40 participates in two retirement systems: the Illinois Municipal Retirement Fund (IMRF) and the Teachers' Retirement System of the State of Illinois (TRS). Members of TRS consist of all full-time teachers and teachers employed on a part-time basis in positions where services are expected to be rendered for a full and complete school term. Employees, other than teachers, who meet prescribed annual hourly standards, are members of IMRF. Pension liabilities are generally liquidated by the Municipal Retirement and Social Security nonmajor special revenue fund and the General Fund.

Illinois Municipal Retirement Fund

Plan administration - The District's defined benefit pension plan for employees provides retirement and disability benefits, post retirement increases and death benefits to plan members and beneficiaries. The District plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple-employer public pension plan. Benefit and contribution provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained on-line at www.imrf.org. The IMRF actuarial valuation date is December 31, 2022 and the measurement date is December 31, 2022.

IMRF is administered in accordance with Illinois statutes. The statutes do not provide for termination of the plan under any circumstances.

Plan membership – All counties and school districts, plus cities and villages and incorporated towns with a population of 5,000 or more (except certain governmental entities specifically excluded by the Pension Code) are required to participate. Other local government units may elect to participate. All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. Elected officials and hospital employees who satisfy requirements may also participate.

As of December 31, 2022, the District's pension plan membership consisted of the following:

Retirees and beneficiaries	405
Inactive, non-retired plan members	366
Active plan members	317
Total	1,088

Benefits provided- The IMRF Plan provides retirement benefits, as well as death and disability benefits. A complete description of IMRF benefits is found in Article 7 of the Illinois Pension Code. IMRF has three benefit plans. The vast majority of IMRF members, including the District, participate in the Regular Plan (RP). IMRF benefit plans have two tiers.

Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent of the original amount on January 1 every year after retirement.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of 3 percent of the original pension amount or 1/2 of the increase in the Consumer Price Index of the original pension amount.

Contributions – As set by statute, the District's Regular Plan members are required to contribute 4.5 percent of the covered payroll. The statutes require each participating employer to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. Employer contributions for disability benefits, death benefits and the supplemental retirement benefits are pooled. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees while the supplemental retirement benefits rate is set by statute. Costs of administering the plan are financed by investment income. Contributions are based on employer payrolls and are due on the tenth of the month following the month of payment pursuant to the authority vested in the IMRF Board by the Illinois Pension Code. For the year ended June 30, 2023, the District contributed $1,082,615 to the plan.

Net Pension Liability of the District – The District's net pension liability was measured as of December 31, 2022, and the total net pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases, including inflation	2.85% to 13.75%
Investment rate of return, including inflation, and net of investment expense	7.25%

Mortality rates were based on Pub-2010, amount-weighted, below-median income, general, retiree, male (adjusted 106%) and female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.

For disabled retirees, mortality rates were based on Pub-2010, amount-weighted, below-median income, general, disabled retiree, male and female (both unadjusted) tables, and future mortality improvements projects using scale MP-2020.

For active members, mortality rates were based on Pub-2010, amount-weighted, below-median income, general, employee, male and female (both unadjusted) tables, and future morality improvements projected using scale MP-2020.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

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 of return (expected returns, net of pension plan 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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2022 are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities	35.5%	6.50%
International equities	18.0%	7.60%
Fixed income	25.5%	4.90%
Real estate	10.5%	6.20%
Alternatives	9.5%	6.25-9.90%
Cash equivalents	1.0%	4.00%
Total	100.0%	

Discount rate: A single discount rate (SDR) of 7.25 percent was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The single discount rate reflects (1) the long-term expected rate of return on the pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met.)

For the purpose of the District's valuation, the expected rate of return on pension plan investments is 7.25 percent, the municipal bond rate is 4.05 percent and the resulting SDR is 7.25 percent.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

Changes in the Net Pension Liability (Asset): The following table presents the changes in the net pension liability (asset):

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2022	$ 73,313,773	$ 79,685,008	$ (6,371,235)
Changes for the year:			
Service cost	1,010,844	-	1,010,844
Interest	5,188,109	-	5,188,109
Differences between expected and actual experience	885,751	-	885,751
Changes of assumptions	-	-	-
Contributions-employer	-	1,141,509	(1,141,509)
Contributions-employee	-	495,583	(495,583)
Net investment income	-	(10,626,762)	10,626,762
Benefit payments, including refunds of employee contributions	(4,518,145)	(4,518,145)	-
Other	-	(28,333)	28,333
Net changes	2,566,559	(13,536,148)	16,102,707
Balance, June 30, 2023	$ 75,880,332	$ 66,148,860	$ 9,731,472

Sensitivity to the net pension liability to changes in the discount rate: The following presents the net pension liability of the District, calculated using the discount rate of 7.25 percent, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
District's net pension liability (asset)	$ 17,863,987	$ 9,731,472	$ 3,039,613

Pension plan fiduciary net position: Detailed information about the IMRF pension plan's fiduciary net position is available in the separately issued IMRF financial report.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended June 30, 2023, the District's pension expense is $1,764,162 and the deferred outflows of resources and deferred inflows of resources related to pensions are from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 717,811	$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	5,571,746	-
District contributions subsequent to measurement date	514,800	-
Total	$ 6,804,357	$ -

$514,800 reported as deferred outflows of resources related to pensions resulting from District employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the IMRF pension will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows of Resources
2024	$ 68,173
2025	1,109,993
2026	1,851,699
2027	3,259,692
2028	-
Thereafter	-
Total	$ 6,289,557

Note 10. Employee Retirement Systems and Pension Plans (Continued)

Teachers' Retirement System of the State of Illinois

Plan description- The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at www.trsil.org/financial/acfrs/fy2022; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits provided- TRS provides retirement, disability, and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

Tier 2 members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially all Tier 1 retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

Contributions- The state of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On behalf contributions to TRS: The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of $26,916,649 in pension contributions from the state of Illinois.

2.2 formula contributions: Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023, were $291,347 and are deferred because they were paid after the June 30, 2022 measurement date.

Federal and special trust fund contributions: When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling $3,206,611 were paid from federal and special trust funds that required employer contributions of $336,374. These contributions are deferred because they were paid after the June 30, 2022 measurement date.

Employer retirement cost contributions: Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the employer paid $45,914 to TRS for employer contributions due on salary increases in excess of 6 percent, and $0 for sick leave days granted in excess of the normal annual allotment.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2022, the employer reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the employer follows below:

Employer's proportionate share of the net pension liability	$ 3,950,310
State's proportionate share of the net pension liability associated with the employer	342,663,213
Total	$ 346,613,523

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2022, the employer's proportion was .0047117058 percent, which was a decrease of .0002911321 from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the employer recognized pension expense (income) of ($758,419) and revenue of $26,916,649 for support provided by the state. At June 30, 2023, the employer 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	$ 7,940	$ 21,780
Changes of assumptions	18,215	7,542
Net difference between projected and actual earnings on pension plan investments	3,614	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	944,574
District contributions subsequent to the measurement date	627,721	-
Total	$ 657,490	$ 973,896

Note 10. Employee Retirement Systems and Pension Plans (Continued)

$627,721 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year Ended June 30,	
2024	$ (722,622)
2025	(97,231)
2026	(103,281)
2027	(2,057)
2028	(18,936)
Total	$ (944,127)

Actuarial assumptions: The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of Inflation	2.25 percent
Salary Increases	varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

In the June 30, 2022 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were based the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2020.

The long-term (20-year) 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 of return (expected returns, net of pension plan 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.

Note 10. Employee Retirement Systems and Pension Plans (Continued)

The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	16.3%	5.7%
U.S. equities small/mid cap	1.9%	6.8%
International equities developed	14.1%	6.6%
Emerging market equities	4.7%	8.6%
U.S. bonds core	6.9%	1.2%
International debt developed	1.2%	6.6%
Emerging international debt	3.7%	3.8%
Cash equivalents	1.2%	-0.3%
TIPS	0.5%	0.3%
Real estate	16.0%	5.4%
Hedge funds	4.0%	3.5%
Private equity	15.0%	10.0%
Private debt	12.5%	5.3%
Infrastructure	2.0%	5.3%
Total	100.0%	

Discount rate: At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2022 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the employer's proportionate share of the net pension liability to changes in the discount rate: The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the employer'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 (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 4,831,264	$ 3,950,310	$ 3,219,793

Note 10. Employee Retirement Systems and Pension Plans (Continued)

TRS fiduciary net position - Detailed information about the TRS's fiduciary net position as of June 30, 2022 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Payables to TRS – At June 30, 2023, the District reported payables to TRS of $0 for legally required District contributions and $0 for legally required employee contributions withheld from employee wages which had not yet been remitted to TRS.

Summary information of all pension plans as of June 30, 2023 is as follows:

	Governmental Activities
	IMRF
Net pension liability	$ 9,731,472
Deferred outflows of resources related to pensions	6,804,357
Deferred inflows of resources related to pensions	-
Pension expense	1,764,162
	TRS
Net pension liability	$ 3,950,310
Deferred outflows of resources related to pensions	657,490
Deferred inflows of resources related to pensions	973,896
Pension expense (income)	(758,419)
	Total
Net pension liability	$ 13,681,782
Deferred outflows of resources related to pensions	7,461,847
Deferred inflows of resources related to pensions	973,896
Pension expense	1,005,743

Note 11. Contingencies and Commitments

The District has consulted legal counsel in the course of operations for various matters. In the opinion of District management, the resolution of these matters will not have a material adverse effect on the future financial statements of the District.

The District has significant encumbrances in the Capital Projects Fund of $12,541,771.

Note 12. Tax Abatements

The Illinois General Assembly adopted the Tax Increment Allocation Redevelopment Act (TIF Act) in 1977 (65 ILCS 5/11-74.4-1 through 11-74.4-11). Cities, towns and villages may create tax increment financing districts. Tax increment financing is a method of reallocating property tax revenue which are produced as a result of an increase in taxable valuation above a "base valuation" figure within a tax increment district to the city, town or village that created the district for the purpose of economic development.

The District is comprised of students from municipalities in Rock Island County. As a result, the District has forgone the following revenues during the year ended June 30, 2023 and will forgo the following during the year ended June 30, 2024:

County	2024	2023
Rock Island	$ 1,701,733	$ 2,919,450

During the year ended June 30, 2017, the District entered into a development and economic incentive agreement with a local developer under Illinois Constitution Article VII, Section 10(a) whereas the developer agrees to redevelop certain property described in the agreement and the District is to provide an incentive in the form of certain economic development assistance. The District will pay the developer incentive payments based on a percentage of the increase from the 2015 base year equalized assessed value of the property for a maximum incentive of $1,200,000 to be considered a property tax rebate to be paid to the developer. No taxes have been abated as of June 30, 2023.

Note 13. Governmental Accounting Standards Board (GASB) Statements

The District adopted the following statements during the year ended June 30, 2023:

GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019. This Statement clarifies the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements association with conduit debt obligations; and improving required note disclosures. This Statement requires issuers to disclose general information about their conduit debt obligations organized by type of commitment, including the aggregate outstanding principal amount of the issuers' conduit debt obligations and a description of each type of commitment. Issuers that recognize liabilities related to supporting the debt service of conduit debt obligations also should disclose information about the amount recognized and how the liabilities changed during the reporting period.

Note 13. Governmental Accounting Standards Board (GASB) Statements (Continued)

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements,* issued March 2020. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements,* issued May 2020. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement 1) defines a SBITA; 2) establishes that a SBITA results in a right-to-use subscription assets- an intangible asset- and a corresponding subscription liability; 3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and 4) requires note disclosures regarding a SBITA.

GASB Statement No. 99, *Omnibus 2022*, issued April 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

Other than the restatement for the implementation of GASB Statement No. 96 as discussed in Note 14, Restatement, the implementation of the above statements did not have a material impact on the District's Financial Statements.

As of June 30, 2023, 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. 100, *Accounting Changes and Error Corrections- An Amendment of GASB Statement No. 62*, issued June 2022, will be effective for the District beginning with its fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

GASB Statement No. 101, *Compensated Absences*, issued June 2022, will be effective for the District beginning with its fiscal year ending June 30, 2025. 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 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.

Note 13. Governmental Accounting Standards Board (GASB) Statements (Continued)

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.

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

Note 14. Restatement

Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, was implemented during fiscal year 2023. The new requirements require the reporting of certain right-to-use subscription-based IT arrangements and liabilities which were previously not reported. The beginning net position was restated as follows:

	Governmental Activities
Net position June 30, 2022, as previously reported	$ 119,452,222
Right to use subscription asset	448,025
Right to use subscription asset accumulated amortization	(262,859)
Net position June 30, 2022, as restated	$ 119,637,388

Moline-Coal Valley School District No. 40

Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Illinois Municipal Retirement Plan
Last Ten Fiscal Years*

	December 31 2022	December 31 2021	December 31 2020
Total pension liability			
Service cost	$ 1,010,844	$ 997,950	$ 1,053,430
Interest	5,188,109	5,020,552	4,916,402
Changes of benefit terms	-	-	-
Differences between expected and actual experience	885,751	753,018	173,700
Changes of assumptions	-	-	(484,060)
Benefit payments, including refunds of member contributions	(4,518,145)	(4,415,531)	(3,974,835)
Net change in total pension liability	2,566,559	2,355,989	1,684,637
Total pension liability - beginning	73,313,773	70,957,784	69,273,147
Total pension liability - ending (a)	$ 75,880,332	$ 73,313,773	$ 70,957,784
Plan fiduciary net position			
Contributions - employer	$ 1,141,509	$ 1,351,116	$ 1,375,329
Contributions - member	495,583	471,296	462,210
Net investment income	(10,626,762)	12,048,008	9,253,624
Benefit payments, including refunds of member contributions	(4,518,145)	(4,415,531)	(3,974,835)
Other	(28,333)	(285,915)	32,116
Net change in plan fiduciary net position	(13,536,148)	9,168,974	7,148,444
Plan fiduciary net position - beginning	79,685,008	70,516,034	63,367,590
Plan fiduciary net position - ending (b)	$ 66,148,860	$ 79,685,008	$ 70,516,034
Net pension liability - ending (a)-(b)	$ 9,731,472	$ (6,371,235)	$ 441,750
Plan fiduciary net position as a percentage of total pension liability	87.18%	108.69%	99.38%
Covered valuation payroll	$ 10,933,995	$ 10,473,243	$ 10,271,322
Net pension liability as a percentage of covered valuation payroll	89.00%	-60.83%	4.30%

*IMRF fiscal year December 31, 2014 is the first year of GASB Statement No. 68 implementation.
The table will build prospectively from 2014.

December 31 2019	December 31 2018	December 31 2017	December 31 2016	December 31 2015	December 31 2014
$ 1,025,766	$ 973,317	$ 1,015,296	$ 1,050,538	$ 1,007,213	$ 1,172,219
4,767,419	4,631,872	4,621,950	4,468,767	4,216,866	3,896,398
-	-	-	-	-	-
251,626	475,207	45,569	(113,801)	1,377,838	(193,976)
-	1,725,515	(2,001,918)	(348,219)	137,046	2,462,309
(4,032,558)	(3,633,312)	(3,421,912)	(3,372,313)	(3,083,408)	(2,566,791)
2,012,253	4,172,599	258,985	1,684,972	3,655,555	4,770,159
67,260,894	63,088,295	62,829,310	61,144,338	57,488,783	52,718,624
$ 69,273,147	$ 67,260,894	$ 63,088,295	$ 62,829,310	$ 61,144,338	$ 57,488,783
$ 1,127,863	$ 1,310,193	$ 1,259,475	$ 1,287,664	$ 1,192,690	$ 1,274,597
473,392	435,067	434,928	418,536	414,037	430,046
10,655,479	(3,517,431)	9,654,879	3,499,434	253,098	2,989,204
(4,032,558)	(3,633,312)	(3,421,912)	(3,372,313)	(3,083,408)	(2,566,791)
(56,790)	1,230,500	(1,819,420)	67,795	1,231,692	(203,466)
8,167,386	(4,174,983)	6,107,950	1,901,116	8,109	1,923,590
55,200,204	59,375,187	53,267,237	51,366,121	51,358,012	49,434,422
$ 63,367,590	$ 55,200,204	$ 59,375,187	$ 53,267,237	$ 51,366,121	$ 51,358,012
$ 5,905,557	$ 12,060,690	$ 3,713,108	$ 9,562,073	$ 9,778,217	$ 6,130,771
91.47%	82.07%	94.11%	84.78%	84.01%	89.34%
$ 9,954,658	$ 9,668,142	$ 9,489,709	$ 9,292,079	$ 9,191,412	$ 9,433,990
59.32%	124.75%	39.13%	102.91%	106.38%	44.18%

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Moline-Coal Valley School District No. 40

Required Supplementary Information
Schedule of Contributions
Illinois Municipal Retirement Plan
Last Ten Fiscal Years*

Fiscal Year Ending June 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	$ 1,197,174	$ 1,274,597	$ (77,423)	$ 9,433,990	13.51%
2016	1,168,228	1,192,690	(24,462)	9,191,412	12.98%
2017	1,267,440	1,287,664	(20,224)	9,292,079	13.86%
2018	1,242,203	1,259,475	(17,272)	9,489,709	13.27%
2019	1,287,797	1,310,193	(22,396)	9,668,142	13.55%
2020	1,127,863	1,127,863	-	9,954,658	11.33%
2021	1,375,330	1,375,329	1	10,271,322	13.39%
2022	1,344,764	1,351,116	(6,352)	10,473,243	12.90%
2023	1,141,509	1,141,509	-	10,933,995	10.44%

Notes to Schedule:

Valuation date: Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry Age Normal
Amortization method	Level Percentage of Payroll, Closed
Remaining amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, ECO): 21-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 16 years for most employers (five employers were financed over 17 years; one employer was financed over 18 years; two employers were financed over 19 years; one employer was financed over 20 years; three employers were financed over 25 years; four employers were financed over 26 years and one employer was financed over 27 years).
Asset valuation method	5-Year smoothed market; 20% corridor
Wage growth	2.75%
Price inflation	2.25%
Salary increases	2.85% to 13.75% including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
Other:	There were no benefit changes during the year.

