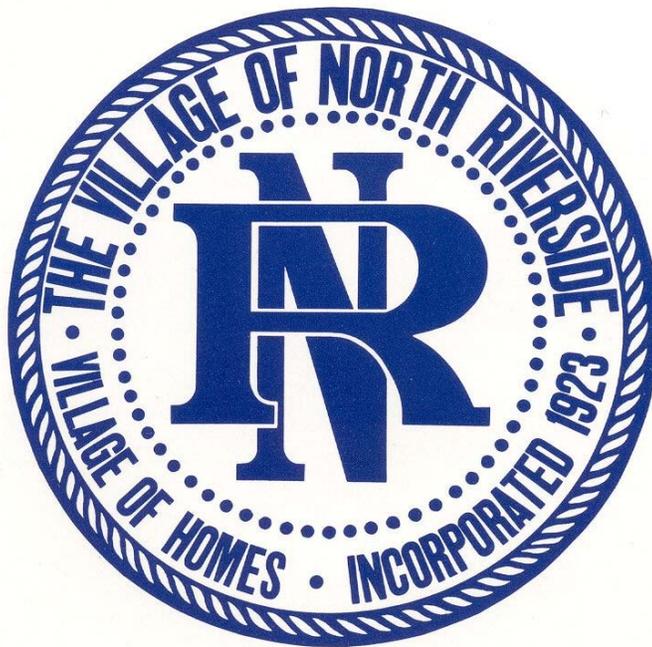


**VILLAGE OF
NORTH RIVERSIDE, ILLINOIS**



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE YEAR ENDED
APRIL 30, 2010**

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED APRIL 30, 2010

Prepared by
Susan M. Scarpiniti
Finance Director/Treasurer

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of North Riverside including: List of Principal Officials, Organization Chart, Certificate of Achievement for Excellence in Financial Reporting, and Letter of Transmittal from the Village Treasurer.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

List of Principal Officials

April 30, 2010

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Kenneth Krochmal, Mayor

Tom Corgiat
Randy Czajka
Hubert Hermanek, Jr.

Joan Sargent
James R. Votava
Gary Wittbrodt

Dr. Queenella Miller, Village Clerk

ADMINISTRATIVE

Guy Belmonte, Jr., Village Administrator

Susan M. Scarpiniti
Finance Director/Treasurer

Anthony M. Garvey
Police Department

Kenneth Rouleau
Fire Department

Tim Kutt
Public Works Department

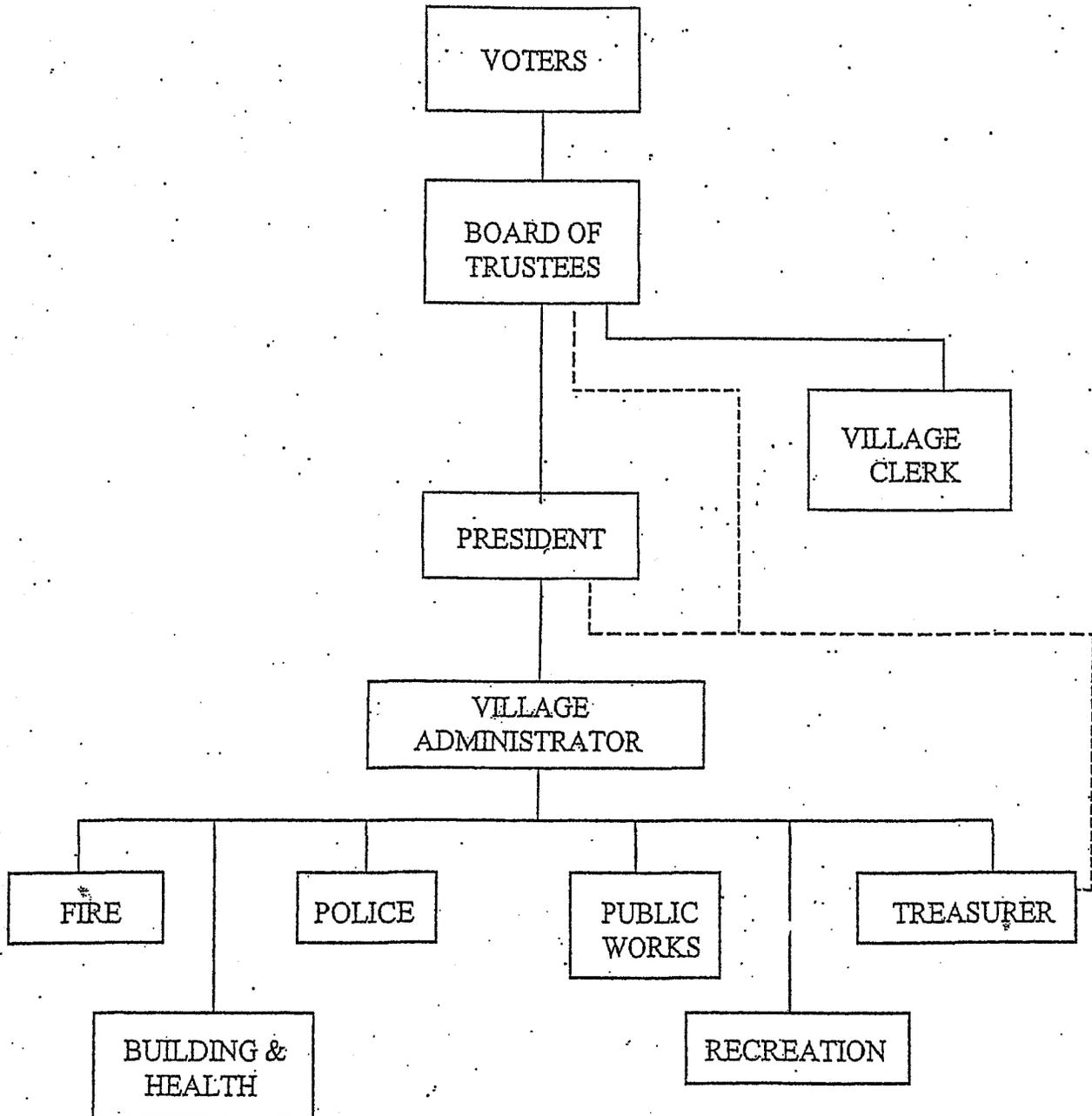
Dave Skurkis
Building Commissioner

Sue Frampton
Recreation Department

Karyn Byrne
Code Enforcement Officer

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

ORGANIZATION CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of North Riverside
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized handwritten signature in black ink, appearing to read "JHR".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



Kenneth Krochmal
Mayor

Dr. Queenella Miller
Village Clerk

October 15, 2010

Trustees:
Thomas Corgiat
Randall Czajka
Hubert E. Hermanek, Jr.
Joan Sargent
James R. Votava
Gary Wittbrodt

The Honorable Mayor Kenneth Krochmal
Members of the Board of Trustees
Citizens of the Village of North Riverside

The Comprehensive Annual Financial Report of the Village of North Riverside (the "Village") for the fiscal year ended April 30, 2010, is hereby submitted. Illinois Compiled Statutes require the Village to publish within six months of the close of each fiscal year a complete set of financial statements presented in conformance with generally accepted accounting principles in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by an independent firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the Village. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive framework of internal controls that is designed both to protect the government's assets from loss, theft, or misuse and to compile reliable financial data for the preparation of the Village's financial statements in conformity with GAAP. Internal controls are designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. The concept of reasonable assurance recognizes that: (1) the costs of a control should not exceed the benefits likely to be derived; and (2) the evaluation of the costs and benefits requires estimates and judgments on the part of management.

As a recipient of federal and state financial assistance, the Village is also responsible for providing adequate internal controls to ensure and document compliance with all applicable laws and regulations related to these programs. These internal controls are subject to periodic evaluation by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Lauterbach & Amen, LLP, a firm of independent certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of North

Riverside for the fiscal year ended April 30, 2010, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Village's financial statements for the fiscal year ended April 30, 2010, are fairly presented in conformity with GAAP. The independent auditor's report is presented in the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

Profile of the Village of North Riverside

Incorporated in 1923, the Village of North Riverside, a non-home rule community, is located in the central portion of Cook County, approximately 10 miles west of the City of Chicago's downtown "Loop" area and serves a population of 6,688. In general, the Village is very mature in its residential and commercial base. The Village continues to experience a shift in its residential composition from a once predominantly older community to a much younger population base. This shift has provided greater balance in the demographics of the village.

The Village operates under the Board/Administrator form of government. Policy-making and legislative authority are vested in a governing board consisting of the Village President and six Trustees. Village Trustees are elected at-large to four-year staggered terms with three Board members elected every two years. The Village President is elected at-large to a four-year term. The Village President, with concurrence of the Village Board, appoints a Village Administrator, who is responsible for carrying out the policies and ordinances of the Village Board and overseeing the day-to-day operations of the Village. The Village employs 74 full-time employees, including 28 sworn police officers and 18 full-time firefighters.

The Village provides a full range of public services, including public safety (police and fire protection), water treatment and distribution, sanitation services, construction and maintenance of parks, streets and infrastructure, planning and zoning, building and code enforcement, cultural and recreational activities and general administrative services. The Board of Trustees exercises, or has the ability to exercise, oversight of the various boards, commissions and departments as depicted in the Village's organizational chart, as well as the police and firefighters' pension funds. Accordingly, these activities are included in the reporting entity. The local library, elementary and high school districts, as well as

other special taxing districts, are legally separate public entities and thus, not included in this comprehensive annual financial report.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to submit requests for appropriation to the Village Administrator and Finance Director by early March of each year. These requests act as the foundation for developing a recommended budget. The Village Administrator and Finance Director present a proposed operating budget to the Village Board for review in May of each year. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final appropriation no later than July 31st of each year. The appropriated budget is prepared by fund, function (e.g., public safety), and activity (e.g., police), and includes comparative information from four prior fiscal years, current year estimates, department's original requests as well as the final recommended appropriations for the next fiscal year.

The level of budgetary control, that is the level at which expenditures cannot legally exceed the budgeted amount, is established at the fund level. The Finance Director, at the recommendation of each Department Head and with the approval of the Village Administrator, has the authority to transfer funds between expenditure line items and functions of like activity. However, any budget adjustment between departments or transfers that alter the total expenditures of any fund must be approved by the Village Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

Major Initiatives

Village staff, following specific directives of the Village Board and Village Administrator, has been involved in a variety of projects throughout the year; projects which reflect the Village's continued commitment to ensuring that its citizens are able to live and work in an enviable environment. The most significant of these projects are discussed below.

- Continued the Village Board's long-standing practice of *not* increasing property taxes by seeking alternate revenue sources to fund existing as well as new services and programs with the least impact to Village residents.
- Worked in partnership with local businesses to expand the Village's central business district along Harlem and Cermak Roads, thereby, enhancing the Village's sales tax base.

In April, 2010, the Village was able to attract CVS Pharmacy, a large national retail drug store chain, to locate within its central business district. CVS is expected to break ground on a new retail pharmacy and drug store in the summer of 2010 with the grand opening expected in April, 2011. This will be a welcome addition to the Village's sales tax base and a further testament to the Village's commitment to diversify its largest revenue source.

