$9,935,000*
MOC-Floyd Valley Community School District, Iowa
General Obligation School Bonds
Series 2021

(FAST Closing)
(The Issuer will designate the Bonds as Bank-Qualified as discussed more thoroughly herein)
(Book Entry Only)
(PARITY© Bidding Available)

DATE:	Monday, May 10, 2021
TIME:	12:00 PM
PLACE:	Office of the Superintendent 709 8th St. SE Orange City, IA 51041
Telephone:	(712)732-4873

Moody's Rating: "Aa3"

* Preliminary, subject to change

PIPER | SANDLER

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

OFFICIAL BID FORM

TO: Board of Directors of the MOC-Floyd Valley Community School District, Iowa (the "Issuer")

Re: $9,935,000* General Obligation School Bonds, Series 2021, dated the date of delivery, of the Issuer (the "Bonds")

For all or none of the above Bonds, we will pay you $______ for Bonds bearing interest rates and maturing in each of the stated years as follows:

Coupon	Yield	Due	Coupon	Yield	Due
________	________	June 1, 2022	________	________	June 1, 2032
________	________	June 1, 2023	________	________	June 1, 2033
________	________	June 1, 2024	________	________	June 1, 2034
________	________	June 1, 2025	________	________	June 1, 2035
________	________	June 1, 2026	________	________	June 1, 2036
________	________	June 1, 2027	________	________	June 1, 2037
________	________	June 1, 2028	________	________	June 1, 2038
________	________	June 1, 2029	________	________	June 1, 2039
________	________	June 1, 2030	________	________	June 1, 2040
________	________	June 1, 2031	________	________	June 1, 2041

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

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

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

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

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

______ We will elect to utilize bond insurance from company ___________ at a premium of $__________

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

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

NET INTEREST COST:$______________________ TRUE INTEREST RATE ________________________%
(Computed from the dated date)

__________________________ __________________________________

Account Manager Signature of Account Manager

The foregoing offer is hereby accepted by and on behalf of the Board of Directors of the MOC-Floyd Valley Community School District, in the Counties of O'Brien and Sioux, State of Iowa, this 10th day of May, 2021.

ATTEST: ______________________________ __________________________________

District Secretary Board President

____

* Preliminary, subject to change

OFFICIAL TERMS OF OFFERING

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

The Bonds to be offered are the following:

GENERAL OBLIGATION SCHOOL BONDS, **SERIES 2021**, in the principal amount of $9,935,000* dated the date of delivery in the denomination of $5,000 or multiples thereof, and maturing as shown on the front page of the official statement.

ADJUSTMENTS TO PRINCIPAL AMOUNT AFTER DETERMINATION OF BEST BID. The aggregate principal amount of the Bonds, and each scheduled maturity thereof, are subject to increase or reduction by the Issuer or its designee after the determination of the Successful Bidder. The Issuer may increase or decrease each maturity in increments of $5,000. Interest rates specified by the Successful Bidder for each maturity will not change. Final adjustments shall be in the sole discretion of the Issuer.

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

Optional Redemption: The Bonds maturing after June 1, 2028, may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

Interest: Interest on said Bonds will be payable on June 1, 2022 and semiannually on the 1st day of June and December thereafter. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or to such other address as is furnished to the Paying Agent in writing by a registered owner.

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

Good Faith Deposit: A Good Faith Deposit ("Deposit") in the form of a certified or cashier's check or a wire in the amount of $99,350* for the Bonds, payable to the order of the Issuer, is required for each bid to be considered. If a check is used, it must accompany each bid. If a wire is to be used, it must be received by the Issuer not later than two hours after the time stated for receipt of bids. The Financial Advisor or the Issuer will provide the apparent winning bidder (the "Purchaser") with wiring instructions, by facsimile and email, within 10 minutes of the stated time when bids are due. If the wire is not received at the time indicated above, the Issuer will abandon its plan to award to the Purchaser, and will contact the next highest bidder received and offer said bidder the opportunity to become the Purchaser, on the terms as outlined in said bidder's bid, so long as said bidder submits a good faith wire within two hours of the time offered. The Issuer will not award the Bonds to the Purchaser absent receipt of the Deposit prior to action awarding the Bonds. No interest on the Deposit will accrue to the Purchaser. The Deposit will be applied to the purchase price of the Bonds. In the event the Purchaser fails to honor its bid, the Deposit will be retained by the Issuer.

Form of Bids: All bids shall be unconditional for the entire issue of Bonds for a price of not less than 100% of par, plus accrued interest, and shall specify the rate or rates of interest in conformity to the limitations set forth herein. No bid that calls for gross proceeds, less reasonable underwriting fee, of more than 102% of par shall be submitted.

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* Preliminary, subject to change

Bids must be submitted on or in substantial compliance with the Official Bid Form provided by the Issuer or through the Internet Bid System. The Issuer shall not be responsible for any malfunction or mistake made by any person, or as a result of the use of the electronic bid, facsimile facilities or the means used to deliver or complete a bid. The use of such facilities or means is at the sole risk of the prospective bidder who shall be bound by the terms of the bid as received.

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

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

Sealed Bidding: Sealed bids may be submitted and will be received at the office of the Superintendent, MOC-Floyd Valley Community School District.

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

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

Electronic Facsimile Bidding: Electronic Facsimile Bids will not be accepted

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

All Bonds of each annual maturity must bear the same interest rate.

Rates of interest bid may be in multiples of 1/8th, 1/20th, or 1/100th of 1%.

Rates must be in level or ascending order.

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

Establishment of Issue Price:

(a) The winning bidder shall assist the Issuer in establishing the issue price of the Bonds and shall execute and deliver to the Issuer at Closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Appendix E, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the Issuer and Bond Counsel.

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

-the Issuer shall disseminate this Official Terms of Offering to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
-all bidders shall have an equal opportunity to bid;
-the Issuer may receive bids from at least three underwriters of municipal bonds who have established industry reputations for

underwriting new issuances of municipal bonds; and
-the Issuer anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Official Terms of Offering.

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

Paragraphs (c) through (g) below shall apply only in the event that the competitive sale requirements are not satisfied.

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

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

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

The winning bidder shall promptly advise the Issuer when the underwriters have sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date.

(e) If the competitive sale requirements are not satisfied, then until the 10% test has been satisfied as to each maturity of the Bonds to which the 10% test is to be applied, the winning bidder agrees to promptly report to the Issuer the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the Closing Date has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold.

(f) The Issuer acknowledges that, in making the representation set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the hold-the-offering-price rule, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter is a party to a retail distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the hold-the-offering-price rule, as set forth in the retail distribution agreement and the related pricing wires. The Issuer further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the hold-the-offering-price rule and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a retail distribution agreement to comply with its corresponding agreement regarding the hold-the-offering-price rule as applicable to the Bonds.

(g) By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public and (B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public and (B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires.

(h) Sales of any Bonds to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of this Official Terms of Offering. Further, for purposes of this Official Terms of Offering:

(i) "public" means any person other than an underwriter or a related party,
(ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the public),
(iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
(iv) "sale date" means the date that the Bonds are awarded by the Issuer to the winning bidder.

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

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

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

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

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

For more information see the Continuing Disclosure section herein.

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

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

PRELIMINARY OFFICIAL STATEMENT DATED APRIL 27, 2021

NEW ISSUE - DTC BOOK ENTRY ONLY Rating: “Aa3”

“In the opinion of Bond Counsel under existing law and assuming continued compliance with certain requirements of the Internal Revenue Code of 1986, as amended, interest on the Bonds i) is not exempt from Iowa State income tax; and ii) is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations. The Bonds will be designated as "qualified tax-exempt obligations." See "TAX MATTERS" herein.”

$9,935,000*
MOC-Floyd Valley Community School District, Iowa
General Obligation School Bonds
Series 2021

Dated: Date of Delivery

The General Obligation School Bonds, Series 2021 described above (the “Bonds”) are issuable as fully registered Bonds in the denomination of $5,000 or any integral multiple thereof and, when issued, will be registered in the name of Cede & Co., as Bondholder and nominee of the Depository Trust Company, New York, NY (“DTC”). DTC will act as securities depository for the Bonds. Purchases of the Bonds will be made in book-entry form. Purchasers of the Bonds will not receive certificates representing their interest in the Bonds purchased. So long as DTC or its nominee, Cede & Co., is the Bondholder, the principal of, premium, if any, and interest on the Bonds will be paid by UMB Bank, n.a., as Registrar and Paying Agent (the “Registrar”), or its successor, to DTC, or its nominee, Cede & Co. Disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants as more fully described herein. Neither the Issuer nor the Registrar will have any responsibility or obligation to such DTC Participants, indirect participants or the persons for whom they act as nominee with respect to the Bonds.

Interest on the Bonds is payable on June 1, and December 1 in each year, beginning June 1, 2022 to the registered owners thereof. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or to such other address as is furnished to the Paying Agent in writing by a registered owner.

The Bonds maturing after June 1, 2028 may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

MATURITY SCHEDULE

Bonds Due	Amount*	Rate *	Yield *	Cusip #’s **	Bonds Due	Amount*	Rate *	Yield *	Cusip #’s **
June 1, 2022	$1,725,000			607463 AW6	June 1, 2032	$140,000			607463 BG0
June 1, 2023	695,000			607463 AX4	June 1, 2033	140,000			607463 BH8
June 1, 2024	705,000			607463 AY2	June 1, 2034	135,000			607463 BJ4
June 1, 2024	720,000			607463 AZ9	June 1, 2035	130,000			607463 BK1
June 1, 2026	735,000			607463 BA3	June 1, 2036	125,000			607463 BL9
June 1, 2027	750,000			607463 BB1	June 1, 2037	120,000			607463 BM7
June 1, 2028	765,000			607463 BC9	June 1, 2038	115,000			607463 BN5
June 1, 2029	780,000			607463 BD7	June 1, 2039	110,000			607463 BP0
June 1, 2030	795,000			607463 BE5	June 1, 2040	100,000			607463 BQ8
June 1, 2031	145,000			607463 BF2	June 1, 2041	1,000,000			607463 BR6

$_______________ ______% Term bond due Priced to yield CUSIP # _________

The Bonds are being offered when, as and if issued by the Issuer and accepted by the Underwriter, subject to receipt of an opinion as to legality, validity and tax exemption by Ahlers & Cooney, P.C., Des Moines, Iowa, Bond Counsel. It is expected that the Bonds in the definitive form will be available for delivery through the facilities of DTC on or about June 8, 2021. The Underwriter intends to engage in secondary market trading of the Bonds subject to applicable securities laws. The Underwriter is not obligated, however, to repurchase any of the Bonds at the request of the holder thereof.

The Date of this Official Statement is ______, 2021

* *Preliminary, subject to change*

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

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

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

This Official Statement is not to be construed as a contract with the purchasers of the Bonds. The Issuer considers the Official Statement to be "near final" within the meaning of Rule 15c2-12 of the Securities Exchange Commission. Statements contained in this Official Statement which involve estimates, forecasts or matters of opinion, whether or not expressly so described herein, are intended solely as such and are not to be construed as a representation of facts.

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

FORWARD-LOOKING STATEMENTS

This Official Statement, including Appendix A, contains statements which should be considered "forward-looking statements," meaning they refer to possible future events or conditions. Such statements are generally identifiable by the words such as "plan," "expect," "estimate," "budget" or similar words. THE ACHIEVEMENT OF CERTAIN RESULTS OR OTHER EXPECTATIONS CONTAINED IN SUCH FORWARD-LOOKING STATEMENTS INVOLVE KNOWN AND UNKNOWN RISKS, UNCERTAINTIES AND OTHER FACTORS WHICH MAY CAUSE ACTUAL RESULTS, PERFORMANCE OR ACHIEVEMENTS EXPRESSED OR IMPLIED BY SUCH FORWARD-LOOKING STATEMENTS. THE DISTRICT DOES NOT EXPECT OR INTEND TO UPDATE OR REVISE ANY FORWARD-LOOKING STATEMENTS CONTAINED HEREIN IF OR WHEN ITS EXPECTATIONS, OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR.

OFFICIAL STATEMENT
MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT, IOWA
$9,935,000* GENERAL OBLIGATION SCHOOL BONDS, SERIES 2021

INTRODUCTORY STATEMENT

This Official Statement presents certain information relating to the MOC-Floyd Valley Community School District, Iowa (the "Issuer"), in connection with the sale of the Issuer's General Obligation School Bonds, Series 2021 (the "Bonds"). The Bonds are being issued to provide funds to acquire land for and build, furnish, and equip an elementary building including site grading and improvements; and to build, furnish, and equip an addition to and improve, repair, remodel, and equip the high school building, including related site improvements, and, ii) to pay costs of issuance for the Bonds. See "**SOURCES AND USES OF FUNDS**" herein.

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

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

The Bonds are general obligations of the Issuer, payable from and secured by a continuing annual ad-valorem tax levied against all taxable real property located within the territory of the Issuer. See "**THE BONDS – Source of Security for the Bonds**" herein.

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

THE BONDS

General

The Bonds are dated as of the date of delivery and will bear interest at the rates to be set forth on the cover page herein, interest payable on June 1 and December 1 in each year, beginning on June 1, 2022, calculated on the basis of a year of 360 days and twelve 30-day months. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or to such other address as is furnished to the Paying Agent in writing by a registered owner.

Authorization for the Issuance

The Bonds are being issued pursuant to the Code of Iowa, 2021, as amended, Chapter 296.

Book Entry Only System

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

The Depository Trust Company ("DTC"), New York, NY will act as securities depository for the securities (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for the Securities in the aggregate principal amount of such issue, and will be deposited with DTC.

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* Preliminary, subject to change

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S equity issues, corporate and municipal debt issues and money market instrument (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC.

DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participations include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies clearing corporations and certain other organizations. DTC is a wholly-owned subsidiary of the Depository Trust & Clearing Corporation ("DTCC").

DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of: AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered in the transaction. Transfers of ownership interest in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to take certain steps to augment transmission to them notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit have agreed to obtain and transmit notices to Beneficial Owners, in the alternative, Beneficial owners may wish to provide their names and addresses to the registrar and request that copies of the notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participants in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from Issuer or Agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in “street name,” and will be the responsibility of such Participant and not of DTC (nor its nominee), Agent, or Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of Issuer or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

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

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

Transfer and Exchange

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

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

Prepayment

Optional Prepayment: The Bonds maturing after June 1, 2028, may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

Notice of Prepayment. Prior to the redemption of any Bonds under the provisions of the Resolution, the Registrar shall give written notice not less than thirty (30) days prior to the redemption date to each registered owner thereof. Written notice shall be effective upon the date of transmission to the owner of record of the Bond.

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

____ Term Bond

Mandatory Sinking Fund Date	Principal Amount
	$
(maturity)	

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

Any notice of redemption may contain a statement that the redemption is conditioned upon the receipt by the Paying Agent of funds on or before the date fixed for redemption sufficient to pay the redemption price of the Bonds so called for redemption, and that if funds are not available, such redemption shall be cancelled by written notice to the owners of the Bonds called for redemption in the same manner as the original redemption notice was sent.

Source of Security for the Bonds

The Bonds are general obligations of the Issuer. Per Iowa Code section 76.2, prior to issuing general obligation debt the governing authority of an Iowa political subdivision shall, by resolution, provide for the assessment of an annual levy upon all the taxable property in the political subdivision sufficient to pay the interest and principal of the bonds within a period named not exceeding twenty years. A certified copy of this resolution must be filed with the county auditor or the auditors of the counties in which the political subdivision is located; and the filing shall make it a duty of the auditors to enter annually this levy for collection from the taxable property within the boundaries of the political subdivision until funds are realized to pay the bonds in full. Upon issuance of the Bonds, the Issuer will levy taxes for the years and in amounts sufficient to provide 100% of annual principal and interest due on the Bonds. If, however, the amount credited to the debt service fund for payment of the Bonds is insufficient to pay principal and interest, whether from transfers or from original levies, the Issuer must use funds in its treasury and is required to levy ad valorem taxes upon all taxable property in the Issuer without limit as to rate or amount sufficient to pay the debt service deficiency.

Nothing in the Resolution for the Bonds prohibits or limits the ability of the Issuer to use legally available moneys other than the proceeds of the general ad valorem property taxes levied, as described in the preceding paragraph, to pay all or any portion of the principal of or interest on the Bonds. If and to the extent such other legally available moneys are used to pay the principal of or interest on the Bonds, the Issuer may, but shall not be required to, (a) reduce the amount of taxes levied for such purpose, as described in the preceding paragraph; or (b) use proceeds of taxes levied, as described in the preceding paragraph, to reimburse the fund or account from which such other legally available moneys are withdrawn for the amount withdrawn from such fund or account to pay the principal of or interest on Bonds.

The Resolution for the Bonds does not restrict the Issuer’s ability to issue or incur additional general obligation debt, although issuance of additional general obligation debt is subject to the same constitutional and statutory limitations that apply to the issuance of the Bonds. For a further description of the Issuer’s outstanding general obligation debt upon issuance of the Bonds and the annual debt service on the Bonds, see “Direct Debt” included in “APPENDIX A” to this Official Statement. For a description of certain constitutional and statutory limits on the issuance of general obligation debt, see “Debt Limit” included in “APPENDIX A” to this Official Statement.”

BONDHOLDERS’ RISKS

Tax Levy Procedures

The Bonds are general obligations of the Issuer, payable from and secured by a continuing ad-valorem tax levied against all of the taxable real property located within the territory of the Issuer. As part of the budgetary process of the Issuer each fiscal year the Issuer will have an obligation to request a debt service levy to be applied against all of the property within the Issuer. A failure on the part of the Issuer to make a timely levy request or a levy request by the Issuer that is inaccurate or is insufficient to make full payments of the debt service on the Bonds for a particular fiscal year may cause Bondholders to experience delay in the receipt of distributions of principal of and/or interest on the Bonds. Consequently, the remedies of the owners of the Bonds (consisting primarily of an action in the nature of mandamus requiring the Issuer and certain other public officials to perform the terms of the resolution for the Bonds) may have to be enforced from year to year.

Changes in Property Taxation

The Bonds are general obligations of the Issuer secured by an unlimited ad valorem property tax as described in the “Source of Security for the Bonds” herein. Prior State Public Health Emergency Declarations relative to the 2020 COVID-19 pandemic have temporarily suspended the provisions that required the imposition of penalty and interest for delay in property tax payments and directed that no such penalty or interest could be imposed for the duration of the declarations and any future extension of the suspension. It is impossible to predict whether any current or future declarations or any amendments to or extensions thereof would have a material effect on the Issuer's ability to collect property taxes necessary for the payment of principal and interest on the Bonds.