*IMRF fiscal year December 31, 2014 is the first year of GASB Statement No. 68 implementation.
The table will build prospectively from 2014.

Moline-Coal Valley School District No. 40

Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Retirement System of the State of Illinois
Last Nine Fiscal Years

	2023*	2022*	2021*
District's proportion of the net pension liability	0.00471171%	0.00500284%	0.00506999%
District's proportionate share of the net pension liability	$ 3,950,310	$ 3,902,779	$ 4,371,104
State's proportionate share of the net pension liability	342,663,213	327,094,324	342,367,588
Total	$ 346,613,523	$ 330,997,103	$ 346,738,692
District's covered-employee payroll	$ 48,201,985	$ 44,868,947	$ 42,604,094
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.20%	8.70%	10.26%
Plan fiduciary net pension as a percentage of the total pension liability	42.80%	45.10%	37.80%

* The amounts presented for each fiscal year were determined as of the prior fiscal-year end.

Note 1: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

Note 2: Changes of assumptions
For the 2022 measurement year, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Sept. 30, 2021.

For the 2021-2017 measurement years, the assumed investment rate of return was 7.0, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

2020*	2019*	2018*	2017*	2016*	2015*
0.00516582%	0.00548482%	0.01550128%	0.01452631%	0.01683470%	0.01743280%
$ 4,189,902	$ 4,275,134	$ 11,842,690	$ 11,466,492	$ 11,028,437	$ 10,609,312
298,190,732	292,864,579	290,763,957	304,287,214	254,742,191	247,593,163
$ 302,380,634	$ 297,139,713	$ 302,606,647	$ 315,753,706	$ 265,770,628	$ 258,202,475
$ 40,334,899	$ 39,251,266	$ 39,270,912	$ 38,327,122	$ 39,336,127	$ 40,132,544
10.39%	10.89%	30.16%	29.92%	28.04%	26.44%
39.60%	40.00%	39.30%	36.40%	41.50%	43.00%

Moline-Coal Valley School District No. 40

Required Supplementary Information
Schedule of District Contributions
Teachers' Retirement System of the State of Illinois
Last Ten Fiscal Years

	2023	2022	2021	2020
Statutorily required contribution	$ 627,721	$ 619,065	$ 374,053	$ 300,838
Contributions in relation to the statutorily required contribution	(627,721)	(619,065)	(374,053)	(300,838)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered-employee payroll	$ 50,231,775	$ 48,201,985	$ 44,868,947	$ 42,604,094
Contributions as a percentage of covered-employee payroll	1.25%	1.28%	0.83%	0.71%

NOTE: Contributions in relation to the statutorily required contribution only include contributions required by the state of Illinois. Fluctuations from 2018 to 2019 are the result of the percentage of salaries charged to federal programs.

2019	2018	2017	2016	2015	2014
$ 262,596	$ 243,365	$ 632,755	$ 556,745	$ 577,997	$ 621,994
(262,596)	(243,365)	(632,755)	(556,745)	(577,997)	(621,994)
$ -	$ -	$ -	$ -	$ -	$ -
$ 40,334,899	$ 39,251,266	$ 39,270,912	$ 38,327,122	$ 39,366,127	$ 40,132,544
0.65%	0.62%	1.61%	1.45%	1.47%	1.55%

Moline-Coal Valley School District No. 40

Required Supplementary Information
Schedule of the District's Proportionate Share of the Net OPEB Liability
Teachers' Health Insurance Security Fund
Last Six Fiscal Years

	2023*	2022*
District's proportion of the net OPEB liability	0.174689%	0.017285%
District's proportionate share of the net OPEB liability	$ 11,956,906	$ 38,122,976
State's proportionate share of the net OPEB liability	16,266,194	51,689,192
Total	$ 28,223,100	$ 89,812,168
District's covered payroll	$ 48,201,985	$ 44,868,947
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	24.81%	84.97%
Plan fiduciary net OPEB as a percentage of the total OPEB liability	0.25%	0.25%

* The amounts presented for each fiscal year were determined as of the prior fiscal-year end.

Note 1: GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

Note 2: Changes of assumptions. Changes of assumptions or other inputs reflects a change in discount rate. The following are the discount rates used in each period: 3.69% 1.92%

	2021*	2020*	2019*	2018*
	0.168437%	0.164102%	0.165736%	0.170717%
$	45,033,061	$ 45,419,320	$ 43,664,491	$ 44,300,445
	61,007,681	61,503,462	58,631,944	58,177,486
$	106,040,742	$ 106,922,782	$ 102,296,435	$ 102,477,931
$	42,604,094	$ 40,334,899	$ 39,251,266	$ 39,270,912
	105.70%	112.61%	111.24%	112.81%
	0.25%	0.25%	-0.07%	-0.17%
	2.45%	n/a	n/a	n/a

Moline-Coal Valley School District No. 40

Required Supplementary Information
Schedule of District Contributions
Teachers' Health Insurance Security Fund
Last Six Fiscal Years

	2023	2022
Statutorily required contribution	$ 336,553	$ 322,953
Contributions in relation to the statutorily required contribution	(336,553)	(322,953)
Contribution deficiency (excess)	$ -	$ -
District's employee payroll	$ 50,231,775	$ 48,201,985
Contributions as a percentage of employee payroll	0.67%	0.67%

Note 1: Contributions in relation to the statutorily required contribution only include contributions required by the state of Illinois.

Note 2: GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

2021	2020	2019	2018
$ 412,794	$ 391,958	$ 371,081	$ 345,287
(412,794)	(391,958)	(371,081)	(345,287)
$ -	$ -	$ -	$ -
$ 44,868,947	$ 42,604,094	$ 40,334,889	$ 39,251,266
0.92%	0.92%	0.92%	0.88%

Moline-Coal Valley School District No. 40

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

	2023	2022
Total OPEB liability		
Changes for the year:		
Service cost	$ 650,542	$ 836,835
Interest	588,944	370,140
Changes of benefit terms	-	-
Differences between expected and actual experience	-	(1,083,016)
Changes in assumptions or other inputs	(35,034)	(2,091,815)
Benefit payments	(724,483)	(498,403)
Other changes	-	-
Net changes in total OPEB liability	479,969	(2,466,259)
Total OPEB liability - beginning	14,761,847	17,228,106
Total OPEB liability - ending	$ 15,241,816	$ 14,761,847

Notes to Schedule:

Changes of benefit terms:
There were no changes as a result of changes in benefit terms or differences between expected and actual experience.

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: 4.13% 4.09%

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

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

2021	2020	2019	2018
$ 775,492	$ 718,488	$ 644,122	$ 610,225
424,095	412,596	428,236	611,550
-	-	-	(1,150,702)
-	-	-	(971,736)
451,417	792,947	165,053	(905,759)
(732,662)	(866,879)	(845,853)	(919,244)
-	30,779	37,003	(3,462,481)
918,342	1,087,931	428,561	(6,188,147)
16,309,764	15,221,833	14,793,272	20,981,419
$ 17,228,106	$ 16,309,764	$ 15,221,833	$ 14,793,272

2.18%	2.66%	2.79%	2.98%

Moline-Coal Valley School District No. 40

Statement of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual - General Fund - Budgetary Basis
Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Property taxes	$ 37,310,600	$ 37,310,600	$ 40,495,732	$ 3,185,132
Corporate personal property replacement taxes	10,980,600	10,980,600	15,628,039	4,647,439
Other	12,514,493	12,514,493	1,768,531	(10,745,962)
Intergovernmental	40,304,368	40,304,368	42,038,764	1,734,396
Interest	316,731	316,731	2,665,765	2,349,034
Total revenues	101,426,792	101,426,792	102,596,831	1,170,039
Expenditures:				
Operating:				
Instruction	58,696,593	58,696,593	55,383,401	3,313,192
Support services	38,725,504	38,725,504	26,567,266	12,158,238
Community services	821,276	821,276	587,094	234,182
Tuition paid to other districts	1,228,635	1,228,635	1,165,484	63,151
Capital outlay	1,946,450	1,946,450	1,381,105	565,345
Total expenditures	101,418,458	101,418,458	85,084,350	16,334,108
Excess of revenues over expenditures	8,334	8,334	17,512,481	17,504,147
Other financing soures (uses):				
Issuance of long-term debt	-	-	117,045	117,045
Transfer out	-	-	(44,399)	(44,399)
Total other financing sources (uses)	-	-	72,646	72,646
Net change in fund balance	$ 8,334	$ 8,334	$ 17,585,127	$ 17,576,793
Fund balance, beginning of year			68,650,645	
Fund balance, end of year			$ 86,235,772	

See Note to Required Supplementary Information.

Moline-Coal Valley School District No. 40

Note to Required Supplementary Information

Budgets are adopted by the Board of Education annually for all governmental funds. For budgetary purposes, the District does not recognize as revenues the retirement contributions made by the State to the Teachers' Retirement System of the State of Illinois (TRS) and Teachers' Health Insurance Security Fund of the State of Illinois (THIS) on behalf of the District as well as the related expenditures. The following schedule reconciles the revenues and expenditures on the budgetary basis with the amounts presented in accordance with accounting principles generally accepted in the United States of America for the District's General Fund only.

Revenues - budgetary basis	$ 102,596,831
Unbudgeted retirement/OPEB contributions made by the State	27,368,735
Revenues - GAAP basis	$ 129,965,566
Expenditures - budgetary basis	$ 85,084,350
Unbudgeted retirement/OPEB contributions made by the State	27,368,735
Expenditures - GAAP basis	$ 112,453,085

The Board uses the following procedures in establishing the budget amounts reported in the financial statements:

1. The administration submits to the Board a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments. The proposed budget is readily available at least 30 days prior to final action by the Board.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy ordinance is filed with the county clerk to obtain tax revenues.
4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board.
5. Legal spending control for the budget is at the fund level, but formal budgetary integtation at a line-item level is employed as a management control device during the year for each fund.
6. The Board may amend the budget after it is approved using the same procedure required to approve the original budget.
7. Appropriations lapse at the close of the fiscal year to the extent that they have not been expended.

The original budget was passed on June 27, 2022. As of June 30, 2023, the District overexpended the Municipal Retirement and Social Security Fund, the Student Activity Fund, and the Debt Service Fund.

Moline-Coal Valley School District No. 40

Balance Sheet - By Account
General Fund
June 30, 2023

	Educational Account	Operations and Maintenance Account	Working Cash Account	Total
Assets				
Cash and investments	$ 62,636,858	$ 5,550,980	$ 12,345,300	$ 80,533,138
Receivables, net of allowances for uncollectible accounts:				
Property taxes	36,974,449	8,253,472	550,973	45,778,894
Corporate personal property replacement taxes	2,546,517	-	-	2,546,517
Other	49,962	21,133	-	71,095
Due from other governmental units	4,593,955	-	-	4,593,955
Due from other funds	1,923	-	-	1,923
Inventory	39,017	-	-	39,017
Prepaid items	50,436	-	-	50,436
Total assets	$ 106,893,117	$ 13,825,585	$ 12,896,273	$ 133,614,975
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts and contracts payable	$ 1,442,605	$ 142,104	$ -	$ 1,584,709
Accrued payroll and benefits	8,341,241	16,576	-	8,357,817
Unearned revenue	255,640	-	-	255,640
Total liabilities	10,039,486	158,680	-	10,198,166
Deferred inflows of resources, Unavailable revenue:				
Property taxes	28,820,987	6,433,449	429,477	35,683,913
Intergovernmental	1,497,124	-	-	1,497,124
Total deferred inflows of resources	30,318,111	6,433,449	429,477	37,181,037
Fund balance:				
Nonspendable:				
Inventory	39,017	-	-	39,017
Prepaid items	50,436	-	-	50,436
Restricted:				
Grantor restricted purposes	7,290,974	-	-	7,290,974
Working cash	-	-	12,466,796	12,466,796
Assigned, purchases on order	2,541,876	392,107	-	2,933,983
Unassigned	56,613,217	6,841,349	-	63,454,566
Total fund balances	66,535,520	7,233,456	12,466,796	86,235,772
Total liabilities, deferred inflows of resources and fund balances	$ 106,893,117	$ 13,825,585	$ 12,896,273	$ 133,614,975

Moline-Coal Valley School District No. 40

Schedule of Revenues, Expenditures and Changes in Fund Balances - By Account
General Fund
Year Ended June 30, 2023

	Educational Account	Operations and Maintenance Account	Working Cash Account	Total
Revenues:				
Property taxes	$ 32,707,654	$ 7,300,954	$ 487,124	$ 40,495,732
Corporate personal property replacement taxes	15,628,039	-	-	15,628,039
Intergovernmental	41,241,339	797,425	-	42,038,764
State on-behalf contributions - TRS and THIS	27,368,735	-	-	27,368,735
Interest	2,046,227	165,848	453,690	2,665,765
Other	1,550,904	217,627	-	1,768,531
Total revenues	120,542,898	8,481,854	940,814	129,965,566
Expenditures:				
Current:				
Instruction	55,383,401	-	-	55,383,401
Support services	19,751,624	6,815,642	-	26,567,266
Community services	587,094	-	-	587,094
Tuition paid to other districts	1,165,484	-	-	1,165,484
State on-behalf contributions - TRS and THIS	27,368,735	-	-	27,368,735
Capital outlay	835,779	545,326	-	1,381,105
Total expenditures	105,092,117	7,360,968	-	112,453,085
Excess of revenues over expenditures	15,450,781	1,120,886	940,814	17,512,481
Other financing sources (uses):				
Issuance of long-term debt	117,045	-	-	117,045
Transfers out	(44,399)	-	-	(44,399)
Total other financing sources (uses)	72,646	-	-	72,646
Net change in fund balance	15,523,427	1,120,886	940,814	17,585,127
Fund balances, beginning of year	51,012,093	6,112,570	11,525,982	68,650,645
Fund balances, end of year	$ 66,535,520	$ 7,233,456	$ 12,466,796	$ 86,235,772

Moline-Coal Valley School District No. 40

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - By Account - General Fund - Budgetary Basis
Year Ended June 30, 2023

	Educational Account	
	Budget	Actual
Revenues:		
Property taxes	$ 30,135,485	$ 32,707,654
Corporate personal property replacement taxes	10,980,600	15,628,039
Intergovernmental	39,563,727	41,241,339
Interest	213,962	2,046,227
Other	12,200,293	1,550,904
Total revenues	93,094,067	93,174,163
Expenditures:		
Current:		
Instruction	58,696,593	55,383,401
Support services	31,422,349	19,751,624
Community services	821,276	587,094
Tuition paid to other districts	1,228,635	1,165,484
Capital outlay	1,051,700	835,779
Total expenditures	93,220,553	77,723,382
Excess (deficiency) of revenues over (under) expenditures	(126,486)	15,450,781
Other financing soures (uses):		
Issuance of long term debt	-	117,045
Transfer out	-	(44,399)
Total other financing sources (uses)	-	72,646
Net change in fund balance	$ (126,486)	15,523,427
Fund balance, beginning of year		51,012,093
State on-behalf contributions - TRS and THIS revenue		27,368,735
State on-behalf contributions - TRS and THIS expenditures		27,368,735
Fund balance, end of year		$ 66,535,520