- Actively lobbied with over 60 congressional and local leaders to urge the Surface Transportation Board (STB) to approve Canadian National (CN) Railway's purchase of the Chicago area's Elgin, Joliet & Eastern Railway (EJ&E) in an effort to divert freight trains from their current routes. The STB's decision to approve the sale of the EJ&E Railway will bring substantial environmental and economic benefits to millions of suburban communities and the City of Chicago.
- Most importantly, though, this monumental purchase led the way to the establishment of a Quiet Zone within North Riverside and improved quality of life for our residents. In November, 2009, CN Railway completed the necessary upgrades at the railroad crossings at Desplaines Avenue and Hainsworth to create a constant warning system for train engineers and the establishment of the long awaited and much anticipated quiet zone within the community
- Installed a new public safety communication center within the Police Department to enhance village wide emergency 9-1-1 operations and improve communication not only within the community, but with other outside agencies as well. This new center is now equipped to receive and track wireless 9-1-1 calls locally, thereby, improving efficiency and response time to callers. Funding for this project was secured through a grant from the State of Illinois.
- Secured federal grant funding in the amount of \$1.92 million for the construction of a village wide bicycle path. Preliminary engineering and design of the bicycle path began in April, 2008, with construction anticipated to occur over the next four fiscal years. Phase 1 included the resurfacing of 26th Street, a major thoroughfare within the community, as well as all municipal parking lots and was completed during the 2010 fiscal year.
- Issued a \$2.0 million taxable general obligation note in December of 2009 to help supplement the loss of revenues experienced in the General Fund due to the ongoing economic downturn.
- Entered into a 10 year 0% interest revolving loan agreement with the State of Illinois Finance Authority for the replacement of a new ambulance.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Village operates.

Local economy

The global economic recession that started in December of 2007 continues to be a growing burden on the Village's overall financial condition in fiscal year 2009-2010. We presently live in a time of national economic hardship that has not been seen since the Great Depression. A steep decline in the real estate market, a near collapse of the financial sector, national and state unemployment levels above 10 percent, global

economic instability and an unprecedented recession of the U.S. economy are among the many factors which have led to significant declines in retail and automotive sales, construction activity and restaurant sales. Furthermore, declining state shared revenues and increasing pension obligations have continued to affect the Village throughout most of the fiscal year. State income tax and local use tax receipts, both distributed to local governments on a per capita basis, dropped approximately 13% and 15%, respectively from the preceding fiscal year.

Despite the continuing economic recession and fiscal pressures from the State of Illinois, the Village is well positioned for an economic recovery. Sales tax revenue, one major indicator of economic growth, has steadily increased across all sectors of retail sales since February of 2010. Since the community is not reliant on any one major employer, this diversification of its tax base has assisted the Village in maintaining a more stable local economy even in times of economic downturn. The Village's commercial base consists of the North Riverside Park Mall (a large regional shopping center consisting of four national department stores and 130 specialty stores), a national distributor of foodservice equipment and supplies, three major automobile dealers, and several large retail centers.

With the continued commitment by the Mayor and Village Board to aggressively promote economic development and revitalization of its commercial sector, the Village has witnessed a moderately low retail vacancy rate of under 10% despite the dwindling sales tax receipts. Furthermore, the Village continues to attract new businesses to locate within its corporate boundaries and anticipates the addition of a large pharmacy and drug store as well as two national restaurant chains in the upcoming fiscal year.

As long as the Village continues to exercise sound financial management by adhering closely to its five-year financial plan, carefully monitoring operating expenditures and identifying further efficiencies of scale and continuously looks for new and diversified revenue streams to enhance its current revenue base, the Village of North Riverside should be able to sustain itself during these difficult economic times.

Long-term Financial Planning

In order to meet the financial challenges that lay ahead, the Village must remain fiscally prudent and continue to adhere to its long term goals of seeking alternative revenue sources whenever possible in order to continue to provide the high quality of services and programs that its residents have grown accustomed to receiving, sustain economic vitality throughout the Village, and fund ongoing infrastructure improvements without the reliance on property taxes.

The Mayor's Economic Development Committee continuously reviews the activity of the North Riverside Park Mall, a central shopping location for residents of surrounding communities, and the Village's central business district. This committee actively works with local commercial developers to attract and lease space to new businesses, attract and fill existing tenant vacancies, redevelop barren parcels within the Village and develop new parcels that would be suitable to enhance the Village's sales tax base.

In the past, the Village has developed close partnerships with several large businesses within the community to promote redevelopment through the issuance of business assistance grants and funding of infrastructure related improvements. These financial incentives have proven very successful to the Village, adding more than \$5.7 million annually to the Village's sales tax base and demonstrates the Village's willingness to work with local businesses to ensure a solid foundation within the community for many years to come. During the fiscal year, the Mayor and Village Board decided to suspend any further business assistance grants to local businesses. This decision was based upon the current financial position of the Village as well as the economic climate experienced over the course of the last several fiscal years. Once the Village is able to re-establish its reserve funds to a level that is more suited to handle future contingencies and emergencies, it will continue its practice of providing economic development assistance to its business community.

The Village also continues to actively lobby within the federal and state governments for available grant funds and issues that directly impact local municipalities. Over the past nine years, these lobbying efforts yielded approximately \$8.0 million dollars in available grant funding for infrastructure and capital related purchases. In the upcoming fiscal year, the Village will be the recipient of an additional \$200,000 in state grant funds for the replacement of aging infrastructure and capital assets. Furthermore, over the course of the next three years, the Village will concentrate its efforts to provide safe travel within the community through the construction of a village wide bicycle path and installation of several municipal parking lots. This multi-year project is being funded with a \$1.92 million federal transportation grant thanks to the support of Congressman Dan Lipinski and will allow residents to safely travel between the east and west sides of the Village.

Pension and other post-employment benefits

The Village sponsors a single-employer defined benefit pension plan for both its police officers and firefighters. Each year, an independent actuary engaged by the Village calculates the amount of the annual contribution that the Village must make to each respective pension plan to ensure that the plans will be able to fully meet their obligations to retired and disabled employees in a timely manner. Currently, state statutes require that each plan be fully funded by the year 2033. As of April 30, 2009, which is the latest available actuarial valuation date, the percent funded status for the police and firefighters' pension funds dropped to 52.9% and 56.2%, respectively. The actuarial valuation for April 30, 2010 was not available at the time of publication of this report.

During the 2009-2010 fiscal year, however, the Village of North Riverside Police and Firefighters' Pension Funds incurred average investment returns of approximately 16% due to favorable returns from annuities and managed stock funds. Unfortunately though, most pension funds across the State are still attempting to recover from the crippling investment losses suffered during the preceding fiscal year that resulted from the unprecedented negative returns reported in the equities market. This, combined with the growing pension crisis facing downstate police and fire pension funds across the State of

Illinois, may force the state legislatures to address public pension reform. This reform may come in the form of extending the required full funding status date beyond the current deadline of 2033, removing pension levies from the tax cap restrictions or a moratorium on pension benefits.

The Village also provides pension benefits for all other employees (other than those covered by the Police and Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard of 1,000 hours. These benefits are provided through an agent-multiple-employer defined pension plan managed by the Illinois Municipal Retirement Fund (IMRF). The Village has no obligation in connection with employee benefits offered through this plan beyond its annual contractual payments to IMRF.

Additional information on the Village of North Riverside's pension arrangements can be found in Note 4, Employee Retirement System – Defined Benefit Pension Plans.

In addition to providing pension benefits, the Village also provides post-employment health care and life insurance benefits to all employees who have retired with 20 years or more of continuous service from the Village or who are on permanent duty related disability leave. As a Phase III community, the Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Accordingly, an independent actuary engaged by the Village calculated the funded status of the plan as of April 30, 2010 as well as the Village's annual required contribution. Currently, 42 retired and disabled employees meet the eligibility requirements as determined by the Village Board and outlined in the Village's personnel policy manual. The Village pays approximately 91 percent of the cost of health and life insurance benefits for these employees.

Additional information on the Village of North Riverside's post-employment benefits can be found in Note 4, Other Post-Employment Benefits.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its comprehensive annual financial report for the fiscal year ended April 30, 2009. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized comprehensive annual financial report (CAFR), whose content conforms to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable requirements.

A Certificate of Achievement is valid for a period of one year only. The Village has received a Certificate of Achievement for the last twenty-five (25) consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and therefore, we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contributions made in preparation of this report. In closing, without the leadership and the support of the Mayor, Village Trustees, and Village Administrator, the preparation of this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Susan M. Scarpiniti". The signature is fluid and cursive, with a large initial "S" and "M".

Susan M. Scarpiniti
Finance Director

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village's independent auditing firm.

INDEPENDENT AUDITORS' REPORT

October 15, 2010

The Honorable Village President
Members of the Board of Trustees
Village of North Riverside, Illinois

We have audited the accompanying basic financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information for the Village of North Riverside, Illinois, as of and for the year ended April 30, 2010, which collectively comprise the Village of North Riverside's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village of North Riverside, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

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

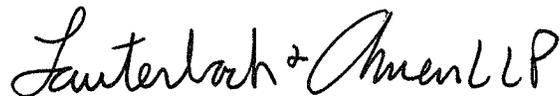
In our opinion, the basic financial statements referred to above present fairly, in all material respects, respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of North Riverside, Illinois as of April 30, 2010 and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual fund statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of North Riverside, Illinois. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

Village of Beach Park, Illinois
October 14, 2010
Page 2

The Management's Discussion and Analysis and the other required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

The introductory and statistical information listed in the table of contents was not audited by us and, accordingly, we do not express an opinion thereon.

A handwritten signature in cursive script that reads "Lauterbach & Amen LLP".

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis April 30, 2010

As management of the Village of North Riverside (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of its financial activity for the fiscal year ended April 30, 2010. This Management Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address current and future years service needs and challenges), (4) identify any material deviations from the Village's financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since this MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, readers are encouraged to consider the information presented here in conjunction with additional information furnished in the Letter of Transmittal and the Village's financial statements.

FINANCIAL HIGHLIGHTS

- The Village's net assets decreased \$2.56 million or 29.03% for the fiscal year ended April 30, 2010. Net assets in the governmental activities decreased \$2.15 million (36.46%) while the business-type activities net assets decreased \$.41 million (13.96%) when compared to fiscal year 2009.
- Unrestricted net assets in the governmental activities continue to reflect a deficit of \$7.80 million at April 30, 2010.
- Total fund balance of Governmental Funds increased by \$1.45 million from \$1.83 million to \$3.28 million in fiscal year 2010. Unreserved fund balance in the General Fund at April 30, 2010 is \$2.70 million and represents 24.03% of General Fund expenditures.
- Governmental activities revenue decreased \$.60 million (4.39%) from \$13.54 million to \$12.94 million while expenses increased \$.68 million (4.74%) to \$15.10 million.
- Business-type activities revenue decreased 2.36% during the fiscal year from \$1.64 million in 2009 to \$1.32 in 2010 while expenses were also reduced \$.15 million (7.98%) over the prior fiscal year.
- The total cost of all Village programs increased \$.53 million or 3.28%.
- The Village's total long-term debt increased by \$3.83 million (44.67%) from \$8.51 million to \$12.33 million in fiscal year 2010.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The Village's financial statements present two kinds of statements, each designed to offer readers with a different snapshot of the Village's finances. The focus of the financial statements is on both the Village as a whole (government-wide) as well as by major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village's accountability.

The Statement of Net Assets and the Statement of Activities (on pages 3 - 6) provide information about the activities of the Village of North Riverside as a whole and present a longer-term view of the Village's finances. Financial statements for the individual funds begin on page 7. For governmental activities, these statements tell the reader how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operation in more detail than the government-wide statements by providing information about the Village's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to private sector business.

The *Statement of Net Assets* presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and the economic resources measurement focus. Over time, increases or decreases in the unrestricted net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The *Statement of Activities* presents information on how the Village's net assets have changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused sick and vacation leave). The *Statement of Activities* also reports the extent to which various expenses for governmental or business-type functions are dependent upon user charges, grant sources, general taxes and other revenues. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or the subsidy to various business-type activities.

Both of the government-wide financial statements distinguish functions of the Village which are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions which are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village reflect basic services, including police, fire, emergency medical services, streets, infrastructure

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

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improvements, building inspection and code enforcement, sanitation, economic development, and culture and recreation. The business-type activities of the Village include operation of the Village's water system.

Excluded from the government-wide financial statements are fiduciary fund types (e.g. North Riverside Police and Firefighter's Pension Funds). Fiduciary funds are used to report net assets held in a trustee or agency capacity for others (e.g. retired police officers and firefighters) and therefore, cannot be used to support the Village's programs and operations.