From time to time the Iowa General Assembly has altered the method of property taxation and could do so again. Such alterations could affect the Issuer's financial condition and/or the property tax revenues available to pay the Bonds. Historically, the Iowa General Assembly has applied changes in property taxation structure on a prospective basis; however, there is no assurance that future changes in properly taxation structure by the Iowa General Assembly will not be retroactive. It is impossible to predict the outcome of future property tax changes by the Iowa General Assembly or their potential impact on the Issuer's financial position. As noted in "Source of Security of the Bonds," per Iowa Code section 76.2 the Issuer has by resolution provided for the assessment of an annual levy upon all the taxable property in the political subdivision sufficient to pay the interest and principal of the bonds within a period named not exceeding twenty years.

Matters Relating to Enforceability of Agreements

Holders of the Bonds shall have and possess all the rights of action and remedies afforded by the common law, the Constitution and statutes of the State of Iowa and of the United States of America for the enforcement of payment of the Bonds, including, but not limited to, the right to a proceeding in law or in equity by suit, action or mandamus to enforce and compel performance of the duties required by Iowa law and the Bond Resolution.

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

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

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

Secondary Market

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

Potential Impact of the Coronavirus

The World Health Organization has declared a pandemic following the outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus. On March 13, 2020, the President of the United States declared a national emergency and on March 20, 2020, the Governor of the State of Iowa issued an additional State public health emergency. The current spread of COVID-19 is altering the behavior of businesses and people in a manner that may have negative effects on economic activity, and therefore adversely affect the financial condition of the District, either directly or indirectly. Federal, State, and local officials are taking steps to curb the spread of the virus, including providing both discretionary and mandatory guidelines and orders regarding public gatherings, and imposing mandatory closings of some businesses. The spread of the virus could reduce sales tax collections, delay or reduce the receipt of property tax payments and negatively impact other collections dependent on local business activity. At this time, it is not possible to predict the full impact on the District and its finances. School districts have incurred additional costs related to the pandemic including such costs as personal protective equipment or additional staff required for supervision of onsite classes when the teacher is remote. It is not clear at this time whether the State of Iowa will allow additional allowable growth that would allow school districts to recoup spending authority consumed by these additional costs. If a district's spending authority declines enough, it could be required to make spending cuts.

Pension

Pursuant to GASB Statement No. 68, the Issuer reported a liability of $7,879,668 as of June 30, 2020 for its proportionate share of the net pension liability for Iowa Public Employee Retirement System ("IPERS"). The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Issuer's proportion of the net pension liability was based on the Issuer's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. As of June 30, 2019, the Issuer's collective proportion was .1360755% which was an increase of .0030855% from its proportion measured June 30, 2018. See School's Audited Financial Statements, Appendix D, for additional information.

Rating

Moody's Rating Agency (the "Rating Agency") has assigned a rating of "Aa3" to the Bonds. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that the rating will continue for any given period of time, or that such rating will not be revised, suspended or withdrawn, if, in the judgment of the Rating Agency, circumstances so warrant. A revision, suspension or withdrawal of a rating may have an adverse effect on the market price of the Bonds.

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

Forward-Looking Statements

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

Pending Federal Tax Legislation

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals are pending in Congress that could, if enacted, alter or amend one or more of the federal tax matters described herein in certain respects or would adversely affect the market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further such proposals may impact the marketability or market value of the Bonds simply by being proposed. It cannot be predicted whether or in what forms any of such proposals, either pending or that may be introduced, may be enacted and there can be no assurance that such proposals will not apply to the Bonds. In addition regulatory actions are from time to time announced or proposed, and litigation threatened or commenced, which if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby.

DTC-Beneficial Owners

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

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

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

Cybersecurity
The Issuer relies on its information systems to provide security for processing, transmission and storage of confidential and other sensitive information. Security breaches, including electronic break-ins, computer viruses, attacks by hackers and similar breaches could create disruptions or shutdowns of the Issuer and the services it provides, or the unauthorized access to or disclosure of personally identifiable information and other confidential or sensitive information. Despite security measures, the Issuer may remain vulnerable to attacks by outside or internal hackers, or breaches caused by employee error, negligence or malfeasance. Any failure to maintain proper functionality and security of the Issuer's information systems could interrupt the Issuer's operations, damage its reputation, subject it to significant costs, liability claims or regulatory penalties, and could have a material adverse effect on the operations and financial condition of the Issuer. The Issuer has a $1 million cyber-insurance policy. The Issuer cannot predict whether this policy will be sufficient in the event of a cyberattack.

Limitation or Delay of Remedies
There is no bond trustee or similar person to monitor or enforce the provisions of the resolution for the Bonds. The owners of the Bonds should, therefore, be prepared to enforce such provisions themselves if the need to do so arises. In the event of a default in the payment of principal of or interest on the Bonds, there is no provision for acceleration of maturity of the principal of the Bonds. Consequently, the remedies of the owners of the Bonds (consisting primarily of an action in the nature of mandamus requiring the Issuer and certain other public officials to perform the terms of the resolutions for the Bonds) may have to be enforced from year to year.

The remedies available to the owners of the Bonds upon an event of default under the Resolution are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions, including specifically the Bankruptcy Code, the remedies provided in the Resolution may not be readily available or may be limited. The various legal opinions to be delivered concurrently with the delivery of the Bonds and the delivery of the Resolution will be qualified as to the enforceability of the various legal instruments by limitations imposed by general principles of equity and by bankruptcy, reorganization, insolvency or other similar laws affecting the rights of creditors generally.

Debt Payment History
The Issuer knows of no instance in which it has intentionally defaulted in the payment of principal and interest on any of its debt.

Redemption Prior to Maturity
In considering whether the Bonds might be redeemed prior to maturity, Bondholders should consider the information included in this Official Statement under the heading "THE BONDS." Furthermore, the Bonds are subject to optional and mandatory redemption as set forth herein. See "THE BONDS" herein.

Clean up Costs and Liens under Environmental Statutes
The Issuer is not aware of any enforcement actions currently in process with respect to any releases of pollutants or contaminants at the Project sites. However, there can be no assurance that an enforcement action or actions will not be instituted under such statutes at future date. In the event such enforcement actions were initiated, the Issuer could be liable for the costs of removing or otherwise treating pollutants or contaminants located at the Project sites. In addition, under applicable environmental statutes, in the event an enforcement action is initiated, a lien superior to any Bondholders' lien, if any, could attach to the Project, which may adversely affect the Bondholders' rights.

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

Project Completion; Risks of Construction
A delay in completion of the Project may arise from any number of other causes, including but not limited to, adverse weather conditions, unavailability of subcontractors, and negligence on the part of subcontractors, labor disputes, or unanticipated costs

of construction, equipping or renovation. Any of these events or occurrences, separately or in combination, could have a material adverse effect on the Issuer's ability to complete the Project, or to complete it as planned and on schedule. The Issuer believes that the proceeds of the Bonds will be sufficient to complete the Project; however, the cost of construction of the Project may be affected by factors beyond the control of the Issuer, including strikes, material shortages, adverse weather conditions, trade tariffs, subcontractor defaults, delays, and unknown conditions.

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

Financial Condition of the Issuer from time to time
No representation is made as to the future financial condition of the Issuer. Certain risks discussed herein could adversely affect the financial condition and/or operations of the Issuer in the future. However, the Bonds are secured by an unlimited ad valorem property tax as described more fully in the "THE BONDS – Source of Security for the Bonds" herein.

Continuing Disclosure
A failure by the Issuer to comply with the continuing disclosure obligations (see "Continuing Disclosure" herein) will not constitute an event of default on the Bonds. Any such failure must be disclosed in accordance with Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended, and may adversely affect the transferability and liquidity of the Bonds and their market price.

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

Factors Beyond Issuer's Control
Economic and other factors beyond the Issuer's control, such as economic recession, deflation of property values, or financial difficulty or bankruptcy by one or more major property taxpayers, or the complete or partial destruction of taxable property caused by, among other eventualities, earthquake, flood, fire or other natural disaster, could cause a reduction in the assessed value within the corporate boundaries of the Issuer. The State of Iowa, including the Issuer, is susceptible to tornados, flooding and extreme weather wherein winds and flooding have from time to time caused significant damage, which may have an adverse impact on the Issuer's financial position.

Other Factors
An investment in the Bonds involves an element of risk. In order to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Official Statement (including the Appendices hereto) in order to make a judgment as to whether the Bonds are an appropriate investment.

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

LITIGATION

The District encounters litigation occasionally, as a course of business, however, no litigation currently exists that is not believed to be covered by current insurance carriers and no litigation has been proposed that questions the validity of these bonds.

ACCOUNTANT

The accrual-basis financial statements of the Issuer included as APPENDIX D to this Official Statement have been examined by Williams & Company, P.C., to the extent and for the periods indicated in their report thereon. Such financial statements have been included herein without permission of said CPA, and said CPA expresses no opinion with respect to the Bonds or the Official Statement.

UNDERWRITING

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

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

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

THE PROJECT

The Bonds are being issued to provide funds i) to acquire land for and build, furnish, and equip an elementary building including site grading and improvements; and to build, furnish, and equip an addition to and improve, repair, remodel, and equip the high school building, including related site improvements, and ii) to pay costs of issuance for the Bonds.

SOURCES AND USES OF FUNDS *

Sources of Funds		
	Bond Proceeds	$
	Reoffering Premium	
Total Sources of Funds		$
Uses of Funds		
	Deposit to Project fund	$
	Costs of Issuance	
	Underwriter's Discount	
Total Uses of Funds		$

* Preliminary, subject to change

TAX MATTERS

Tax Exemption

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

Subject to the Issuer's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, the interest on the Bonds is excludable from gross income for federal income tax purposes and interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax.

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

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

Qualified Tax Exemption Obligations

The Issuer will designate the Bonds as "qualified tax-exempt obligations" under the exception provided in Section 265(b)(3) of the Internal Revenue Code of 1986, as amended (the "Code").

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

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

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

Audits
The Internal Revenue Service (the "Service") has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. To the best of the Issuer's knowledge, no obligations of the Issuer are currently under examination by the Service. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the Issuer as a taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

Reporting and Withholding
Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bond owner who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or a substantially identical form, or to any Bond owner who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns. The reporting and backup withholding requirements do not affect the excludability of such interest from gross income for federal tax purposes.

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

Current and future legislative proposals, including some that carry retroactive effective dates, if enacted into law, court decisions, or clarification of the Code may cause interest on the Bonds to be subject, directly or indirectly, to federal income taxation, or otherwise prevent owners of the Bonds from realizing the full current benefit of the tax status of such interest. For example, on December 22, 2017, the Tax Cuts and Jobs Act ("TCJA") was signed into law. For tax years beginning after December 31, 2017, the TCJA, among other things, significantly changes the income tax rates on individuals and corporations, modifies the current provisions relative to the federal alternative minimum tax on individuals, and eliminates the federal alternative minimum tax for corporations. The TCJA, or the introduction or enactment of any other legislative proposals, clarification of the Code or court decisions may also affect, perhaps significantly, the market price for, or marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding the TCJA, as well as any pending or proposed tax legislation, as to which Bond Counsel expresses no opinion other than as set forth in its legal opinion.

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

Bond Counsel's opinion is not a guarantee of a result, or of the transaction on which the opinion is rendered, or of the future performance of parties to the transaction, but represents its legal judgment based upon its review of existing statutes, regulations, published rulings and court decisions and the representations and covenants of the Issuer described in this section. No ruling has been sought from the Service with respect to the matters addressed in the opinion of Bond Counsel and Bond Counsel's opinion is not binding on the Service, nor does the rendering of the opinion guarantee the outcome of any legal dispute that may arise out of the transaction. Bond Counsel assumes no obligation to update its opinion after the issue date to reflect any further action, fact or circumstance, or change in law or interpretation, or otherwise.

Enforcement

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

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

Bond Counsel Review

Bond Counsel has approved the language included in this "Tax Exemption and Related Considerations" Section but has not otherwise participated in the preparation of this Preliminary Official Statement and will not pass upon its accuracy, completeness or sufficiency. Bond Counsel has not examined, nor attempted to examine or verify, any of the financial or statistical statements or data contained in this Preliminary Official Statement and will express no opinion with respect thereto.

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

FINANCIAL ADVISOR

The Issuer has retained Piper Sandler & Co. as financial advisor (the "Financial Advisor") in connection with the issuance of the Bonds. The Financial Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of the Official Statement. The Financial Advisor is not a public accounting firm and has not been engaged by the Issuer to compile, review, examine or audit any information in the Official Statement in accordance with accounting standards.

CONTINUING DISCLOSURE

For the purpose of complying with Rule 15c2-12 of the Securities Exchange Commission, as amended and interpreted from time to time (the "Rule"), the Issuer will covenant and agree, for the benefit of the registered holders or beneficial owners from time to time of the outstanding Bonds to provide reports of specified information and notice of the occurrence of certain events, if material, as hereinafter described (the "Disclosure Covenants"). The information to be provided on an annual basis, and the events as to which notice is to be given, if material, is summarized below under the caption "APPENDIX C - Form of Continuing Disclosure Certificate" herein for more information. This covenant is being made by the Issuer to assist the Underwriter(s) in complying with the Rule.

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

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I have reviewed the information contained within the Official Statement of the MOC-Floyd Valley Community School District, State of Iowa, and to the best of our knowledge, information and belief said Official Statement does not contain any material misstatements of fact nor omissions of any material fact which is necessary to make the statements and information herein, in light of the circumstances under which they were made, not misleading regarding the issuance of $9,935,000* General Obligation School Bonds, Series 2021.

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT, STATE OF IOWA

/s/ Kim Dykstra
Board Secretary

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* Preliminary, subject to change

APPENDIX A - INFORMATION ABOUT THE ISSUER

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT, IOWA
DISTRICT OFFICIALS

PRESIDENT	Shane Jager
BOARD MEMBERS	Amy Kleinhesslink Christine Koerselman Kley De Jong Mere Reyes
SUPERINTENDENT	Russ Adams
DISTRICT SECRETARY	Kim Dykstra
DISTRICT TREASURER	Wade Hofland
DISTRICT ATTORNEY	Steve Avery

CONSULTANTS

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

General Information

The MOC-Floyd Valley Community School District is located in northwestern Iowa, in the counties of Sioux and O'Brien, approximately 43 miles northeast of Sioux City. The communities of Orange City, Alton, Granville, Hospers and Maurice are located within the District boundaries.

District Facilities

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

Building	Construction Date	Grades Served
High School	1969	9-12
Middle School	1941	6-8
Orange City Elementary School	1924	K-5
Hospers Elementary	1955	K-5
Preschool	2008	PK

Source: the Issuer

Enrollment

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

Count Date	Fiscal Year effective	Certified (Resident) (1)	Open Enroll In	Open Enroll Out	Total Served (2)
October-20	2021-22	1,498.0	41.0	63.0	1,476.0
October-19	2020-21	1,486.5	40.0	53.4	1,473.1
October-18	2019-20	1,458.3	41.0	50.0	1,449.3
October-17	2018-19	1,436.5	47.0	53.0	1,430.5
October-16	2017-18	1,412.0	40.0	60.0	1,392.0

Source: Department of Education
1 Used for Sales Tax distribution
2 Used for State Aid distribution

Staff

Presented below is a list of the District's 232 employees.

Administrators:	6	Media Specialists:	4
Teachers:	114.5	Nurses:	2
Teacher Aids:	45	Guidance:	3.5
Custodians:	13	Secretaries:	13
Food Service:	18	Transportation:	10
Other:	3	Maintenance:	0

Source: the Issuer

Other Post-Employment Benefits (OPEB)

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

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

Retired participants must be age 55 or older at retirement. At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	2
Active employees	148
Total	150

Total OPEB Liability – The District's total OPEB liability was measured as of June 30, 2020, and was determined by an actuarial valuation as of July 1, 2019, to be $257,244.

Actuarial Assumptions – the total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement:

Rate of inflation (effective 6/30/20)	2.60%
Rates of salary increase (effective 6/30/20) including inflation	3.25% - 16.25% per annum
Discount rate (effective 6/30/20) including inflation	2.21% compounded annually
Healthcare cost trend rate (effective 6/30/20)	6.20% initial rate decreasing to an ultimate rate of 4.0%

Discount Rate – The discount rate used to measure the total OPEB liability was 2.21%, which reflects the index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date.

Mortality rates are from the RP-2014 employee total dataset mortality table projected generationally using Scale AA. Annual retirement probabilities are based on varying rates by age and turnover probabilities mirror those used by IPERS.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience studies with dates corresponding to those listed above.

Changes in the Total OPEB Liability:

Total OPEB obligation – beginning of year		$255,500
Changes for the year		
	Service Cost	13,781
	Interest	7,988
	Difference between expected & actual experiences	(39,181)
	Change in assumption	25,886
	Benefit Payments	(6,730)
Net Changes		1,744
Net OPEB obligation – end of year		$257,244

Changes of assumptions reflect a change in the discount rate from 3.50% in fiscal year 2019 to 2.21% in fiscal year 2020.

Source: the Issuer's Independent Audited Financial Statement

Employee Pension Plan

Plan Description. The Issuer participates in the Iowa Public Employees' Retirement System ("IPERS"). A summary description of the IPERS plan follows. For more detail, see "APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER."

IPERS membership is mandatory for employees of the Issuer, except for those covered by another retirement system. The Issuer's employees are provided with pensions through a cost-sharing multiple employer defined pension plan administered by IPERS. IPERS benefits are established under Iowa Code, Chapter 97B and the administrative rules thereunder. A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. (These qualifications must be met on the member's first month of entitlement to benefits.) Members cannot begin receiving retirement benefits before age 55.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50% for each month that the member receives benefits before age 65.

Disability and Death Benefits. A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions. Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30 year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

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

The following table sets forth the contributions made by the Issuer and its employees to IPERS for the period indicated.

Table 1 – Issuer and Employees Contribution to IPERS.

	Issuer Contribution		Issuer Employees' Contribution	
Fiscal Year	Amount Contributed	% of Covered Payroll	Amount Contributed	% of Covered Payroll
2016	843,758	8.93	562,190.79	5.95
2017	877,247	8.93	584,503.81	5.95
2018	892,592	8.93	594,728.59	5.95
2019	977,593	9.44	651,384.28	6.29
2020	1,011,762	9.44	674,150.62	6.29

SOURCE: The Issuer

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

The following table sets forth certain information about the funding status of IPERS that has been extracted from the comprehensive annual financial reports of IPERS for the fiscal years ended June 30, 2020 through, and including, 2016 (collectively, the "IPERS CAFRs (2016-2020)"), and the actuarial valuation reports provided to IPERS by Cavanaugh MacDonald Consulting, LLC (collectively, the "IPERS Actuarial Reports (2016-2020)"). Additional information regarding IPERS and its latest actuarial valuations can be obtained by contacting IPERS administrative staff.