Operations and Maintenance Account		Working Cash Account		Total	
Budget	Actual	Budget	Actual	Budget	Actual
$ 6,726,671	$ 7,300,954	$ 448,444	$ 487,124	$ 37,310,600	$ 40,495,732
-	-	-	-	10,980,600	15,628,039
740,641	797,425	-	-	40,304,368	42,038,764
15,127	165,848	87,642	453,690	316,731	2,665,765
314,200	217,627	-	-	12,514,493	1,768,531
7,796,639	8,481,854	536,086	940,814	101,426,792	102,596,831
-	-	-	-	58,696,593	55,383,401
7,303,155	6,815,642	-	-	38,725,504	26,567,266
-	-	-	-	821,276	587,094
-	-	-	-	1,228,635	1,165,484
894,750	545,326	-	-	1,946,450	1,381,105
8,197,905	7,360,968	-	-	101,418,458	85,084,350
(401,266)	1,120,886	536,086	940,814	8,334	17,512,481
-	-	-	-	-	117,045
-	-	-	-	-	(44,399)
-	-	-	-	-	72,646
$ (401,266)	1,120,886	$ 536,086	940,814	$ 8,334	17,585,127
	6,112,570		11,525,982		68,650,645
	-		-		27,368,735
	-		-		27,368,735
	$ 7,233,456		$ 12,466,796		$ 86,235,772

Moline-Coal Valley School District No. 40

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue		
	Transportation	Municipal Retirement and Social Security	School Activity
Assets			
Cash and investments	$ 2,387,138	$ 4,325,777	$ 1,382,227
Receivables, net of allowances for uncollectible amounts:			
Property taxes	938,518	2,372,814	-
Other	-	1,815	-
Due from other governmental units	500,000	-	-
Total assets	$ 3,825,656	$ 6,700,406	$ 1,382,227
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities:			
Accounts and contracts payable	$ 64,547	$ -	$ 48,189
Accrued payroll and benefits	-	121,707	-
Total liabilities	64,547	121,707	48,189
Deferred Inflows of Resources:			
Unavailable revenue:			
Property taxes	731,559	1,849,574	-
Intergovernmental	500,000	-	-
Total deferred inflows of resources	1,231,559	1,849,574	-
Fund Balances:			
Restricted	2,529,550	4,729,125	1,334,038
Total fund balances	2,529,550	4,729,125	1,334,038
Total liabilities, deferred inflows of resources and fund balances	$ 3,825,656	$ 6,700,406	$ 1,382,227

Special Revenue		Capital Projects		
Tort Immunity and Judgment	Total	Life Safety	Debt Service	Total Nonmajor Governmental Funds
$ 1,242,943	$ 9,338,085	$ 1,089,183	$ 2,330,419	$ 12,757,687
1,142,793	4,454,125	550,973	4,075,395	9,080,493
26,877	28,692	-	-	28,692
-	500,000	-	-	500,000
$ 2,412,613	$ 14,320,902	$ 1,640,156	$ 6,405,814	$ 22,366,872
$ 42,665	$ 155,401	$ 187,098	$ -	$ 342,499
-	121,707	-	-	121,707
42,665	277,108	187,098	-	464,206
890,792	3,471,925	429,477	3,176,707	7,078,109
-	500,000	-	-	500,000
890,792	3,971,925	429,477	3,176,707	7,578,109
1,479,156	10,071,869	1,023,581	3,229,107	14,324,557
1,479,156	10,071,869	1,023,581	3,229,107	14,324,557
$ 2,412,613	$ 14,320,902	$ 1,640,156	$ 6,405,814	$ 22,366,872

Moline-Coal Valley School District No. 40

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue		
	Transportation	Municipal Retirement and Social Security	School Activity
Revenues:			
Property taxes	$ 710,066	$ 2,188,096	$ -
Corporate personal property replacement taxes	-	520,917	-
Intergovernmental	462,523	-	-
Interest	86,568	158,623	-
Other, primarily student fundraising activities	-	-	966,983
Total revenues	1,259,157	2,867,636	966,983
Expenditures:			
Current:			
Instruction	-	924,552	-
Support services	1,241,739	1,513,167	813,005
Community services	-	6,752	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	1,241,739	2,444,471	813,005
Excess (deficiency) of revenues over (under) expenditures	17,418	423,165	153,978
Transfers in	-	-	-
Net change in fund balances	17,418	423,165	153,978
Fund balance, beginning of year	2,512,132	4,305,960	1,180,060
Fund balance, end of year	$ 2,529,550	$ 4,729,125	$ 1,334,038

Special Revenue		Capital Projects		
Tort Immunity and Judgment	Total	Life Safety	Debt Service	Total Nonmajor Governmental Funds
$ 1,034,922	$ 3,933,084	$ 487,124	$ 3,736,848	$ 8,157,056
-	520,917	-	-	520,917
-	462,523	50,000	-	512,523
46,562	291,753	25,335	76,563	393,651
-	966,983	-	-	966,983
1,081,484	6,175,260	562,459	3,813,411	10,551,130
-	924,552	-	-	924,552
1,179,902	4,747,813	-	-	4,747,813
-	6,752	-	-	6,752
-	-	233,745	-	233,745
-	-	-	5,694,165	5,694,165
-	-	-	960,666	960,666
1,179,902	5,679,117	233,745	6,654,831	12,567,693
(98,418)	496,143	328,714	(2,841,420)	(2,016,563)
-	-	-	2,995,049	2,995,049
(98,418)	496,143	328,714	153,629	978,486
1,577,574	9,575,726	694,867	3,075,478	13,346,071
$ 1,479,156	$ 10,071,869	$ 1,023,581	$ 3,229,107	$ 14,324,557

Moline-Coal Valley School District No. 40

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual - Special Revenue Funds
Year Ended June 30, 2023

	Transportation		Municipal Retirement and Social Security	
	Budget	Actual	Budget	Actual
Revenues:				
Property taxes	$ 479,835	$ 710,066	$ 2,145,360	$ 2,188,096
Corporate personal property replacement taxes	-	-	501,295	520,917
Intergovernmental	251,697	462,523	-	-
Interest	15,546	86,568	20,991	158,623
Other, primarily student fundraising activities	-	-	-	-
Total revenues	747,078	1,259,157	2,667,646	2,867,636
Expenditures:				
Current:				
Instruction	-	-	917,563	924,552
Support services	1,953,829	1,241,739	1,433,798	1,513,167
Community services	-	-	1,030	6,752
Total expenditures	1,953,829	1,241,739	2,352,391	2,444,471
Net change in fund balances	$ (1,206,751)	17,418	$ 315,255	423,165
Fund balance, beginning of year		2,512,132		4,305,960
Fund balance, end of year		$ 2,529,550		$ 4,729,125

Student Activity		Tort Immunity and Judgment		Total	
Budget	Actual	Budget	Actual	Budget	Actual
$ -	$ -	$ 988,372	$ 1,034,922	$ 3,613,567	$ 3,933,084
-	-	-	-	501,295	520,917
-	-	-	-	251,697	462,523
-	-	9,216	46,562	45,753	291,753
683,603	966,983	-	-	683,603	966,983
683,603	966,983	997,588	1,081,484	5,095,915	6,175,260
-	-	-	-	917,563	924,552
683,603	813,005	1,209,874	1,179,902	5,281,104	4,747,813
-	-	-	-	1,030	6,752
683,603	813,005	1,209,874	1,179,902	6,199,697	5,679,117
$ -	153,978	$ (212,286)	(98,418)	$ (1,103,782)	496,143
	1,180,060		1,577,574		9,575,726
	$ 1,334,038		$ 1,479,156		$ 10,071,869

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Moline-Coal Valley School District No. 40

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Debt Service Fund
Year Ended June 30, 2023

	Budget	Actual
Revenues:		
Property taxes	$ 3,634,196	$ 3,736,848
Interest	9,448	76,563
Total revenues	3,643,644	3,813,411
Expenditures:		
Debt service:		
Principal	5,650,109	5,694,165
Interest	967,191	960,666
Total expenditures	6,617,300	6,654,831
(Deficiency) of revenues (under) expenditures	(2,973,656)	(2,841,420)
Transfers in	2,950,650	2,995,049
Net change in fund balances	$ (23,006)	153,629
Fund balance, beginning of year		3,075,478
Fund balance, end of year		$ 3,229,107

Moline-Coal Valley School District No. 40

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual - Capital Projects Funds
Year Ended June 30, 2023

	Capital Projects	
	Budget	Actual
Revenues:		
Property taxes	$ -	$ -
School facility occupation tax	3,800,000	4,989,471
Intergovernmental	17,636,592	6,728,697
Interest	89,318	350,236
Other, primarily student fundraising activities	300,000	300,000
Total revenues	21,825,910	12,368,404
Expenditures:		
Capital outlay	26,392,213	10,859,480
Total expenditures	26,392,213	10,859,480
Excess (deficiency) of revenues over (under) expenditures	(4,566,303)	1,508,924
Transfer out	(2,950,650)	(2,950,650)
	(2,950,650)	(2,950,650)
Net change in fund balances	$ (7,516,953)	(1,441,726)
Fund balance, beginning of year		11,882,163
Fund balance, end of year		$ 10,440,437

Life Safety		Total	
Budget	Actual	Budget	Actual
$ 448,444	$ 487,124	$ 448,444	$ 487,124
-	-	3,800,000	4,989,471
-	50,000	17,636,592	6,778,697
4,189	25,335	93,507	375,571
-	-	300,000	300,000
452,633	562,459	22,278,543	12,930,863
950,000	233,745	27,342,213	11,093,225
950,000	233,745	27,342,213	11,093,225
(497,367)	328,714	(5,063,670)	1,837,638
-	-	(2,950,650)	(2,950,650)
-	-	(2,950,650)	(2,950,650)
$ (497,367)	328,714	$ (8,014,320)	(1,113,012)
	694,867		12,577,030
	$ 1,023,581		$ 11,464,018

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Moline School District No. 40

Statistical Section
Contents

The statistical section of the District's annual comprehensive financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the District's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.	94
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue sources, the property tax (or sales tax).	110
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.	118
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	123
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	125

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

Moline School District No. 40

Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Governmental activities:				
Net investment in capital assets	**$ 110,326,028**	$ 97,291,766	$ 87,842,466	$ 82,499,879
Restricted	**48,033,770**	44,020,843	32,457,547	43,279,398
Unrestricted	**735,779**	(21,860,387)	(30,595,384)	(50,220,008)
Total governmental activities net position	**$ 159,095,577**	$ 119,452,222	$ 89,704,629	$ 75,559,269

Fiscal Year						
2019	2018	2017	2016	2015	2014
$ 78,864,754	$ 64,579,826	$ 60,228,675	$ 60,005,254	$ 55,970,892	$ 49,135,785
42,673,143	37,401,462	21,094,811	19,013,574	21,106,472	30,251,933
(53,382,173)	(50,553,102)	2,062,838	2,918,310	7,549,850	20,981,069
$ 68,155,724	$ 51,428,186	$ 83,386,324	$ 81,937,138	$ 84,627,214	$ 100,368,787

Moline School District No. 40

Expenses, Program Revenues and Net (Expense) Revenue
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Expenses:				
Governmental activities:				
Instruction	**$ 84,643,080**	$ 76,631,785	$ 91,382,251	$ 82,007,909
Support services	**29,183,285**	27,848,413	26,570,730	28,137,564
Community services	**593,846**	474,475	-	-
Tuition Paid to Other Districts	**1,399,229**	1,607,722	1,131,408	6,117,700
Debt Service	**1,017,818**	816,889	996,115	1,766,117
Total governmental activities expenses	**116,837,258**	107,379,284	120,080,504	118,029,290
Program revenues:				
Governmental activities:				
Charges for services:				
Instruction	**$ 425,056**	$ 459,921	$ 2,842,500	$ 3,347,164
Support services	**2,511,581**	1,793,298	7,367	663,084
Operating grants and contributions	**44,662,933**	40,640,370	50,539,059	43,002,601
Capital grants and contributions	**8,682,176**	3,686,905	-	50,000
Total governmental activities program revenues	**56,281,746**	46,580,494	53,388,926	47,062,849
Total governmental net (expense) revenue	**$ (60,555,512)**	$ (60,798,790)	$ (66,691,578)	$ (70,966,441)

	Fiscal Year					
2019	2018	2017	2016	2015	2014
$ 79,617,124	$ 86,220,622	$ 81,799,870	$ 73,662,166	$ 69,312,874	$ 60,941,932
27,449,659	27,049,134	21,412,990	26,609,599	27,477,964	25,609,769
-	-	-	-	-	-
560,461	277,300	102,280	59,268	53,812	806,963
1,060,065	1,295,410	694,512	752,670	903,745	981,636
108,687,309	114,842,466	104,009,652	101,083,703	97,748,395	88,340,300
$ 3,998,479	$ 5,581,594	$ 6,174,470	$ 5,644,571	$ 6,016,817	$ 5,507,953
835,903	842,049	911,443	944,990	920,676	947,485
38,472,232	39,150,550	38,089,890	29,061,654	26,756,199	19,879,009
3,750,000	4,400,000	-	-	-	100,000
47,056,614	49,974,193	45,175,803	35,651,215	33,693,692	26,434,447
$ (61,630,695)	$ (64,868,273)	$ (58,833,849)	$ (65,432,488)	$ (64,054,703)	$ (61,905,853)

Moline School District No. 40

General Revenues and Total Change in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Net governmental (expense)	**$ (60,555,512)**	$ (60,798,790)	$ (66,691,578)	$ (70,966,441)
General revenues and other changes in net position:				
Taxes:				
Property taxes levied for general purposes	**48,652,788**	44,947,783	45,450,091	43,932,428
Property taxes levied for capital projects	**-**	-	-	-
School facility occupation tax	**5,034,766**	4,775,113	4,125,546	3,606,412
Corporate personal property replacement taxes	**16,148,956**	15,473,686	7,156,516	5,136,397
Unrestricted grants and contributions	**26,580,838**	25,160,743	21,988,854	21,989,014
Investment earnings	**3,596,353**	193,652	215,592	1,645,641
Insurance proceeds	**-**	-	-	-
Other, primarily student fund-raising	**-**	-	1,900,339	2,060,094
Total governmental activities	**100,013,701**	90,550,977	80,836,938	78,369,986
Changes in net position	**$ 39,458,189**	$ 29,752,187	$ 14,145,360	$ 7,403,545

Fiscal Year						
2019	2018	2017	2016	2015	2014
$ (61,630,695)	$ (64,868,273)	$ (58,833,849)	$ (65,432,488)	$ (64,054,703)	$ (61,905,853)
43,418,449	43,303,749	42,068,022	40,718,071	40,887,777	41,345,016
432,796	426,428	412,103	400,136	403,977	410,464
4,192,368	3,513,031	-	-	-	-
4,750,263	4,865,949	5,185,632	4,097,882	5,128,468	4,768,648
20,374,417	19,146,998	15,937,442	15,280,537	14,853,278	14,806,928
1,793,471	860,309	285,757	89,604	18,833	19,023
1,022,706	4,280,632	-	-	-	-
2,373,763	2,059,049	2,394,079	2,156,182	1,515,724	1,563,235
78,358,233	78,456,145	66,283,035	62,742,412	62,808,057	62,913,314
$ 16,727,538	$ 13,587,872	$ 7,449,186	$ (2,690,076)	$ (1,246,646)	$ 1,007,461

Moline School District No. 40

Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
General Fund:				
Nonspendable	**$ 89,453**	$ 108,236	$ 109,075	$ 97,230
Restricted	**19,757,770**	17,942,059	14,312,092	14,217,019
Committed	**-**	-	-	-
Assigned	**2,933,983**	2,924,300	1,604,903	1,629,919
Unassigned	**63,454,566**	47,676,050	38,351,955	36,247,214
Total General Fund	**$ 86,235,772**	$ 68,650,645	$ 54,378,025	$ 52,191,382
All other governmental funds:				
Nonspendable	**$ -**	$ 3,867	$ 10,682	$ 54,802
Restricted	**24,764,994**	25,224,367	22,578,983	33,522,021
Committed	**-**	-	-	-
Assigned	**-**	-	7,056,234	2,507,725
Unassigned	**-**	-	-	-
Total all other governmental funds	**$ 24,764,994**	$ 25,228,234	$ 29,645,899	$ 36,084,548

Fiscal Year						
2019	2018	2017	2016	2015	2014
$ 83,433	$ 66,747	$ 53,423	$ 59,739	$ 85,705	$ 65,106
13,637,051	12,545,058	11,821,906	11,083,322	10,537,345	9,689,226
-	-	-	-	-	-
1,621,073	1,254,016	776,851	431,981	618,166	560,734
34,146,885	31,006,575	26,569,684	25,798,733	26,269,576	25,424,172
$ 49,488,442	$ 44,872,396	$ 39,221,864	$ 37,373,775	$ 37,510,792	$ 35,739,238
$ 1,485	$ 419	$ 18,218	$ 48,403	$ 94,762	$ -
33,399,592	29,063,102	12,433,334	12,640,300	16,039,122	32,068,960
-	-	-	-	-	-
2,468,093	9,633,117	1,690,046	425,510	20,133	17,730
-	-	-	-	-	-
$ 35,869,170	$ 38,696,638	$ 14,141,598	$ 13,114,213	$ 16,154,017	$ 32,086,690