The government-wide financial statements can be found on pages 3 through 6 of this report.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation to be more familiar; with the focus on major funds, rather than fund types. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

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

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

The Village maintains 7 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and Capital Projects Fund, all of which are considered to be "major" funds. Data from the other 4 governmental funds are combined into a single, aggregate presentation in these financial statements. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements located on pages 71 through 74 of this report.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

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The Village adopts an annual appropriated budget for all of the governmental funds, excluding the foreign fire insurance fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 7 - 12 of this report.

Proprietary Funds

The Village maintains two types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements and uses the economic resources management focus and the accrual basis of accounting, similar to private-sector businesses. The Village utilizes an enterprise fund to account for the operation of its water system.

Internal service funds are an accounting device used to accumulate and allocate costs internally among other Village funds. The Village has one internal service fund which is used to account for its self-funded health insurance program. Because the cost of the Village's health program relates primarily to governmental rather than business-type functions, the internal service fund has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Fund, which is considered to be a major fund of the Village, and the Health Insurance Fund. Individual fund data for both the enterprise and internal services funds, including budget compliance and comparisons, are provided in combining and individual fund financial statements section of this report.

The basic proprietary fund financial statements can be found on pages 13 – 15 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village maintains two fiduciary funds, which account for the resources of both the Police Pension and Firefighter's Pension Funds.

The basic fiduciary fund financial statements can be found on pages 16 - 17 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18 - 54 of this report.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

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Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to required employee retirement plans and the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 55 - 63 of this report.

The combining statements referred to earlier in connection with major and non-major governmental funds, major enterprise funds, and internal service funds are presented immediately following the required supplementary information on employee retirement plans. Combining and individual fund statements and schedules can be found on pages 64 - 83 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

As noted earlier, net assets may serve as a useful indicator of the Village's financial position over time. The following table presents a condensed Statement of Net Assets.

Statement of Net Assets
As of April 30, 2010

	Governmental Activities		Business-type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Current and Other Assets	\$ 5,086,861	\$ 3,938,868	\$ 117,811	\$ 388,852	\$ 5,204,672	\$ 4,327,720
Capital Assets	13,187,548	12,962,173	2,645,262	2,750,110	15,832,810	15,712,283
Total Assets	<u>18,274,409</u>	<u>16,901,041</u>	<u>2,763,073</u>	<u>3,138,962</u>	<u>21,037,482</u>	<u>20,040,003</u>
Long-Term Liabilities	11,208,205	7,478,528	47,196	46,156	11,255,401	7,524,684
Other Liabilities	3,317,950	3,523,236	210,943	181,297	3,528,893	3,704,533
Total Liabilities	<u>14,526,155</u>	<u>11,001,764</u>	<u>258,139</u>	<u>227,453</u>	<u>14,784,294</u>	<u>11,229,217</u>
Net Assets						
Invested in Capital Assets,						
Net of Debt	11,316,087	10,478,625	2,645,262	2,750,110	13,961,349	13,228,735
Restricted	92,489	92,424	-	-	92,489	92,424
Unrestricted (Deficit)	(7,660,322)	(4,671,772)	(140,328)	161,399	(7,800,650)	(4,510,373)
Total Net Assets	<u>\$ 3,748,254</u>	<u>\$ 5,899,277</u>	<u>\$ 2,504,934</u>	<u>\$ 2,911,509</u>	<u>\$ 6,253,188</u>	<u>\$ 8,810,786</u>

The Village's total net assets decreased from \$8.81 million in fiscal year 2009 to \$6.25 million in fiscal year 2010. The net assets for the governmental activities decreased \$2.15 million while business-type activities decreased \$.41 million, thereby, causing a total net decrease of \$2.56 million (29.03%) over the prior fiscal year.

For the second straight year, the Village experienced a reduction in the net assets for the governmental activities primarily due to the growing unfunded pension obligation facing the Village. During fiscal year 2010, the Village's net pension obligation payable increased \$1.86

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

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million over the prior fiscal year as the Village was unable to make its employer contributions to both the Police and Firefighters' Pension Funds during the year. This lack of funding has been an on-going problem for the Village as it struggles to manage the growing burden of funding its public pension plans in an unstable economic climate.

Fiscal year 2010 also became the first year the Village was required to implement GASB Statement No. 45 related to other post-employment benefits (OPEB). Since the Village provides post-employment health care and life insurance benefits to all employees who have retired with 20 years or more of continuous service from the Village or who are on a permanent duty related disability leave, it was necessary to engage the services of an independent actuary to calculate the Village's total cost (both explicit and implicit) of providing such benefits to its employees and its annual required contribution to fund the plan. Currently, retirees contribute approximately 9% of the actuarially determined premium to the plan, with the Village responsible for the remaining balance. As such, the Village's net assets for governmental activities decreased by \$.55 million to reflect the additional liability to fund these benefits.

Even though the Village retired \$.80 million in existing debt service during the year resulting in a positive change to the governmental activities net assets, the net effect resulting from the issuance of an additional \$2.19 million in new debt caused a further reduction in the net assets for the year equal to \$1.39 million.

The net assets of the business-type activities continued to decrease for the third straight year from \$2.91 million in fiscal year 2009 to \$2.50 million in fiscal year 2010. This decrease is primarily attributable to the Village's on-going practice of absorbing the additional costs for the annual maintenance of its water supply system. The annual operating cost of the Village's water system, however, also decreased during the year by \$.15 million from \$1.88 million in 2009 to \$1.73 in 2010, as the Village placed more emphasis during the year on identifying weaknesses in the water system in an attempt to control the number of main breaks and un-metered water loss. Although the Water Fund has been struggling for years to keep up with rising costs and loss of revenue due to an aging meter system, the Village's five year financial plan has now addressed the need for a water rate study in the upcoming year to evaluate the effectiveness of the Village's current rate structure and to provide alternative solutions to sufficiently fund future operating costs and capital needs.

By far, the largest portion of the Village's net assets (\$13.96 million) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to its citizens and therefore, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it is important to note that the resources needed to repay this debt must be provided from other revenue sources as the capital assets themselves cannot be used to liquidate these liabilities.

For more detailed information, please see the Statement of Net Assets on pages 3 - 4.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

Statement of Activities (Changes in Net Assets)

The following table summarizes the revenues and expenses of the Village's activities for the fiscal year ended April 30, 2010.

	Changes in Net Assets					
	For the Fiscal Year Ended April 30, 2010 and 2009					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues						
Program Revenues						
Charges for Services	\$2,468,596	\$2,196,487	\$1,253,713	\$1,303,445	\$3,722,309	\$3,499,932
Capital Grants/ Contributions	436,361	329,851	-	-	436,361	329,851
General Revenues						
Property Taxes	639,711	751,010	-	-	639,711	751,010
Sales Taxes	7,692,711	8,050,461	-	-	7,692,711	8,050,461
Other Taxes	651,921	725,088	-	-	651,921	725,088
Intergovernmental	937,493	928,369	-	-	937,493	928,369
Other General Revenues	117,316	557,380	65,037	334,307	182,353	891,687
Total Revenues	<u>12,944,109</u>	<u>13,538,646</u>	<u>1,318,750</u>	<u>1,637,752</u>	<u>14,262,859</u>	<u>15,176,398</u>
Expenses:						
General Government	1,324,340	1,007,171	-	-	1,324,340	1,007,171
Public Safety	10,551,760	9,867,851	-	-	10,551,760	9,867,851
Culture and Recreation	884,433	1,077,333	-	-	884,433	1,077,333
Public Works	1,432,162	1,543,731	-	-	1,432,162	1,543,731
Building, Health and Zoning	234,340	236,287	-	-	234,340	236,287
Sanitation	554,573	551,511	-	-	554,573	551,511
Interest on Long-Term Debt	113,524	127,453	-	-	113,524	127,453
Water			1,725,325	1,875,025	1,725,325	1,875,025
Total Expenses	<u>15,095,132</u>	<u>14,411,337</u>	<u>1,725,325</u>	<u>1,875,025</u>	<u>16,820,457</u>	<u>16,286,362</u>
Changes in Net Assets	(2,151,023)	(872,691)	(406,575)	(237,273)	(2,557,598)	(1,109,964)
Net Assets, May 1	<u>5,899,277</u>	<u>6,771,968</u>	<u>2,911,509</u>	<u>3,148,782</u>	<u>8,810,786</u>	<u>9,920,750</u>
Net Assets, April 30	<u>\$3,748,254</u>	<u>\$5,899,277</u>	<u>\$2,504,934</u>	<u>\$2,911,509</u>	<u>\$6,253,188</u>	<u>\$8,810,786</u>

Governmental Activities

As is typical for governmental activities of local governments, program revenues generally cover a very small percentage of program expenses, with general revenues covering the majority of expenses. During the 2009-2010 fiscal year, governmental program expenses of \$15.10 million exceed revenues of \$12.94 million, thereby, creating a shortfall of revenues over expenses of approximately \$2.15 million. Rising operating costs and growing pension obligations coupled with sluggish general revenues from the on-going recession made up the majority of this deficiency.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

For the fiscal year ended April 30, 2010, total combined revenues from all governmental activities decreased \$.60 million (4.39%) from \$13.54 to \$12.94 million. Sales tax continues to be the largest single source of revenue for the Village (60% of all governmental revenue), contributing a combined total of \$7.69 million to the Village's overall revenue base, a reduction of \$.36 million from the preceding year and \$1.33 million under the current year's budget estimates. Sales tax is comprised of two components in the Village of North Riverside; the 1% municipal share of the state's retailer's occupation tax and the 1% local non-home rule sales tax, and generated revenue of \$4.34 million and \$3.35 million, respectively.

Charges for services, the second largest source of revenue for the Village, increased \$.27 million or 12.39% over the prior fiscal year from \$2.20 to \$2.47 million and makes-up approximately 19% of the Village's governmental revenues. Charges for services include revenue from Village fines, licenses and permits and recreational program fees. Fee increases combined with enhanced police enforcement efforts on the Village's annual vehicle sticker program generated an additional \$.08 million of general governmental revenues in 2010. Increases totaling \$.10 in the building, health and zoning activity compared to one year ago were primarily due to two large remodeling projects on the commercial side that helped offset the continued decline in residential construction activity for the second straight year. The public safety activity also showed positive gains of \$.09 million over the prior fiscal year as fines from red-light enforcement cameras installed at the end of the prior year began coming in and the Village stepped up collection efforts on police and local ordinance tickets through its in-house adjudication process.

The worst economic recession since the Great Depression as well as growing fiscal challenges on the state level have resulted in lower general revenues totaling \$.97 million. Significant decreases were experienced in all State shared revenues (i.e. income tax, local use tax, and replacement tax) as well as property taxes, state sales tax, local utility and telecommunications taxes.

Even in tough economic conditions, however, the Mayor and Village Board continued their commitment to not raise property taxes, as the Village's general corporate levy remained frozen for the 22nd consecutive year. This demonstrates the Village's long-term commitment of seeking alternate revenue sources other than property taxes to fund vital services and programs. Property taxes comprises of 5% of the Village's total Governmental Fund revenue with \$.64 million in collections. This amount is down slightly from prior years as the Village collected only 83.9% of its final tax levy extension due to a growing number of commercial tax appeals that were finally settled by Cook County for prior tax levies. Although the Village is not heavily reliant upon property taxes to fund its operations, the increasing number of successful tax appeals by commercial and industrial property owners in addition to the untimely settlement of those appeals have made it increasingly more difficult for taxed capped communities to anticipate the amount of property tax revenue necessary to be levied and collected on an annual basis.