Table 2 – Funding Status of IPERS

Valuation Date	Actuarial Value of Assets [a]	Market Value of Assets [b]	Actuarial Accrued Liability [c]	Unfunded Actuarial Accrued Liability (Actuarial Value) [c]-[a]	Funded Ratio (Actuarial Value) [a]/[c]	Unfunded Actuarial Accrued Liability (Market Value) [c]-[b]	Funded Ratio (Market Value) % [b]/[c]	Covered Payroll [d]	UAAL as a Percentage of Covered Payroll (Actuarial Value) [[c-a]/[d]]
2016	29,033,696,587	28,326,433,656	34,619,749,147	5,586,052,560	83.86	6,293,315,491	81.82	7,556,515,720	73.92
2017	30,472,423,914	30,779,116,326	37,440,382,029	6,968,134,950	81.39	6,661,265,703	82.21	7,863,160,443	88.62
2018	31,827,755,864	32,314,588,595	38,642,833,653	6,815,077,789	82.36	6,328,245,058	83.62	7,983,219,527	79.27
2019	33,324,327,606	34,010,680,731	39,801,338,797	6,477,011,191	83.73	5,790,658,066	85.45	8,151,043,468	71.04
2020	34,485,656,745	34,047,692,112	41,072,427,540	6,586,770,795	83.96	7,024,735,428	82.90	8,391,856,350	78.49

Source: IPERS Actuarial Reports

For a description of the assumptions used when calculating the funding status of IPERS for the fiscal year noted herein, see IPERS CAFRs

Table 3 – Recent returns of IPERS

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

Fiscal Year Ended June 30	Investment Return %
2016	2.15
2017	11.70
2018	7.97
2019	8.35
2020	3.93

Net Pension Liabilities.

At June 30, 2020, the Issuer reported a liability of $7,879,668 for its proportional share of the IPERS net pension liability. The net pension liability was measured as of June 30, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The discount rate used to measure the total pension liability was 7%. The Issuer's proportion of the net pension liability was based on the Issuer's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. See "**APPENDIX D–AUDITED FINANCIAL STATEMENTS OF THE ISSUER–NOTES TO THE FINANCIAL STATEMENTS**" for additional information related to the Issuer's deferred outflows and inflows of resources related to pensions, actuarial assumptions, discount rate and discount rate sensitivity.

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

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

Investment of Public Funds

The Issuer invests its funds pursuant to Chapter 12B of the Code. Presented below is the District's investing activities as of January 31, 2021.

Type of Investment	Amount Invested
Local Bank Money Market	$6,249,606.74
Local Bank Deposit Accounts	5,960,726.31
Local Bank Time CD's	6,517,265.76
ISJIT Money Market	0
ISJIT Time CD's	0

Source: the Issuer

Population

Presented below are population figures for the periods indicated for the cities of Alton, Granville, Hospers, Maurice and Orange City:

Year	Alton	Granville	Hospers	Maurice	Orange City
2010	1216	312	698	275	6004
2000	1095	325	672	254	5582
1990	1063	298	643	243	4940
1980	986	336	655	288	4588
1970	1018	383	646	266	3572

Source: U.S. Census Bureau

Major Employers

Presented below is a summary of the largest employers in the District:

Employer	Business	Approximate Employees
Orange City Area Health	Healthcare	500-999
Staples Promotional Products	Advertising specialties	500-999
Den Hartog Industries	Plastics mfg	250-499
Premium Pork	Meat –retail	250-499
Aim Aerospace		100-249
Quad States Industries	Paint-wholesale	100-249
Avera Health Central	Healthcare	50-99
Civco Radiotherapy	Hospital equipment & supplies	50-99
Prairie Ridge Care Center	Assisted living center	50-99
Diamond Vogel Paint	Paint-retail	50-99
Fareway	Grocery store	50-99
Black Soil Dairy	Dairy farm	20-49
Northwestern Bank	Banking services	20-49
GCC Alliance Concrete	Ready mix concrete	20-49

Source: Iowa Workforce Development/employer database

Property Tax Assessment

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

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

Fiscal Year	Residential Rollback	Ag. Land & Buildings	Commercial	Multi-Residential
2021-22	56.4094	84.0305	90.0000	67.5000
2020-21	55.0743	81.4832	90.0000	71.2500
2019-20	56.9180	56.1324	90.0000	75.0000
2018-19	55.6209	54.4480	90.0000	78.7500
2017-18	56.9391	47.4996	90.0000	82.5000

Source: Iowa Department of Revenue

Property is assessed on a calendar year basis. The assessments finalized as of January 1 of each year are applied to the following fiscal year. For example, the assessments finalized on January 1, 2019 are used to calculate tax liability for the tax year starting July 1, 2020 through June 30, 2021. Presented below are the historic property valuations of the Issuer by class of property.

Property Valuations

Actual Valuation					
Valuation as of January	2020	2019	2018	2017	2016
Fiscal Year	2021-22	2020-21	2019-20	2018-19	2017-18
Residential:	585,709,508	578,494,951	532,175,362	523,953,992	476,697,254
Agricultural Land:	242,735,472	242,907,872	351,500,232	351,637,442	389,560,977
Ag Buildings:	17,222,210	16,932,170	23,532,280	22,114,790	31,165,140
Commercial:	74,287,772	70,181,649	66,736,840	52,401,771	51,527,102
Industrial:	37,243,635	34,277,950	31,798,638	27,900,007	27,584,353
Multi-Residential	8,110,970	8,042,047	7,722,804	7,754,950	7,835,624
Reserved	0	0	0	0	0
Railroads:	25,973,940	24,740,402	22,405,334	20,283,838	20,828,313
Utilities:	41,117,352	36,942,316	31,050,841	5,461,663	5,462,820
Other:	0	0	0	0	0
Total Valuation:	1,032,400,859	1,012,519,357	1,066,922,331	1,011,508,453	1,010,661,583
Less Military:	779,692	811,176	851,920	894,516	935,260
Net Valuation:	1,031,621,167	1,011,708,181	1,066,070,411	1,010,613,937	1,009,726,323
TIF Valuation:	65,634,359	67,264,275	66,685,464	74,056,938	68,034,890
Utility Replacement:	12,641,579	12,199,116	11,658,992	10,979,420	10,841,980

Taxable Valuation					
Valuation as of January	2020	2019	2018	2017	2016
Fiscal Year	2021-22	2020-21	2019-20	2018-19	2017-18
Residential:	318,257,154	307,549,306	293,037,446	282,090,899	263,590,658
Agricultural Land:	203,970,732	197,926,996	197,277,941	191,419,766	184,971,427
Ag Buildings:	14,471,913	13,796,882	13,209,237	12,041,061	14,803,278
Commercial:	64,554,481	60,536,919	57,444,102	43,369,457	42,754,511
Industrial:	32,067,812	29,229,004	26,883,834	23,625,064	23,489,471
Multi-Residential	5,402,629	5,680,146	5,746,671	6,073,137	6,439,493
Reserved	0	0	0	0	0
Railroads:	23,376,547	22,266,363	20,164,801	18,255,455	18,745,482
Utilities:	40,520,695	36,942,316	31,050,841	5,461,663	5,462,820
Other:	0	0	0	0	0
Total Valuation:	702,621,963	673,927,932	644,814,873	582,336,502	560,257,140
Less Military:	779,692	811,176	851,920	894,516	935,260
Net Valuation:	701,842,271	673,116,756	643,962,953	581,441,986	559,321,880
TIF Valuation:	65,634,359	67,264,275	66,685,464	74,056,938	68,034,890
Utility Replacement:	4,459,634	4,740,101	4,772,231	4,994,052	5,083,043

Valuation Year	Fiscal Year	Actual Valuation w/ Utilities	% Change in Actual Valuation	Taxable Valuation w/ Utilities	% Change in Taxable Valuation
2020	2022	1,109,897,105	1.72%	771,936,264	3.60%
2019	2021	1,091,171,572	-4.65%	745,121,132	4.15%
2018	2020	1,144,414,867	4.45%	715,420,648	8.32%
2017	2019	1,095,650,295	0.65%	660,492,976	4.44%
2016	2018	1,088,603,193	1.18%	632,439,813	3.20%

Source: Iowa Department of Management

Tax Rates

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

Fiscal Year	Operating	Management	B PPEL	V PPEL	Playground	Debt	Schoolhouse	Total Levy
2021	8.93769	0.73747	0.33000	0.00000	0.00000	2.70000	0.00000	12.70516
2020	9.10210	0.79385	0.33000	0.00000	0.00000	0.00000	0.00000	10.22595
2019	9.17342	0.68209	0.33000	0.00000	0.00000	0.00000	0.00000	10.18551
2018	9.20009	0.70871	0.33000	0.00000	0.00000	0.00000	0.00000	10.23880
2017	9.34982	0.55179	0.33000	0.00000	0.00000	0.00000	0.00000	10.23161
2016	9.48734	0.40252	0.33000	0.00000	0.00000	0.00000	0.00000	10.21986

Source: Iowa Department of Management

Historic Tax Rates

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

Fiscal Year	City	School	College	State	Assessor	Ag Extens	Hospital	County	Total Levy
2021	14.46344	12.70516	1.07539	0.00270	0.21025	0.15008	0.00000	4.11609	32.72311
2020	14.46500	10.22595	0.99383	0.00280	0.21128	0.15121	0.00000	4.45279	30.50286
2019	14.32857	10.18551	0.79417	0.00290	0.22051	0.16427	0.00000	4.73193	30.42786
2018	14.79157	10.23880	0.79048	0.00310	0.21990	0.16167	0.00000	4.66301	30.86853
2017	14.56156	10.23161	0.78118	0.00330	0.21767	0.16531	0.00000	4.79344	30.75407
2016	13.98515	10.21986	0.73347	0.00330	0.23431	0.17834	0.00000	4.96629	30.32072

Source: Iowa Department of Management

Tax Collection History

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

Fiscal Year	Amount Levied	Amount Collected	Percentage Collected
2021	8,853,852	In collection	NA
2020	6,697,991	$7,345,309	109.66%
2019	6,031,173	$6,200,043	102.80%
2018	5,824,459	5,928,094	101.78%
2017	5,615,856	5,613,365	99.96%
2016	5,122,587	5,119,415	99.94%
2015	5,147,268	5,149,030	100.03%

Source: the Issuer

Largest Taxpayers

Set forth in the following table are the persons or entities which represent the 2019 largest taxpayers within the Issuer, as provided by the Auditors Offices of each of said counties. No independent investigation has been made of and no representation is made herein as to the financial condition of any of the taxpayers listed below or that such taxpayers will continue to maintain their status as major taxpayers in the District. The District's tax levy is uniformly applicable to all of the properties included in the table, and thus taxes expected to be received by the District from such taxpayers will be in proportion to the assessed valuations of the properties. The total tax bill for each of the properties is dependent upon the tax levies of the other taxing entities which overlap the properties.

Taxpayer	2019 Taxable Valuation	Percent of Total
Dakota Access Pipeline	$32,882,341	4.41%
Union Pacific Corporation	16,304,668	2.19%
Vogel Enterprises, LTD.	14,025,688	1.88%
AG Partners LLC	13,676,886	1.84%
SC10 Orange City IA LLC	8,265,996	1.11%
Burlington Northern & Santa Fe	5,961,695	0.80%
Smithfield Fresh Meats Corp.	4,306,005	0.58%
Prairie Winds Hotel Holdings, LLC	3,783,798	0.51%
Hartog Industries Den, Inc	3,765,096	0.51%
Store Master Funding III, LLC	3,344,616	0.45%
	Total	14.27%

Source: County Auditor Office

(1) Utility Property Tax Replacement

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

State.

The utility replacement tax statute states that the utility replacement tax collected by the State and allocated among local taxing intities (including the Issuer) shall be treated as property tax when received and shall be disposed of by the county treasurer as taxes on real estate. However, utility property is not subject to the levy of property tax by political subdivisions, only the utility replacement tax and statewide property tax. It is possible that the Issuer's authority to levy taxes to pay principal and interest on the Bonds could be adjudicated to be proportionately reduced in future years if the utility replacement tax were to be other than "taxable property" for purposes of computing the Issuer's levy limit under Iowa Code Section 298.18, as amended from time to time. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer's ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds.

Direct Debt

General Obligation School Bonds (Debt Service)

Presented below is the principal and interest on the District's outstanding general obligation bonds, presented by fiscal year and issue:

Fiscal Year	P&I	6/1/21	Total Principal	Total Interest	Total P&I
6/1/21	1,835,000		1,835,000	171,900	2,006,900
6/1/22	0	1,720,000	1,720,000	354,200	2,074,200
6/1/23	0	700,000	700,000	319,800	1,019,800
6/1/24	0	715,000	715,000	305,800	1,020,800
6/1/25	0	730,000	730,000	291,500	1,021,500
6/1/26	0	745,000	745,000	276,900	1,021,900
6/1/27	0	755,000	755,000	262,000	1,017,000
6/1/28	0	775,000	775,000	246,900	1,021,900
6/1/29	0	790,000	790,000	231,400	1,021,400
6/1/30	0	805,000	805,000	215,600	1,020,600
6/1/31	675,000	145,000	820,000	199,500	1,019,500
6/1/32	695,000	140,000	835,000	183,100	1,018,100
6/1/33	715,000	140,000	855,000	166,400	1,021,400
6/1/34	735,000	135,000	870,000	149,300	1,019,300
6/1/35	755,000	130,000	885,000	131,900	1,016,900
6/1/36	780,000	125,000	905,000	114,200	1,019,200
6/1/37	805,000	120,000	925,000	96,100	1,021,100
6/1/38	825,000	115,000	940,000	77,600	1,017,600
6/1/39	850,000	110,000	960,000	58,800	1,018,800
6/1/40	880,000	100,000	980,000	39,600	1,019,600
6/1/41	0	1,000,000	1,000,000	20,000	1,020,000
Totals:	9,550,000	9,995,000	19,545,000	3,912,500	23,457,500

Source: the Issuer

General Obligation School Capital Loan Notes (PPEL)

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

Anticipatory Warrants

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

Capital Leases

Presented below is the principal and interest on the Issuer's outstanding Capital Leases:

Fiscal Year	5/1/17	Total Principal	Total Interest	Total P&I
7/1/21	18,048	18,048	1,133	19,181
7/1/22	18,775	18,775	405	19,180
Totals:	36,823	36,823	1,538	38,361

School Infrastructure Sales, Services & Use Tax Revenue Bonds

Presented below is the principal and interest on the Issuer's outstanding School Infrastructure Sales, Services & Use Tax Revenue Bonds.

Fiscal Year	7/1/14	Total Principal	Total Interest	Total P&I
7/1/21	530,312	530,312	180,835	711,146
7/1/22	547,806	547,806	163,340	711,147
7/1/23	565,877	565,877	145,269	711,146
7/1/24	584,545	584,545	126,602	711,146
7/1/25	603,828	603,828	107,318	711,146
7/1/26	623,747	623,747	87,399	711,146
7/1/27	644,324	644,324	66,823	711,146
7/1/28	665,579	665,579	45,567	711,146
7/1/29	687,535	687,535	23,611	711,146
7/1/30	352,226	352,226	3,346	355,572
Totals:	5,805,779	5,805,779	950,110	6,755,889

Source: the Issuer

Debt Limit

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

1/1/2019 Actual Valuation:	1,091,171,572
X	5%
Statutory Debt Limit:	54,558,579
Total General Obligation Bond Debt:	19,545,000
Total General Obligation Note Debt:	
Total Lease Purchases:	
Total Loan Agreements:	
Capital Leases:	
Total Debt Subject to Limit:	19,545,000
Percentage of Debt Limit Obligated:	35.82%

It has not been determined whether the District's Sales Tax Revenue Bonds do or do not count against the constitutional debt limit. If the Bonds do count against the constitutional debt limit, the amount of debt subject to the debt limit would increase $5,805,779 to be $25,350,779, or 46.47% of the statutory debt limit.

Source: Iowa Department of Management

(1) Utility Property Tax Replacement

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

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

Overlapping & Underlying Debt

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

Taxing Authority	Total GO Debt Outstanding	Taxable Valuation (x $1,000)	Valuation Within Issuer (x $1,000)	Percentage Applicable	Amount Applicable
City of Alton	2,621,000	67,160,834	67,160,834	100.00%	2,621,000
City of Granville	0	11,771,547	11,771,547	100.00%	0
City of Hospers	0	26,753,023	26,753,023	100.00%	0
City of Maurice	0	9,560,247	9,560,247	100.00%	0
City of Orange City	11,565,000	274,492,272	274,492,272	100.00%	11,565,000
O'brien County	0	1,266,686,071	8,631,149	0.68%	0
Sioux County	2,775,000	2,374,643,107	736,489,983	31.01%	860,660
Northwest Iowa CC	13,245,000	5,599,560,604	745,121,132	13.31%	1,762,483
Northwest AEA	0	16,112,275,838	745,121,132	4.62%	0
				Total:	16,809,143

Source: Iowa Department of Management

FINANCIAL SUMMARY

Actual Value of Property, 2020	1,109,897,105
Taxable Value of Property, 2020	771,936,264
Direct General Obligation Debt:	19,545,000
Less Self Supporting Debt	0
Net Direct General Obligation Debt	19,545,000
Overlapping Debt:	16,809,143
Direct & Overlapping General Obligation Debt:	36,354,143
Population, 2010 US Census:	10,808
Direct Debt per Capita:	1,808
Total Debt per Capita:	3,364
Direct Debt to Taxable Valuation:	2.532%
Total Debt to Taxable Valuation:	4.709%
Direct Debt to Actual Valuation:	1.761%
Total Debt to Actual Valuation:	3.275%
Actual Valuation per Capita:	102,692
Taxable Valuation per Capita:	71,423

Source: Iowa Department of Management

APPENDIX B – FORM OF LEGAL OPINION

D R A F T

We hereby certify that we have examined a certified transcript of the proceedings of the Board of Directors of the MOC-Floyd Valley Community School District in the Counties of Sioux and O'Brien, State of Iowa, and acts of administrative officers of the School District (the "Issuer"), relating to the issuance of General Obligation School Bonds, Series 2021, by said Issuer, dated the date of delivery, in the denominations of $5,000 or multiples thereof, in the aggregate amount of $_______________ (the "Bonds").