Moline School District No. 40

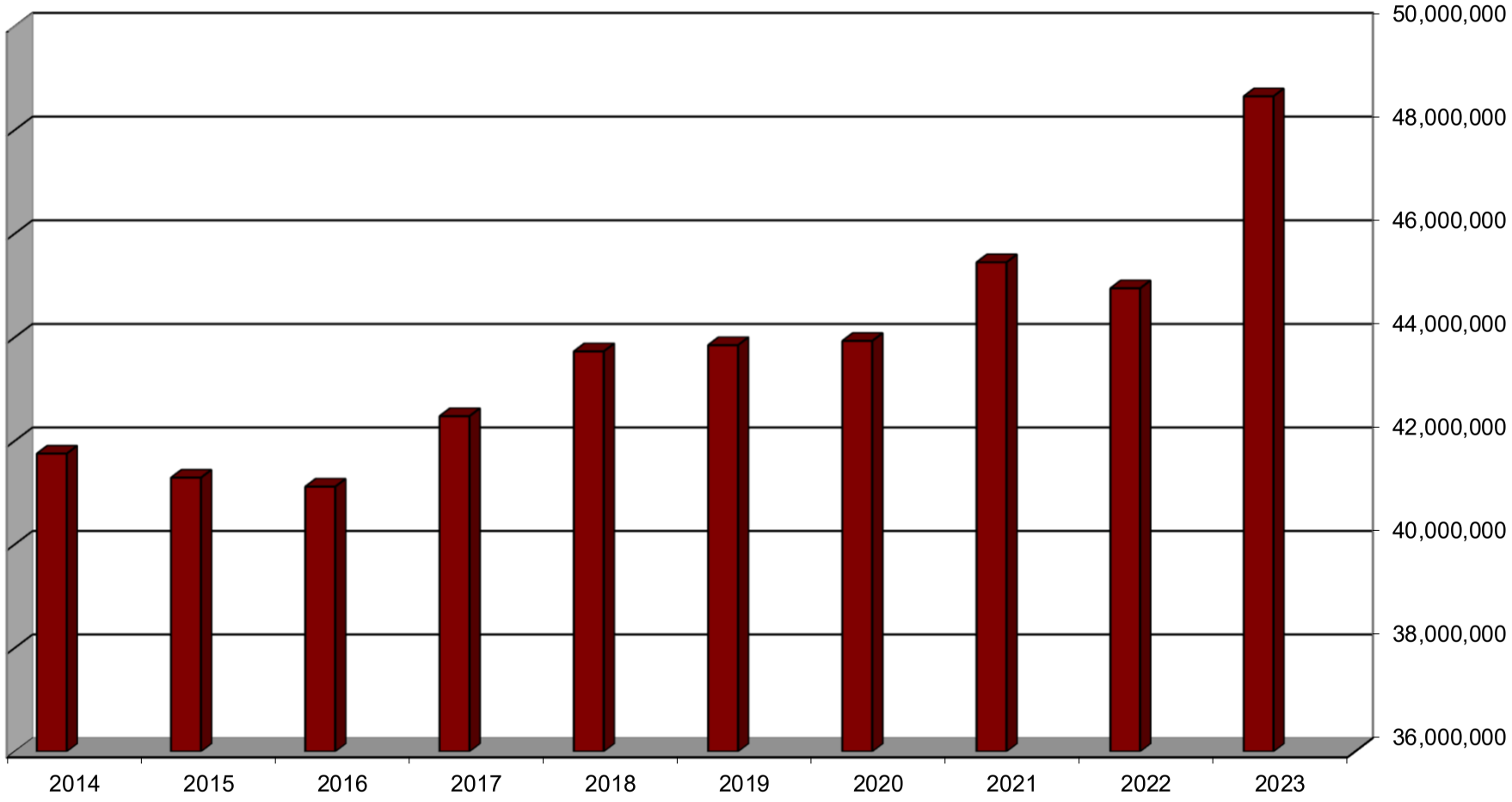
Governmental Funds Revenues
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Federal sources:				
Federal grants	**$ 16,721,700**	$ 12,214,179	$ 5,125,265	$ 5,125,265
Food services	**2,696,969**	3,963,914	1,742,433	1,742,433
Total federal sources	**19,418,669**	16,178,093	6,867,698	6,867,698
State sources:				
General state aid	**25,783,413**	24,694,482	21,989,014	21,989,014
State grants and other	**4,077,902**	2,931,491	2,909,389	2,909,389
Total state sources	**29,861,315**	27,625,973	24,898,403	24,898,403
Local sources:				
Property taxes	**48,652,788**	44,947,783	43,932,427	43,932,427
Corporate replacement taxes	**16,148,956**	15,473,686	5,136,397	5,136,397
School facility occupation tax	**4,989,471**	4,821,499	3,629,007	3,629,007
Interest and other income	**3,409,652**	180,928	1,538,260	1,538,260
Other local sources	**3,035,514**	2,253,219	3,468,368	3,468,368
Total local sources	**76,236,381**	67,677,115	57,704,459	57,704,459
Total revenues	**$ 125,516,365**	$ 111,481,181	$ 89,470,560	$ 89,470,560

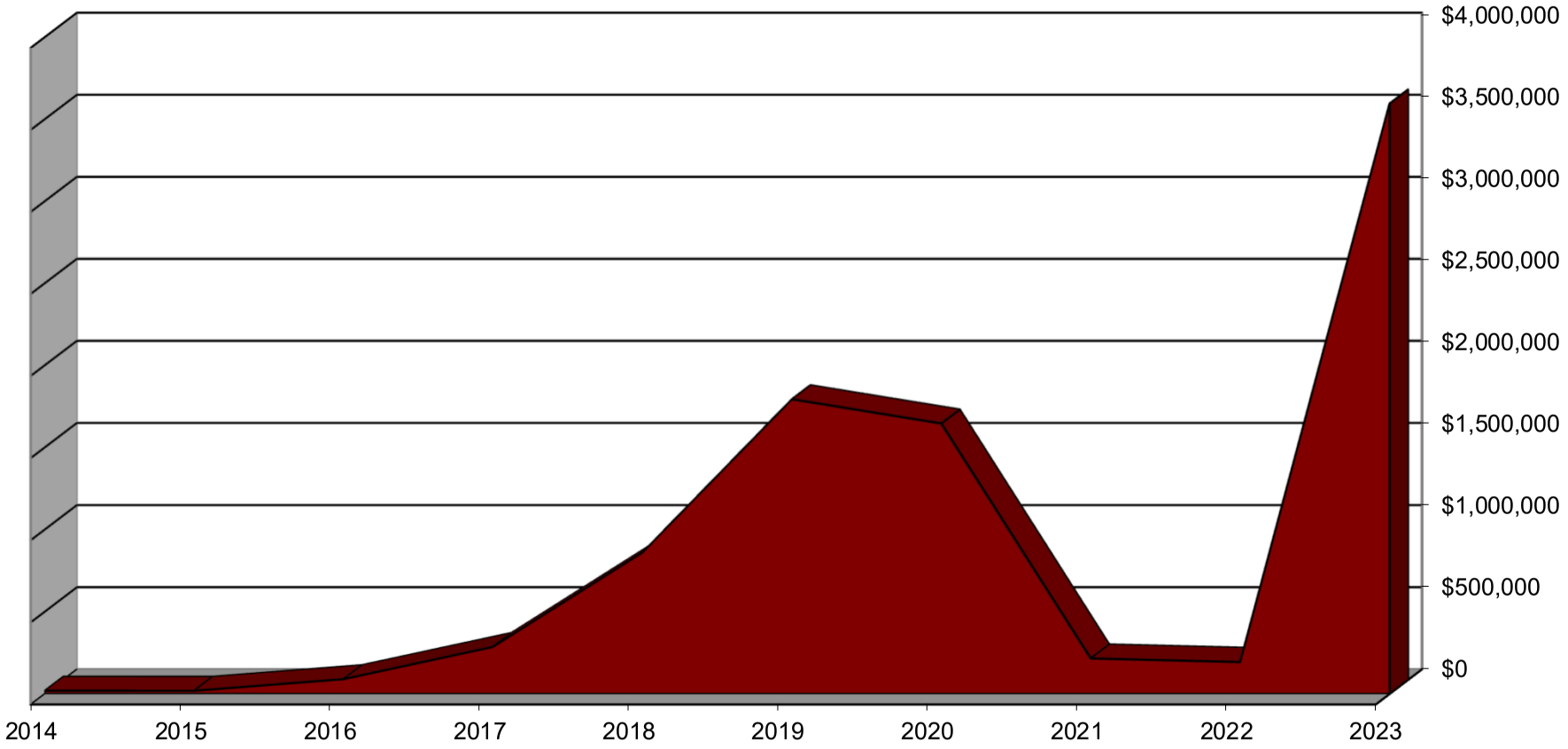
Note: Chart does not include on-behalf payments from the State of Illinois for Illinois Teachers' Retirement System.

	Fiscal Year					
2019	2018	2017	2016	2015	2014
$ 4,757,162	$ 4,473,713	$ 4,873,614	$ 4,919,827	$ 4,734,746	$ 3,831,655
2,221,082	2,250,142	2,149,240	2,011,553	1,742,155	1,680,893
6,978,244	6,723,855	7,022,854	6,931,380	6,476,901	5,512,548
20,374,417	19,146,998	15,937,442	15,280,537	14,853,278	14,806,928
3,181,259	3,528,268	3,882,338	3,414,186	4,132,165	3,784,543
23,555,676	22,675,266	19,819,780	18,694,723	18,985,443	18,591,471
43,851,245	43,730,177	42,480,125	41,118,207	41,291,754	41,755,480
4,750,263	4,865,949	5,185,632	4,097,882	5,128,468	4,768,648
3,850,569	3,513,031	-	-	-	-
1,642,103	728,944	247,805	76,291	16,054	17,147
7,600,491	8,450,146	4,384,127	4,058,694	3,323,756	3,386,059
61,694,671	61,288,247	52,297,689	49,351,074	49,760,032	49,927,334
$ 92,228,591	$ 90,687,368	$ 79,140,323	$ 74,977,177	$ 75,222,376	$ 74,031,353

Moline-Coal Valley School District No. 40
Property Tax Revenues
Last Ten Fiscal Years
(Unaudited)



Moline-Coal Valley School District No. 40
Earnings on Investments
Last Ten Fiscal Years
(Unaudited)



Moline School District No. 40

Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Instructional:				
Regular programs	**$ 39,916,779**	$ 38,217,298	$ 34,765,986	$ 33,520,498
Special education programs	**9,688,582**	8,649,250	8,062,704	7,471,435
Educationally deprived/remedial programs	**2,136,571**	1,599,266	2,771,836	2,469,981
Vocational programs	**-**	39,775	62,900	87,875
Interscholastic programs	**1,092,029**	1,060,549	938,128	937,637
Summer school	**230,738**	187,789	138,072	165,394
Gifted programs	**1,302,723**	211,681	217,356	433,985
Bilingual programs	**1,737,971**	1,682,390	1,661,049	1,363,456
Alternative and optional programs	**685,095**	661,284	790,904	824,889
School activity accounts	**-**	934,179	265,649	371,462
Total instructional	**56,790,488**	52,309,282	54,779,453	52,734,576
Support services:				
Pupil services	**5,666,818**	5,135,600	5,133,948	4,456,286
Instructional staff	**1,971,460**	1,757,432	1,687,410	1,391,581
School activity accounts	**813,005**	587,786	150,809	244,387
General administration	**1,259,056**	1,229,695	1,177,318	1,323,661
School administration	**5,085,037**	4,867,266	4,877,171	4,528,273
Business	**4,699,272**	5,040,378	3,916,639	4,320,592
Central	**2,763,638**	2,639,159	2,561,212	2,289,304
Other	**105,864**	6,159	92,174	944,075
Operations and maintenance	**6,815,642**	6,728,116	5,958,117	5,869,193
Pupil transportation	**1,241,739**	1,134,403	644,363	1,247,301
Tort immunity and judgement	**1,179,902**	1,090,662	1,229,310	1,034,737
Total support services	**31,601,433**	30,216,656	27,428,471	27,649,390
Total current operating	**88,391,921**	82,525,938	82,207,924	80,383,966
Other:				
Community services	**596,812**	472,625	-	420,378
Capital outlay	**12,474,330**	10,353,632	13,885,420	17,603,265
Payments to other governmental units	**1,165,484**	1,607,722	1,131,408	1,029,736
Debt service:				
Principal	**5,697,249**	5,518,643	5,308,996	11,833,596
Interest	**957,582**	1,147,666	1,396,158	1,614,370
Bond issuance costs	**-**	-	-	176,878
Total expenditures	**$ 109,283,378**	$ 101,626,226	$ 103,929,906	$ 113,062,189
Debt service as a percentage of noncapital expenditures	**6.87%**	7.30%	7.45%	14.09%

Source of Information: 2013-2022 Annual Financial Reports.
Note: Chart does not include on-behalf payments from the State of Illinois for Illinois Teachers' Retirement System of $27,368,735 and includes $771,855 allocation of internal service fund change in net position.

Fiscal Year						
2019	2018	2017	2016	2015	2014
$ 31,218,451	$ 30,452,858	$ 30,546,868	$ 29,691,507	$ 29,684,752	$ 28,825,742
7,257,296	7,552,570	7,871,742	7,762,227	8,070,176	6,843,451
2,365,569	1,768,613	1,986,120	2,060,820	1,161,122	1,959,047
33,300	59,200	70,300	68,450	63,825	78,000
866,736	876,340	906,596	871,475	837,981	808,595
129,713	92,213	79,686	119,746	70,397	62,133
533,673	617,993	645,655	639,382	642,738	689,416
1,231,270	1,197,586	1,168,000	1,018,042	1,082,158	950,393
831,664	775,313	879,775	857,782	791,529	611,576
413,681	499,981	459,295	494,097	427,916	518,768
49,395,025	48,301,960	59,772,270	57,474,473	55,853,354	54,991,814
3,632,885	2,824,797	2,803,621	2,711,549	2,620,283	2,610,047
1,614,126	1,651,539	1,652,871	1,928,785	1,937,212	1,905,560
361,849	334,588	302,699	298,534	326,361	300,087
1,296,953	1,102,477	1,152,779	1,258,622	1,258,917	1,301,214
4,497,972	4,567,258	4,203,172	4,055,802	4,049,930	4,208,425
4,443,332	3,027,000	3,143,338	3,812,455	2,777,151	3,770,644
2,240,807	1,882,056	2,094,047	1,899,564	1,764,140	1,803,864
766,475	1,241,957	1,014,617	964,466	981,199	151,659
6,230,014	7,189,439	7,302,510	6,133,840	7,027,422	6,265,663
1,340,920	1,418,740	1,344,168	1,284,138	1,127,231	1,077,775
947,972	966,350	940,287	1,319,115	1,086,518	1,329,398
27,373,305	26,206,201	25,954,109	25,666,870	24,956,364	24,724,336
76,768,330	74,508,161	85,726,379	83,141,343	80,809,718	79,716,150
334,250	351,752	175,304	172,544	167,372	166,460
12,958,255	12,314,184	1,637,670	4,858,712	17,584,358	4,979,647
560,461	277,300	102,280	59,268	53,812	806,963
4,130,297	6,064,100	2,982,002	2,950,002	2,843,098	12,536,290
1,224,798	935,651	799,447	863,074	945,897	913,237
-	220,130	-	-	-	-
$ 95,976,391	$ 94,671,278	$ 91,423,082	$ 92,044,943	$ 102,404,255	$ 99,118,747
6.45%	8.42%	4.21%	4.37%	4.39%	14.21%

Moline School District No. 40

Other Financing Sources and Uses and Net Change in Fund Balances
Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Excess of revenues over (under) expenditures	**$ 17,004,842**	$ 9,854,955	$ (4,252,006)	$ 33,323,793
Other financing sources (uses):				
General long-term debt issued	**117,045**	-	-	20,395,000
Insurance proceeds	**-**	-	-	-
Capital lease obligations issued	**-**	-	-	-
Bond premium (discount)	**-**	-	-	1,026,983
Transfers in	**2,995,049**	3,501,218	5,951,150	4,461,176
Transfers out	**(2,995,049)**	(3,501,218)	(5,951,150)	(4,461,176)
Total other financing sources	**117,045**	-	-	21,421,983
Net change in fund balances	**$ 17,121,887**	$ 9,854,955	$ (4,252,006)	$ 54,745,776

Fiscal Year						
2019	2018	2017	2016	2015	2014
$ 765,872	$ 425,383	$ 2,875,474	$ (3,176,821)	$ (14,161,119)	$ (11,442,701)
-	25,001,000	-	-	-	19,410,000
1,022,706	4,280,632	-	-	-	-
-	-	-	-	-	-
-	498,557	-	-	-	380,079
-	-	-	-	-	7,500,000
-	-	-	-	-	(7,500,000)
1,022,706	29,780,189	-	-	-	19,790,079
$ 1,788,578	$ 30,205,572	$ (12,282,759)	$ (17,067,766)	(14,161,119)	$ 8,347,378

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Moline School District No. 40

Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)
(Unaudited)

Fiscal Year	Equalized Assessed Value	Less Exemptions & TIF	Total Taxable Value	Total Direct Rate
2023	**$ 1,140,968,185**	**$ 162,716,477**	**$ 978,251,708**	**4.9685**
2022	1,085,171,171	182,595,493	902,575,678	5.0181
2021	1,074,519,534	183,108,852	891,410,682	5.0410
2020	1,053,712,161	176,370,535	877,341,626	5.0438
2019	1,038,463,403	175,620,856	862,842,547	5.0318
2018	1,019,624,686	165,944,152	853,680,534	5.1094
2017	998,946,705	165,193,541	833,753,164	5.1498
2016	972,777,970	165,209,082	807,568,888	5.1594
2015	965,273,421	157,845,337	807,428,084	5.1120
2014	974,598,538	159,441,451	815,157,087	5.1090

Source of Information: County Property Appraiser.