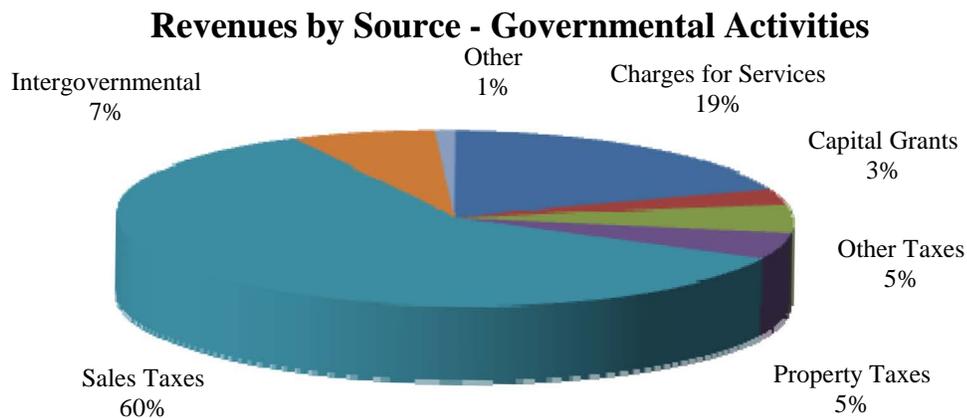
Despite the general collapse of the real estate market in 2008, the Village did experience a 10.08% increase in its equalized assessed valuation from \$340,275,269 in 2007 to \$374,583,297

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2010

in 2008. These assessments reflect the most recent assessments available from Cook County as the 2009 tax levy has not been finalized at the time this report was published.

The following chart graphically depicts the major revenue sources of the Village for the fiscal year ended April 30, 2010 and clearly demonstrates the Village's heavy reliance on sales taxes to fund governmental activities.



Expenses for the governmental activities for the fiscal year ended April 30, 2010 totaled \$15.10 million, an increase of \$.68 million or 4.74% from the prior year. No new programs or services were instituted during the fiscal year, as departments maintained a truly operational only budget for the fifth straight year.

North Riverside's largest share of costs allocated to governmental activities was in the area of public safety, accounting for 69% of total governmental expenses. Public safety activities include the costs associated with the full-time operation of both the Village's fire and police departments, in addition to maintenance of a central emergency dispatch unit, year-round foot-patrol by police officers at the North Riverside Park Mall, and continuation of annual fire inspections for all commercial and multi-family dwellings. Total expenses allocated to the public safety function increased 6.9% over the prior year from \$9.87 million to \$10.55 million. This increase was primarily attributed to the Village's decision to not fund the employer's portion of the annual contribution to either the police or firefighter's pension fund as actuarially determined, which in turn substantially increased the Village's net pension obligation costs. Substantial losses suffered by both pension funds which significantly deflated the values of their existing equity portfolios also added to this increased liability. As a result, funding of the Village's long-term pension liabilities will need to be addressed in the immediate future as this increasing liability poses a potential risk to the Village and, in turn, is one of its greatest fiscal challenges.

The public works and general government activities make up the second largest functions within the Village, each accounting for 9% of total governmental expenses. Public works activities include the costs associated with the Village's Public Works administrative, engineering and

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

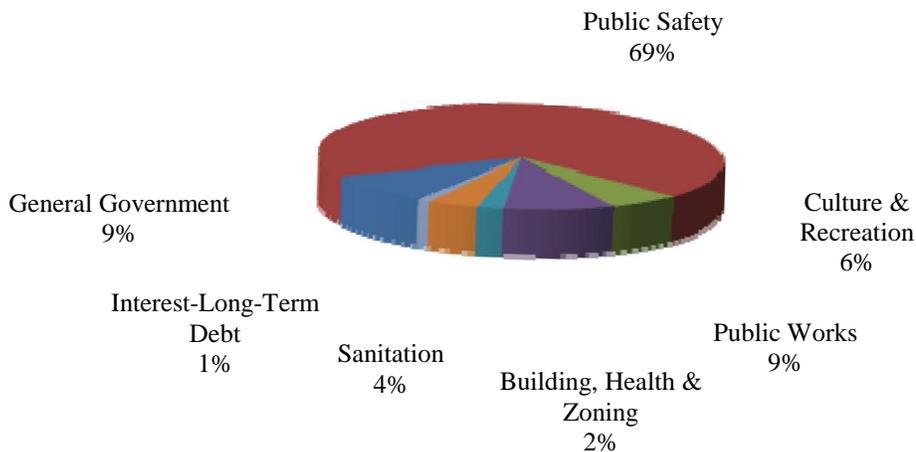
Management's Discussion and Analysis (Continued)

April 30, 2010

parks and streets division staff, regular street maintenance activities such street sweeping, parkway tree maintenance, snow removal, storm sewer cleaning, and other maintenance activities. Total expenses allocated to public works decreased 7.23% from \$1.54 million to \$1.43 million in 2010. This decrease is partially attributed to the postponement of the Village's annual tree planting and sidewalk replacement programs. In addition, fewer measurable snow falls during the year added to further cost savings on the salaries and wages side.

The general government activities increased \$.31 million from \$1.01 to \$1.32 million (31.49%) over the prior year. This increase is mainly attributed to rising insurance costs experienced unilaterally by the Village during the year in the areas of general liability and workers compensation as well as health insurance claims.

Expenses by Function - Governmental Activities



Business-type activities

Charges for services of the Village's business-type activities declined slightly as water collections dropped by 3.82% from \$1.30 million in 2009 to \$1.25 million in 2010. Business-type expenses also decreased during the year, declining \$.15 million or 7.98% from \$1.88 million in fiscal year 2009 to \$1.73 million in fiscal year 2009. After an increasing number of water main breaks the past two years, the Village placed more emphasis during the year on identifying weaknesses in the water system in an attempt to control the number of main breaks and un-metered water loss.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

As noted earlier, the Village of North Riverside uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year and as a measure of the General Fund's liquidity.

At April 30, 2010, the governmental funds reported a combined ending fund balance of \$3.28 million compared to \$1.83 million one year ago. Of the total fund balance reported, \$2.65 million is unreserved and undesignated, thereby, representing an increase of \$.98 million or 58.76% over the prior fiscal year. This substantial increase was primarily due to the receipt of \$2.00 million in loan proceeds during the fiscal year used to supplement the loss of general fund revenues.

The General Fund is the Village's principal operating fund and the largest source of day-to-day service delivery. At the end of the current fiscal year, the General Fund has an excess of revenues over expenditures of \$.37 million before debt proceeds and transfers to other funds. Total General Fund revenues were \$.79 million (6.42%) lower than in the prior year and significantly under budget, thereby, indicating that an economic recovery is on the distant horizon.

The Village transferred \$.70 million to the Capital Projects Fund and \$.20 million to the Refuse Fund at fiscal year end. Historically, the Capital Projects Fund has been used to fund major capital assets and infrastructure improvements of the Village. Funding for this fund has traditionally been through federal and state grants, bond proceeds, and contributions from the General Fund. However, over the course of the past five years, the Village has elected to voluntarily draw down on its reserves in several funds to avoid passing on the additional cost for services to its residents.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2010

General Fund Budgetary Highlights For the Fiscal Year Ended April 30, 2010

	Original Budget	Final Budget	FY10 Actual	FY09 Actual	% Change
Revenues					
Taxes	\$ 10,235,500	\$ 10,235,500	\$ 8,766,652	\$ 9,272,396	-5.45%
Licenses and Permits	751,000	751,000	863,930	635,864	35.87%
Intergovernmental	879,500	879,500	715,664	823,812	-13.13%
Charges for Services	872,650	872,650	896,696	910,271	-1.49%
Fines and Forfeitures	626,250	626,250	227,902	188,512	20.90%
Investment Earnings	45,520	45,520	1,449	26,801	-94.59%
Miscellaneous	106,950	106,950	115,857	525,192	-77.94%
Total Revenue	13,517,370	13,517,370	11,588,150	12,382,848	-6.4%
Expenditures					
General Government	674,820	719,370	668,033	701,924	-4.83%
Public Safety	9,470,080	8,834,410	8,411,498	8,422,407	-0.13%
Culture and Recreation	1,021,045	1,050,745	866,143	1,059,772	-18.27%
Public Works	1,151,913	1,207,213	1,041,987	1,322,082	-21.19%
Building, Health and Zoning	282,150	275,650	234,340	236,287	-0.82%
Total Expenditures	12,600,008	12,087,388	11,222,001	11,742,472	-4.43%
Other Financing Sources (Uses)					
Debt Issuance	-	-	2,000,000	224,645	790.3%
Disposal of Capital Assets	5,200	5,200	10,090	3,600	180.3%
Transfers Out	(866,000)	(866,000)	(902,000)	(927,000)	-2.7%
Total Other Financing Sources (Uses)	(860,800)	(860,800)	1,108,090	(698,755)	258.6%
Change in Fund Balance	\$ 56,562	\$ 569,182	\$ 1,474,239	\$ (58,379)	2625.3%

The Village experienced reductions in every core operating revenue during the fiscal year; continued fallout from a weak local economy. General Fund tax revenue, the largest category of revenues in the General Fund, includes property taxes, sales tax and telecommunication taxes and reflected a 5.45% reduction over the prior fiscal year from \$9.27 to \$8.77 million. Revenues in the licenses and permits category showed substantial increases over the prior year from \$.64 million to \$.86 million or 35.87%. This change was the direct result of several scheduled fee increases and enhanced police enforcement of the Village's vehicle sticker program.

Intergovernmental revenues, which include state income taxes, federal and state grants and other state-shared revenues, continued to drop for the second straight year and reflected a 13.13% reduction over the prior year. As the growing fiscal crisis at the state level continues to affect

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

local governments in Illinois, the Village expects this trend to continue over the course of the next few years. Fines and forfeits increased \$.19 million (20.90%) over the prior year. This increase is mainly attributed the creation of a local adjudication court designed to hear all parking and compliance violations in addition to other local ordinance issues.

Total expenditures in the General Fund were contained to \$11.22 million, a reduction of \$.52 million (4.43%) over the prior year and were \$.87 million (7.16%) below the final budgeted appropriation for the fiscal year. Requested to provide a purely operational only budget for the current year, departments instituted numerous cost-control measures during the year to keep increases in costs to a minimal. All capital purchases were suspended during the year as the Village only replaced aging equipment and infrastructure that were directly funded through available state and federal grants. In addition, salaries for all non-union employees were frozen for the second straight year in an attempt to avoid the lay off of personnel.

Proprietary funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but include long-term outflows and capital assets.

The Village reports the Water Fund as a major proprietary fund. This fund accounts for all of the operations of the municipal water distribution system. Water is purchased from the Brookfield-North Riverside Water Commission (the "Commission") at a rate of \$2.80 per thousand gallons. Water is sold to residential and commercial customers at a rate of \$4.05 and \$9.13 per thousand gallons respectively. The spread between the purchase price and respective sale rates is intended to finance the operations of the water system, including labor costs, supplies, and infrastructure maintenance.

Charges for services collected in the Water Fund decreased slightly from \$1.30 million in 2009 to \$1.25 million in 2010. Operating expenses also decreased 7.98% from \$1.88 million to \$1.73 million. In January, 2010, the Village received a 10% water rate increase on the purchase of water from the Commission. Since 1987, the Village has received approximately thirteen water rate increases from the Commission, totaling 75% over the entire period, while only passing minimal increases on to its residential customers. Commercial water rates have increased a total of eight times during that same period. The cost to fund the Village's water operations have increased steadily throughout the past 20 years with only minimal increases in funding from its users. As a result, the Water Fund has consistently reported an operating loss each year for the past five years of approximately \$150,000. During fiscal year 2010, the operating loss suffered in the Water Fund escalated to \$400,000 as the ratio of gallons billed to purchased increased throughout the year. Consequently, the Mayor and Village Board will need to address the issue of an aging water meter system in the near future in order to protect the financial viability of the Water Fund. In July of 2010, the Village passed along substantial water rate increases to all water customers in an attempt to offset the additional costs incurred to purchase water from the Commission resulting from their January 2010 water rate increase. This was the first time the Village Board elected to pass along its increased costs to its customers in 2 years.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

GENERAL FUND BUDGETARY HIGHLIGHTS

The Mayor and Village Board approved one amendment to the fiscal year 2010 annual appropriation. This amendment allowed the Village to shift budgeted amounts within line items across all departments without altering the total appropriation for the Village. No supplemental appropriations were approved during the fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for both its governmental and business type activities as of April 30, 2010 was \$15.83 million (net of accumulated depreciation), an increase of \$.12 million over the prior year. This investment in capital assets includes land and land improvements, buildings and improvements, vehicles, public infrastructure (i.e. streets and sidewalks), equipment and furniture, and water and sewer system assets.