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

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

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

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

2. The Bonds are valid and binding general obligations of the Issuer.

3. All taxable property in the territory of the Issuer is subject to ad valorem taxation without limitation as to rate or amount to pay the Bonds. Taxes have been levied by the Resolution for the payment of the Bonds and the Issuer is required by law to include in its annual tax levy the principal and interest coming due on the Bonds to the extent the necessary funds are not provided from other sources.

4. Interest on the Bonds is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Internal Revenue Code of 1986, as amended, that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The Issuer has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Bonds to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

The Issuer has designated the Bonds "qualified tax exempt obligations" within the meaning of Section 265(b)(3) of the Code.

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

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

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

AHLERS & COONEY, P.C.

APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE

D R A F T

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the MOC-Floyd Valley Community School District, State of Iowa (the "Issuer"), in connection with the issuance of $______________ General Obligation School Bonds, Series 2021 (the "Bonds"), dated the date of delivery. The Bonds are being issued pursuant to a Resolution of the Issuer approved on May 19, 2021 (the "Resolution"). The Issuer covenants and agrees as follows:

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

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

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

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

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

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

"Financial Obligation" shall mean a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term "Financial Obligation" does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with S.E.C. Rule 15c2-12.

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

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

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

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

"Official Statement" shall mean the Issuer's Official Statement for the Bonds, dated ______________, 2021.

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

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

"State" shall mean the State of Iowa.

Section 3. Provision of Annual Financial Information.

a. The Issuer shall, or shall cause the Dissemination Agent to, not later than the 15th day of April of each year following the close of the Issuer's fiscal year (presently June 30th), commencing with information for the 2020/2021 fiscal year, provide to the National Repository an Annual Financial Information filing consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Financial Information filing must be submitted in such format as is required by the MSRB (currently in "searchable PDF" format). The Annual Financial Information filing may be submitted as a single document or as separate documents comprising a package. The Annual Financial Information filing may cross-reference other information as provided in Section 4 of this Disclosure

Certificate; provided that the audited financial statements of the Issuer may be submitted separately from the balance of the Annual Financial Information filing and later than the date required above for the filing of the Annual Financial Information if they are not available by that date. If the Issuer's fiscal year changes, it shall give notice of such change in the same manner as for a Listed Event under Section 5(c).

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

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

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

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

b. A table, schedule or other information prepared as of the end of the preceding fiscal year, of the type contained in the final Official Statement under the captions "Property Valuations," "Tax Rates," "Historic Tax Rates," "Tax Collection History," "Direct Debt," "Debt Limit," and "Financial Summary."

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

Section 5. Reporting of Significant Events.

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

   i. Principal and interest payment delinquencies;
   ii. Non-payment related defaults, if material;
   iii. Unscheduled draws on debt service reserves reflecting financial difficulties;
   iv. Unscheduled draws on credit enhancements relating to the Bonds reflecting financial difficulties;
   v. Substitution of credit or liquidity providers, or their failure to perform;
   vi. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax-exempt status of the Series Bonds, or material events affecting the tax-exempt status of the Bonds;
   vii. Modifications to rights of Holders of the Bonds, if material;
   viii. Bond calls (excluding sinking fund mandatory redemptions), if material, and tender offers;
   ix. Defeasances of the Bonds;
   x. Release, substitution, or sale of property securing repayment of the Bonds, if material;
   xi. Rating changes on the Bonds;
   xii. Bankruptcy, insolvency, receivership or similar event of the Issuer;
   xiii. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
   xiv. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
   xv. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other terms of a Financial Obligation of the Issuer, any of which affect security holders, if material; and
   xvi. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Date: Date of Delivery

MOC-FLOYD VALLEY COMMUNITY
SCHOOL DISTRICT, STATE OF IOWA

By: ____
President of the Board of Directors

ATTEST:

By: ____
Secretary of the Board of Directors

EXHIBIT A

NOTICE TO NATIONAL REPOSITORY OF FAILURE TO
FILE ANNUAL FINANCIAL INFORMATION

Name of Issuer: MOC-Floyd Valley Community School District, Iowa.

Name of Bond Issue: $______________ General Obligation School Bonds, Series 2021

Dated Date of Issue: Date of Delivery

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

Dated: _________ day of ______________, 20___.

MOC-FLOYD VALLEY COMMUNITY
SCHOOL DISTRICT, STATE OF IOWA

By: ____
Its: ____

APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER

This Appendix contains the entire 2020 audited financial statement of the issuer. The Auditor of State of the State of Iowa (the "State Auditor") maintains a webpage that contains prior years' audits of city, county, school district and community college, including audits of the Issuer, which can be found at the following link https://www.auditor.iowa.gov/reports/audit-reports

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MOC-FLOYD VALLEY
COMMUNITY SCHOOL DISTRICT
INDEPENDENT AUDITORS' REPORT
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
SCHEDULE OF FINDINGS
JUNE 30, 2020

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
FOR THE YEAR ENDED JUNE 30, 2020
TABLE OF CONTENTS

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
BOARD MEMBERS AND OFFICIALS
JUNE 30, 2020

Name		Term Expires
Shane Jager	President	2023
Amy Kleinhesselink	Vice President	2023
Christine Koerselman	Board Member	2021
Kley De Jong	Board Member	2023
Mere Reyes	Board Member	2021
	Officials	
Russ Adams	Superintendent	2021
Kim Dykstra	Board Secretary	2021
Wade Hofland	Board Treasurer	2021
Stephen F. Avery	Attorney	2021

WILLIAMS
& COMPANY P.C.
CERTIFIED PUBLIC ACCOUNTANTS

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Le Mars, IA 51031
Phone (712) 546-7801
Fax (712) 546-6543
www.williamscpas.com

INDEPENDENT AUDITORS' REPORT

To the Board of Education of
MOC-Floyd Valley Community School District
Orange City, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the MOC-Floyd Valley Community School District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements 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 the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the MOC-Floyd Valley Community School District as of June 30, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Information, the Schedule of the District's Proportionate Share of Net Pension Liability, Schedule of District Contributions and the Schedule of Changes in the District's Total OPEB Liabilities, Related Notes and Ratios on pages 5 through 13 and 42 through 47 be presented to supplement the basic financial statements. Such information, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. We previously audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the nine years ended June 30, 2019 (which are not presented herein) and expressed unmodified opinions on those financial statements. The other supplementary information included in Schedules 1 through 6 is presented for purposes of additional analysis and is not a required part of the financial statements.

The other supplementary 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. Such 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 other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated January 20, 2021, on our consideration of the MOC-Floyd Valley Community School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of MOC-Floyd Valley Community School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the MOC-Floyd Valley Community School District's internal control over financial reporting and compliance.

Williams & Company, P.C.
Certified Public Accountants

Le Mars, Iowa
January 20, 2021

MOC-Floyd Valley School District provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2020. We encourage readers to consider this information in conjunction with the District's financial statements, which follow.

2020 FINANCIAL HIGHLIGHTS

General fund revenues increased by approximately 3% from $16,386,443 in fiscal year 2019 to $16,899,656 in fiscal year 2020, while General fund expenditures also increased from $16,160,633 in fiscal year 2019 to $16,815,859 in fiscal year 2020, an approximate 4% increase. The District's General fund balance increased from $4,007,976 in fiscal year 2019 to $4,127,839 in fiscal year 2020, an approximate 3% increase.

The allowable growth for the 2019-20 fiscal year was set at 2.06%. The District enrollment increased by approximately 28 students. The allowable growth rate for 2020-21 was set at 2.30%.

USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements and other information, as follows:

> Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the District's financial activities.
>
> The Government-wide Financial Statements consist of a Statement of Net Position and a Statement of Activities. These provide information about the activities of MOC-Floyd Valley Community School District as a whole and present an overall view of the District's finances.
>
> The Fund Financial Statements tell how governmental services were financed in the short term as well as what remains for future spending. Fund financial statements report MOC-Floyd Valley Community School District's operations in more detail than the government-wide statements by providing information about the most significant funds. The remaining financial statements provide information about activities for which MOC-Floyd Valley Community School District acts solely as an agent or custodian for the benefit of those outside of the District.
>
> Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.
>
> Required Supplementary Information further explains and supports the financial statements with a comparison of the District's budget for the year, the District's proportionate share of the net pension liability and related contributions, as well as presenting the Schedule of Changes in the District's Total OPEB Liabilities, Related Notes and Ratios.
>
> Other Supplementary Information provides detailed information about the non-major Special Revenue Funds, Capital Project Funds, and Debt Service Fund.

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

Figure A-1
GASB 34 MOC-Floyd Valley Community School District Annual Financial Report

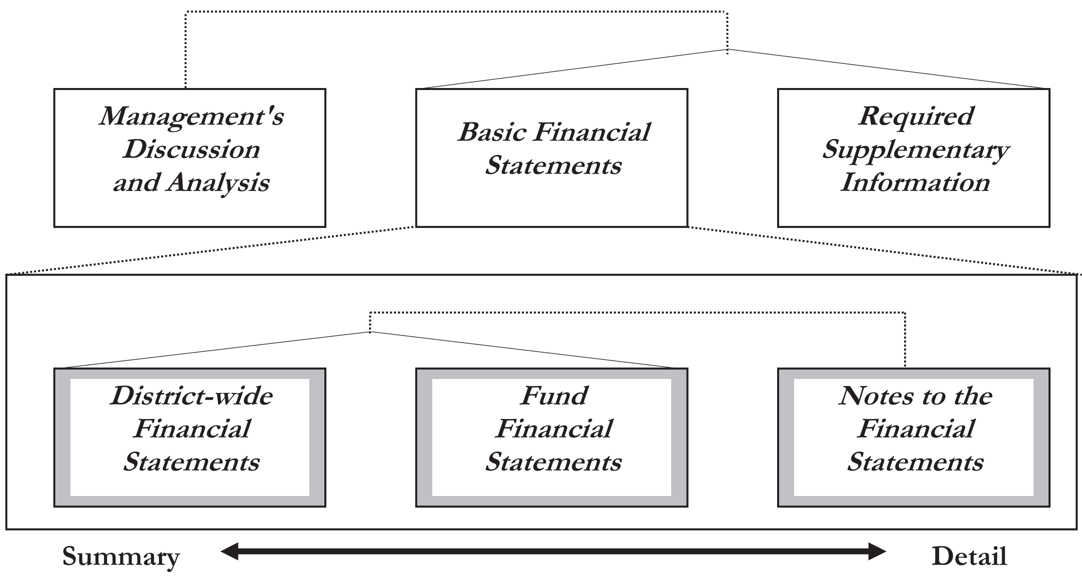

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain.

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

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

REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

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

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

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property tax and state aid finance most of these activities.
- *Business type activities*: The District charges fees to help cover the costs of certain services it provides. The District's school nutrition program is included here.

Fund Financial Statements

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

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

The District has three kinds of funds:

1) *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

   The District's governmental funds include the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Project Funds.

   The required financial statements for governmental funds include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

2) *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide financial statements. The District's Enterprise Fund, one type of proprietary fund, is the same as its business type activity, but provides more detail and additional information, such as cash flows. The District currently has one Enterprise Fund, the School Nutrition Fund.

The District's Internal Service Fund, another type of the proprietary fund is included in the governmental activities on the statement of net position and the statement of activities.

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

3) *Fiduciary Funds*: The District is the trustee, or fiduciary, for assets that belong to others. The District's fiduciary funds include an agency fund for the District's flex cafeteria plan for employees and an agency fund for the District's Band Parent organization.

The District is responsible for ensuring the assets reported in the fiduciary funds are used only for their intended purposes and by those to whom the assets belong. The District excludes this activity from the government-wide financial statements because it cannot use these assets to finance its operations.

The required financial statements for fiduciary funds include a statement of fiduciary net position and a statement of changes in fiduciary net position.

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Figure A-3 below provides a summary of the District's net position at June 30, 2020 compared to June 30, 2019.

Figure A-3: Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total District		Total % Change
	2020	2019	2020	2019	2020	2019	
Current and Other Assets	$19,907,472	$17,197,662	$ 471,458	$ 466,355	$ 20,378,930	$17,664,017	15.37%
Capital Assets	15,975,129	15,904,340	358,439	312,752	16,333,568	16,217,092	0.72%
Total Assets	35,882,601	33,102,002	829,897	779,107	36,712,498	33,881,109	8.36%
Deferred Outflows of Resources	2,008,887	2,300,007	58,036	64,861	2,066,923	2,364,868	-12.60%
Current Liabilities	3,090,178	2,771,940	108,859	33,886	3,199,037	2,805,826	14.01%
Long-Term Liabilities	13,245,681	14,339,523	253,046	241,529	13,498,727	14,581,052	-7.42%
Total Liabilities	16,335,859	17,111,463	361,905	275,415	16,697,764	17,386,878	-3.96%
Deferred Inflows of Resources	10,029,800	7,127,322	36,932	11,991	10,066,732	7,139,313	41.00%
Net Position							
Net Investment in Capital Assets	10,089,107	9,488,981	358,439	312,752	10,447,546	9,801,733	6.59%
Restricted	3,429,604	3,219,597	-	-	3,429,604	3,219,597	6.52%
Unrestricted	(1,992,882)	(1,545,354)	130,657	243,810	(1,862,225)	(1,301,544)	-43.08%
Total Net Position	$11,525,829	$11,163,224	$ 489,096	$ 556,562	$ 12,014,925	$11,719,786	2.52%

The District's total net position increased by 2.52% or $295,139 from the prior year. The restricted balance increased by 6.52% while the unrestricted balance decreased by 43.08%. A reason for the increase in the restricted balance is due to the increased fund balance in the Management Fund of $321,511 and the SAVE fund of $81,586. The District began a capital project during this fiscal year, but revenue from the sale of general obligation bonds was not received until the 2020-2021 fiscal year, so there was a negative balance for the 2019-2020 year in the Capital Project fund.

Figure A-4 shows the change in net position for the year ended June 30, 2020 compared to the year ended June 30, 2019.

Figure A-4: Changes in Net Position from Operations

	Governmental Activities		Business-Type Activities		Total District		Total % Change
	2020	2019	2020	2019	2020	2019	
Revenue:							
Program Revenue:							
Charges for Services	$ 1,472,678	$ 1,464,829	$ 530,555	$ 623,306	$ 2,003,233	$ 2,088,135	-4.07%
Operating Grants and Contributions	2,549,062	2,633,238	433,715	381,412	2,982,777	3,014,650	-1.06%
General Revenues:							
Property Tax	6,704,713	6,156,287	-	-	6,704,713	6,156,287	8.91%
Instructional Support Surtax	439,084	514,093	-	-	439,084	514,093	-14.59%
Statewide Sales, Services, and Use Tax	1,510,524	1,471,668	-	-	1,510,524	1,471,668	2.64%
Unrestricted State Grants	6,612,401	6,394,482	-	-	6,612,401	6,394,482	3.41%
Unrestricted Investment Earnings	138,851	179,299	9,349	10,712	148,200	190,011	-22.00%
Other	47,322	84,861	-	-	47,322	84,861	-44.24%
TOTAL REVENUES	19,474,635	18,898,757	973,619	1,015,430	20,448,254	19,914,187	2.68%
Program Expenses:							
Instruction	12,568,111	12,081,982	-	-	12,568,111	12,081,982	4.02%
Support Services	5,421,259	5,234,708	-	-	5,421,259	5,234,708	3.56%
Programs	86,763	72,816	1,008,185	898,517	1,094,948	971,333	12.73%
Other Expenses	1,068,797	1,040,570	-	-	1,068,797	1,040,570	2.71%
TOTAL EXPENSES	19,144,930	18,430,076	1,008,185	898,517	20,153,115	19,328,593	4.27%
Excess Revenues over Expenditures	329,705	468,681	(34,566)	116,913	295,139	585,594	-49.60%
Transfers	32,900	38,267	(32,900)	(38,267)	-	-	0.00%
Change in Net Position	362,605	506,948	(67,466)	78,646	295,139	585,594	-49.60%
Net Position, Beginning of Year	11,163,224	10,656,276	556,562	477,916	11,719,786	11,134,192	5.26%
Net Position - Ending	$11,525,829	$11,163,224	$ 489,096	$ 556,562	$12,014,925	$11,719,786	2.52%

Property tax, statewide sales, services and use tax, and unrestricted state grants account for 76% of the total revenue from governmental activities. The District's expenses primarily relate to instruction and support services, which account for 94% of the total governmental expenses.

As shown in Figure A-4, the District as a whole experienced a 2.7% increase in revenues and a 4.3% increase in expenses. There was a decrease in the change in net position of 49.6%. There was still a positive change in net positions, however, it was not as large as the previous year. The deficit in the Capital Project fund at the end of the year accounted for part of that difference.

Governmental Activities

Revenues for governmental activities were $19,474,635 and expenses were $19,144,930 for the year ended June 30, 2020.

The following table presents the total and net cost of the District's major governmental activities, instruction, support services, non-instructional programs and other expenses, for the year ended June 30, 2020 compared to the year ended June 30, 2019.

Figure A-5: Net Cost of Governmental Activities

	Total Cost of Services		% Change	Net Cost of Services		% Change
	2020	2019		2020	2019	
Instruction	$ 12,568,111	$ 12,081,982	4.02%	$ 9,522,362	$ 8,983,770	6.00%
Support Services	5,421,259	5,234,708	3.56%	5,228,032	4,989,053	4.79%
Non-Instructional	86,763	72,816	19.15%	27,386	8,649	216.64%
Other	1,068,797	1,040,570	2.71%	345,410	350,537	-1.46%
TOTAL	$ 19,144,930	$ 18,430,076	3.88%	$ 15,123,190	$ 14,332,009	5.52%

- The cost financed by users of the District's programs was $1,472,678, an increase of $7,849 from the previous year.

- Federal and state governments subsidized certain programs with grants and contributions totaling $2,549,062, a decrease of $84,176 from the prior year.

- The net cost of governmental activities was financed with $8,654,321 in property and other taxes and $6,612,401 in unrestricted state grants.

Business Type Activities

Revenues of the District's business type activity during the year ended June 30, 2020 were $973,619 representing a 4.1% decrease over the prior year, while expenses totaled $1,008,185, a 12.2% increase over the prior year. The District's business type activity is the School Nutrition Fund. Revenues for this activity were comprised of charges for service, federal and state reimbursements and investment income. The district provides breakfast and noon meals to the local day care program and receives revenue from that entity for these services. We have maintained a high-quality food program and are striving to better equip our kitchens with necessary upgrades. With the shut down of schools due to COVD-19, take home meals were prepared and served to families who signed up for meals. Federal monies were received for that. The school nutrition staff was still paid for regular hours worked during the school shut down.