Moline School District No. 40

Property Tax Rates - Levies and Collections (1)
Last Ten Levy Years
(Unaudited)

	Levy Year		Levy Year	
	2022	2021	2020	2019
Rates Extended:				
Educational	**3.2589**	3.2700	3.2700	3.2700
Tort immunity	**0.1035**	0.1102	0.1008	0.1020
Operations and maintenance	**0.7475**	0.7500	0.7500	0.7500
Special education	**0.0399**	0.0400	0.0400	0.0400
Fire prevention and safety	**0.0499**	0.0500	0.0500	0.0500
Bond and interest	**0.3691**	0.4052	0.4149	0.4243
Transportation	**0.0850**	0.0535	0.0785	0.0835
Facility leasing	**0.0499**	0.0500	0.0500	0.0500
Illinois Municipal Retirement	**0.0958**	0.1127	0.1150	0.1055
Social Security	**0.1191**	0.1265	0.1218	0.1185
Working Cash	**0.0499**	0.0500	0.0500	0.0500
Total rates extended	**4.9685**	5.0181	5.0410	5.0438
Levies Extended:				
Educational	**$ 31,880,245**	$ 29,514,225	$ 29,149,129	$ 28,689,071
Tort immunity	**1,012,491**	994,638	898,542	894,888
Operations and maintenance	**7,312,432**	6,769,318	6,685,580	6,580,062
Special education	**390,322**	361,030	356,564	350,937
Fire prevention and safety	**488,148**	451,288	445,705	438,671
Bond and interest	**3,610,727**	3,657,237	3,698,463	3,722,561
Transportation	**831,514**	482,878	699,757	732,580
Facility leasing	**488,148**	451,288	445,705	438,671
Illinois Municipal Retirement	**937,165**	1,017,203	1,025,122	925,595
Social Security	**1,165,098**	1,141,758	1,085,738	1,039,650
Working Cash	**488,148**	451,288	445,705	438,671
Total rates extended	**$ 48,604,436**	$ 45,292,150	$ 44,936,010	$ 44,251,357
Total collections (2)	**$ 29,685,328**	$ 45,133,030	$ 44,969,411	$ 44,157,733
Percentage of extensions collected	61.08%	99.65%	100.07%	99.79%

(1) Tax rates are expressed in dollars per $100 of equalized assessed valuation
(2) Modified accrual basis of accounting includes receipts for June, July and August

Source of Information: Rock Island County Levy, Rate and Extension Reports for 2013 to 2022

	Levy Year					
	2018	2017	2016	2015	2014	2013
	3.2700	3.2700	3.2700	3.2700	3.2700	3.2700
	0.1086	0.1336	0.1338	0.1380	0.1738	0.1702
	0.7500	0.7500	0.7500	0.7500	0.7500	0.7500
	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
	0.3834	0.4478	0.4548	0.4674	0.4714	0.4642
	0.0774	0.0880	0.1302	0.1070	0.0368	0.0374
	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
	0.1290	0.1164	0.1092	0.1154	0.1052	0.1178
	0.1234	0.1136	0.1118	0.1216	0.1148	0.1094
	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
	5.0318	5.1094	5.1498	5.1594	5.1120	5.1090
$	28,254,036	$ 27,952,099	$ 27,296,482	$ 26,436,408	$ 26,430,885	$ 26,680,910
	938,345	1,142,018	1,116,902	1,115,665	1,404,797	1,388,713
	6,480,283	6,411,032	6,260,661	6,063,396	6,062,130	6,119,475
	345,615	341,922	333,902	323,381	323,314	326,372
	432,019	427,402	417,377	404,226	404,142	407,965
	3,312,721	3,827,813	3,796,465	3,778,709	3,810,251	3,787,547
	668,765	752,228	1,086,851	865,045	297,448	305,158
	432,019	427,402	417,377	404,226	404,142	407,965
	1,114,609	994,992	911,552	932,955	850,315	961,166
	1,066,223	971,058	933,256	983,079	927,910	892,627
	432,019	427,402	417,377	404,226	404,142	407,965
$	43,476,654	$ 43,675,368	$ 42,988,202	$ 41,711,316	$ 41,319,476	$ 41,685,862
$	43,339,021	$ 43,572,839	$ 43,236,032	$ 41,585,096	$ 41,148,600	$ 41,554,677
	99.68%	99.77%	100.58%	99.70%	99.59%	99.93%

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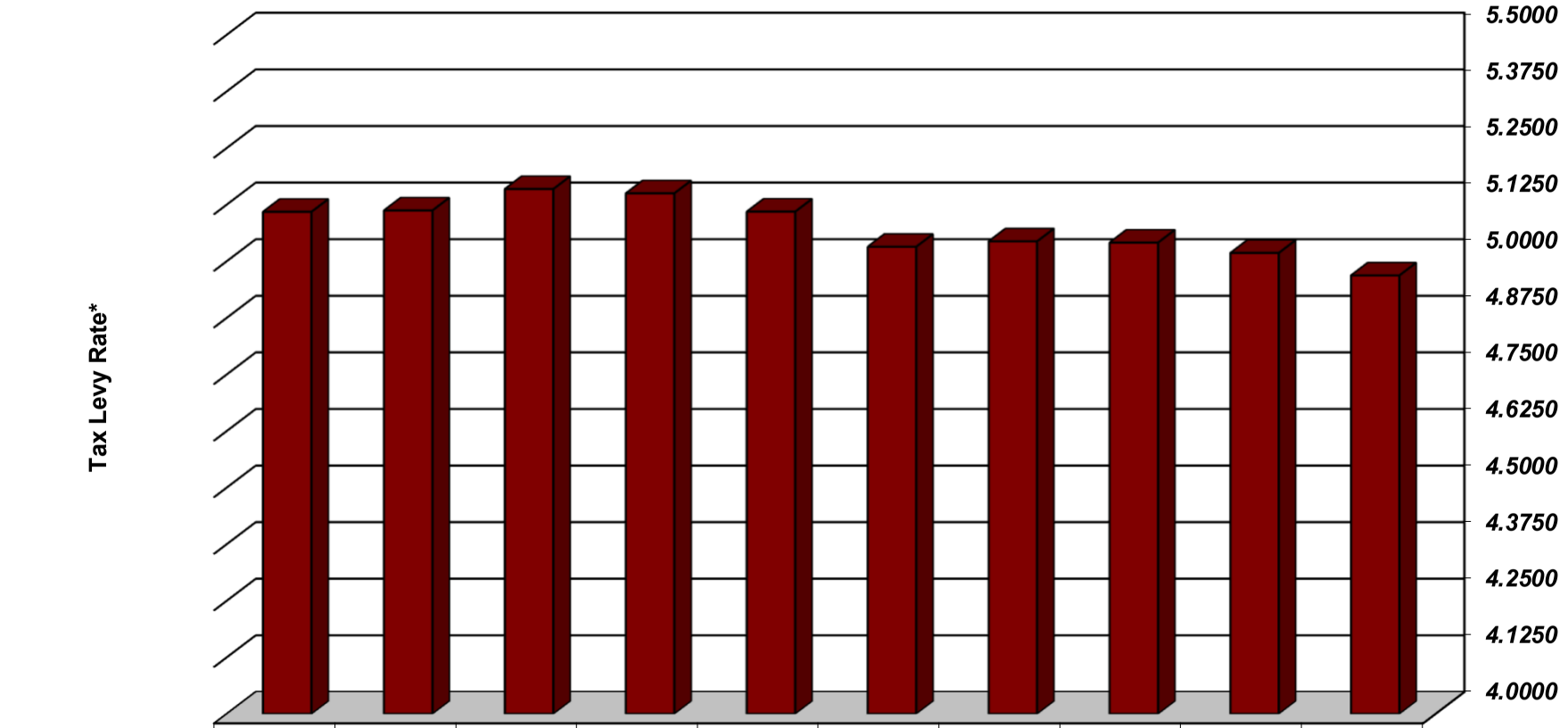
Moline-Coal Valley School District No. 40
Property Tax Levy Rates
Last Ten Tax Levy Years (Unaudited)



	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Levy Rates	5.1090	5.1120	5.1594	5.1498	5.1094	5.0318	5.0438	5.0410	5.0181	4.9685

* Dollars per $100 of Equalized Assessed Valuation

Moline School District No. 40

Direct and Overlapping Property Tax Rates (1)
Last Ten Levy Years
(Unaudited)

Taxing District	Levy Year 2022	2021	Levy Year 2020	2019
Overlapping Government Rates:				
Common Rates				
Moline School District No. 40	**4.9685**	5.0181	5.0181	5.0438
County of Rock Island (2)	**1.2258**	1.4369	1.4355	1.4602
Metropolitan Airport Authority	**0.0647**	0.0696	0.0721	0.0733
Black Hawk College District No. 503	**0.5441**	0.5620	0.5682	0.5714
Metropolitan Transit Authority (3)	**0.1888**	0.1952	0.2000	0.1958
Cities and Villages:				
City of Moline	**1.8475**	1.9437	2.0177	2.0554
Village of Coal Valley (4)	**1.8962**	1.5766	1.5946	1.3273
Townships:				
Township of Moline	**0.2477**	0.2686	0.2639	0.2623
Township of South Moline (5)	**0.1079**	0.1118	0.1131	0.1164
Township of Coal Valley (6)	**0.1975**	0.2085	0.2099	0.2190
Township of Blackhawk (7)	**0.0615**	0.0992	0.1125	0.1882
Representative total tax rates by township/municipality location:				
Township #8 - Moline/ City of Moline - Code 1	**9.0989**	9.4941	9.5984	9.6622
Township #7 - South Moline City of Moline - Code 5	**8.9764**	9.3555	9.4660	9.5338
Township #12 - Coal Valley/ Village of Coal Valley - Code 3	**8.7873**	8.7964	8.8508	8.7584

(1) Tax Rates are expressed in dollars per $100 of assessed (one third of market) valuation.
(2) Includes Forest Preserve
(3) Common to all township locations except Coal Valley
(4) Includes Coal Valley Municipality Roads & Bridges; Coal Valley FPD; and Coal Valley Library
(5) Includes roads & bridges for Municipal Moline and Township of South Moline
(6) Includes Coal Valley Township Roads & Bridges
(7) Includes .1% of total District assessed valuations.

Source of Information: Rock Island County Clerk's Office, Department of Tax Extension.

Levy Year					
2018	2017	2016	2015	2014	2013
5.0318	5.1094	5.1498	5.1594	5.1120	5.1090
1.3674	1.2436	1.2466	1.2480	1.0596	1.0184
0.0748	0.0756	0.0750	0.0750	0.0750	0.0750
0.5632	0.5676	0.5718	0.5598	0.5485	0.5427
0.1952	0.2120	0.2056	0.2086	0.2082	0.2054
2.0602	2.0742	2.0854	2.0782	2.0638	2.0500
1.2140	1.2138	1.1834	1.3144	1.2183	1.2113
0.2586	0.2536	0.2498	0.2498		0.2326
0.1182	0.1248	0.1278	0.1284	0.1292	0.1786
0.2220	0.2222	0.2200	0.2304	0.2220	0.2232
0.1854	0.1812	0.2082	0.2006	0.2014	0.1924
9.5512	9.5360	9.5840	9.5788	9.3085	9.2331
9.4282	9.4188	9.4738	9.4730	9.2115	9.1501
8.5356	8.4684	8.4858	8.5440	8.2619	8.2087

Moline School District No. 40

Principal Property Taxpayers
Current Year and Ten Years Ago
(Unaudited)

	2023			2014		
Taxpayer	**2022 Equalized Assessed Valuation**	**Rank**	**Percentage of Total 2022 Equalized Assessed Valuation**	2013 Equalized Assessed Valuation	Rank	Percentage of Total 2013 Equalized Assessed Valuation
Deere & Company	**13,741,761**	**1**	1.43%	6,107,840	2	0.75%
SDG Macerich-Southpark Mall	**7,910,447**	**2**	0.82%	$ 9,768,540	1	1.20%
Financial District Prop	**6,390,525**	**3**	0.67%			
IH Mississippi Valley Credit Union	**5,324,132**	**4**	0.55%			
Menard, Inc.	**4,305,174**	**5**	0.45%			
Wal-Mart Stores	**4,221,845**	**6**	0.44%	3,585,484	5	0.44%
Moline FNMA, LLC / Corelogic	**3,916,958**	**7**	0.41%			
First Financial Group	**3,899,324**	**8**	0.41%			
Pedcor (Valley View Apts.)	**3,883,224**	**9**	0.40%			
Dial Point at Moline	**3,570,499**	**10**	0.37%			
City Line Meyers LLC/Citi Line Plaza				2,775,745	10	0.34%
Moline Hotel LLC-Pine Ridge Apartments				2,791,037	9	0.34%
Carr Limited Partnership-Highland Toyota				2,936,260	8	0.36%
Trinity Medical Center				3,024,391	7	0.37%
Heritage Place				3,030,624	6	0.37%
United Health Care Service				4,016,186	4	0.49%
Kone				4,460,348	3	0.55%
Other Properties in District	**902,575,678**		**94.04%**	772,660,632		94.79%
Total	**$ 959,739,567**		**5.96%**	$ 815,157,087		5.21%

Source of Information: Rock Island County Supervisor of Assessments.

Moline School District No. 40

Property Tax Levies and Collections
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy *		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2023	**$ 48,604,436**	**$ 29,685,328**	**61.08%**	**$ -**	**$ 29,685,328**	**61.08%**
2022	45,292,150	26,165,567	57.77	18,967,463	45,133,030	99.65
2021	44,936,012	26,187,196	58.28	18,782,215	44,969,411	100.07
2020	44,251,357	24,929,541	55.34	19,228,192	44,157,733	99.79
2019	43,476,653	24,336,135	55.98	19,002,886	43,339,021	99.68
2018	43,675,368	24,057,728	55.08	19,515,111	43,572,839	99.77
2017	42,988,203	23,563,585	54.81	19,672,447	43,236,032	100.58
2016	41,711,316	22,668,557	54.35	18,916,539	41,585,096	99.70
2015	41,319,476	22,698,948	54.94	18,449,652	41,148,600	99.59
2014	41,685,862	22,949,784	55.05	18,592,811	41,542,595	99.66

* Modified accrual basis of accounting includes receipts for June, July and August

Source of Information: Rock Island County Levy, Rate and Extension Reports

Moline School District No. 40

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Tax Levy Year	General Obligation Bonds	Equalized Assessed Valuation	Percent of Actual Taxable Value of Property	Estimated Population*	Per Capita
2023	**2022**	**$ 27,770,054**	**$ 978,251,708**	**2.84%**	**45,863**	**$ 605.50**
2022	2021	33,420,162	902,575,678	3.70	46,253	693.84
2021	2020	38,923,663	891,410,682	4.37	45,696	851.80
2020	2019	44,232,659	877,341,626	5.04	45,079	981.23
2019	2018	35,671,255	864,037,786	4.13	45,659	781.25
2018	2017	39,801,552	854,804,251	4.66	46,006	865.14
2017	2016	20,864,651	834,754,801	2.50	45,971	453.87
2016	2015	23,846,653	808,452,845	2.95	42,681	558.72
2015	2014	26,796,655	808,283,955	3.32	47,226	567.41
2014	2013	29,639,754	815,929,969	3.63	47,226	627.62

* Population estimates are based on census data

Moline School District No. 40

Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Governmental Activities: General Obligation Bonds	Notes Payable	Capital Leases	Subscription Based Information Technology	Total Outstanding Debt	Personal Income (1) (000's)	Percentage of Personal Income	Estimated Population (2)	Per Capita
2023	**$ 27,770,054**	**$ 180,822**	**$ -**	**$ 88,750**	**$ 28,039,626**	*	*	**45,863**	**$ 611.38**
2022	33,420,162	230,000	15,761	-	33,665,923	*	*	48,167	698.94
2021	38,923,663	-	-	-	38,923,663	*	*	45,696	851.80
2020	44,232,659	-	-	-	44,232,659	*	*	45,079	981.23
2019	35,671,255	-	-	-	35,671,255	*	*	45,659	781.25
2018	39,801,552	-	-	-	39,801,552	*	*	46,006	865.14
2017	20,864,652	-	-	-	20,864,652	*	*	45,971	453.87
2016	23,846,653	-	-	-	23,846,653	*	*	42,681	558.72
2015	26,796,656	-	-	-	26,796,656	*	*	47,226	567.41
2014	29,639,754	-	-	-	29,639,754	*	*	47,226	627.62

(1) Personal income data is unavailable at this time.