Capital Assets As of April 30, 2010

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 7,254,850	\$ 7,088,187	\$ 215,500	\$ 215,500	\$ 7,470,350	\$ 7,303,687
Buildings and Improvements	8,099,148	8,099,148	187,982	187,982	8,287,130	8,287,130
Vehicles	2,280,369	2,296,102	102,698	102,698	2,383,067	2,398,800
Equipment and Furniture	2,763,211	2,523,945	-	-	2,763,211	2,523,945
Streets and Sidewalks	3,053,593	3,053,593	-	-	3,053,593	3,053,593
Water System	-	-	5,020,350	5,020,350	5,020,350	5,020,350
Sewer System	-	-	1,294,965	1,294,965	1,294,965	1,294,965
	<u>23,451,171</u>	<u>23,060,975</u>	<u>6,821,495</u>	<u>6,821,495</u>	<u>30,272,666</u>	<u>29,882,470</u>
Less: Accumulated Depreciation	<u>(10,263,623)</u>	<u>(10,098,802)</u>	<u>(4,176,233)</u>	<u>(4,071,385)</u>	<u>(14,439,856)</u>	<u>(14,170,187)</u>
Total	<u>\$13,187,548</u>	<u>\$12,962,173</u>	<u>\$2,645,262</u>	<u>\$2,750,110</u>	<u>\$15,832,810</u>	<u>\$15,712,283</u>

Current year capital asset additions totaled \$.69 million and included replacement of public safety vehicles, installation of a new public safety communication center and the design and construction of a village wide bicycle path. Additional information on the Village of North Riverside's capital assets can be found in note 3 on pages 35 - 36 of this report.

Long-Term Debt

As of April 30, 2010, the Village had total outstanding bonded debt of \$1.05 million as compared to \$1.23 million the previous year, a decrease of 14.63%. This entire amount of outstanding debt has been issued in the form of General Obligation Alternate Revenue Source Bonds, payment of which is pledged by the full faith and taxing authority of the Village.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2010

The Village's property taxes and corresponding tax rate for its long-term bonded debt for the last 10 years is shown in the table below.

<u>Tax Year</u>	<u>Property Tax Rate*</u>	<u>Property Taxes Extended</u>
2009	N/A	N/A
2008	\$ 0.0677	\$ 253,593
2007	0.0741	252,144
2006	0.0775	250,100
2005	0.0785	252,745
2004	0.0953	249,523
2003	0.0992	251,390
2002	0.1006	252,719
2001	0.1181	253,566
2000	0.1264	261,975

* Per \$100 of assessed valuation

In addition to the general obligations bonds outstanding at April 30, 2010, the Village also currently maintains six installment contracts in the total amount of \$.82 million of which, all except one will mature within the next two years.

During the 2010 fiscal year, the Village issued a \$2.00 million taxable general obligation note to help supplement the continued loss of general revenues. Repayment of this loan is scheduled to occur in December of 2011. The intent of this loan was to be very short term in nature and allow the Village enough time to address the major revenue shortfalls experienced within the annual budget process. The Mayor and Village Board have held several financial planning sessions after the 2010 year end to address these serious financial challenges. Arising out of these strategic planning sessions were the institution of a new 1% "Places for Eating Tax" in August of 2010, elimination of the General Fund subsidy of the Refuse Program, and an early retirement incentive for current employees. Additional cost cutting measures are currently under evaluation as the Village Board searches for ways to contain costs and meet its current budgetary restrictions.

The Village maintains an A1 rating from Moody's Investors Services for general obligation debt. This rating was recently reaffirmed by Moody's in September, 2008. The Village, under its non-home rule authority, has a legal debt margin at April 30, 2010 of \$28.1 million. Under Illinois Compiled Statutes, installment contracts not backed by the full faith and taxing authority of the Village are not subject to debt limitations. Accordingly, the Village is well under the legal debt margin, with only \$1.05 million subject to the legal debt limits. Additional information on the Village of North Riverside long-term debt can be found in Note 3 on pages 38 - 42 of this report.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2010

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

North Riverside enjoys a stable and diversified commercial and retail sales base with a large regional shopping center consisting of four national department stores and 130 specialty stores, two major automobile dealers, a national distributor of foodservice equipment and supplies, two leading grocery/drug stores, and several large retail strip centers. Heavily dependent on sales tax receipts (state shared and local non-home rule), the Village's largest revenue source continues to be dramatically affected by the economic recession.

A portion of North Riverside's revenues is also received from State income tax distributions, which are allocated to Illinois communities on a per-capita basis each month. The State unemployment rate has impacted the Village's receipt of these state-shared revenues over the past several years. The State average unemployment rate for calendar year 2010 as of September, 2010 was 9.9%, slightly lower than the rate reported in 2009. Consequently, state income tax revenue decreased 12.83% in fiscal year 2010, a trend that is expected to continue into the next few fiscal years.

Calendar Year	State Unemployment Rate
2010*	9.9%
2009	10.5%
2008	6.9%
2007	5.3%
2006	4.7%
2005	5.7%
2004	6.2%
2003	6.7%
2002	6.5%
2001	5.4%
2000	4.5%

* Rate reflected as of September 2010.

One of the biggest fiscal challenges facing the Village in the upcoming years is finding new revenue sources to offset negative changes in the Village's tax bases that are less susceptible to national and local economic factors. To assist the Village in this endeavor, three additional red light photo enforcement cameras were installed on major thoroughfares throughout the Village with the intent that any violations captured by the camera systems would be heard through the Village's local adjudication hearings. Additional emphasis will be placed on increasing collection efforts for this type of violation in an attempt capture its full revenue potential.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)
April 30, 2010

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the funds it receives. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Finance Director, Village of North Riverside, 2401 S. Desplaines Avenue, North Riverside, Illinois 60546.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Proprietary Funds
 - Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Net Assets
April 30, 2010

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Net Assets
April 30, 2010

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 1,522,314	\$ 75	\$ 1,522,389
Receivables - Net of Allowances			
Property Taxes	343,433	-	343,433
Accounts	229,355	277,819	507,174
Accrued Interest	2	-	2
Other	11,867	-	11,867
Due from Other Governments	2,252,480	-	2,252,480
Prepays and Inventories	535,887	31,440	567,327
Internal Balances	191,523	(191,523)	-
Total Current Assets	5,086,861	117,811	5,204,672
Noncurrent Assets			
Capital Assets			
Nondepreciable	7,254,850	215,500	7,470,350
Depreciable	16,196,321	6,605,995	22,802,316
Accumulated Depreciation	(10,263,623)	(4,176,233)	(14,439,856)
Total Noncurrent Assets	13,187,548	2,645,262	15,832,810
Total Assets	18,274,409	2,763,073	21,037,482

The notes to the financial statements are an integral part of this statement.

	Governmental Activities	Business- Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts Payable	1,020,224	132,287	1,152,511
Accrued Payroll	79,686	905	80,591
Interest Payable	12,991	-	12,991
Deposits Payable	282,231	49,713	331,944
Claims Payable	1,581	-	1,581
Unearned/Deferred Revenues	794,786	16,239	811,025
Current Portion of Long-Term Debt	1,126,451	11,799	1,138,250
Total Current Liabilities	3,317,950	210,943	3,528,893
Noncurrent Liabilities			
Net Pension Obligation	6,719,025	-	6,719,025
Net Other Post-Employment Benefit Obligation	551,113	-	551,113
Compensated Absences Payable	954,446	47,196	1,001,642
Notes Payable	1,800,000	-	1,800,000
Installment Contracts Payable	318,621	-	318,621
General Obligation Bonds Payable	865,000	-	865,000
Total Noncurrent Liabilities	11,208,205	47,196	11,255,401
Total Liabilities	14,526,155	258,139	14,784,294
NET ASSETS			
Invested in Capital Assets -			
Net of Related Debt	11,316,087	2,645,262	13,961,349
Restricted - Public Safety	92,489	-	92,489
Unrestricted	(7,660,322)	(140,328)	(7,800,650)
Total Net Assets	\$ 3,748,254	\$ 2,504,934	\$ 6,253,188

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Activities
Year Ended April 30, 2010

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/ Contributions
Governmental Activities			
General Government	\$ 1,324,340	\$ 606,321	\$ -
Public Safety	10,551,760	646,186	386,361
Culture and Recreation	884,433	461,603	-
Public Works	1,432,162	20,974	50,000
Building, Health and Zoning	234,340	380,691	-
Sanitation	554,573	352,821	-
Interest on Long-Term Debt	113,524	-	-
Total Governmental Activities	<u>15,095,132</u>	<u>2,468,596</u>	<u>436,361</u>
Business-Type Activities			
Water	1,725,325	1,253,713	-
	<u>\$ 16,820,457</u>	<u>\$ 3,722,309</u>	<u>\$ 436,361</u>

General Revenues
 Taxes
 Property
 Municipal and Non-Home
 Rule Sales
 Telecommunication
 Utility
 Other
 Intergovernmental-Unrestricted
 Income Tax
 Replacement Tax
 Local Use Tax
 Other Taxes
 Investment Earnings
 Miscellaneous

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

The notes to the financial statements are an integral part of this statement

Net Expense/Revenue		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (718,019)	\$ -	\$ (718,019)
(9,519,213)	-	(9,519,213)
(422,830)	-	(422,830)
(1,361,188)	-	(1,361,188)
146,351	-	146,351
(201,752)	-	(201,752)
(113,524)	-	(113,524)
<u>(12,190,175)</u>	<u>-</u>	<u>(12,190,175)</u>
-	(471,612)	(471,612)
<u>\$ (12,190,175)</u>	<u>\$ (471,612)</u>	<u>\$ (12,661,787)</u>
\$ 639,711	\$ -	\$ 639,711
7,692,711	-	7,692,711
220,939	-	220,939
426,631	-	426,631
4,351	-	4,351
531,186	-	531,186
41,096	-	41,096
79,534	-	79,534
285,677	-	285,677
1,459	-	1,459
115,857	65,037	180,894
<u>10,039,152</u>	<u>65,037</u>	<u>10,104,189</u>
(2,151,023)	(406,575)	(2,557,598)
<u>5,899,277</u>	<u>2,911,509</u>	<u>8,810,786</u>
<u>\$ 3,748,254</u>	<u>\$ 2,504,934</u>	<u>\$ 6,253,188</u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Balance Sheet - Governmental Funds
April 30, 2010**

	<u>General</u>
ASSETS	
Cash and Investments	\$ 1,432,292
Receivables - Net of Allowances	
Property Taxes	229,839
Accounts	48,546
Accrued Interest	2
Other	11,867
Due from Other Funds	1,199,285
Due from Other Governments	2,190,241
Prepays	487,959
Inventories	<u>47,928</u>
 Total Assets	 <u><u>\$ 5,647,959</u></u>
LIABILITIES AND FUND BALANCES	
Liabilities	
Accounts Payable	\$ 859,371
Accrued Payroll	79,686
Deposits Payable	252,284
Due to Other Funds	578,438
Unearned/Deferred Revenues	<u>552,613</u>
Total Liabilities	<u>2,322,392</u>
 Fund Balances	
Reserved - Prepays/Inventories	535,887
Reserved - Public Safety	92,489
Unreserved - General	2,697,191
Unreserved - Special Revenue	-
Unreserved - Debt Service	-
Unreserved - Capital Projects	-
Total Fund Balances	<u>3,325,567</u>
 Total Liabilities and Fund Balances	 <u><u>\$ 5,647,959</u></u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects	Nonmajor Governmental	Total Governmental Funds
\$ 79,867	\$ -	\$ 10,155	\$ 1,522,314
113,594	-	-	343,433
-	7,500	173,309	229,355
-	-	-	2
-	-	-	11,867
19,513	-	558,925	1,777,723
-	62,239	-	2,252,480
-	-	-	487,959
-	-	-	47,928
<u>\$ 212,974</u>	<u>\$ 69,739</u>	<u>\$ 742,389</u>	<u>\$ 6,673,061</u>