INDIVIDUAL FUND ANALYSIS

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

The financial performance of the District as a whole is reflected in its governmental funds, as well. As the District completed the year, its governmental funds reported a combined fund balance of $7,306,861 an increase over last year's ending fund balances of $7,007,294, a difference of $299,567. The district received emergency funding for COVID-19 that was not all spent during the 2019-2020 fiscal year and had a carryover of $78,567. The Management Fund balance increased by $321,511 and the SAVE Fund increased by over $80,000 but there was a deficit in the Capital Project Fund of $283,520.

Governmental Fund Highlights

- The General Fund balance increased by $119,863. The increase in revenues and expenditures grew almost proportionately. Emergency COVID-19 funding was received and not all spent during the fiscal year causing a carryover of over $78,000. The district will spend the balance of those funds during the 2020-21 school year for COVID-19 related expenditures. The district paid out a one-time stipend to all employees with the additional TIF revenue that had been received the past couple years.

- The District facilities are in good condition due to the $8,213,864 sales tax revenue bond issue from the 2014-15 fiscal year. Many projects have been completed in the last few years.

- The District passed a general obligation bond vote in March to build a new elementary building and make renovations at the high school. The issuance amount of that bond is $37,000,000. When complete, the elementary building project will combine and house both the Hospers Elementary and Orange City Elementary students. The project is slated to be completed for the 2023-24 school year.

- Other upcoming projects for the district, using PPEL and SAVE funds, include the purchase of the fitness center, located at the high school, from the City of Orange City; sale of our current bus barn to the City of Orange City; and the lease/purchase of a new bus barn from the City of Orange City.

Proprietary Fund Highlights

- School Nutrition Fund net position decreased from $555,562 at June 30, 2019, to $489,096 at June 30, 2020. Lunch and breakfast prices remained the same. With COVID-19, less meals were prepared, due to the school closure and fewer children at the daycare. The district provided Grab & Go meals for students needing meals during the school closure and through June 2020. Funding lost due to the COVID-19 school closure was recaptured by federal funds through the Grab & Go meals. Equipment purchases were made throughout the year to better update the kitchens.

- The District initiated a Split Funding program for its health insurance needs during the 2010-11 fiscal year. A $6,750 deductible health insurance policy is purchased from Wellmark. The District then self-funds the deductible down to the $1,000, $2,500, or $3,500 deductible plans that are offered to district employees. Revenues increased by $3,396 from $197,007 in 2018-19 to $200,405 in 2019-20. Expenditures increased by $657 from $160,093 in 2018-19 to $160,750 in 2019-20. Health insurance premiums for 2019-20 increased from the prior year. After the first year, a savings of $93,924 was realized, $161,251 after the second year, $251,011 after the third year, $293,080 after the fourth year, $386,383 after the fifth year, $491,438 after the sixth year, $574,277 after the seventh year, $743,661 after the eighth year and a total of $799,671 after the ninth year. The balance as of June 30, 2020 is $853,714.

BUDGETARY HIGHLIGHTS

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following a required public notice and hearing. The budget may be amended during the year utilizing statutorily prescribed procedures. The District's budget is prepared on the accrual basis. During the year, expenditures did not exceed the certified amounts. Detail can be found in the required supplementary information section of this report.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2020, the District had invested $32,667,379 in a broad range of assets, including school buildings, athletic facilities, computer and audio-visual equipment, and administrative offices. (See Figure A-6) More detailed information about capital assets can be found in Note 4 to the financial statements. Total depreciation expense for governmental funds for the year was $938,562 and $39,351 for Food Service Operations.

Figure A-6: Capital Assets

	Governmental Activities		Business-Type Activities		Total District		Total % Change
	2020	2019	2020	2019	2020	2019	
Land	$ 337,624	$ 337,624	$ -	$ -	$ 337,624	$ 337,624	0.00%
Construction in progress	290,844	23,371	-	4,838	290,844	28,209	931.03%
Buildings	24,964,001	24,619,663	-	-	24,964,001	24,619,663	1.40%
Improvements other than					-		
buildings	2,304,152	2,288,227	-	-	2,304,152	2,288,227	0.70%
Furniture and Equipment	4,192,126	3,944,546	578,632	488,756	4,770,758	4,433,302	7.61%
Total Assets	$32,088,747	$31,213,431	$ 578,632	$ 493,594	$32,667,379	$31,707,025	3.03%

Long-Term Debt

At year end, the District's governmental activities had $5,849,199 in SAVE Revenue bonds outstanding, $17,450 in compensated absences, $36,823 in a capital lease for copiers district-wide, $249,527 total OPEB liability, and $7,639,609 in net pension liability. The school nutrition fund showed compensated absences of $5,270, net pension liability of $240,059, and total OPEB liability of $7,717.

Additional information about the District's long-term debt is presented in Note 7 to the financial statements.

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

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

- The District enrollment for 2019-20 increased by approximately 28 students. The enrollment for the 2020-21 school year shows an approximate increase of about 11 students. In addition, the number of students open-enrolled out of the district has increased from 57 to 66 and the number open-enrolled into the district has increased from 45 to 47.

- Allowable growth was set at 2.06% for the 2019-20 fiscal year. The allowable growth for 2020-21 was set at 2.30% and has not been set for the 2021-22 fiscal year.

- The District will receive an additional $120,000 of ESSR and GEER funds for COVID-19 relief. The District will also receive about $75,000 in grant money from Sioux Rivers Regional Mental Health & Disabilities Services for COVID-19 CARES Act money.

- Due to COVID-19, the district will see a decrease in future Sales Tax revenue, due to decreased sales and spending by district constituents.

- The City of Orange City has several housing initiatives underway. There has been an expansion of single unit and multiple unit homes built. Growth in the community has been seen.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Kim Dykstra, District Secretary and Business Manager, MOC-Floyd Valley Community School District, 709 8th Street SE, Orange City, Iowa 51041.

BASIC FINANCIAL STATEMENTS

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities	Business Type Activity	Total
ASSETS			
Cash and Pooled Investments	$ 9,993,831	$ 388,029	$ 10,381,860
Receivables:			
Property Tax	122,100	-	122,100
Succeeding Year Property Tax	8,853,852	-	8,853,852
Income Surtax	352,285	-	352,285
Accounts	17,246	10,563	27,809
Due from Other Governments	566,843	41,420	608,263
Prepaid Expense	1,315	-	1,315
Inventories	-	31,446	31,446
Land	337,624	-	337,624
Construction in Progress	290,844	-	290,844
Infrastructure, Property and Equipment, Net of Accumulated Depreciation	15,346,661	358,439	15,705,100
Total Assets	35,882,601	829,897	36,712,498
DEFERRED OUTFLOWS OF RESOURCES			
OPEB Related Deferred Outflows	29,548	914	30,462
Pension Related Deferred Outflows	1,979,339	57,122	2,036,461
	2,008,887	58,036	2,066,923
LIABILITIES			
Accounts Payable	720,676	21,303	741,979
Interfund Balances	(32,900)	32,900	-
Salaries and Benefits Payable	1,760,945	18,274	1,779,219
Accrued Interest Payable	15,963	-	15,963
Unearned Revenue	78,567	36,382	114,949
Noncurrent Liabilities:			
Due Within One Year:			
Bonds Payable	528,879	-	528,879
Capital Lease	18,048	-	18,048
Due in More Than One Year:			
Accrued Compensated Absences	17,450	5,270	22,720
Capital Lease	18,775	-	18,775
Bonds Payable	5,320,320	-	5,320,320
Net Pension Liability	7,639,609	240,059	7,879,668
Total OPEB Liability	249,527	7,717	257,244
Total Liabilities	16,335,859	361,905	16,697,764
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue -			
Subsequent Year Property Taxes	8,853,852	-	8,853,852
Pension Related Deferred Inflows	1,136,814	35,722	1,172,536
OPEB Related Deferred Inflows	39,134	1,210	40,344
Total Deferred Inflows of Resources	10,029,800	36,932	10,066,732
NET POSITION			
Net Investment in Capital Assets	10,089,107	358,439	10,447,546
Restricted for:			
Categorical Funding	266,545	-	266,545
Debt Service	47,659	-	47,659
Management Levy	1,317,081	-	1,317,081
Physical Plant and Equipment Levy	126,019	-	126,019
School Infrastructure	1,438,350	-	1,438,350
Student Activities	233,950	-	233,950
Unrestricted	(1,992,882)	130,657	(1,862,225)
Total Net Position	$ 11,525,829	$ 489,096	$ 12,014,925

See Accompanying Notes to Financial Statements

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

		Program Revenues	
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants Contributions**
Governmental Activities:			
Instruction:			
Regular Instruction	$ 8,699,819	$ 318,542	$ 1,196,369
Special Instruction	2,615,634	248,544	438,169
Other Instruction	1,252,658	795,045	49,080
Support Services:			
Student Services	472,571	-	-
Instructional Staff Services	1,309,601	-	35,075
Administration Services	1,423,903	-	-
Operation and Maintenance	1,451,519	51,170	-
Transportation Services	763,665	-	106,982
Non-instructional Programs	86,763	59,377	-
Other Expenditures:			
Facilities Acquisition and Construction Services	145,865	-	-
Long-term Debt Interest	199,545	-	-
AEA Flowthrough	723,387	-	723,387
Total governmental activities	19,144,930	1,472,678	2,549,062
Business Type Activity:			
Non-instructional Programs			
Food Service Operations	1,008,185	530,555	433,715
Total	$ 20,153,115	$ 2,003,233	$ 2,982,777
General Revenues:			
Property Tax Levied For:			
General Purposes			
Debt Service			
Capital Outlay			
Instructional Support Surtax			
Statewide Sales, Services, and Use Tax			
Unrestricted State Grants			
Unrestricted Investment Earnings			
Gain on Sale of Uncapitalized Assets			
Other			
Transfers			
Total general revenues and transfers			
Change in net position			
Net position - Beginning			
Net position - Ending			

See Accompanying Notes to Financial Statements

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business Type Activity	Total
$ (7,184,908)		$ (7,184,908)
(1,928,921)		(1,928,921)
(408,533)		(408,533)
(472,571)		(472,571)
(1,274,526)		(1,274,526)
(1,423,903)		(1,423,903)
(1,400,349)		(1,400,349)
(656,683)		(656,683)
(27,386)		(27,386)
(145,865)		(145,865)
(199,545)		(199,545)
-		-
(15,123,190)		(15,123,190)
-	(43,915)	(43,915)
$ (15,123,190)	$ (43,915)	$ (15,167,105)
6,464,924	-	6,464,924
4,360	-	4,360
235,429	-	235,429
439,084	-	439,084
1,510,524	-	1,510,524
6,612,401	-	6,612,401
138,851	9,349	148,200
3,166	-	3,166
44,156	-	44,156
32,900	(32,900)	-
15,485,795	(23,551)	15,462,244
362,605	(67,466)	295,139
11,163,224	556,562	11,719,786
$ 11,525,829	$ 489,096	$ 12,014,925

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and Pooled Investments	$ 5,711,142	$ 59,262	$ 3,366,492	$ 9,136,896
Receivables:				
Property Tax	103,575	4,360	14,165	122,100
Succeeding Year Property Tax	6,096,236	2,011,827	745,789	8,853,852
Income Surtax	352,285	-	-	352,285
Accounts	17,246	-	-	17,246
Due from Other Funds	33,423	-	38,457	71,880
Due from Other Governments	439,551	-	127,292	566,843
Prepaid Expense	1,315	-	-	1,315
Total Assets	12,754,773	2,075,449	4,292,195	19,122,417
LIABILITIES				
Liabilities:				
Accounts Payable	338,026	-	379,429	717,455
Due to Other Funds	-	-	38,980	38,980
Salaries and Benefits Payable	1,750,556	-	10,389	1,760,945
Unearned Revenue	78,567	-	-	78,567
Total Liabilities	2,167,149	-	428,798	2,595,947
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue -				
Subsequent Year Property Taxes	6,096,236	2,011,827	745,789	8,853,852
Income Surtax	352,285	-	-	352,285
Delinquent Property Taxes	11,264	-	2,208	13,472
Total Deferred Inflows of Resources	6,459,785	2,011,827	747,997	9,219,609
Fund Balances:				
Nonspendable	1,315	-	-	1,315
Restricted for:				
Categorical Funding	266,545	-	-	266,545
Debt Service	-	63,622	-	63,622
Management Levy	-	-	1,317,081	1,317,081
Physical Plant and Equipment Levy	-	-	126,019	126,019
School Infrastructure	-	-	1,438,350	1,438,350
Other Special Revenue Purposes	-	-	233,950	233,950
Unassigned	3,859,979	-	-	3,859,979
Total Fund Balances	4,127,839	63,622	3,115,400	7,306,861
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 12,754,773	$ 2,075,449	$ 4,292,195	$ 19,122,417

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITON
JUNE 30, 2020

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Total Fund Balance - Governmental Funds (page 17)		$ 7,306,861
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.		15,975,129
Accrued interest payable on long-term liabilities is not due and payable in the current period and, therefore, is not reported as a liability in the governmental funds.		(15,963)
Internal service funds are used by management to charge the cost of certain activities, such as health insurance, to individual funds. The assets and liabilities of the Internal Service Funds are:		
Current assets	$ 856,935	
Accounts payable	(3,221)	853,714
Unavailable revenues from the balance sheet that provide current financial resources for governmental activities.		365,757
Accrued compensated absences not reported on the modified accrual basis.		(17,450)
OPEB and Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds, as follows:		
OPEB Related Deferred Outflows of Resources	29,548	
OPEB Related Deferred Inflows of Resources	(39,134)	
Pension Related Deferred Outflows of Resources	1,979,339	
Pension Related Deferred Inflows of Resources	(1,136,814)	832,939
Long-term liabilities, including bonds payable, net pension liability and other postemployment benefits payable, are not due and payable in the current year and therefore are not reported in the governmental funds.		
Revenue Bonds	(5,849,199)	
Capital Lease Obligations	(36,823)	
Net Pension Liability	(7,639,609)	
Total OPEB Liability	(249,527)	(13,775,158)
Total Net Position - Governmental Activities (page 14)		$ 11,525,829

See Accompanying Notes to Financial Statements

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUE:				
Local Sources:				
Local Tax	$ 6,491,567	$ 4,360	$ 2,260,141	$ 8,756,068
Tuition	384,586	-	-	384,586
Other	287,292	-	397,393	684,685
State Sources	9,246,336	-	11,673	9,258,009
Federal Sources	489,875	-	-	489,875
Total Revenue	16,899,656	4,360	2,669,207	19,573,223
EXPENDITURES:				
Current:				
Instruction:				
Regular Instruction	7,847,344	-	84,612	7,931,956
Special Instruction	2,537,966	-	-	2,537,966
Other Instruction	907,051	-	283,458	1,190,509
Support Services:				
Student Services	456,131	-	1,929	458,060
Instructional Staff Services	1,109,870	-	122,213	1,232,083
Administration Services	1,332,055	-	3,452	1,335,507
Operation and Maintenance	1,225,482	-	222,784	1,448,266
Transportation Services	616,391	-	119,126	735,517
Non-instructional Programs	60,182	-	9,666	69,848
Other Expenditures:				
Facilities Acquisition and Construction Services	-	-	918,797	918,797
Long-term Debt:				
Principal	-	529,337	-	529,337
Interest and Fiscal Charges	-	200,989	-	200,989
AEA Flowthrough	723,387	-	-	723,387
Total Expenditures	16,815,859	730,326	1,766,037	19,312,222
Excess (Deficiency) of Revenues Over Expenditures	83,797	(725,966)	903,170	261,001
Other Financing Sources (Uses):				
Transfers In	32,900	730,326	-	763,226
Transfers Out	-	-	(730,326)	(730,326)
Gain on Sale of Uncapitalized Assets	3,166	-	-	3,166
Proceeds from Sale of Capital Assets	-	-	2,500	2,500
Total Other Financing Sources (Uses)	36,066	730,326	(727,826)	38,566
Net Change in Fund Balances	119,863	4,360	175,344	299,567
Fund Balances - Beginning of Year	4,007,976	59,262	2,940,056	7,007,294
Fund Balances - End of Year	$ 4,127,839	$ 63,622	$ 3,115,400	$ 7,306,861

See Accompanying Notes to Financial Statements

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds (page 19)		$ 299,567
Governmental funds report capital outlays, including infrastructure, as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Expenditures for capital assets exceeded depreciation expense in the current year as follows:		
Expenditures for capital assets	$ 1,032,150	
Depreciation expense	(938,562)	93,588
Governmental funds report only the proceeds from the sale of capital assets as revenue whereas the statement of activities reports the gain or loss on the sale or disposal of fixed assets. This is the effect on the change in net position on the statement of activities.		(22,799)
Proceeds from issuing long-term liabilities provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term liabilities is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the statement of net position. Current year payments totaled:		529,337
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when due. In the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due.		1,444
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund financial statements.		13,472
The current year District employer share of IPERS contributions are reported as expenditures in the governmental funds, but are recorded as a deferred outflow of resources in the statement of net position.		985,764
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:		
Pension expense	(1,463,706)	
Total OPEB liability	(13,535)	(1,477,241)
Long-term accrual of compensated absences is not reported in the governmental funds as it does not consume current financial resources. The net change in the long-term compensated absences for the year was:		655
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues.		(115,225)
Internal service funds are used by management to charge the costs of health insurance and benefits to individual funds. The net income of the Internal Services funds is reported with governmental activities net of the amount allocated to business-type activities:		
Change in Net Position		54,043
Change in net position of governmental activities (page 16)		$ 362,605

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	Business Type Activity School Nutrition Fund	Governmental Activities Internal Service
ASSETS		
Current Assets:		
Cash and Pooled Investments	$ 388,029	$ 856,935
Inventories	31,446	-
Receivables:		
Accounts	10,563	-
Due from Other Governments	41,420	-
Total Current Assets	471,458	856,935
Noncurrent Assets:		
Infrastructure, Property and Equipment, Net of Accumulated Depreciation	358,439	-
Total Noncurrent Assets	358,439	-
Total Assets	829,897	856,935
Deferred Outflows of Resources:		
OPEB Related Deferred Outflows	914	-
Pension Related Deferred Outflows	57,122	-
Total Deferred Outflows of Resources	58,036	-
LIABILITIES		
Current Liabilities:		
Accounts Payable	21,303	3,221
Due to Other Funds	32,900	-
Salaries and Benefits Payable	18,274	-
Unearned Revenue	36,382	-
Total Current Liabilities	108,859	3,221
Noncurrent Liabilities:		
Accrued Compensated Absences	5,270	-
Net Pension Liability	240,059	-
Total OPEB Liability	7,717	-
Total Noncurrent Liabilities	253,046	-
Total Liabilities	361,905	3,221
Deferred Inflows of Resources:		
OPEB Related Deferred Inflows	1,210	-
Pension Related Deferred Inflows	35,722	-
Total Deferred Inflows of Resources	36,932	-
NET POSITION		
Net Investment in Capital Assets	358,439	-
Unrestricted	130,657	853,714
Total Net Position	$ 489,096	$ 853,714