(2) Population estimates are based on census data

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Moline School District No. 40

Direct and Overlapping Governmental Activities Debt
As of June 30, 2023
(Unaudited)

Governmental Unit	Debt Outstanding (1)	Estimated Percentage Applicable (2)	Estimated Share of Direct and Overlapping Debt
County:			
Rock Island County	$ 30,780,000	34.263%	$ 10,546,151
Rock Island County Forest Preserve	5,850,000	34.263%	$ 2,004,386
Municipality:			
City of Moline	7,971,000	98.123%	$ 7,821,384
Village of Coal Valley	-	69.677%	$ -
City of Milan	7,235,000	1.825%	$ 132,039
Other:			
Metropolitan Airport Authority (3)	11,260,000	43.995%	$ 4,953,837
Blackhawk Community College District 503	27,185,000	34.233%	$ 9,306,241
Metropolitan Mass Transit Authority	-	0.000%	$ -
Subtotal, overlapping debt			34,764,038
Direct bonded debt, Moline School District No. 40			27,770,054
Total direct and overlapping debt			$ 62,534,092

(1) As of November 30, 2022

(2) Overlapping debt percentages are based on the 2022 equalized assessed valuation, the most current available.

(3) Represents the principal amounts due on a lease obligation issued through a Public Building Commission.

Source of Information: Rock Island County Clerk

Moline School District No. 40

Legal Debt Margin Information
Last Ten Fiscal Years
(Unaudited)

Legal Debt Margin Calculation for Fiscal Year 2023		
Assessed value	**$**	**978,251,708**
Debt limit (13.8% of assessed valuation)	**$**	**134,998,736**
Debt applicable to limit		**28,039,626**
Legal debt margin	**$**	**106,959,110**

	2023	2022	2021	2020
Debt limit	**$ 134,998,736**	$ 124,555,444	$ 123,014,674	$ 121,073,144
Total net debt applicable to limit	**28,039,626**	33,665,924	38,923,663	44,232,659
Legal debt margin	**$ 106,959,110**	$ 90,889,520	$ 84,091,011	$ 76,840,485
Total net debt applicable to the limit as a percentage of debt limit	**20.77%**	27.03%	31.64%	36.53%

	2019	2018	2017	2016	2015	2014
$	119,237,214	$ 117,962,987	$ 115,196,163	$ 111,566,493	$ 111,543,186	$ 112,598,336
	35,671,255	39,801,552	20,864,652	23,846,654	26,796,655	29,639,754
$	83,565,959	$ 78,161,435	$ 94,331,511	$ 87,719,839	$ 84,746,531	$ 82,958,582
	29.92%	33.74%	18.11%	21.37%	24.02%	26.32%

Moline School District No. 40

Demographic and Economic Statistics (1)
Last Ten Calendar Years
(Unaudited)

Calendar Year	Estimated Population (2)	Personal Income (000's)	Per Capita Personal Income	Unemployment Rate
2022	**45,863**	**$ 1,472,981,971**	**$ 32,117**	**3.80%**
2021	42,985	1,349,170,195	31,387	3.90
2020	42,985	1,349,170,195	31,387	6.10
2019	41,356	1,309,868,588	31,673	4.90
2018	43,483	1,327,753,405	30,535	5.00
2017	43,483	1,297,228,339	29,833	4.90
2016	43,483	1,216,393,442	27,974	5.90
2015	43,483	1,195,260,704	27,488	6.00
2014	43,483	2,183,237,947	50,209	6.70
2013	43,483	1,206,653,250	27,750	7.90

(1) Information provided for the City of Moline.
(2) Population estimates are based on census data estimates

Source of Information: City of Moline

Moline School District No. 40

Principal Employers in the Area (1)
Current Year and Ten Years Ago
(Unaudited)

	2023			2014		
Employer	**Employees**	**Rank**	**Percentage of Total Employment**	Employees	Rank	Percentage of Total Employment
Deere & Company (3)	**8,572**	**1**	**18.85%**	5,800	2	14.82%
Rock Island Arsenal (2)	**6,300**	**2**	**13.85%**	7,900	1	20.19%
Unity Point - Trinity	**6,100**	**3**	**13.41%**	2,697	5	6.89%
Genesis Health System	**4,700**	**4**	**10.34%**	5,000	3	12.78%
Hy-Vee Stores	**4,200**	**5**	**9.24%**	3,978	4	10.17%
HNI Corporation/The Hon Company	**3,800**	**6**	**8.36%**			
Wal-Mart Super Centers	**3,600**	**7**	**7.92%**	1,853	9	4.74%
Arconic (Alcoa)	**2,400**	**8**	**5.28%**	2,000	8	5.11%
Tyson Foods (IBP Inc.)	**2,400**	**9**	**5.28%**	2,500	6	6.39%
Kraft Heinz (Oscar Mayer Foods)	**1,200**	**10**	**2.64%**	1,600	10	4.09%
Tri-City Electric Co.	**1,200**	**11**	**2.64%**			
Kent Corporation	**1,000**	**12**	**2.20%**			
APAC Customer Service, Inc.				1,200	12	3.07%
Davenport Community Schools				2,200	7	5.62%
Moline Schools				1,111	13	2.84%
City of Davenport				1,295	11	3.31%
Total	**45,472**		**100.00%**	39,134		100.00%

(1) Quad City Metropolitan Statistical Area (includes Davenport and Bettendorf, Iowa, and Rock Island and Moline, Illinois, and other contiguous communities).
(2) Military and Civilian employees.
(3) Employment levels are for the entire Quad Cities area.

Sources of Information: Quad Cities First; Hoover's Inc.; Bi-State Regional Commission; Quad Cities Chamber

Moline School District No. 40

Full-Time Equivalent District Employees By Type
Last Ten Fiscal Years
(Unaudited)

	2022-2023	2021-2022	2020 - 2021	2019 - 2020	2018 - 2019
Administration:					
Superintendent	**1**	1	1	1	1
Assistant superintendents and directors	**10**	9	9	6	6
Principals, assistants, deans and athletic director	**26**	25	25	25	25
Total administration	**37**	35	35	32	32
Teachers:					
Regular grades K-12	**308**	307	295	297	284
Special education	**75**	72	70	83	68
Elementary music, art, physical education specialists	**10**	10	17	17	17
Social workers, counselors	**26**	26	25	20	17
Reading recovery	**-**	-	-	-	-
Librarians	**6**	6	6	7	6
Group orphanage programs - Arrowhead Ranch	**-**	-	-	-	-
Pre-school At-Risk programs	**11**	11	11	12	10
Gifted programs - PATS	**3**	2	3	4	3
Educationally deprived/remedial programs	**38**	46	14	13	10
Bilingual programs	**15**	13	15	12	16
Psychologists	**5**	5	4	4	4
Total teachers	**497**	498	460	469	435
Other supporting staff:					
Regular grade teachers' paraprofessionals	**73**	82	76	73	71
Special education teachers' paraprofessiona	**91**	94	98	93	94
Nurses, health professionals	**17**	16	17	16	16
Hall monitors	**7**	7	7	7	8
Lab managers	**14**	17	18	19	20
Library paraprofessionals	**7**	6	7	7	7
Lunchroom assistants	**26**	24	22	24	25
Administrative assistants	**43**	43	43	45	48
Custodial-maintenance and supervisors	**66**	66	64	66	64
Educational Technology	**8**	8	8	8	8
Other	**9**	9	10	9	8
Total support staff	**359**	372	370	365	367
Total staff	**894**	905	864	866	834

Source of information: District Human Resources records

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2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015	2013 - 2014	Percentage Change 2013-2014 2022-2023
1	1	1	1	1	0.00%
6	6	6	6	6	66.67%
25	24	23	23	25	4.00%
32	31	30	30	32	15.63%
290	294	286	286	292	5.59%
74	74	72	72	94	-20.21%
17	17	17	15	15	-33.33%
16	17	17	17	14	85.71%
-	-	-	-	-	0.00%
6	6	6	6	6	0.00%
-	-	-	-	-	0.00%
6	6	6	6	6	83.33%
6	7	7	5	7	-54.23%
10	9	8	9	8	375.00%
15	15	14	12	10	50.00%
3	4	4	4	4	25.00%
443	449	437	432	456	9.08%
73	57	59	58	56	30.36%
102	116	115	110	105	-13.81%
16	16	17	21	16	6.25%
7	4	4	4	5	30.00%
20	20	21	21	21	-34.76%
8	10	10	13	9	-22.22%
24	24	27	40	25	2.00%
48	47	44	49	52	-17.31%
66	65	67	63	68	-2.94%
8	8	8	8	8	0.00%
8	8	8	5	7	28.57%
378	375	380	392	372	-3.44%
853	855	847	854	860	3.91%

Moline School District No. 40

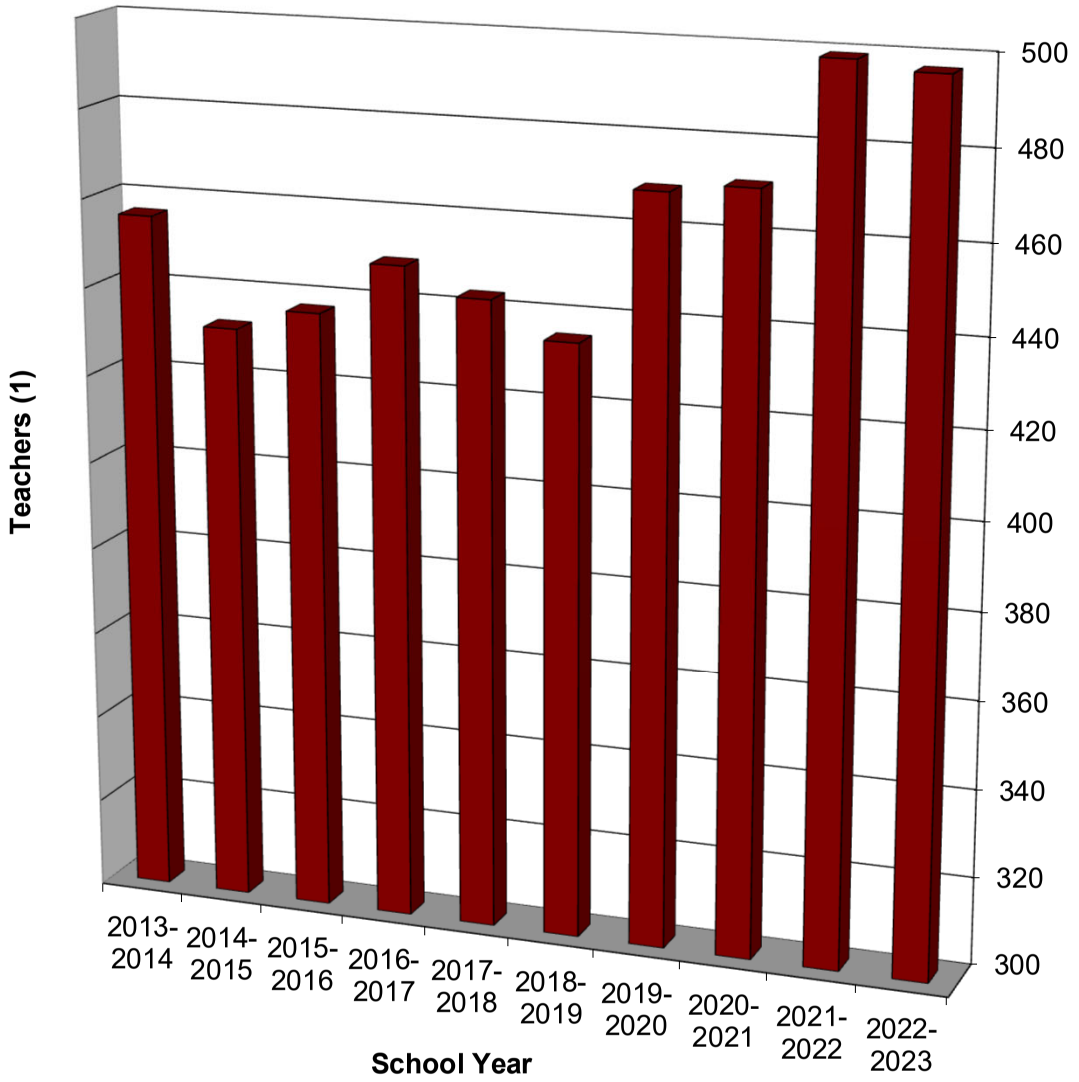
Operating Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Average Daily Attendance	Net Operating Expenditures	Net Operating Expenditures Per Pupil	Percentage Change	Enrollment (1)
2023	**6,410.86**	**$ 86,923,292**	**$ 13,558.76**	**0.27%**	**7,129**
2022	6,327.12	83,273,637	13,161.38	0.24	7,109
2021	6,159.50	75,229,114	12,213.51	0.19	7,132
2020	6,951.90	73,559,814	10,581.25	0.03	7,243
2019	6,705.30	71,142,959	10,609.96	0.03	7,243
2018	6,492.78	71,648,551	11,035.11	0.07	7,267
2017	6,537.55	69,932,990	10,697.13	0.04	7,196
2016	6,541.00	69,367,857	10,605.08	0.03	7,305
2015	6,623.00	68,124,245	10,286.01	0.04	7,370
2014	6,746.99	66,484,613	9,853.97	(0.88)	7,493

(1) Enrollment information as of April 30 of each year through 2013, Fall Housing Report thereafter.
(2) Total Teachers include all Illinois certificated positions including teachers, counselors, social workers, psychologists, librarians, speech and language and other specialists.

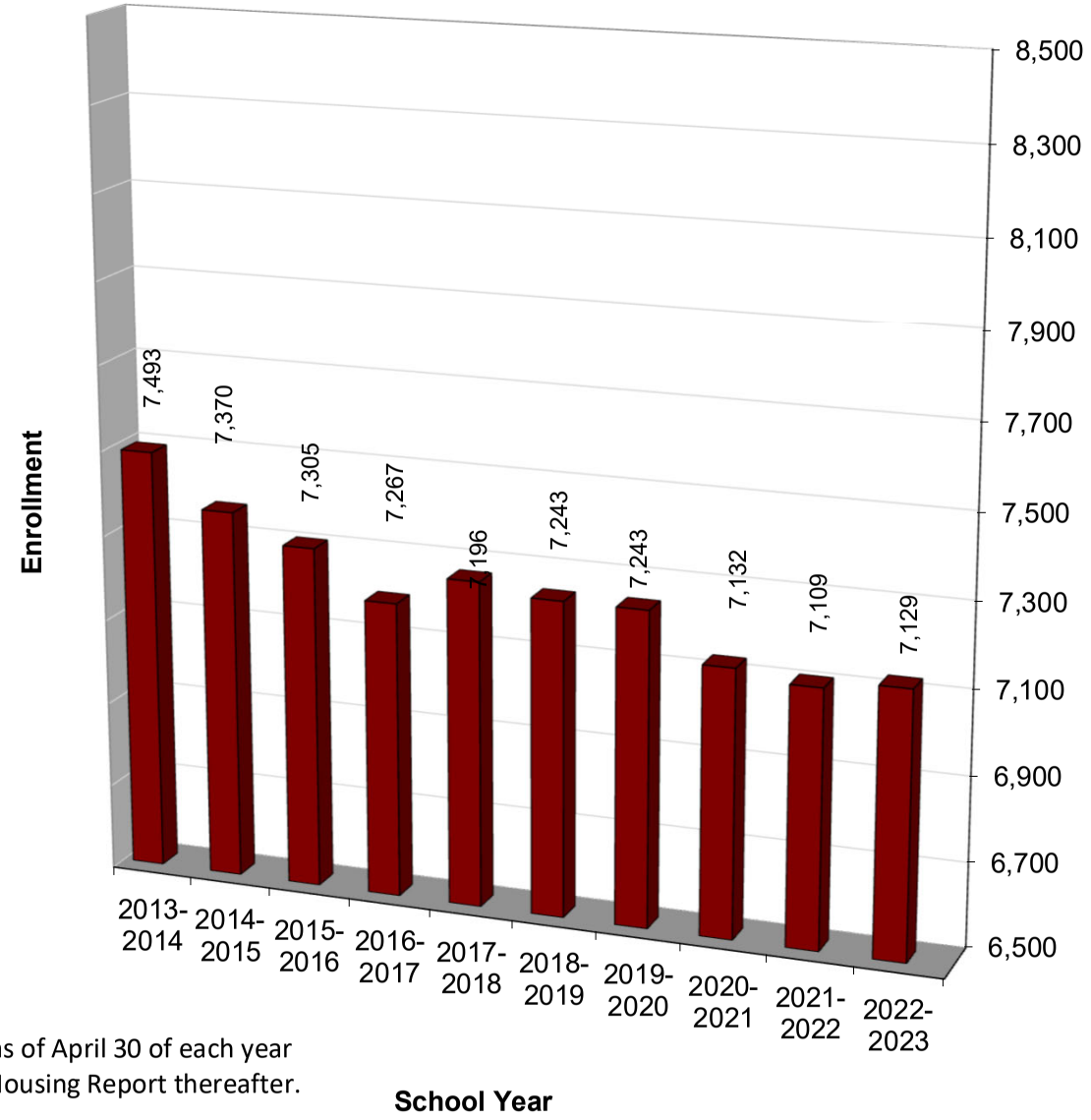
	Total Expenses	Cost Per Pupil	Percentage Change	Teachers (2)	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Priced Meals
$	**135,880,258**	**19,060**	**0.50%**	**497**	**14.34**	**59.31%**
	125,521,205	17,657	0.40	499	14.25	48.94
	103,929,906	14,572	0.05	471	15.14	53.30
	56,146,767	7,752	(44.21)	469	15.45	53.30
	95,976,391	13,251	(4.63)	435	16.65	57.06
	94,671,278	13,028	(0.06)	443	16.40	56.37
	91,423,082	12,705	(8.56)	449	16.03	53.73
	92,044,943	12,600	(0.09)	437	16.71	49.69
	102,404,255	13,895	0.05	432	17.06	49.19
	99,118,747	13,228	(2.81)	456	16.43	48.39

Moline-Coal Valley School District No. 40
Teacher Statistics
Last Ten Fiscal Years
(Unaudited)



(1) Teachers include all Illinois certificated positions including teachers, counselors, social workers, psychologists, librarians, and speech and language and other specialists.