\$ -	\$ 63,959	\$ 99,521	\$ 1,022,851
-	-	-	79,686
-	-	29,947	282,231
-	639,664	-	1,218,102
242,173	-	-	794,786
<u>242,173</u>	<u>703,623</u>	<u>129,468</u>	<u>3,397,656</u>

-	-	-	535,887
-	-	-	92,489
-	-	-	2,697,191
-	-	612,921	612,921
(29,199)	-	-	(29,199)
-	(633,884)	-	(633,884)
<u>(29,199)</u>	<u>(633,884)</u>	<u>612,921</u>	<u>3,275,405</u>
<u>\$ 212,974</u>	<u>\$ 69,739</u>	<u>\$ 742,389</u>	<u>\$ 6,673,061</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Assets - Governmental Activities**

April 30, 2010

Total Governmental Fund Balances **\$ 3,275,405**

Amounts reported for governmental activities in the Statement of Net Assets
are different because:

Capital assets used in governmental activities are not financial
resources and therefore, are not reported in the funds. 13,187,548

Internal service funds are used by the Village to charge the costs of
health insurance to individual funds.
The assets and liabilities of the internal service funds are included
in the governmental activities in the Statement of Net Assets. (367,052)

Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

Net Pension Obligation Payable	(6,719,025)
Net Other Post-Employment Benefit Obligation Payable	(551,113)
Compensated Absences Payable	(1,193,057)
Notes Payable	(2,000,000)
Installment Contracts Payable	(821,461)
General Obligation Bonds Payable	(1,050,000)
Accrued Interest Payable	(12,991)

Net Assets of Governmental Activities **\$ 3,748,254**

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2010**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
 Year Ended April 30, 2010

	<u>General</u>
Revenues	
Taxes	\$ 8,766,652
Licenses and Permits	863,930
Intergovernmental	715,664
Charges for Services	896,696
Fines and Forfeits	227,902
Investment Earnings	1,449
Miscellaneous	115,857
Total Revenues	<u>11,588,150</u>
Expenditures	
Current	
General Government	668,033
Public Safety	8,411,498
Culture and Recreation	866,143
Public Works	1,041,987
Building, Health and Zoning	234,340
Sanitation	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>11,222,001</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>366,149</u>
Other Financing Sources (Uses)	
Debt Issuance	2,000,000
Disposal of Capital Assets	10,090
Transfers In	-
Transfers Out	<u>(902,000)</u>
	<u>1,108,090</u>
Net Change in Fund Balances	1,474,239
Fund Balances - Beginning	<u>1,851,328</u>
Fund Balances - Ending	<u>\$ 3,325,567</u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects	Nonmajor Governmental	Total Governmental Funds
\$ 213,340	\$ -	\$ 4,351	\$ 8,984,343
-	-	-	863,930
-	62,239	635,677	1,413,580
-	-	440,342	1,337,038
-	-	-	227,902
-	-	10	1,459
-	-	-	115,857
213,340	62,239	1,080,380	12,944,109
-	-	-	668,033
-	-	36,646	8,448,144
-	-	-	866,143
-	-	367,142	1,409,129
-	-	-	234,340
-	-	554,573	554,573
-	205,370	395,062	600,432
180,000	597,644	19,685	797,329
66,942	42,344	2,409	111,695
246,942	845,358	1,375,517	13,689,818
(33,602)	(783,119)	(295,137)	(745,709)
-	100,000	85,242	2,185,242
-	-	-	10,090
-	700,000	202,000	902,000
-	-	-	(902,000)
-	800,000	287,242	2,195,332
(33,602)	16,881	(7,895)	1,449,623
4,403	(650,765)	620,816	1,825,782
\$ (29,199)	\$ (633,884)	\$ 612,921	\$ 3,275,405

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities

Year Ended April 30, 2010

Net Change in Fund Balances - Total Governmental Funds	\$ 1,449,623
 Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays 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.	
Capital Outlays	686,196
Depreciation Expense	(457,256)
The net effect of various miscellaneous transactions involving capital assets is to decrease net assets.	
Disposals - Cost	(296,000)
Disposals - Accumulated Depreciation	292,435
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Additions to Net Pension Obligation Payable	(1,859,090)
Additions to Net Other Post-Employment Benefit Obligation Payable	(551,113)
Increases to Compensated Absences Payable	(27,589)
Issuance of Debt	(2,185,242)
Retirement of Debt	797,329
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
	(1,829)
Internal service funds are used by the Village to charge the costs of health insurance to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	
	<u>1,513</u>
Changes in Net Assets of Governmental Activities	<u>\$ (2,151,023)</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Net Assets - Proprietary Funds

April 30, 2010

	Business-Type Activities - Enterprise Water	Governmental Activities Internal Service Health Insurance
ASSETS		
Current Assets		
Cash and Investments	\$ 75	\$ -
Receivables - Net of Allowances		
Accounts	277,819	-
Prepays	31,440	-
Total Current Assets	<u>309,334</u>	<u>-</u>
Noncurrent Assets		
Capital Assets		
Nondepreciable	215,500	-
Depreciable	6,605,995	-
Accumulated Depreciation	(4,176,233)	-
Total Noncurrent Assets	<u>2,645,262</u>	<u>-</u>
Total Assets	<u>2,954,596</u>	<u>-</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	132,287	-
Accrued Payroll	905	-
Deposits Payable	49,713	-
Unearned/Deferred Revenues	16,239	-
Claims Payable	-	1,581
Due to Other Funds	191,523	365,471
Compensated Absences Payable	11,799	-
Total Current Liabilities	<u>402,466</u>	<u>367,052</u>
Long-Term Liabilities		
Compensated Absences Payable	47,196	-
Total Liabilities	<u>449,662</u>	<u>367,052</u>
NET ASSETS		
Invested in Capital Assets	2,645,262	-
Unrestricted	(140,328)	(367,052)
Total Net Assets	<u>\$ 2,504,934</u>	<u>\$ (367,052)</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds
Year Ended April 30, 2010

	Business-Type Activities - Enterprise Water	Governmental Activities Internal Service Health Insurance
Operating Revenues		
Charges for Services	\$ 1,253,713	\$ -
Interfund Services	-	2,279,081
Total Operating Revenues	<u>1,253,713</u>	<u>2,279,081</u>
Operating Expenses		
Administration	-	18,904
Operations	1,620,477	2,258,664
Depreciation	104,848	-
Total Operating Expenses	<u>1,725,325</u>	<u>2,277,568</u>
Operating Income (Loss)	(471,612)	1,513
Nonoperating Revenues		
Other Income	<u>65,037</u>	-
Change in Net Assets	(406,575)	1,513
Net Assets - Beginning	<u>2,911,509</u>	<u>(368,565)</u>
Net Assets - Ending	<u>\$ 2,504,934</u>	<u>\$ (367,052)</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2010**

	Business-Type Activities - Enterprise Water	Governmental Activities Internal Service Health Insurance
Cash Flows from Operating Activities		
Receipts from Customers and Users	\$ 1,660,256	\$ -
Receipts from Interfund Services Provided	-	2,306,645
Payments to Suppliers	(1,131,021)	(2,306,645)
Payments to Employees	(529,235)	-
Net Change in Cash and Cash Equivalents	-	-
Cash and Cash Equivalents		
Beginning of Year	75	-
End of Year	\$ 75	\$ -
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities		
Operating Income (Loss)	\$ (471,612)	\$ 1,513
Adjustments to Reconcile Operating Income Income to Net Cash		
Provided by (used in) Operating Activities:		
Other Income	65,037	-
Depreciation and Amortization Expense	104,848	-
(Increase) Decrease in Current Assets	341,506	27,564
Increase (Decrease) in Current Liabilities	(39,779)	(29,077)
Net Cash Provided by Operating Activities	\$ -	\$ -

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Fiduciary Funds - Statement of Net Assets
April 30, 2010**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 2,459,162
Investments	
U.S. Government and Agency Obligations	9,355,414
Mutual Funds	4,618,497
Insurance Contracts	828,648
Common Stock	4,506,678
Municipal Bonds	955,880
Receivables	
Accounts	29,279
Accrued Interest	<u>96,431</u>
Total Assets	22,849,989
LIABILITIES	
Due to Other Funds	<u>2,627</u>
NET ASSETS	
Held in Trust for Pension Benefits	<u><u>\$ 22,847,362</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Fiduciary Funds - Statement of Changes in Net Assets
Year Ended April 30, 2010**

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ -
Contributions - Employee	361,133
	<hr/>
Total Contributions	361,133
	<hr/>
Investment Income	
Interest Earned	718,207
Net Change in Fair Value	2,736,552
	<hr/>
	3,454,759
Less Investment Expenses	(102,155)
Net Investment Income	3,352,604
	<hr/>
Total Additions	3,713,737
	<hr/>
Deductions	
Administration	26,324
Benefits and Refunds	1,627,500
	<hr/>
Total Deductions	1,653,824
	<hr/>
Change in Net Assets	2,059,913
Net Assets - Beginning	20,787,449
	<hr/>
Net Assets - Ending	\$ 22,847,362
	<hr/>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of North Riverside is a municipal corporation governed by an elected President and six-member Board of Trustees. The Village's major operations include police protection and fire safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, water and sanitation services, and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB Pronouncements. Although the Village has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Village has chosen not to do so. The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of North Riverside
Blended Component Units:	Police Pension Employees Retirement System Firefighters' Pension Employees Retirement System

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units that have a significant operational or financial relationship with the Village.

Blended Component Units - Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Village Board or the Component unit provides services entirely to the Village. These component units' funds are blended into those of the Village's by appropriate activity type to compose the primary government presentation.

Blended Component Units

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village President, one elected pension beneficiary and two elected police employees constitute the pension board.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

REPORTING ENTITY – Continued

Blended Component Units – Continued

Police Pension Employees Retirement System – Continued

The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board, with two members appointed by the Village President, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a pension trust fund.

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's police protection and fire safety, highway and street maintenance and reconstruction, forestry, building, code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water services are classified as business-type activities.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Village first utilizes restricted resources to finance qualifying activities.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc).

The Village allocates indirect costs to other funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid for through the General Fund.

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net assets resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains four nonmajor special revenue funds.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and is used to account for the accumulation of resources and payment of general obligation bond and installment contract principal and interest from governmental resources.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Capital Projects Fund is treated as a major fund and is used to account for resources to be used for infrastructure improvements and the acquisition or construction of major capital assets other than those financed by proprietary funds.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water Fund, which is used to account for resources used to provide services to the general public on a user charge basis exclusively for water supply.

Internal service fund is used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains one internal service fund, the Health Insurance Fund. The Health Insurance Fund is used to account for all of the diverse health and term insurance purchases for the government with the costs allocated to the other funds and departments on a per employee basis.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police and Firefighters' Pension Funds account for money received from nonenterprise fund sources and held by a governmental unit in the capacity of trustee for individuals, entities and nonpublic organizations. The pension trust funds' assets, by definition, are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, therefore, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net assets.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales, non-home rule sales, simplified telecommunication, motor fuel taxes collected or due, franchise fees, amusement taxes, utility taxes licenses, investment earnings, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 Village's enterprise fund, and of the Village's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service 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 nonoperating revenues and expenses.

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Assets are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows", cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are amounts provided with a requirement of repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings, and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide Statement of Net Assets, except for amounts between similar activities, which have been eliminated.

Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The cost of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Interfund Receivables, Payables and Activity – Continued

Services provided and used are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund Balance Sheets or fund Statements of Net Assets. Reimbursements repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Transfers are flows of assets (such as cash or goods) without equivalent flows of assets in return and without the requirement of repayment. In governmental funds, transfers are reported as other financing uses in the fund making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

Prepays

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaids.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 to \$250,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, public right-of-ways and sidewalks are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Capital Assets – Continued

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	15 – 25 Years
Buildings	45 Years
Building Improvements	10 – 30 Years
Vehicles	3 – 10 Years
Machinery and Equipment	5 – 30 Years
Computers	4 Years
Furniture and Fixtures	5 – 20 Years
Infrastructure	20 – 80 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Unearned/Deferred Revenue

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

Fund Equity

In the government-wide financial statements, equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt—Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets—Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted net assets—All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the general, special revenue (except the foreign fire insurance fund), debt service, capital projects, enterprise and internal service funds. Operating budgets are adopted for the pension trust funds. All annual appropriations lapse at fiscal year end.

All departments of the Village submit requests for appropriation to the Village Administrator and Treasurer so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The Village Administrator and Finance Director are authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, supplementary appropriations were made and are reflected in the financial statements.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting – under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is not used.

EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures/expenses, exclusive of depreciation, over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Motor Fuel Tax	\$ 147,142
911 Telephone Surcharge	10,258
Health Insurance	30,568
Police Pension	102,256

DEFICIT FUND EQUITY

The following funds had deficit fund equity for the fiscal year:

<u>Fund</u>	<u>Deficit</u>
Debt Service	\$ 29,199
Capital Projects	633,884
Health Insurance	367,052

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments". In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Metropolitan Investment Fund. The deposits and investments of the Pension Funds are held separately from those of other Village funds. Statutes authorize the Pension Funds to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois Bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies and separate accounts of life insurance companies provided the investment in separate accounts does not exceed ten percent of the pension fund's net assets. Pension funds of at least 5 million that have appointed an investment advisor may, through that investment advisor, invest up to thirty-five percent of the plan's net assets in common and preferred stocks that meet specific restrictions.

Illinois Funds is an investment pool managed by the Illinois public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$965,178 and the bank balances totaled \$940,892.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investments. The Village has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)	
		Less Than 1	1 to 5
Illinois Funds	\$ 557,211	\$ 557,211	\$ -

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village’s investment policy states that it will mitigate interest rate risk by structuring the investment portfolio so that securities mature concurrently to meet cash requirements of the Village’s ongoing operations, thereby, eliminating the need to sell securities on the open market prior to maturity, and investing operating fund primarily in shorter-term securities, money market mutual funds or similar investment pools. Specifically, the investment policy states that unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than five years from the date of purchase. Reserve funds and other funds with longer-term cash flow requirements may be invested in securities exceeding five years if the maturity of such investments is made to coincide as nearly as practicable with the expected use of funds.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village’s investment policy mitigates credit risk by limiting investments to the safest types of securities, by pre-qualifying all financial institutions, brokers/dealers, intermediaries and advisors with which the Village conducts business, and diversifying the investment portfolio so that potential losses on individual securities will be minimized. At year-end, the Village’s U.S. Agency securities are all rated AAA by Standard & Poor’s, and the Village’s investment in the Illinois Funds is rated AAAM by Standard & Poor’s.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires that any deposit in excess of Banking Insurance Fund and Savings Association Insurance Fund limits to be secured by some form of collateral. The Village will accept any of the following assets as collateral: U.S. Government Securities, Obligations of Federal Agencies, Obligations of Federal Instrumentalities, and Obligations of the State of Illinois. The fair market value of collateral provided will not be less than 110% of the bank balance of deposits, including accrued interest. Pledged collateral will be held in safekeeping by an independent third party acting as agent for the Village. At year-end, \$97,780 of the bank balance of deposits was not covered by federal depository or equivalent insurance. For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year-end, the Village's investments in U.S. Agency securities are all insured or registered with the Village or its agent in the Village's name and the Village's investment in the Illinois Funds is noncategorizable.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that the investment policy shall be diversified by: limiting investments to avoid over concentration in securities from a specific issuer or business sector, excluding U.S. Treasury securities, by limiting investment in securities that have higher credit risks, by investing in securities with varying maturities, and by continuously investing a portion of the portfolio in readily available funds such as local government investment pools (i.e. Illinois Funds) and money market mutual funds to ensure that appropriate liquidity is maintained to meet ongoing operating obligations. At year-end, the Village's investment in the Illinois Funds represents more than 5 percent of the total cash and investment portfolio.

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$326,144 and the bank balances totaled \$326,144.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investments. The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Bond	\$ 339,600	\$ -	\$ -	\$ 339,600	\$ -
U.S. Treasury Strip	808,941	394,010	315,881	99,050	-
U.S. Treasury Note	1,203,057	-	661,930	541,127	-
Federal Home Loan Bank	203,781	203,781	-	-	-
Federal Home Loan Mortgage Corp.	496,131	-	-	406,327	89,804
Federal National Mortgage Assoc.	2,849,763	-	1,033,392	491,652	1,324,719
Federal Farm Credit Bank	422,391	-	-	422,391	-
Government National Mortgage Assoc.	389,711	-	-	-	389,711
Illinois Funds	293,977	293,977	-	-	-
	<u>\$ 7,007,352</u>	<u>\$ 891,768</u>	<u>\$ 2,011,203</u>	<u>\$ 2,300,147</u>	<u>\$ 1,804,234</u>

Interest Rate Risk. The Fund's investment policy states that the investment portfolio will remain sufficiently liquid to enable the Fund to meet all operating requirements which might be reasonably anticipated.

Credit Risk. The Fund's investment policy states that safety of principle is the foremost objective of the policy. Investments shall be undertaken in a manner that seeks to insure the preservation of capital. The Fund's investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund's investments in U.S. Government and Agency securities were all rated AAA rated by Standard & Poor's.

Custodial Credit Risk. The Fund's investment policy does not mitigate custodial credit risk. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund's investment in U.S. Government and Agency securities are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

Concentration Risk. The Fund's investment policy states that investments of the Fund shall be so diversified as to minimize the risk of large losses. Diversification is to be interpreted to include diversification by asset type, by characteristic and by number of investments.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investment management of the Fund’s assets shall be in accordance with the following asset guidelines:

	<u>Minimum</u>	<u>Maximum</u>	<u>Preferred</u>
Equities	25%	45%	35%
Fixed Income	45%	74%	63%
Cash and Equivalents	1%	15%	2%

At year-end, the Funds investments are in compliance with the guidelines outlined above. In addition to the securities and fair values listed above, the Fund also has \$4,618,497 invested in mutual funds and \$1,945,083 invested in common stock. At year-end, the Fund has no investments over 5 percent of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations).

Firefighters’ Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$1,672,869 and the bank balances totaled \$1,672,869.

Investments. The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Note	\$ 505,565	\$ -	\$ -	\$ 505,565	\$ -
U.S. Treasury Strip	384,412	-	-	384,412	-
Federal Home Loan Bank	951,312	-	951,312	-	-
Federal National Mortgage Assn.	600,750	-	-	600,750	-
Federal Mortgage Coupon Discount Note	200,000	-	-	-	200,000
Local Obligations	955,880	300,378	402,064	-	253,438
Illinois Funds	166,172	166,172	-	-	-
	<u>\$ 3,764,091</u>	<u>\$ 466,550</u>	<u>\$ 1,353,376</u>	<u>\$ 1,490,727</u>	<u>\$ 453,438</u>

Interest Rate Risk. The Fund’s investment policy states that the investment portfolio shall remain sufficiently liquid to enable the Pension Board to meet all operating requirements, insurance premiums and settlements of claims which may be reasonably anticipated.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2010

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters’ Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Credit Risk. The Fund’s investment policy states that safety of principal is considered the foremost priority of the Pension Board. With each investment that is made the Board shall make a prudent effort to avoid capital losses, whether they be from default or erosion of market values. At year-end, the Fund’s investment in U.S. Treasury and Agency securities were all rated AAA rated by Standard & Poor’s. Standard & Poor’s rated the Fund’s investment in the Illinois Funds AAAM.

Custodial Credit Risk. The Fund’s investment policy states that all funds on deposit in banks in excess of FDIC limits be secured by some form of collateral. Direct investments guaranteed by the United States government do not require collateral. The Fund shall accept any of the following securities as collateral: negotiable full-faith and credit obligations of the United States government, and negotiable obligations of any agency or instrumentality of the United States government. The amount of collateral will not be less than 110% of the fair market value of the net amount of funds secured. Pledged collateral will be held in safekeeping and evidenced by a safekeeping agreement. All investments of the Fund shall be clearly held and accounted for to indicate ownership by the Board. The Fund will direct the registration of securities in its own name or in the name of a nominee created for the express purpose of registration of securities by a state bank, national bank or trust company authorized to do business in the State of Illinois. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund’s investment in U.S. Treasury and Agency securities are categorized as insured, registered, or held by the Fund or its agent in the Fund’s name. The Fund’s investment in the Illinois Funds is noncategorizable.

Concentration Risk. The Fund’s investment policy states no financial institution shall hold more than 50% of the Fund’s portfolio at the current time of investment placement, exclusive of securities held in safekeeping with the Trust Department of the financial institution. The following are suggested limits of holdings for the Fund:

Cash, Illinois Funds, NOW Accounts	0%	to	50%
GNMA Securities	0%	to	30%
Other Agencies	0%	to	75%
Strips (Zero Coupon Securities)	0%	to	70%
Full Faith & Credit – U.S. Govt.	10%	to	100%
Certificates of Deposit	0%	to	10%
Guaranteed Investment Contracts/Insurance Separate Accounts	0%	to	10%
Equity Investments	0%	to	35%

At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$2,561,595 invested in mutual funds and \$828,648 invested in insurance contracts. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in QA3 Funds of \$2,821,177.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital Assets - Nondepreciable				
Land	\$ 2,774,097	\$ -	\$ -	\$ 2,774,097
Land - Right of Way	4,314,090	-	-	4,314,090
Construction in Progress	-	166,663	-	166,663
	<u>7,088,187</u>	<u>166,663</u>	<u>-</u>	<u>7,254,850</u>
Depreciable Capital Assets				
Buildings and Improvements	8,099,148	-	-	8,099,148
Vehicles	2,296,102	124,471	140,204	2,280,369
Equipment and Furniture	2,523,945	395,062	155,796	2,763,211
Infrastructure	3,053,593	-	-	3,053,593
	<u>15,972,788</u>	<u>519,533</u>	<u>296,000</u>	<u>16,196,321</u>
Less Accumulated Depreciation				
Buildings and Improvements	4,385,346	183,553	-	4,568,899
Vehicles	1,872,819	160,963	136,639	1,897,143
Equipment and Furniture	1,806,577	81,394	155,796	1,732,175
Infrastructure	2,034,060	31,346	-	2,065,406
	<u>10,098,802</u>	<u>457,256</u>	<u>292,435</u>	<u>10,263,623</u>
Total Depreciable Capital Assets	<u>5,873,986</u>	<u>62,277</u>	<u>3,565</u>	<u>5,932,698</u>
Total Capital Assets	<u>\$ 12,962,173</u>	<u>\$ 228,940</u>	<u>\$ 3,565</u>	<u>\$ 13,187,548</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 68,588
Public Safety	251,491
Culture and Recreation	18,290
Public Works	<u>118,887</u>
	<u>\$ 457,256</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital Assets - Nondepreciable				
Land	\$ 215,500	\$ -	\$ -	\$ 215,500
Depreciable Capital Assets				
Buildings	187,982	-	-	187,982
Water System	5,020,350	-	-	5,020,350
Sewer System	1,294,965	-	-	1,294,965
Vehicles	102,698	-	-	102,698
	<u>6,605,995</u>	<u>-</u>	<u>-</u>	<u>6,605,995</u>
Less Accumulated Depreciation				
Buildings	30,550	37,282	-	67,832
Water System	3,041,731	51,231	-	3,092,962
Sewer System	930,006	11,535	-	941,541
Vehicles	69,098	4,800	-	73,898
	<u>4,071,385</u>	<u>104,848</u>	<u>-</u>	<u>4,176,233</u>
Total Depreciable Capital Assets	<u>2,534,610</u>	<u>(104,848)</u>	<u>-</u>	<u>2,429,762</u>
Total Capital Assets	<u>\$ 2,750,110</u>	<u>\$ (104,848)</u>	<u>\$ -</u>	<u>\$ 2,645,262</u>

Depreciation expense of \$104,848 was charged to the water business-type activity.