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Business Type Activity	Governmental Activities
	School Nutrition Fund	Internal Service
Operating Revenues:		
Charges for services	$ 528,111	$ 200,405
Miscellaneous	5,155	-
Total Operating Revenue	533,266	200,405
Operating Expenses:		
Non-Instructional Programs:		
Food Service Operations:		
Salaries	347,252	-
Benefits	111,189	-
Food	401,156	-
Purchased Services	5,036	-
Supplies	94,359	-
Other	9,842	-
Depreciation	39,351	-
Other Enterprise Operations:		
Benefits	-	145,400
Purchased Services	-	15,350
Total Operating Expenses	1,008,185	160,750
Operating Income (Loss)	(474,919)	39,655
Non-Operating Revenues (Expenses):		
Interest Income	9,349	14,388
State Lunch Reimbursements	6,638	-
National School Lunch Program	384,398	-
Federal Food Commodities Received	39,968	-
Total Non-Operating Revenues	440,353	14,388
Income before Contributions and Transfers	(34,566)	54,043
Transfers to other Funds	(32,900)	-
Change in net position	(67,466)	54,043
Net Position - Beginning of Year	556,562	799,671
Net Position - Ending	$ 489,096	$ 853,714

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Business Type Activity	Governmental Activities
	School Nutrition Fund	Internal Service
Cash flows from operating activities:		
Cash received from sale of lunches and breakfasts	$ 558,368	$ 200,405
Cash received from miscellaneous operating activities	5,155	-
Cash paid to employees for services	(398,098)	-
Cash paid to suppliers for goods or services	(460,546)	(169,119)
Total cash provided (used) by operating activities	(295,121)	31,286
Cash flows from noncapital financing activities:		
State grants received	6,638	-
Federal grants received	345,043	-
Total cash provided by noncapital financing activities	351,681	-
Cash flows from capital and related financing activities:		
Transfers to other funds	(32,900)	-
Acquisition of capital assets	(52,138)	-
Net Cash (Used) by Capital and Related Financing Activities	(85,038)	-
Cash flows from investing activities:		
Interest on investments	9,349	14,388
Net increase (decrease) in cash and cash equivalents	(19,129)	45,674
Cash and cash equivalents - beginning of year	407,158	811,261
Cash and cash equivalents - end of year	388,029	856,935
Reconciliation of operating income (loss) to net cash provided (used) in operating activities:		
Operating income (loss)	(474,919)	39,655
Adjustments to reconcile net operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	39,351	-
Commodities used	39,968	-
(Increase) decrease in assets and deferred outflows of resources and increase (decrease) in liabilities and deferred inflows of resources:		
Accounts Receivable	8,849	-
Prepaid Expenses	18,801	
Inventories	(12,527)	-
Accounts Payable	3,605	(8,369)
Salaries and Benefits Payable	17,060	-
Compensated Absences Payable	(225)	-
Unearned Revenue	21,408	-
OPEB Related Deferred Outflows of Resources	(676)	-
OPEB Related Deferred Inflows of Resources	1,042	-
Total OPEB Liability	52	-
Net Pension Liability	11,690	-
Pension Related Deferred Outflow of Resources	7,501	-
Pension Related Deferred Inflows of Resources	23,899	-
Net cash provided (used) in operating activities	$ (295,121)	$ 31,286
Non-cash investing, capital and financing activities:		
Federal food commodities received	$ 39,968	$ -

See Accompanying Notes to Financial Statements

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET POSITION
AGENCY FUNDS
JUNE 30, 2020

		2020
Assets:		
Cash and Temporary Cash Investments	$	194,073
Total Assets		194,073
Liabilities:		
Other Payables		194,073
Net Position	$	-

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The MOC-Floyd Valley Community School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve and special education pre-kindergarten. Additionally, the District either operates or sponsors various adult education programs. These courses include remedial education as well as vocational and recreational courses. The geographic area served includes the cities of Maurice, Orange City, Alton, Hospers, Newkirk and Granville, Iowa, and the predominate agricultural territory in Sioux and O'Brien Counties in Iowa. The district is governed by a Board of Education whose members are elected on a non-partisan basis.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Government Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, MOC-Floyd Valley Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the District. MOC-Floyd Valley Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly Governed Organizations - The District participates in a jointly governed organization that provides services to the District but do not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Sioux County Assessor's Conference Board.

B. Basis of Presentation

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. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for service. The District's internal service fund is classified as a governmental-type activity.

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

Net Investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt attributable to the acquisition, construction or improvement of those assets.

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

The District reports the following major governmental funds:

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

The Debt Service Fund is utilized to account for property tax and other revenues to be used for the payment of interest and principal on the District’s long-term debt.

The District reports the following major proprietary fund:

The District’s major proprietary fund is the Enterprise, School Nutrition Fund. This fund is used to account for the food service operations of the District.

Additionally, the District reports the following fund types:

Internal Service Fund – Internal Service Funds account for operations that provide services to other departments or agencies of the government, or to other governments on a cost-reimbursement basis.

The District’s internal service fund is presented in the proprietary fund financial statements. Because the principal users of the internal services are the District’s governmental activities, the financial statements of the internal service fund are consolidated into the governmental activities column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity.

A description of the District’s internal service fund is as follows:

Split-Funding Health Insurance – To account for the funding and maintenance of the District’s partial self-funded health insurance provided to District employees.

Fiduciary Funds – Fiduciary Funds focus on net position and changes in net position. The District’s fiduciary funds are as follows:

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Flex Agency Fund – The Flex account is the District's cafeteria plan. Employees of the District deposit monies into this fund, which are held by the District until they are disbursed back to the depositor.

Band Parents Agency Fund – This fund is used to account for assets held by the District as an agent for this private organization.

C. Basis of Accounting/Measurement Focus

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied. When expenses can be paid using multiple funding sources, the District's policy is to first apply towards restricted fund balance where applicable.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year-end.

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financial sources.

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

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is generally to first apply the expenditure toward restricted fund balance and then to less restricted classifications – committed, assigned, and then unassigned fund balances.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflows of Resources and Fund Equity

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

Cash, Pooled Investments and Cash Equivalents – The cash balances of most District funds are pooled and invested. Investments are stated at fair value.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and, at the day of purchase, have a maturity date no longer than three months.

Property Tax Receivable – Property tax in governmental funds is accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date the tax asking is certified by the Board of Education. Delinquent property tax receivable represents unpaid taxes for the current and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget in April of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1½% per month penalty for delinquent payments; is based on January 1, 2018 assessed property valuations; is for the tax accrual period July 1, 2019 through June 30, 2020 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2019.

Due from Other Governments – Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

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

Prepaid Expenses – Certain payments to venders reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets – Capital assets, which include property, furniture and equipment, are reported in the applicable governmental or business type activities columns in the government-wide Statement of Net Position. Capital assets are recorded at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repair that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are defined by the District as assets with an initial, individual cost in excess of $2,000 for governmental capital assets and $500 for school nutrition capital assets.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets are depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives (In Years)
Buildings	50 years
Improvements, other than buildings	20-50 years
Furniture and equipment	5-15 years

Salaries and Benefits Payable – Payroll and related expenditures for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities.

Unearned Revenue – Unearned revenue in the Statement of Net Position consists of unused hot lunch revenue and unspent grant proceeds.

Deferred Outflows of Resources – Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense / expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension, OPEB, and operating expense and contributions from the employer after the measurement date but before the end of the employer's reporting period.

Compensated Absences – District employees can accumulate a limited amount of earned but unused sick pay for subsequent use or for partial payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide financial statements and the proprietary fund financial statements. A liability for these amounts is reported in governmental fund financial statements only for employees who have resigned or retired. The compensated absences liability has been computed based on a flat dollar amount per day. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

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

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and additions to / deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, the 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.

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

Deferred Inflows of Resources – Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources consist of property tax and income surtax receivable and other receivables not collected within sixty days after year end.

Deferred inflows of resources in the Statement of Net Position consist of succeeding year property tax receivables that will not be recognized until the year for which it is levied and the unamortized portion of the net difference between projected and actual earnings on pension plan investment and OPEB related deferred inflows.

Fund Equity – In the governmental fund financial statements, fund balances are classified as follows:

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.

Unassigned – All amounts not included in other spendable classifications.

Restricted Net Position – In the government-wide Statement of Net Position, net position is reported as restricted when constraints placed on net position use are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or are imposed by law through constitutional provisions or enabling legislation.

E. Budgets and Budgetary Accounting

The budgetary comparison and related disclosures are reported as Required Supplementary Information. During the year ended June 30, 2020, expenditures did not exceed the amounts budgeted.

NOTE 2 – CASH AND POOLED INVESTMENTS

The District's deposits in banks at June 30, 2020 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The District is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Education; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies, certain joint investment trusts; and warrants or improvement certificates of a drainage district.

Custodial Credit Risk – The District has no policy in place regarding custodial credit risk and deposits with financial institutions; however, deposits are insured by the state sinking fund, which provides for additional assessments against depositories to avoid loss of public funds.

NOTE 2 – CASH AND POOLED INVESTMENTS (CONTINUED)

Interest Rate Risk – This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

The District had no investments as of June 30, 2020 meeting the definition of GASB Statement 72.

NOTE 3 – INTERFUND TRANSFERS

The detail of short-term interfund transfers for the year ended June 30, 2020 is as follows:

Transfer To	Transfer From	Amount
Debt Service	Capital Project – Statewide Sales, Services, and Use Tax	$ 711,146
General Fund	School Nutrition Fund	32,900
Debt Service	PPEL	19,180
Total		$ 763,226

Transfers generally move revenues from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources.

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Governmental Activities				
Capital assets not being depreciated:				
Land	$ 337,624	$ -	$ -	$ 337,624
Construction in Progress	23,371	581,206	313,733	290,844
Total capital assets not being depreciated	360,995	581,206	313,733	628,468
Capital assets being depreciated:				
Buildings	24,619,663	483,772	139,434	24,964,001
Improvements other than buildings	2,288,227	15,925	-	2,304,152
Furniture and equipment	3,944,546	264,980	17,400	4,192,126
Total assets being depreciated	30,852,436	764,677	156,834	31,460,279
Less: Accumulated Depreciation for:				
Buildings	11,555,860	628,594	116,635	12,067,819
Improvements other than buildings	924,019	106,697	-	1,030,716
Furniture and equipment	2,829,212	203,271	17,400	3,015,083
Total Accumulated depreciation	15,309,091	938,562	134,035	16,113,618
Total capital assets being depreciated, net	15,543,345	(173,885)	22,799	15,346,661
Governmental activities capital assets, net	$ 15,904,340	$ 407,321	$ 336,532	$ 15,975,129

Construction in progress as of June 30, 2020 consists of costs associated with a new boiler at Hospers Elementary and the construction of a new elementary school building.

NOTE 4 – CAPITAL ASSETS (CONTINUED)

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Business Type Activities				
Capital assets not being depreciated:				
Construction in Progress	$ 4,838	$ 35,591	$ 40,429	$ -
Total capital assets not being depreciated	4,838	35,591	40,429	-
Furniture and equipment	488,756	89,876	-	578,632
Less: Accumulated depreciation	180,842	39,351	-	220,193
Total capital assets being depreciated, net	307,914	50,525	-	358,439
Business Type Activities capital assets, net	$ 312,752	$ 86,116	$ 40,429	$ 358,439

Depreciation expense was charged to the functions as follows:

Governmental Activities	
Regular Instruction	$ 557,471
Special Instruction	3,582
Other Instruction	103,412
Instructional Staff Services	48,173
Administration Services	51,897
Operation and Maintenance	76,537
Transportation Services	97,490
	$ 938,562
Business-type Activities	
Food Service Operations	$ 39,351

Reconciliation of Net Investment in Capital Assets:	Governmental Activities	Business-type Activity
Land	$ 337,624	$ -
Construction in Progress	290,844	-
Capital Assets (net of accumulated depreciation)	15,346,661	358,439
Less: Capital Lease	36,823	-
Less: Bonds Payable	5,849,199	-
Net Investment in Capital Assets	$ 10,089,107	$ 358,439

NOTE 5 – PENSION PLAN

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

NOTE 5 – PENSION PLAN (CONTINUED)

IPERS benefits are established under Iowa Code chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits - A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. (These qualifications must be met on the member's first month of entitlement to benefits.) Members cannot begin receiving retirement benefits before age 55.

The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier (based on years of service).
- The member's highest five-year average salary. (For members with service before June 30, 2012, the highest three-year average salary as of that date will be used if it is greater than the highest five-year average salary).

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50% for each month that the member receives benefits before age 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and Death Benefits - A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions - Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30 year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2020, pursuant to the required rate, Regular members contributed 6.29 percent of covered payroll and the District contributed 9.44 percent of covered payroll for a total rate of 15.73 percent.

The District's total contributions to IPERS for the year ended June 30, 2020 were $1,011,663.

NOTE 5 – PENSION PLAN (CONTINUED)

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2020, the District reported a liability of $7,879,668 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2019, the District's collective proportion was 0.1360755 percent, which was an increase of 0.0030855 percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized pension expense of $1,532,695. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	$ 21,845	$ 283,312
Changes of assumptions	844,026	-
Net difference between projected and actual earnings on pension plan investments	-	887,944
Changes in proportion and difference between District contributions and proportionate share of contributions	158,927	1,280
District contributions subsequent to the measurement date	1,011,663	-
Total	$ 2,036,461	$ 1,172,536

$1,011,663 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2021	$ 235,828
2022	(155,686)
2023	(105,914)
2024	(116,899)
2025	(5,067)
Total	$ (147,738)

There were no non-employer contributing entities at IPERS.

NOTE 5 – PENSION PLAN (CONTINUED)

Actuarial assumptions – The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation (effective June 30, 2017)	2.60 percent per annum
Rates of salary increase (effective June 30, 2017)	3.25 to 16.25 percent, average, including inflation. Rates vary by membership group.
Long-term investment rate of return (effective June 30, 2017)	7.00 percent, compounded annually, net of investment expense, including inflation.
Wage growth (effective June 30, 2017)	3.25 percent per annum base on 2.60 percent inflation and 0.65 percent real wage inflation.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies dated March 24, 2017, and a demographic assumption study dated June 28, 2018.

Mortality rates used in the 2019 valuation were based on the RP-2014 Employee and Healthy Annuitant Tables with MP-2017 generational adjustments.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates (expected returns, net of 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. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	22.0%	5.60%
International equity	15.0	6.08
Global smart beta equity	3.0	5.82
Core plus fixed income	27.0	1.71
Public credit	3.5	3.32
Public real assets	7.0	2.81
Cash	1.0	(0.21)
Private equity	11.0	10.13
Private real assets	7.5	4.76
Private credit	3.0	3.01
Total	100.00%	

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

NOTE 5 – PENSION PLAN (CONTINUED)

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

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of net pension liability	$ 13,991,741	$ 7,879,668	$ 2,752,922

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

NOTE 6 – OTHER POST EMPLOYMENT BENEFITS

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

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

Retired participants must be age 55 or older at retirement. At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	2
Active employees	148
Total	150

Total OPEB Liability – The District's total OPEB liability of $257,244 was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2019.

Actuarial Assumptions – The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement.

Rate of inflation (effective June 30, 2020)	2.60 percent per annum
Rates of salary increase (effective June 30, 2020)	3.25 to 16.25 percent per annum, including inflation
Discount rate (effective June 30, 2020)	2.21 percent compounded annually, including inflation
Healthcare cost trend rate (effective June 30, 2020)	6.20 initial rate decreasing to an ultimate rate of 4.00 percent

NOTE 6 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Discount Rate – The discount rate used to measure the total OPEB liability was 2.21% which reflects the index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date.

Mortality rates are from the RP-2014 Employee total dataset mortality table projected generationally using Scale AA. Annual retirement probabilities are based on varying rates by age and turnover probabilities mirror those used by IPERS.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study with dates corresponding to those listed above.

Changes in the Total OPEB Liability

	Total OPEB Liability
Total OPEB liability beginning of year	$ 255,500
Changes for the year:	
Service cost	13,781
Interest	7,988
Differences between expected and actual experiences	(39,181)
Changes in assumptions	25,886
Benefit payments	(6,730)
Net Changes	1,744
Total OPEB liability end of year	$ 257,244

Changes in assumptions reflect a change in the discount rate from 3.50% in fiscal year 2019 to 2.21% in fiscal year 2020.

Sensitivity of the District's 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% lower (1.21%) or 1% higher (3.21%) than the current discount rate.

	1% Decrease (1.21%)	**Discount Rate (2.21%)**	**1% Increase (3.21%)**
Total OPEB Liability	$ 277,317	$ 257,244	$ 238,123

Sensitivity of the District's Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the District as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (5.20%) or 1% higher (7.20%) than the current healthcare cost trend rates.