Moline-Coal Valley School District No. 40
Enrollment Statistics as of April 30
Last Ten Fiscal Years
(Unaudited)



*Enrollment information as of April 30 of each year through 2012-2013, Fall Housing Report thereafter.

Moline School District No. 40

Operating Expenditures Per Student
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

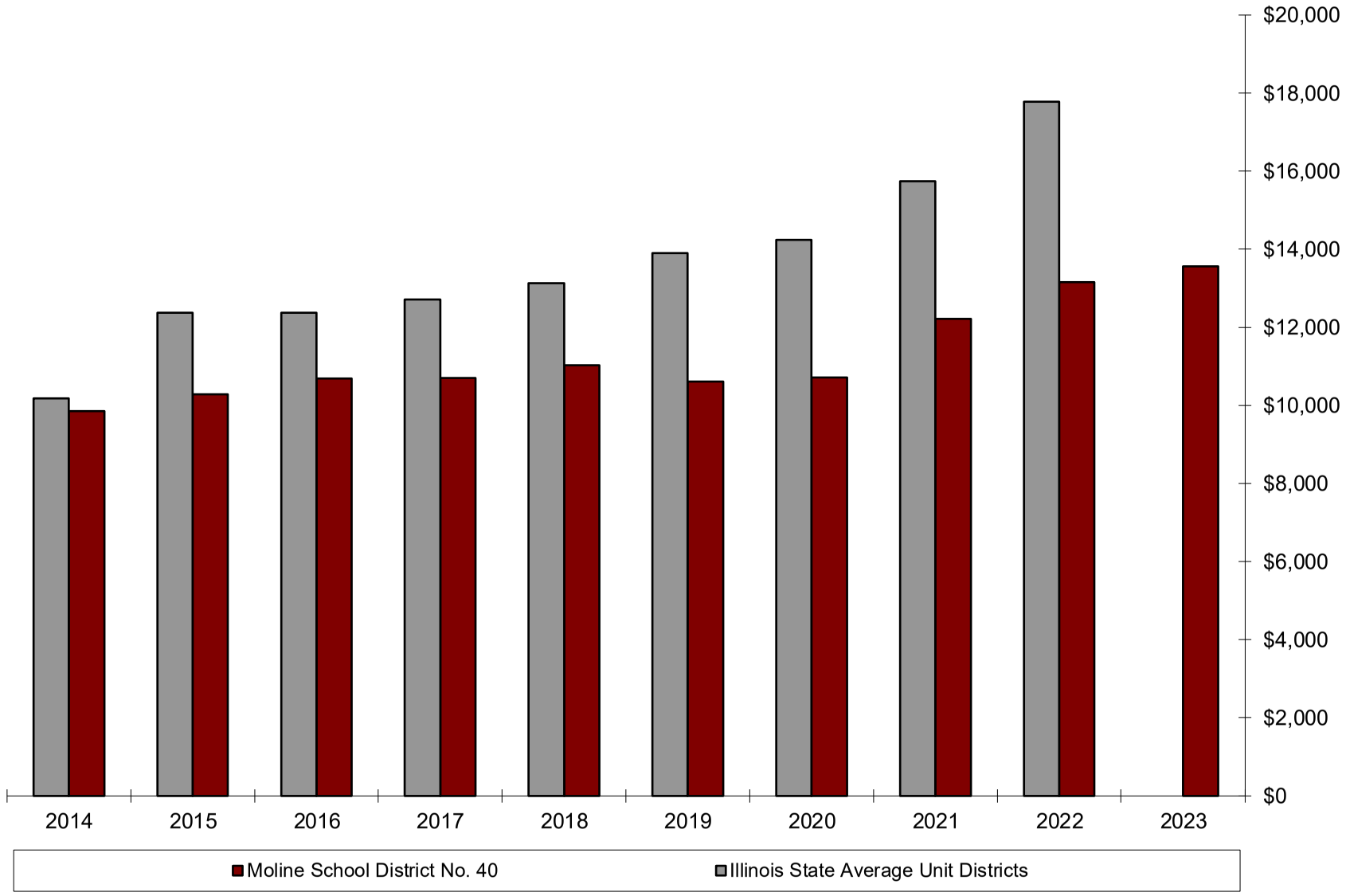
	2023	2022	2021	2020
Expenditures				
Educational fund *	**$ 78,495,243**	$ 73,410,537	$ 68,357,362	$ 65,058,059
Operations and maintenance fund	**7,360,968**	6,999,113	6,153,496	6,384,398
Debt service fund	**6,654,831**	6,666,309	6,705,153	13,559,412
Transportation fund	**1,241,739**	1,134,403	714,083	1,237,413
Municipal retirement fund	**2,444,471**	2,478,691	2,549,344	2,461,496
Tort fund	**1,179,902**	1,090,662	1,229,310	1,034,737
Total	**97,377,154**	91,779,715	85,708,748	89,735,515
Less expenditures not applicable to operation of regular programs:				
Early childhood	**1,385,558**	1,297,239	1,263,258	1,402,764
Summer school	**230,738**	188,321	136,308	165,854
Capital outlay	**1,381,105**	1,027,401	2,118,963	1,321,725
Bond principal retired	**5,694,165**	5,518,643	5,308,996	11,833,596
Lease/purchases principal retired	**-**	-	-	-
Tuition	**590,060**	-	569,303	595,995
Federal special education	**-**	-	-	-
Community services	**1,172,236**	474,474	520,705	422,024
Nonprogrammed charges		-	562,101	433,743
Total	**10,453,862**	8,506,078	10,479,634	16,175,701
Net operating expenditures	**$ 86,923,292**	$ 83,273,637	$ 75,229,114	$ 73,559,814
Average daily attendance	**6,410.86**	6,327.12	6,159.50	6,951.90
Net operating expenditure per student	**$ 13,558.76**	$ 13,161.38	$ 12,213.51	$ 10,581.25
State average operating expense per student - all districts (2)	N/A	$ 17,952.76	$ 16,028.65	$ 14,746.95
State average operating expense per student - unit districts (2)	N/A	$ 17,775.88	$ 15,739.28	$ 14,235.49
*Educational fund expenditures from annual financial report	**$ 78,422,598**	$ 97,305,516	$ 73,464,067	$ 70,664,041
Less "on-behalf of" payments	**(27,368,735)**	(23,894,979)	(5,106,705)	(5,089,748)
Less Internal Service Fund contributions (in excess) under of claims	**771,857**	518,972	(787,510)	(516,234)
	$ 51,825,720	$ 73,929,509	$ 67,569,852	$ 65,058,059

(2) Illinois State Board of Education, 2023 data not available until Spring 2024

Source of Information: 2014-2023 Annual Financial Report

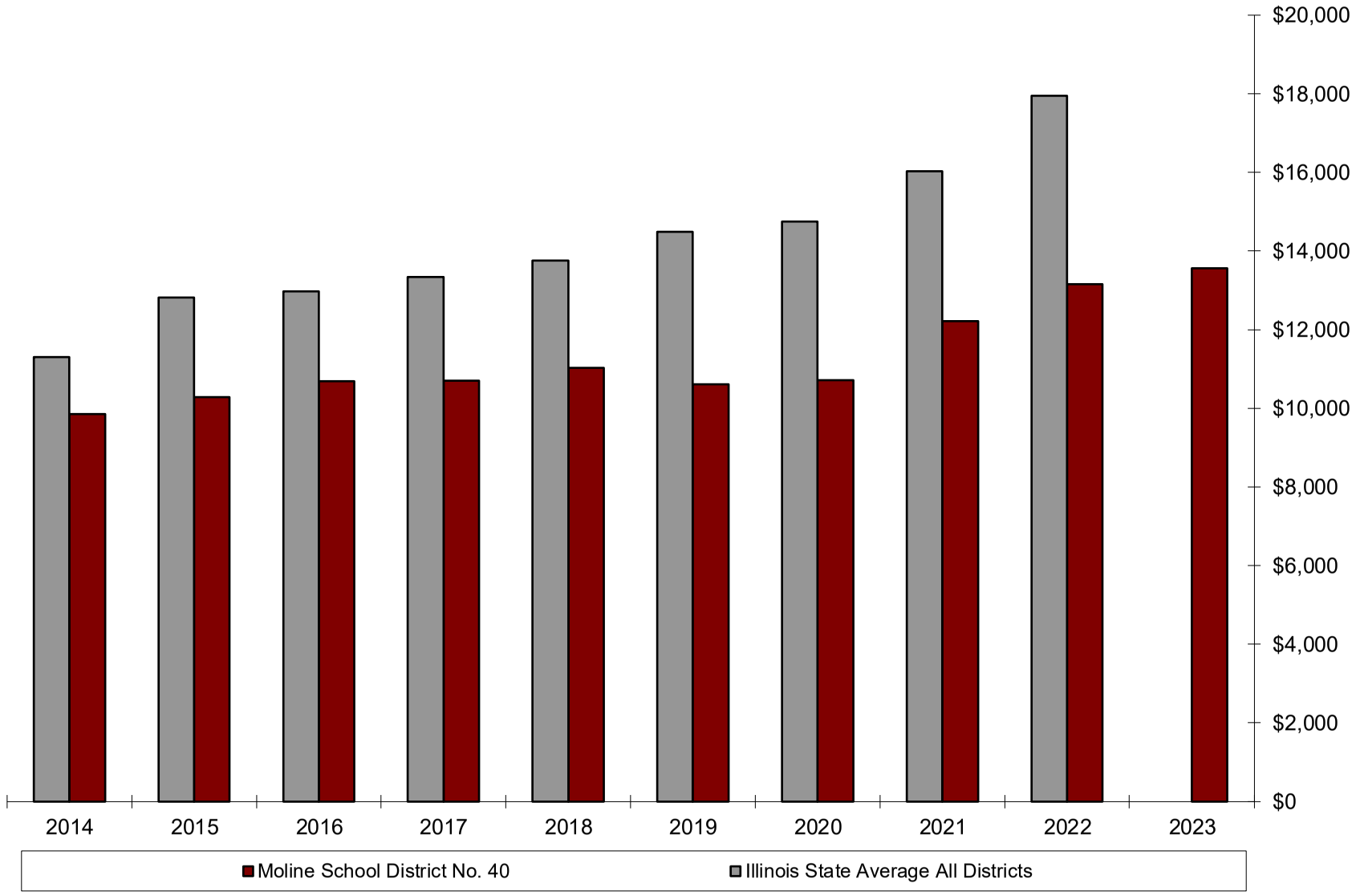
	Fiscal Year					
2019	2018	2017	2016	2015	2014
$ 61,942,588	$ 64,155,425	$ 60,955,774	$ 60,391,247	$ 58,667,408	$ 57,467,025
7,405,822	10,435,023	6,380,692	6,238,297	6,276,269	6,219,147
5,355,095	6,999,751	3,781,449	3,813,076	3,788,995	3,541,514
1,331,197	999,577	921,874	1,325,752	1,114,846	1,077,775
2,326,781	2,383,461	2,066,483	2,062,835	2,374,105	2,252,550
947,972	966,350	940,287	1,319,115	1,086,518	1,329,398
79,309,455	85,939,587	75,046,559	75,150,322	73,308,141	71,887,409
1,035,234	718,892	710,755	691,165	667,375	642,280
130,626	94,520	81,179	124,461	74,899	62,552
2,696,688	5,271,438	909,123	1,507,989		762,537
4,130,297	6,064,100	2,982,002	2,950,002	2,843,098	2,736,290
-	-	-	-	-	-
489,320	252,460	102,280	59,268	53,812	694,508
-	-	-	-	-	-
337,668	349,065	185,758	179,376	172,640	173,789
296,272	183,843	142,472	270,204	258,812	330,840
9,116,105	12,934,318	5,113,569	5,782,465	5,183,896	5,402,796
$ 70,193,350	$ 73,005,269	$ 69,932,990	$ 69,367,857	$ 68,124,245	$ 66,484,613
6,705.30	6,492.78	6,537.55	6,541.00	6,623.00	6,746.99
$ 10,468.34	$ 11,244.07	$ 10,697.13	$ 10,605.08	$ 10,286.01	$ 9,853.97
$ 14,491.98	$ 13,763.50	$ 13,335.17	$ 12,973.10	$ 12,824.06	$ 11,296.83
$ 13,903.10	$ 13,136.58	$ 12,717.66	$ 12,374.36	$ 12,375.38	$ 10,177.41
$ 66,894,681	$ 66,552,565	$ 75,544,231	$ 72,930,800	$ 70,538,147	$ 69,754,386
(4,515,296)	(4,410,879)	(15,158,233)	(13,890,945)	(13,020,750)	(13,644,693)
(436,797)	2,013,739	569,776	1,351,392	1,150,011	1,357,332
$ 61,942,588	$ 64,155,425	$ 60,955,774	$ 60,391,247	$ 58,667,408	$ 57,467,025

Moline-Coal Valley School District No. 40
Operating Expenditures Per Student
State Average Comparison - Unit Districts
(Unaudited)



* Illinois State Board of Education, 2013 data not available until Spring 2014.

Moline-Coal Valley School District No. 40
Operating Expenditures Per Student
State Average Comparison - All Districts
(Unaudited)



* Illinois State Board of Education, 2013 data not available until Spring 2014.