	1% Decrease (5.20%)	**Healthcare Cost Trend Rate (6.20%)**	**1% Increase (7.20%)**
Total OPEB Liability	$ 227,441	$ 257,244	$ 292,551

NOTE 6 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

OPEB Expense and Deferred Inflows and Outflows of Resources Related to OPEB – For the year ended June 30, 2020, the District recognized OPEB expense of $20,683. At June 30, 2020, the District reported deferred outflows and inflows of resources related to OPEB from the following resources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	$ -	$ 35,415
Changes in assumptions and other inputs	30,462	4,929
Total	$ 30,462	$ 40,344

The net amount reported as deferred outflows and inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year ending June 30,	Amount
2021	$ (1,086)
2022	(1,086)
2023	(1,086)
2024	(1,086)
2025	(1,086)
Thereafter	(4,452)
	$ (9,882)

NOTE 7 – LONG-TERM LIABILITIES

Changes in long-term liabilities for the year ended June 30, 2020 are summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Revenue Bonds	$ 6,361,188	$ -	$ 511,989	$ 5,849,199	$ 528,879
Compensated Absences	18,105	-	655	17,450	-
Capital Lease	54,171	-	17,348	36,823	18,048
Total Long-Term Liabilities	$ 6,433,464	$ -	$ 529,992	$ 5,903,472	$ 546,927
Business Type Activities:					
Compensated Absences	$ 5,495	$ -	$ 225	$ 5,270	$ -
Total Long-Term Liabilities	$ 5,495	$ -	$ 225	$ 5,270	$ -

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds

Details of the District's June 30, 2020 statewide sales, services and use tax revenue bonded indebtedness are as follows:

	Bond Issue of July 1, 2014			
Year Ending June 30	Interest Rates	Principal	Interest	Total
2021	3.25%	$ 528,879	$ 182,267	$ 711,146
2022	3.25	546,326	164,820	711,146
2023	3.25	564,349	146,797	711,146
2024	3.25	582,966	128,180	711,146
2025	3.25	602,197	108,949	711,146
2026-2030	3.25	3,024,482	234,936	3,259,418
		$ 5,849,199	$ 965,949	$ 6,815,148

The District has pledged future statewide sales, services, and use tax revenues to repay the revenue bonds issued in July 2014. The bonds were issued for the purpose of refunding the remaining portion of the 2012 revenue bonds which matured July 1, 2015 and for the purpose of financing the construction costs associated with various improvements and renovation projects. The bonds are payable solely from the proceeds of the statewide sales, services, and use tax revenues received by the District and are payable through 2030. The bonds are not a general obligation of the District. Annual principal and interest payments on the bonds are expected to require the majority of the statewide sales, services, and use tax revenues. The total principal and interest remaining to be paid on the notes is $6,815,148. For the current year, $711,146 of principal and interest was paid on the bonds and total statewide sales, services, and use tax revenues were $1,510,524.

The resolution providing for the issuance of the statewide sales, services, and use tax revenue bonds includes the following provisions:

1. The proceeds from the issuance of the revenue bonds shall be deposited to the project account.
2. All proceeds from the statewide sales, services and use tax shall be placed in a revenue account.
3. Monies in the revenue account shall be disbursed to make deposits into a sinking account to pay the principal and interest requirements of the revenue bonds for the fiscal year.
4. Any monies remaining in the revenue account after the required transfer to the sinking account may be transferred to the project account to be used for any lawful purpose.

The District was in compliance with all of the provisions during the year ended June 30, 2020.

Capital Lease

In May 2017, the District entered into a five-year lease agreement as lessee for financing the acquisition of nine photocopiers. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its minimum lease payments as of the inception date. The interest rate of the lease is 10.39%.

The assets acquired through capital leases are as follows:

Asset:	Governmental Activities
Furniture and Equipment	$ 86,877
Less: Accumulated Depreciation	13,393
Total	$ 73,484

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

Year Ending 30-Jun	Principal	Interest	Total
2021	$ 18,048	$ 1,133	$ 19,181
2022	18,775	405	19,180
Minimum Lease Payments			38,361
Less: Amount Representing Interest			(1,538)
Present Value of Minimum Lease Payments			$ 36,823

NOTE 8 – RISK MANAGEMENT

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

NOTE 9 – AREA EDUCATION AGENCY

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District's actual amount for this purpose totaled $723,387 for the year ended June 30, 2020 and is recorded in the General Fund.

NOTE 10 – SPLIT FUNDING HEALTH INSURANCE PLAN

The District's Split Funding Health Insurance Fund was established during fiscal year 2011 to account for the partial self-funding of the District's prescription drug benefit and health insurance plans. The plan is funded by District contributions and is administered through a service agreement with Three Rivers Benefit Corporation. The District assumed liability for co-pay amounts of $5 to $20 for prescription drugs and $500 to $1,000 for health insurance depending on the coverage selected by the employee.

Claims payable and estimated claims incurred but not reported are recorded as liabilities of the Internal Services Fund.

	2020
Claims Payable, beginning of year	$ 11,590
Claims Paid	(153,769)
Claims Incurred	145,400
Claims Payable, end of year	$ 3,221

NOTE 11 – CATEGORICAL FUNDING

The District's restricted fund balance for categorical funding at June 30, 2020 is comprised of the following programs:

Program	Amount
Four-year-old Preschool State Aid	$ 100,948
Early Literacy Implementation	87,065
Educator Quality Professional Development	54,112
Talented and Gifted	18,805
Teacher Salary Supplement	5,263
Teacher Leadership Grant	352
Total	$ 266,545

NOTE 12 – CONSTRUCTION COMMITMENT

As of June 30, 2020, the District had two construction contracts outstanding for construction of the new elementary building for $1,665,000. As of June 30, 2020, costs of $196,686 had been incurred against these contracts. The balance of $1,468,314 will be paid as work on the project progresses.

NOTE 13 – TAX ABATEMENTS

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

Tax Abatement of Other Entities

Property tax revenues of the District were reduced by the following amount for the year ended June 30, 2020 under agreements entered into by the following entity:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Orange City	Urban renewal and economic development projects	$ 95,456
City of Alton	Urban renewal and economic development projects	$ 10,301

The State of Iowa reimburses the District an amount equivalent to the increment of valuation on which the property tax is divided times $5.40 per $1,000 of taxable valuation. For the year ended June 30, 2020, this reimbursement amounted to $61,637.

NOTE 14 – PROSPECTIVE ACCOUNTING CHANGE

Governmental Accounting Standards Board has issued Statement No. 84, Fiduciary Activities. This statement will be implemented for the fiscal year ending June 30, 2020. The revised requirements of this statement will enhance the consistency and comparability of fiduciary activity reporting by state and local governments by establishing specific criteria for identifying fiduciary activities and clarifying whether and how business-type activities should report their fiduciary activities.

NOTE 15 – SUBSEQUENT EVENTS

In March 2020, a $37,000,000 bond issue was approved by voters to fund the construction of a new elementary school building. In July 2020, the District issued $9,550,000 of General Obligation School Bonds to fund this project, with the remaining to be drawn as the project progresses.

As of January 20, 2021, the District had entered into three new contracts totaling approximately $2,351,214 related to the construction of the new elementary school.

NOTE 16 – DEFICIT BALANCE

At June 30, 2020 the Capital Project fund had a deficit balance of $283,520 resulting from project costs in excess of available funds. This deficit balance was eliminated upon collection of funds from a bond issuance.

REQUIRED SUPPLEMENTARY INFORMATION

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN BALANCES, BUDGET AND ACTUAL, ALL GOVERNMENTAL FUNDS AND PROPRIETARY FUND

REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Governmental Funds	Proprietary Fund	Total	Final to Actual
	Original	Final	Actual	Actual	Actual	Variance
REVENUE:						
Local Sources:						
Local Tax	$ 7,164,850	$ 7,164,850	$ 8,756,068	$ -	$ 8,756,068	$ 1,591,218
Tuition	458,000	458,000	384,586	-	384,586	(73,414)
Other	1,405,700	1,405,700	684,685	542,615	1,227,300	(178,400)
State Sources	10,646,548	10,646,548	9,258,009	6,638	9,264,647	(1,381,901)
Federal Sources	912,500	912,500	489,875	424,366	914,241	1,741
Total Revenue	20,587,598	20,587,598	19,573,223	973,619	20,546,842	(40,756)
EXPENDITURES:						
Current:						
Instruction	12,192,058	12,192,058	11,660,431	-	11,660,431	531,627
Support Services	5,754,900	5,754,900	5,209,433	-	5,209,433	545,467
Non-instructional Programs	1,136,114	1,136,114	69,848	1,008,185	1,078,033	58,081
Other Expenditures	2,910,546	2,910,546	2,372,510	-	2,372,510	538,036
Total Expenditures	21,993,618	21,993,618	19,312,222	1,008,185	20,320,407	1,673,211
Excess (Deficiency) of Revenues Over Expenditures	(1,406,020)	(1,406,020)	261,002	(34,566)	226,436	1,632,456
Other Financing Sources (Uses):						
Transfers In	754,326	754,326	763,226	-	763,226	8,900
Transfers Out	(754,326)	(754,326)	(730,326)	(32,900)	(763,226)	(8,900)
Gain on Sale of Uncapitalized Assets	-	-	3,166	-	3,166	3,166
Proceeds from Sale of Capital Assets	1,000	1,000	2,500	-	2,500	1,500
Total Other Financing Sources (Uses)	1,000	1,000	38,566	(32,900)	5,666	4,666
Net Change in Fund Balances	(1,405,020)	(1,405,020)	299,568	(67,466)	232,102	1,637,122
Fund Balances - Beginning of Year	7,563,856	7,563,856	7,007,294	556,562	7,563,856	-
Fund Balances - End of Year	$ 6,158,836	$ 6,158,836	$ 7,306,862	$ 489,096	$ 7,795,958	$ -

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

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds except Private Purpose Trust and Custodial Funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on a GAAP basis.

Formal and legal budgetary control for the certified budget is based upon four major classes of expenditures known as functions, not by fund. These four functions are instruction, support services, non-instructional programs and other expenditures. Although the budget document presents function expenditures or expenses by fund, the legal level of control is at the aggregated function level, not by fund. The Code of Iowa also provides District expenditures in the General Fund may not exceed the amount authorized by the school finance formula.

During the year ended June 30, 2020, expenditures did not exceed the amounts budgeted.

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM LAST SIX FISCAL YEARS*
(IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

	2020	2019	2018
District's proportion of the net pension liability	0.1360755%	0.1329900%	0.1316039%
District's proportionate share of the net pension liability	$ 7,880	$ 8,416	$ 8,766
District's covered payroll	$ 10,356	$ 9,995	$ 9,824
District's proportionate share of the net pension liability as a percentage of its covered payroll	76.09%	84.20%	87.70%
Plan fiduciary net position as a percentage of the total pension liability	85.45%	83.62%	82.21%

	2017	2016	2015
District's proportion of the net pension liability	0.1316624%	0.1295760%	0.1255930%
District's proportionate share of the net pension liability	$ 8,286	$ 6,442	$ 5,083
District's covered payroll	$ 9,451	$ 8,925	$ 8,231
District's proportionate share of the net pension liability as a percentage of its covered payroll	87.67%	72.18%	61.75%
Plan fiduciary net position as a percentage of the total pension liability	81.82%	85.19%	87.61%

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

Note: 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.

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT CONTRIBUTIONS
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN YEARS (IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

	2020	2019	2018	2017	2016
Statutorily required contribution	$ 1,012	$ 978	$ 893	$ 877	$ 844
Contributions in relation to the statutorily required contribution	(1,012)	(978)	(893)	(877)	(844)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 10,717	$ 10,356	$ 9,995	$ 9,824	$ 9,451
Contributions as a percentage of covered payroll	9.44%	9.44%	8.93%	8.93%	8.93%

	2015	2014	2013	2012	2011
Statutorily required contribution	$ 797	$ 735	$ 727	$ 648	$ 559
Contributions in relation to the statutorily required contribution	(797)	(735)	(727)	(648)	(559)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 8,925	$ 8,231	$ 8,385	$ 8,030	$ 8,043
Contributions as a percentage of covered payroll	8.93%	8.93%	8.67%	8.07%	6.95%

Changes of Benefit Terms

There were no significant changes in benefit terms.

Changes of Assumptions

The 2018 valuation implemented the following refinements as a result of a demographic assumption study dated June 28, 2018:

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

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

- Decreased the inflation assumption from 3.00 percent to 2.60 percent.
- Decreased the assumed rate of interest on member accounts from 3.75 percent to 3.50 percent per year.
- Decreased the discount rate from 7.50 percent to 7.00 percent.
- Decreased the wage growth assumption from 4.00 percent to 3.75 percent.

The 2014 valuation implemented the following refinements as a result of a quadrennial experience study:

- Decreased the inflation assumption from 3.25 percent to 3.00 percent.
- Decreased the assumed rate of interest on member accounts from 4.00 percent to 3.75 percent per year.
- Adjusted male mortality rates for retirees in the Regular membership group.
- Reduced retirement rates for sheriffs and deputies between the ages of 55 and 64.
- Moved from an open 30-year amortization period to a closed 30-year amortization period for the UAL beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20-year period.

	2020	2019	2018
Service Cost	$ 13,781	$ 12,442	$ 13,501
Interest cost	7,988	9,521	8,405
Difference between expected and actual experiences	(39,181)	-	-
Changes in assumptions	25,886	8,798	(6,954)
Benefit payments	(6,730)	(7,628)	(7,628)
Net change in total OPEB liability	1,744	23,133	7,324
Total OPEB liability beginning of year	255,500	232,367	225,043
Total OPEB liability end of year	$ 257,244	$ 255,500	$ 232,367
Covered-employee payroll	$ 8,690,686	$ 8,069,988	$ 8,181,598
Total OPEB liability as a percentage of covered	3.0%	3.2%	2.8%

Note: 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.

Notes to Schedule of changes in the District's Total OPEB Liability and Related Ratios

Changes in benefit terms

There were no significant changes in benefit terms.

Changes in assumptions

Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period.

Year ended June 30, 2020	2.21%
Year ended June 30, 2019	3.50%
Year ended June 30, 2018	3.95%
Year ended June 30, 2017	3.58%

OTHER SUPPLEMENTARY INFORMATION

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 1

REVENUES:		
Local Sources:		
Local Tax:		
Property Tax	$	5,904,041
Mobile Home Tax		2,603
Utility Tax Replacement Excise Tax		30,614
Surtax		554,309
		6,491,567
Other Local Sources:		
Interest on Investments		89,256
Tuition from Individuals		34,650
Tuition from Other Districts		349,936
Rent		12,450
Sharing Agreements		59,377
Gain on Sale of Uncapitalized Assets		3,166
Miscellaneous		126,209
		675,044
		7,166,611
State Sources:		
State Foundation Aid		7,516,691
Foster Care State Aid		
Teacher Leadership Grants		485,949
Successful Progression for Early Readers Grant		23,664
Non-Public Transportation Aid		94,660
Non-Public Textbook and Technology Aid		12,322
Vocational Education Aid		13,809
AEA Flow-Through		723,387
Iowa Early Intervention		98,114
Revenue in lieu of taxes - military credit		88,092
Other State Aid		189,648
		9,246,336
Federal Sources:		
Title I Grants to Local Educational Agencies		129,096
Improving Teacher Quality State Grants		28,726
Career and Technical Education - Basic Grants to States		14,236
Special Education Pass-Through - IDEA Grant		87,649
English Language Acquisition Grants		19,564
Medicaid		210,604
		489,875
Total Revenue	$	16,902,822

Continued

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 1

EXPENDITURES:	
Instruction:	
Regular Instruction:	
Salaries	$ 5,365,654
Benefits	1,537,903
Services	638,826
Supplies	303,727
Property	917
Other	317
	7,847,344
Special Education Instruction:	
Salaries	1,800,464
Benefits	446,058
Services	272,960
Supplies	15,117
Property	3,367
	2,537,966
Vocational Instruction:	
Salaries	366,736
Benefits	104,316
Services	5,398
Supplies	22,476
Property	9,838
	508,764
Co-curricular Instruction:	
Salaries	322,805
Benefits	63,160
	385,965
Nonpublic Instruction:	
Supplies	12,322
	12,322
Total Instruction	$ 11,292,361

Continued

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 1

Support Services:		
Student Services:		
Guidance Services:		
Salaries	$	285,654
Benefits		77,310
Supplies		472
		363,436
Health Services:		
Salaries		67,736
Benefits		21,200
Services		1,026
Supplies		2,733
		92,695
Total Student Services		456,131
Support Services:		
Instructional Staff Services:		
Improvement of Instruction Services:		
Salaries		373,317
Benefits		96,323
Services		58,737
Supplies		1,769
		530,146
Educational Media Services:		
Salaries		191,700
Benefits		43,498
Services		4,955
Supplies		16,924
		257,077
Other Instructional Staff Support Services:		
Salaries		173,127
Benefits		52,878
Services		59,398
Supplies		29,527
Property		7,717
		322,647
Total Instructional Staff Services	$	1,109,870

Continued

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 1

Support Services (Continued):	
Administration Services:	
Executive Administration:	
Salaries	$ 205,147
Benefits	59,511
Services	27,428
Supplies	11,161
	303,247
School Administration:	
Salaries	618,265
Benefits	210,667
Services	17,755
Supplies	2,959
	849,745
Business Administration:	
Salaries	64,603
Benefits	19,453
Services	24,055
Supplies	183
	108,294
Board of Education:	
Services	51,787
Supplies	8,115
Other	10,867
	70,769
Total Administration Services:	1,332,055
Plant Operation and Maintenance:	
Salaries	454,833
Benefits	124,434
Services	250,652
Supplies	372,872
Property	12,089
Other	10,602
	$ 1,225,482

Continued

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 1

Support Services (Continued):		
Student Transportation:		
Salaries	$	317,617
Benefits		68,859
Services		91,704
Supplies		72,609
Property		25,258
Other		40,344
		616,391
Total Support Services		4,739,929
Non-instructional Programs:		
Community Services:		
Salaries		45,179
Benefits		15,003
Total Non-instructional Programs		60,182
Other Expenditures:		
AEA Flow-Through		723,387
Total Expenditures		16,815,859
Excess of Revenues Over Expenditures		86,963
Other Financing Sources (Uses):		
Proceeds from Issuance of Lease		
Transfers From Other Funds		32,900
Total Other Financing Sources (Uses)		32,900
Net Change in Fund Balance		119,863
Fund Balance - Beginning of Year		4,007,976
Fund Balance - End of Year	$	4,127,839

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
GOVERNMENTAL NONMAJOR FUNDS
JUNE 30, 2020

Schedule 2

	Special Revenue Funds			Capital Projects		
	Management Levy	**Student Activity**	**Statewide Sales, Services and Use Tax**	**Capital Projects Elementary**	**PPEL**	**Total**
ASSETS						
Cash and Pooled Investments	$ 1,319,590	$ 243,077	$ 1,621,793	$ -	$ 182,032	$ 3,366,492
Receivables:						
Property Tax	9,230	-	-	-	4,935	14,165
Succeeding Year Property Tax	499,899	-	-	-	245,890	745,789
Due from Other Funds	-	-	38,457	-	-	38,457
Due from Other Governments	-	-	127,291	-	1	127,292
Total Assets	1,828,719	243,077	1,787,541	-	432,858	4,292,195
LIABILITIES						
Liabilities:						
Accounts Payable	18	8,604	65,671	245,063	60,073	379,429
Due to Other Funds	-	523	-	38,457	-	38,980
Salaries and Benefits Payable	10,389	-	-	-	-	10,389
Total Liabilities	10,407	9,127	65,671	283,520	60,073	428,798
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue -						
Subsequent Year Property Taxes	499,899	-	-	-	245,890	745,789
Delinquent Property Taxes	1,332	-	-	-	876	2,208
Total Deferred Inflows of Resources	501,231	-	-	-	246,766	747,997
Fund Balances:						
Restricted For:						
Management Levy	1,317,081	-	-	-	-	1,317,081
Physical Plant and Equipment Levy	-	-	-	-	126,019	126,019
School Infrastructure	-	-	1,721,870	-	-	1,721,870
Student Activites	-	233,950	-	-	-	233,950
Unassigned	-	-	-	(283,520)	-	(283,520)
Total Fund Balances	1,317,081	233,950	1,721,870	(283,520)	126,019	3,115,400
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 1,828,719	$ 243,077	$ 1,787,541	$ -	$ 432,858	$ 4,292,195