Moline School District No. 40

Schedule of Insurance in Force
Fiscal Year 2022-2023
(Unaudited)

I.	Property (includes Boiler & Machinery and Inland Marine)		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$242,786
	E.	Limit:	Blanket per Statement of Values on file $10,000 Deductible (except earthquake/flood $100,000 deductible)
II.	General Liability & Employee Benefits Liability		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$49,673
	E.	Limit:	$1,000,000 Aggregate Limit with No Deductible - General Liability $3,000,000 Aggregate Limit with $1,000 Deductible -
III.	Automobile/Garagekeepers		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$10,624
	E.	Limit:	$1,000,000 Liability Limit with No Deductible $1,000 Deductible on Comprehensive/Collision $100,000 Garagekeepers Legal Liability $1,000 Comprehensive Deductible; $1,00 Collision Deductible
IV.	Fidelity/Crime Bond		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$3,828
	E.	Limit:	$1,000,000/$1,000 Deductible
V.	Workers' Compensation and Employers' Liability		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$327,050
	E.	Limit:	$1,000,000 each Accident

(Continued)

Moline School District No. 40

Schedule of Insurance in Force (Continued)
Fiscal Year 2022-2023
(Unaudited)

VI.	School Leaders Errors and Omissions		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$42,571
	E.	Limit:	$1,000,000/$10,000 Deductible
VII.	Excess Liability Insurance (Umbrella)		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$22,765
	E.	Limit:	$1,000,000 per Occurrence
VIII.	Cyber Liability		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$11,815
	E.	Limit:	$1,000,000 Aggregate Limit/$2,500 Deductible
VIIII.	Catastrophic Student Accident		
	A.	Policy #:	P2-1000926-2223-01
	B.	Carrier:	IPMG
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$8,206
	E.	Limit:	$10,000/$3,000,000 Aggregate Limit/$25,000 Deductible
X.	Treasurer's Bond		
	A.	Policy #:	0022605
	B.	Carrier:	Lyndon Southerr
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$22,454
	E.	Limit:	$32,000,000
XI.	Treasurer's Bond		
	A.	Policy #:	107282279
	B.	Carrier:	Traveler's
	C.	Policy Period:	July 1, 2022 to July 1, 2023
	D.	Premium:	$12,784
	E.	Limit:	$13,904,580

Source of Information: District insurance records

Moline School District No. 40

School Building Information
Last Ten Fiscal Years
(Unaudited)

School	Fiscal Year 2023	2022	Fiscal Year 2021	2020
Elementary:				
Addams Elementary School				
Square feet	**25,823**	25,823	25,823	25,138
Capacity	**284**	284	284	284
Enrollment	**272**	288	297	277
Bicentennial Elementary School				
Square feet	**46,335**	46,335	46,335	47,600
Capacity	**370**	370	370	370
Enrollment	**303**	301	285	282
Butterworth Elementary School				
Square feet	**29,942**	29,942	29,942	29,942
Capacity	**411**	411	411	411
Enrollment	**243**	229	242	243
Ericsson Elementary School****				
Square feet	**-**	-	-	-
Capacity	**-**	-	-	-
Enrollment	**-**	-	-	-
Franklin Elementary School				
Square feet	**28,646**	28,646	28,646	28,646
Capacity	**370**	370	370	370
Enrollment	**281**	283	277	252
Garfield Elementary School****				
Square feet	**-**	-	-	-
Capacity	**-**	-	-	-
Enrollment	**-**	-	-	-
Hamilton Elementary School*				
Square feet	**84,665**	84,665	84,665	85,619
Capacity	**600**	600	600	600
Enrollment	**597**	600	608	632
Lincoln-Irving Elementary School				
Square feet	**41,960**	41,960	41,960	41,960
Capacity	**492**	492	492	492
Enrollment	**295**	288	279	328
Logan Elementary School				
Square feet	**41,472**	41,472	41,472	41,472
Capacity	**413**	413	413	413
Enrollment	**293**	277	287	291
Mann Elementary School				
Square feet	**36,555**	36,555	36,555	36,555
Capacity	**372**	372	372	372
Enrollment	**-**	-	-	-
Roosevelt Elementary School				
Square feet	**56,774**	56,774	56,774	56,774
Capacity	**484**	484	484	484
Enrollment	**410**	428	388	407

(Continued)

Fiscal Year					
2019	2018	2017	2016	2015	2014
25,138	25,138	25,138	25,138	25,138	25,138
284	284	284	284	284	284
274	283	267	260	267	316
47,600	47,600	47,600	47,600	47,600	47,600
370	370	370	370	370	370
291	299	304	307	315	299
29,942	29,942	29,942	29,942	29,942	29,942
411	411	411	411	411	411
248	268	305	251	259	290
-	-	-	-	22,912	22,912
-	-	-	-	233	233
-	-	-	-	107	172
28,646	28,646	28,646	28,646	28,646	28,646
370	370	370	370	370	370
262	267	280	274	258	268
-	-	-	-	37,621	37,621
-	-	-	-	357	357
-	-	-	-	379	291
85,619	85,619	85,619	85,619	17,075	17,075
600	600	600	600	192	192
579	572	579	541	-	106
41,960	41,960	41,960	41,960	41,960	41,960
492	492	492	492	492	492
359	388	424	443	443	390
41,472	41,472	41,472	41,472	41,472	41,472
413	413	413	413	413	413
328	323	319	352	383	385
36,555	36,555	36,555	36,555	36,555	36,555
372	372	372	372	372	372
-	-	-	-	-	-
56,774	56,774	56,774	56,774	56,774	56,774
484	484	484	484	484	484
384	328	321	346	301	274

Moline School District No. 40

School Building Information (Continued)
Last Ten Fiscal Years
(Unaudited)

School	**Fiscal Year 2023**	2022	Fiscal Year 2021	2020
Washington Elementary School				
Square feet	**44,223**	44,223	44,223	44,223
Capacity	**366**	366	366	366
Enrollment	**334**	323	289	282
Willard Elementary School				
Square feet	**30,108**	30,108	30,108	30,108
Capacity	**267**	267	267	267
Enrollment	**179**	185	181	205
Middle:				
Deere Middle School				
Square feet	**119,834**	119,834	119,834	108,520
Capacity	**854**	854	854	854
Enrollment	**754**	752	794	780
Wilson Middle School				
Square feet	**113,010**	113,010	113,010	113,010
Capacity	**963**	963	963	963
Enrollment	**814**	802	851	885
High:				
Moline High School				
Square feet	**407,929**	407,929	407,929	352,958
Capacity	**2,333**	2,333	2,333	2,333
Enrollment	**2,171**	2,091	2,089	2,085
Wharton Field House				
Square feet	**33,000**	33,000	33,000	33,000
Capacity	**-**	-	-	-
Enrollment	**-**	-	-	-
Other:				
Coolidge/Alternative High School*****				
Square feet	**113,290**	113,290	113,290	98,232
Capacity	**623**	623	623	623
Enrollment	**-**	57	69	72
Jefferson Early Childhood Center**				
Square feet	**17,998**	17,998	17,998	17,998
Capacity	**171**	171	171	171
Enrollment	**183**	206	196	222
Allendale/Administrative Services				
Square feet	**17,400**	17,400	17,400	17,400
Capacity	**-**	-	-	-
Enrollment	**-**	-	-	-
Blackhawk School/Leased Facility***				
Square feet	**-**	-	-	-
Capacity	**-**	-	-	-
Enrollment	**-**	-	-	-
Students in Non-District Buildings	**-**	-	-	-
Total enrollment	**7,129**	7,110	7,132	7,243

* Hamilton was not in session during the 2014-2015 school year due to construction.
** Students attend half days.
*** The District separated from Blackhawk School as of 6/30/14.
****Garfield and Ericsson closed 6/30/15.
*****Coolidge students were absorbed into Moline High School as ASPIRE in 2023.

Source of Information: Enrollment information from District enrollment records.
Occupancy/capacity and square feet from District facilities records.

Fiscal Year					
2019	2018	2017	2016	2015	2014
44,223	44,223	44,223	44,223	44,223	44,223
366	366	366	366	366	366
270	271	253	291	295	280
30,108	30,108	30,108	30,108	30,108	30,108
267	267	267	267	267	267
218	221	197	196	269	265
108,520	108,520	108,520	108,520	108,520	108,520
854	854	854	854	854	854
783	764	749	756	755	761
113,010	113,010	113,010	113,010	113,010	113,010
963	963	963	963	963	963
890	860	853	842	853	853
352,958	352,958	352,958	352,958	352,958	352,958
2,333	2,333	2,333	2,333	2,333	2,333
2,082	2,082	2,040	2,117	2,122	2,089
33,000	33,000	33,000	33,000	33,000	33,000
-	-	-	-	-	-
-	-	-	-	-	-
98,232	98,232	98,232	98,232	98,232	98,232
623	623	623	623	623	623
65	94	78	72	65	66
17,998	17,998	17,998	17,998	17,998	17,998
171	171	171	171	171	171
210	247	227	257	260	248
17,400	17,400	17,400	17,400	17,400	17,400
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	17,579
-	-	-	-	-	229
-	-	-	-	-	-
-	-	-	-	1	140
7,243	7,267	7,196	7,305	7,370	7,493

Moline School District No. 40

District Owned Buildings
June 30, 2023

Building Name	Occupancy*	Square Feet	Enrollment
Moline High School	2,333	407,929	2,171
Wharton Field House	-	33,000	-
Total high school	2,333	440,929	2,171
Deere Middle School	854	119,834	754
Wilson Middle School	963	113,010	814
Total middle schools	1,817	232,844	1,568
Addams Elementary School	284	25,823	272
Bicentennial Elementary School	370	46,335	303
Butterworth Elementary School	411	29,942	243
Ericsson Elementary School***	-	-	-
Franklin Elementary School	370	28,646	281
Garfield Elementary School***	-	-	-
Hamilton Elementary School	600	84,665	597
Lincoln-Irving Elementary School	492	41,960	295
Logan Elementary School	413	41,472	293
Horace Mann Elementary School	372	36,555	-
Roosevelt Elementary School	484	56,774	410
Washington Elementary School	366	44,223	334
Willard Elementary School	267	30,108	179
Total elementary schools	4,429	466,503	3,207
Coolidge/Alternative High School	623	113,290	-
Jefferson Early Childhood Center **	171	17,998	183
Total special schools	794	131,288	183
Allendale/Administrative Services	-	17,400	-
Total	9,373	1,288,964	7,129
Students in Non-District Buildings			-
Total Enrollment			7,129

*Capacity
** Students attend half days
***Garfield and Ericsson closed 6/30/15.

Source of Information: Enrollment information from District enrollment records.
Occupancy/capacity and square feet from District facilities records.

COMPLIANCE

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Moline-Coal Valley School District No. 40

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

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 Illinois State Board of Education:				
Child Nutrition Cluster Programs:				
School Breakfast Program	10.553	23-4220-00	$ -	$ 354,539
School Breakfast Program	10.553	22-4220-00	-	49,834
			-	404,373
National School Lunch	10.555	23-4210-00	-	1,780,761
National School Lunch	10.555	22-4210-00	-	285,777
COVID-19 National School Lunch	10.555	23-4210-SC	-	222,924
Commodities- DOD (Noncash)	10.555	23-4250-00	-	133,151
Commodities -(Noncash)	10.555	23-4250-00	-	100,289
			-	2,522,902
Total Child Nutrition Cluster			-	2,927,275
COVID-19 ARP Pandemic EBT Administrative Costs	10.649	22-4210-BT	-	3,135
U.S. Department of Agriculture			-	2,930,410
U.S. Department of Education:				
Pass-Through Illinois State Board of Education:				
Title I Grants to Local Educational Agencies	84.010A	23-4300-00	-	1,862,972
Title I Grants to Local Educational Agencies	84.010A	22-4300-00	-	695,879
Title I Grants to Local Educational Agencies	84.010A	23-4331-00	-	69,614
Title I Grants to Local Educational Agencies	84.010A	22-4331-00	-	3,658
			-	2,632,123
Special Education Cluster (IDEA):				
Special Education- Grants to States (IDEA, Part B)	84.027A	23-4620-00	-	1,990,487
Special Education- Grants to States (IDEA, Part B)	84.027A	23-4625-00	-	85,127
Special Education- Grants to States (IDEA, Part B)	84.027A	22-4625-00	-	131,787
COVID-19 Special Education- Grants to States (IDEA, Part B)	84.027X	22-4998-ID	-	10,641
			-	2,218,042
Special Education- Grants to States (IDEA Preschool)	84.173A	23-4600-00	-	46,635
COVID-19 Special Education- Grants to States (IDEA Preschool)	84.173X	22-4998-PS	-	13,330
			-	59,965
Total Special Education Cluster (IDEA)			-	2,278,007
Twenty-First Century Community Learning Centers	84.287C	23-4421-00	-	296,214
Twenty-First Century Community Learning Centers	84.287C	22-4421-00	-	5,399
			-	301,613

(Continued)

Moline-Coal Valley School District No. 40

Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2023

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 Education (continued):				
English Language Acquisition State Grants	84.365A	23-4909-00	-	127,934
English Language Acquisition State Grants	84.365A	22-4909-00	-	1,927
			-	129,861
Supporting Effective Instruction State Grant	84.367A	23-4932-00	-	425,072
Supporting Effective Instruction State Grant	84.367A	22-4932-00	-	8,496
			-	433,568
Student Support and Academic Enrichment Grants	84.424A	23-4400-00	-	131,640
Student Support and Academic Enrichment Grants	84.424A	22-4400-00	-	88,436
			-	220,076
Education Stabilization Fund:				
COVID-19 Elementary and Secondary School Emergency Relief (ESSER II) Fund	84.425D	23-4998-E2	$ -	$ 2,868,586
COVID-19 American Rescue Plan-Elementary and Secondary School Emergency Relief (ARP-ESSER)	84.425U	22-4998-E3	-	9,983,323
COVID-19 American Rescue Plan-Elementary and Secondary School Emergency Relief (ARP-ESSER)	84.425U	23-4998-E3	-	277,039
			-	10,260,362
COVID-19 American Rescue Plan- Elementary and Secondary School Emergency Relief- Homeless Children and Youth	84.425W	22-4922-HL	-	46,794
Total Education Stabilization Fund Program			-	13,175,742
Total U.S. Department of Education			-	19,170,990
U.S. Department of Health and Human Services:				
Pass-Through Illinois Department of Healthcare and Family Services				
Medicaid Cluster:				
Medicaid Administrative Outreach- Medical Assistance Program	93.778	23-4991-00	-	343,997
Medicaid Administrative Outreach- Medical Assistance Program	93.778	22-4991-00	-	75,793
			-	419,790
Total Expenditures of Federal Awards			$ -	$ 22,521,190

See notes to schedule of expenditures of federal awards.

Moline-Coal Valley School District No. 40

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "schedule") includes the federal grant activity of Moline-Coal Valley School District No.40 under programs of the federal government for the year ended June 30, 2023. 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 Moline-Coal Valley School District No. 40, it is not intended to and does not present the financial position, changes in net position or cash flows of Moline-Coal Valley School District No. 40.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the modified accrual or accrual basis of accounting. Expenditures of federal awards are recognized in the accounting period when the liability is incurred. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. 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.

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.

MOLINE-COAL VALLEY SCHOOL DISTRICT
1619 11TH AVENUE, MOLINE, IL 61265 309.743.1600 MOLINESCHOOLS.ORG

Moline-Coal Valley School District No. 40

Summary Schedule of Prior Audit Findings
Year Ended June 30, 2023

Findings	Status	Reason For Recurrence and Corrective Action Plan or Other Explanation

None.

Bohnsack & Frommelt LLP
Certified Public Accountants

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
Moline-Coal Valley School District No. 40
Moline, Illinois

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, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Moline-Coal Valley School District No. 40 (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 5, 2023.

Our report included an emphasis of matter paragraph for the implementation of Governmental Accounting Standards Board Statement No. 96.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of Moline-Coal Valley School District No. 40'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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

Moline, Illinois
October 5, 2023

Bohnsack & Frommelt LLP
Certified Public Accountants

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
Moline-Coal Valley School District No. 40
Moline, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Moline-Coal Valley School District No. 40's (the District) compliance with the types of compliance requirements described 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, 2023. 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, Moline-Coal Valley School District No. 40 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, 2023.

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.

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

Moline, Illinois
October 5, 2023

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Moline-Coal Valley School District No. 40

Schedule of Findings and Questioned Costs
Year Ended June 30, 2023

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	[X] No
• Significant deficiency identified?	[ ] Yes	[X] None Reported
• Noncompliance material to financial statements noted?	[ ] Yes	[X] No

Federal Awards

Internal control over major programs:

• Material weakness(es) identified?	[ ] Yes	[X] No
• Significant deficiency identified?	[ ] Yes	[X] 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	[X] 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	COVID-19 National School Lunch Program
10.555	Commodities- DOD (Noncash)
10.555	Commodities- (Noncash)
Education Stabilization Fund:	
84.425D	COVID-19 Elementary and Secondary School Emergency Relief (ESSER II) Fund
84.425U	COVID-19 American Rescue Plan-Elementary and Secondary School Emergency Relief (ARP-ESSER)
84.425W	COVID-19 American Rescue Plan-Elementary and Secondary School Emergency Relief-Homeless Children and Youth

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

Auditee qualified as low-risk auditee? [ ] Yes [X] No

Moline-Coal Valley School District No. 40

Schedule of Findings and Questioned Costs
Year Ended June 30, 2023

Part II: Findings Related to the Basic Financial Statements

Instances of noncompliance:

No matters were reported.

Internal control deficiencies:

No matters were reported.

Part III: Findings and Questioned Costs for Federal Awards

Instances of noncompliance:

No matters were reported.

Internal control deficiencies:

No matters were reported.

MOLINE-COAL VALLEY SCHOOL DISTRICT
1619 11TH AVENUE, MOLINE, IL 61265 309.743.1600 MOLINESCHOOLS.ORG

Moline-Coal Valley School District No. 40

Corrective Action Plan
Year Ended June 30, 2023

Current Number	Comment	Corrective Action Plan	Anticipated Date of Completion	Contact Person

None.