See accompanying independent auditors' report

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL NONMAJOR FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 3

	Special Revenue Funds		Capital Projects			
	Management Levy	Student Activities	Statewide Sales, Services and Use Tax	Capital Projects Elementary	PPEL	Total
REVENUE:						
Local Sources:						
Local Tax	$ 514,188	$ -	$ 1,510,524	$ -	$ 235,429	$ 2,260,141
Other	21,259	301,752	57,880	7,324	9,178	397,393
State Sources	7,509	-	-	-	4,164	11,673
Total Revenue	542,956	301,752	1,568,404	7,324	248,771	2,669,207
EXPENDITURES:						
Current:						
Instruction:						
Regular Instruction	25,484	-	59,128	-	-	84,612
Other Instruction	-	283,458	-	-	-	283,458
Support Services:						
Student Services	1,929	-	-	-	-	1,929
Instructional Staff Services	76,082	-	46,131	-	-	122,213
Administration Services	2,981	-	-	471	-	3,452
Operation and Maintenance	66,878	-	64,593	-	91,313	222,784
Transportation Services	38,425	-	80,701	-	-	119,126
Non-instructional Programs	9,666	-	-	-	-	9,666
Other Expenditures:						
Facilities Acquisition and Construction	-	-	-	290,373	100,805	391,178
Long-term Debt:	-	-	527,619	-	-	527,619
Total Expenditures	221,445	283,458	778,172	290,844	192,118	1,766,037
Excess (Deficiency) of Revenues Over Expenditures	321,511	18,294	790,232	(283,520)	56,653	903,170
Other Financing Sources:						
Transfers Out	-	-	(711,146)	-	(19,180)	(730,326)
Proceeds from Sale of Capital Assets	-	-	2,500	-	-	2,500
Total Other Financing Sources	-	-	(708,646)	-	(19,180)	(727,826)
Net Change in Fund Balance	321,511	18,294	81,586	(283,520)	37,473	175,344
Fund Balances - Beginning of Year	995,570	215,656	1,640,284	-	88,546	2,940,056
Fund Balances - End of Year	$ 1,317,081	$ 233,950	$ 1,721,870	$ (283,520)	$ 126,019	$ 3,115,400

See accompanying independent auditors' report

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN SPECIAL REVENUE FUND, STUDENT ACTIVITY ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 4

	Balance June 30, 2019	Revenues	Expenditures	Operating Transfers	Balance June 30, 2020
Plays/Musical	$ 2,899	$ 2,107	$ 1,523	$ -	$ 3,483
Iowa High School Speech	-	-	3,975	3,975	-
Speech Club	2,586	3,469	2,874	-	3,181
Vocal Robe Rent	6,868	-	-	-	6,868
Iowa High School Music	339	-	4,823	5,062	578
Band Instrument Rent	4,313	7,448	5,142	451	7,070
Band Uniform Rent	1,491	8,205	7,416	-	2,280
Jazz Band	729	-	462	-	267
Middle School Band	963	-	240	(451)	272
Music Gate Receipts	2,991	4,848	1,739	(500)	5,600
Pep Club/Cheerleaders	2,138	3,084	1,970	-	3,252
Dance Team	6,538	521	517	-	6,542
Athletics	18,590	85,759	81,836	500	23,013
Boys Basketball	121	-	707	586	-
Dutch Football	7,386	7,136	13,241	-	1,281
Joint Baseball/Softball	11,182	17,244	18,786	-	9,640
Joint Baseball/Softball Concessions	23,082	576	1,299	(259)	22,100
Wrestling Concessions	1,825	7,472	7,989	-	1,308
Youth Wrestling	572	-	-	-	572
Dutch Volleyball	3,814	1,200	3,218	-	1,796
Annual	9,224	2,100	8,560	89	2,853
Student Council	5,216	4,177	3,687	(452)	5,254
Dutch Avalanche	9,131	2,178	2,762	-	8,547
FFA Club	11,226	51,338	35,391	(920)	26,253
Class of 2021	1,000	1,895	1,845	-	1,050
Class of 2020	2,823	-	2,176	-	647
Class of 2019	212	-	-	(212)	-
Class of 2018	-	-	-	-	-
Class of 2024	70	230	-	300	600
Class of 2025	400	-	-	300	700
Class of 2026	-	-	-	400	400
Book Bash	-	-	156	259	103
Middle/High School Shop	148	246	714	320	-
Awards	-	-	364	364	-
Miscellaneous	2,832	8,010	4,025	(4,738)	2,079
Concessions	21,148	21,155	13,746	(3,597)	24,960
National Honor Society	494	-	583	89	-
Middle School Student Council	1,624	-	-	-	1,624
Middle School Magazines	16,241	24,133	20,129	(1,000)	19,245
Middle School Book Club	514	192	-	-	706
Middle School Pictures	988	-	409	-	579
Reading Counts	14,938	3,766	4,027	(66)	14,611
Cross Country	161	2,724	2,242	-	643
Boys Soccer	823	282	748	-	357
Baseball	3,384	1,354	1,673	(500)	2,565
Boys Golf	659	241	106	-	794
Girls Basketball	1,132	2,745	1,576	-	2,301
Girls Soccer	301	4,860	4,137	-	1,024
Softball	696	550	173	-	1,073
Girls Golf	236	241	-	-	477
Track	1,059	6,156	6,426	-	789
Orange City Outdoor Education	8,572	14,035	10,046	-	12,561
Orange City Elementary Pictures	162	-	-	-	162
Orange City Elementary Book Club	815	75	-	-	890
Totals	$ 215,656	$ 301,752	$ 283,458	$ -	$ 233,950

See accompanying independent auditors report

MOC - FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 5

	Balance June 30, 2019	Additions	Deductions	Balance June 30, 2020
FLEX				
Assets				
Cash and Pooled Investments	$ 9,051	$ 88,423	$ 87,672	$ 9,802
Total Assets	9,051	88,423	87,672	9,802
Liabilities				
Other Payables	9,051	88,423	87,672	9,802
Total Liabilities	9,051	88,423	87,672	9,802
Band Parents				
Assets				
Cash and Pooled Investments	110,199	278,088	204,016	184,271
Total Assets	110,199	278,088	204,016	184,271
Liabilities				
Other Payables	110,199	278,088	204,016	184,271
Total Liabilities	110,199	278,088	204,016	184,271
Totals				
Assets				
Cash and Pooled Investments	119,250	366,511	291,688	194,073
Total Assets	119,250	366,511	291,688	194,073
Liabilities				
Other Payables	119,250	366,511	291,688	194,073
Total Liabilities	$ 119,250	$ 366,511	$ 291,688	$ 194,073

See accompanying independent auditors' report

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
SCHEDULE OF REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
ALL GOVERNMENTAL FUNDS
FOR THE TEN YEARS ENDED JUNE 30, 2020

	Modified Accrual Basis of Accounting			
	2020	**2019**	**2018**	**2017**
Revenues:				
Local Sources:				
Local Tax	$ 8,756,068	$ 8,213,935	$ 7,711,823	$ 7,513,686
Tuition	384,586	331,921	394,114	332,565
Other	687,851	855,449	632,081	617,404
State Sources	9,258,009	8,977,912	8,789,736	8,671,497
Federal Sources	489,875	578,326	555,220	513,204
Total	19,576,389	18,957,543	18,082,974	17,648,356
Expenditures:				
Instruction:				
Regular	7,931,956	7,808,682	7,547,653	7,611,633
Special	2,537,966	2,380,387	2,187,431	2,151,445
Other	1,190,509	1,287,167	1,205,170	1,182,135
Support Services:				
Student	458,060	421,611	365,760	360,248
Instructional Staff	1,232,083	1,214,299	1,041,751	1,114,055
Administration	1,335,507	1,361,196	1,266,107	1,259,762
Operation and maintenance of plant	1,448,266	1,282,140	1,461,208	1,503,299
Transportation	735,517	733,748	748,334	683,567
Non-instructional programs	69,848	69,856	65,841	60,209
Other Expenditures:				
Facilities Acquisition	918,797	221,201	421,813	1,360,404
Long-term debt:				
Principal	529,337	512,315	495,840	464,488
Interest and other charges	200,989	218,011	234,486	246,658
AEA Flowthrough	723,387	690,033	675,121	650,259
Total	$ 19,312,222	$ 18,200,646	$ 17,716,515	$ 18,648,162

See accompanying independent auditors' report

Schedule 6

Modified Accrual Basis of Accounting

2016	2015	2014	2013	2012	2011
$ 7,073,190	$ 7,045,865	$ 7,006,461	$ 6,973,000	$ 6,680,313	$ 6,813,563
352,211	445,484	372,889	317,588	306,496	251,986
1,167,803	672,140	706,089	659,908	694,908	596,633
8,494,674	7,749,295	7,495,123	7,181,925	7,484,581	6,763,471
524,913	503,247	507,795	427,616	709,076	679,637
17,612,791	16,416,031	16,088,357	15,560,037	15,875,374	15,105,290
7,215,151	7,502,903	7,018,338	6,675,244	6,592,324	6,432,633
2,003,746	1,928,940	1,733,992	1,710,672	1,660,435	1,755,192
1,187,649	1,177,438	1,170,537	1,176,610	1,128,732	1,064,930
349,841	346,490	365,110	384,885	504,050	403,605
1,074,752	632,192	565,249	546,491	430,803	514,136
1,207,296	1,174,495	1,143,979	1,193,301	1,132,640	1,078,132
1,237,038	1,209,613	1,208,171	1,055,940	1,102,444	1,019,203
556,745	693,249	556,651	590,443	663,479	490,124
60,307	61,183	57,100	54,381	34,755	794
3,452,277	3,384,971	586,893	1,335,187	304,694	162,335
412,738	1,358,000	658,597	232,040	668,385	839,184
261,392	265,075	61,898	30,978	95,544	133,508
640,613	622,272	578,836	554,844	557,266	603,338
$ 19,659,545	$ 20,356,821	$ 15,705,351	$ 15,541,016	$ 14,875,551	$ 14,497,114

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INDEPENDENT AUDITORS' 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 of the
MOC-Floyd Valley Community School District

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, the business-type activity, each major fund, and the aggregate remaining fund information of the MOC-Floyd Valley Community School District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the MOC-Floyd Valley Community School District's basic financial statements, and have issued our report thereon dated January 20, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the MOC-Floyd Valley Community School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the MOC-Floyd Valley Community School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the MOC-Floyd Valley Community School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness, described in the accompanying schedule of findings and questioned costs as item 2020-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the MOC-Floyd Valley Community School District's financial statements are free from material misstatements, 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 that are required to be reported under *Government Auditing Standards*.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2020 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes

MOC-Floyd Valley Community School District's Response to Findings

The MOC-Floyd Valley Community School District's response to the findings identified in our audit is described in the accompanying schedule of findings. MOC-Floyd Valley Community School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of MOC-Floyd Valley Community School District during the course of our audit. If you have any questions concerning any of the above matters, we would be pleased to discuss them with you at your convenience.

Williams & Company, P.C.
Certified Public Accountants

Le Mars, Iowa
January 20, 2021

PART I: SUMMARY OF INDEPENDENT AUDITORS' RESULTS

(a) Unmodified opinions were issued on the financial statements.

(b) A material weakness in internal control over financial reporting was disclosed by the audit of the financial statements.

(c) The audit did not disclose any non-compliance which is material to the financial statements.

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS

INSTANCES OF NON-COMPLIANCE: No matters were reported.

MATERIAL WEAKNESS:

2020-001 Financial Reporting

Condition and Criteria – The District is responsible for the accuracy and correct reporting of the financial statements. During the audit, we were required to propose and have management post material adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect – The financial information provided by management does not properly present all transactions.

Cause – With a limited number of personnel and current staff workload, they do not allow for adequate review and preparation.

Recommendation – The District should implement procedures to ensure all transactions are properly identified, classified and included in the District's financial statements.

Response – We will revise our current procedures to ensure the proper amounts are recorded in the financial statements in the future and monitor this process on a regular basis. However, hiring additional staff to implement additional review would not be cost effective.

PART III: OTHER FINDINGS RELATED TO STATUTORY REPORTING

III-A-20 Certified Budget – Expenditures for the year ended June 30, 2020 did not exceed amounts budgeted.

III-B-20 Questionable Disbursements – No disbursements were noted that they may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979.

III-C-20 Travel Expense – No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.

Part III: Other Findings Related to Statutory Reporting (Continued)

III-D-20 Business Transactions – No business transactions between the District and District officials or employees were noted.

III-E-20 Bond Coverage – Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to insure that the coverage is adequate for current operations.

III-F-20 Board Minutes – No transactions requiring Board approval which had not been approved by the Board were noted.

III-G-20 Certified Enrollment –No Certified Enrollment variances were noted.

III-H-20 Supplementary Weighting – No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.

III-I-20 Deposits and Investments – No instances of non-compliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the District's investment policy were noted.

III-J-20 Certified Annual Report – The Certified Annual Report was certified timely to the Department of Education.

III-K-20 Categorical Funding – No instances were noted of categorical funding being used to supplant rather than supplement other funds.

III-L-20 Student Activity Fund – In accordance with Chapter 298A.8 of the Code of Iowa and Iowa Administrative Rule 281-12.6(1), moneys in the Student Activity Fund should be used to support only the extracurricular and co-curricular activities offered as part of the District's educational program. We found no accounts that didn't appear to be extracurricular or co-curricular in nature.

III-M-20 Deficit Balances – The Capital Projects fund had a deficit balance at June 30, 2020.

Recommendation – The District should continue to monitor the deficit in the fund.

Response – Deficit balance was resolved early in FY21 with bond proceeds.

Conclusion – Response accepted.

III-N-20 Statewide Sales, Services, and Use Tax – No instances of non-compliance with the use of the statewide sales, services, and use tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Part III: Other Findings Related to Statutory Reporting (Continued)

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales, services, and use tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2020, the District reported the following information regarding the statewide sales, services, and use tax revenue in the District's CAR:

Beginning Balance		$ 1,640,284
Statewide Sales and Services Tax Revenue	$ 1,510,524	
Sale of Assets	2,500	
Other Local Revenues	57,880	1,570,904
		3,211,188
Expenditures/transfers out:		
Long-Term Debt	$ 527,619	
Regular Instruction	59,128	
Instructional Staff Services	46,131	
Operations and Maintenance	64,593	
Transportation	80,701	
Transfers to other funds:		
Debt Service	711,146	1,489,318
Ending Balance		$ 1,721,870

For the year ended June 30, 2020, the District did not reduce any levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa.

III-N-20 Restricted Donor Activity – No transactions were noted between the District, District officials or District employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.

APPENDIX E – FORM OF ISSUE PRICE CERTIFICATES

[FORM OF ISSUE PRICE CERTIFICATE TO BE USED IF COMPETITIVE SALE REQUIREMENTS ARE MET]

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
$______ GENERAL OBLIGATION SCHOOL BONDS, SERIES 2021
ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER] ("Purchaser"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds").

1. Reasonably Expected Initial Offering Price.

a. As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by Purchaser are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Bonds used by Purchaser in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by Purchaser to purchase the Bonds.

b. Purchaser was not given the opportunity to review other bids prior to submitting its bid.

c. The bid submitted by Purchaser constituted a firm offer to purchase the Bonds.

2. Defined Terms.

a. Maturity means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

b. Public means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

c. Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is May 10, 2021.

d. Underwriter means (i) the Purchaser or any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents Purchaser's interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bond Counsel in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER]

By:______________________________________
Name:____________________________________

Dated: [ISSUE DATE]

SCHEDULE A
EXPECTED OFFERING PRICES
(Attached)

SCHEDULE B
COPY OF UNDERWRITER'S BID
(Attached)

[FORM OF ISSUE PRICE CERTIFICATE TO BE USED IF
COMPETITIVE SALE REQUIREMENTS ARE NOT MET]

MOC-FLOYD VALLEY COMMUNITY SCHOOL DISTRICT
$______ GENERAL OBLIGATION SCHOOL BONDS, SERIES 2021

ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] (["Purchaser")][the "Representative")][, on behalf of itself and [NAMES OF OTHER UNDERWRITERS] (together, the "Underwriting Group"),] hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the "Bonds").

1. Sale of the General Rule Maturities. As of the date of this certificate, for each Maturity of the General Rule Maturities, the first price at which at least 10% of such Maturity was sold to the Public is the respective price listed in Schedule A.

2. Initial Offering Price of the Hold-the-Offering-Price Maturities.

a. [Purchaser][The Underwriting Group] offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in Schedule A (the "Initial Offering Prices") on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as Schedule B.

b. As set forth in the Official Terms of Offering and bid award, [Purchaser][the members of the Underwriting Group] [has][have] agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, [it][they] would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the "hold-the-offering-price rule"), and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is a party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no Underwriter (as defined below) has offered or sold any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity of the Bonds during the Holding Period.

3. Defined Terms.

a. General Rule Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "General Rule Maturities."

b. Hold-the-Offering-Price Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "Hold-the-Offering-Price Maturities."

c. Holding Period means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date (May 17, 2021), or (ii) the date on which [Purchaser][the Underwriters] [has][have] sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.

d. Issuer means MOC-Floyd Valley Community School District.

e. Maturity means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

f. Public means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

g. Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is May 10, 2021.

h. Underwriter means (i) the Purchaser or any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [the Purchaser][the Representative's] interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bond Counsel in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER][REPRESENTATIVE]

By:__________________________________
Name:________________________________

Dated: [ISSUE DATE]

SCHEDULE A

SALE PRICES OF THE GENERAL RULE MATURITIES AND
INITIAL OFFERING PRICES OF THE HOLD-THE-OFFERING-PRICE MATURITIES

(Attached)

SCHEDULE B
PRICING WIRE OR EQUIVALENT COMMUNICATION