PROPERTY TAXES

Property taxes for 2009 attach as an enforceable lien on January 1, 2009, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2009 and July 1, 2010, and are payable in two installments, on or about March 1, 2010, and September 1, 2010. The County collects such taxes and remits them periodically. The 2009 levy was adopted in December 2009 and the uncollected amount at April 30 is recorded as a receivable with the full levy recorded as deferred revenues since it is intended to finance the Village's subsequent fiscal year. The 2010 tax levy, which attached as an enforceable lien on property as of January 1, 2010, has not been recorded as a receivable as of April 30, 2010, as the tax has not yet been levied by the Village and will not be levied until December 2010, and, therefore, the levy is not measurable at April 30, 2010.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Capital Projects	\$ 639,664
General	Health Insurance	365,471
General	Firefighters' Pension	2,627
General	Water	191,523
Debt Service	General	19,513
Nonmajor Governmental	General	558,925
		<u>\$ 1,777,723</u>

Interfund balances are advances in anticipation of receipts.

Interfund Transfers

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Capital Projects	General	\$ 700,000
Nonmajor Governmental	General	202,000
		<u>\$ 902,000</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Notes Payable

The Village enters into notes payable to provide funds for general purposes. Notes payable have been issued for the governmental activities. Notes payable are direct obligations and pledge the full faith and credit of the Village. Notes payable currently outstanding are as follows:

<u>Issue</u>	<u>Fund Debt Retired By</u>	<u>Beginning Balance</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Ending Balance</u>
\$2,000,000 Taxable General Obligation Note of 2009, due in annual installments of \$200,000 to \$1,600,000 plus interest at 2.65% through December 15, 2011.	General	\$ -	\$ 2,000,000	\$ -	\$ 2,000,000

Installment Contracts

The Village has established installment contracts payable as follows:

<u>Issue</u>	<u>Fund Debt Retired By</u>	<u>Beginning Balance</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Ending Balance</u>
\$28,753 installment contract payable, dated August 8, 2007, due in annual installments of \$6,919 including interest at 9.76% through September 8, 2010.	Capital Projects	\$ 12,777	\$ -	\$ 6,078	\$ 6,699
\$301,963 installment contract payable, dated March 6, 2007, due in annual installments of \$62,747 including interest at 4.25% through October 6, 2009.	Capital Projects	53,009	-	53,009	-

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2010

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts – Continued

Issue	Fund Debt Retired By	Beginning Balance	Issuances	Retirements	Ending Balance
\$500,000 installment contract payable, dated May 15, 2006, due in annual installments of \$95,525 including interest at 4.85% through May 15, 2009.	Capital Projects	\$ 83,335	\$ -	\$ 83,335	\$ -
\$450,000 installment contract payable, dated September 4, 2007, due in annual installments of \$80,549 including interest at 4.15% through September 7, 2010.	Capital Projects	231,929	-	153,026	78,903
\$750,000 installment contract payable, dated February 13, 2008, due in annual installments of \$131,505 including interest at 2.86% through April 1, 2011.	Capital Projects	507,740	-	250,266	257,474
\$450,000 installment contract payable, dated April 16, 2009, due in annual installments of \$79,867.33 including interest at 3.62% through May 1, 2012.	Capital Projects	150,000	-	71,615	78,385
	911 Telephone Service	214,758	85,242	-	300,000
\$100,000 installment contract payable, dated May 18, 2009, due in annual installments of \$12,500 including interest at 0.00% through November 1, 2017.	Capital Projects	-	100,000	-	100,000
		<u>\$ 1,253,548</u>	<u>\$ 185,242</u>	<u>\$ 617,329</u>	<u>\$ 821,461</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds

The Village has issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balance	Issuances	Retirements	Ending Balance
\$2,415,000 General Obligation (Alternate Revenue Source) Bonds of 2000A, due in annual installments of \$50,000 to \$235,000 plus interest at 4.65% to 5.60% through April 1, 2015.	Debt Service	<u>\$ 1,230,000</u>	<u>\$ -</u>	<u>\$ 180,000</u>	<u>\$ 1,050,000</u>

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Net Pension Obligation	\$ 4,859,935	\$ 1,859,090	\$ -	\$ 6,719,025	\$ -
Net Other Post-Employment Benefit Obligation	-	551,113	-	551,113	-
Compensated Absences	1,165,468	55,178	27,589	1,193,057	238,611
Notes Payable	-	2,000,000	-	2,000,000	200,000
Installment Contracts	1,253,548	185,242	617,329	821,461	502,840
General Obligation Bonds	1,230,000	-	180,000	1,050,000	185,000
	<u>\$ 8,508,951</u>	<u>\$ 4,650,623</u>	<u>\$ 824,918</u>	<u>\$ 12,334,656</u>	<u>\$ 1,126,451</u>
Business-Type Activities					
Compensated Absences	\$ 57,695	\$ 2,600	\$ 1,300	\$ 58,995	\$ 11,799

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Payments on the net pension obligation are made by the General Fund. The Capital Projects Fund and 911 Telephone Service Fund make payments on the installment contracts. Payments on the general obligation bonds are made by the Debt Service Fund. Also, for the governmental activities, compensated absences are generally liquidated by the general fund. In fiscal year 2010, the Village implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. This pronouncement required the Village to calculate and record a net other post employment benefit obligation (NOPEBO) at April 30, 2010. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since May 1, 2009.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year Ending April 30	Governmental Activities					
	General Obligation Bonds		Installment Contracts		Note Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 185,000	\$ 57,402	\$ 502,840	\$ 19,864	\$ 200,000	\$ 51,956
2012	200,000	47,505	165,184	7,050	1,800,000	33,977
2013	210,000	36,705	90,937	-	-	-
2014	220,000	25,260	12,500	-	-	-
2015	235,000	13,160	12,500	-	-	-
2016	-	-	12,500	-	-	-
2017	-	-	12,500	-	-	-
2018	-	-	12,500	-	-	-
	<u>\$ 1,050,000</u>	<u>\$ 180,032</u>	<u>\$ 821,461</u>	<u>\$ 26,914</u>	<u>\$ 2,000,000</u>	<u>\$ 85,933</u>

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979".

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

Assessed Valuation - 2008	<u>\$ 374,583,297</u>
Bonded Debt Limit - 8.625% of Assessed Value	32,307,809
Amount of Debt Applicable to Limit	<u>1,050,000</u>
Legal Debt Margin	<u>\$ 31,257,809</u>

NET ASSETS CLASSIFICATIONS

Investment in capital assets – net of related debt, was comprised of the following as of April 30, 2010:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 13,187,548
Less Capital Related Debt:	
Installment Contracts	(821,461)
General Obligation Bonds	<u>(1,050,000)</u>
Investment in Capital Assets - Net of Related Debt	<u>\$ 11,316,087</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 2,645,262</u>

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Village participates in the Municipal Insurance Cooperative Agency (MICA). MICA is a public entity risk pool whose members are Illinois municipalities. Each member is represented on the governing board of MICA, who are responsible for the operation of the pool. MICA manages and funds first party property losses, third party liability claims, workers' compensation claims and public officials' liability claims of its members. Each member is responsible for the first \$1,000 per claim with MICA responsible for the remainder – subject to certain limits. The Village's payments to MICA are displayed on the financial statements as expenditures/expenses in appropriate funds. The Village is not aware of any additional contributions required by MICA at of April 30, 2010 for prior claim years.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

The Village has established a Health Insurance Fund (an internal service fund) to account for the self-insured health insurance provided to current, disabled and retired employees. The Village has purchased specific and aggregate excess coverage policies to limit its exposure to these risks. The specific coverage limits losses to \$50,000 per person per policy year and the aggregate limit of all losses is \$1,752,991 per policy year.

Each participating fund makes payments to the Health Insurance Fund for amounts which are determined based on historical trends and current occurrences. Such payments are displayed on the financial statements as revenues and expenditures/expenses (interfund services provided/used). A liability for claims incurred as well as claims incurred but not yet reported has been reported in the internal service Health Insurance Fund as claims payable based on claims paid and historical experience. A reconciliation of claims payable for the fiscal years 2010 and 2009 is as follows:

	Year Ended April 30,	
	2010	2009
Claims Payable - Beginning	\$ 245,795	\$ 157,217
Incurred Claims	708,849	1,416,805
Claims Paid	(953,063)	(1,328,227)
Claims Payable - Ending	<u>\$ 1,581</u>	<u>\$ 245,795</u>

Intergovernmental Personnel Benefit Cooperative (IPBC)

On October, 1, 2010 the Village joined the Intergovernmental Personnel Benefit Cooperative (IPBC) to provide the Village's health insurance benefits. Risks for medical and death benefits for employees and retirees are provided for through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan, which is also a single-employer pension plan. Separate reports are issued for the Police and Firefighters' Pension Plans and may be obtained by writing to the Village at 2401 South DesPlaines Avenue, North Riverside, Illinois 60546. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies

Illinois Municipal Retirement System

All employees (other than those covered by the Police and Firefighters' Pension plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer rate for calendar year 2009 was 12.99 percent.

Police Pension Plan

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At fiscal year end the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	22
Current Employees Vested and Nonvested	<u>28</u>
	<u><u>50</u></u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Police Pension Plan – Continued

The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2033 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Firefighters' Pension Plan

The Firefighters' Pension Plan is a single-employer defined pension plan that covers all sworn fire personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At fiscal year end the Firefighters' Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	13
Current Employees Vested and Nonvested	<u>18</u>
	<u>31</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Firefighters' Pension Plan – Continued

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank at the date of retirement. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2033 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Summary of Significant Accounting Policies and Plan Asset Matters – Continued

Significant Investments

There are no significant investments (other than U.S. Government - guaranteed obligations) in any one organization that represent 5 percent or more of plan net assets available for benefits for either the Police or Firefighters' Pension Plans, except as listed below. Information for IMRF is not available.

Plan	Organization	Amount
Firefighters' Pension	QA3 Funds	\$ 2,821,177

Related Party Transactions

There are no securities of the employer or any other related parties included in plan assets.

Annual Pension Cost and Net Pension Obligation

The pension liability was determined in accordance with GASB Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers." The amount of the pension liability for the IMRF, Police Pension and Firefighters' Pension plans are as follows:

	Illinois Municipal Retirement*	Police Pension	Firefighters' Pension	Total
Annual Required Contribution	\$ 95,312	\$ 896,875	\$ 543,999	\$ 1,536,186
Interest on the NPO	-	225,563	143,638	369,201
Adjustment to the ARC	-	26,094	12,391	38,485
Annual Pension Cost	95,312	1,148,532	700,028	1,943,872
Actual Contribution	84,782	-	-	84,782
(Decrease) to the NPO	10,530	1,148,532	700,028	1,859,090
NPO - Beginning of Year	-	2,970,950	1,888,985	4,859,935
NPO - End of Year	\$ 10,530	\$ 4,119,482	\$ 2,589,013	\$ 6,719,025

*The NPO for IMRF became effective January 1, 2010 and represents four months of activity.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation – Continued

The Village annual required contribution for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Contribution Rates			
Employer	12.99%	0.36%	0.00%
Employee	4.50%	9.91%	9.46%
Actuarial Valuation Date	12/31/2007	4/30/09	4/30/09
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis
Remaining Amortization Period	23 Years	24 Years	24 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	8.00% Compounded Annually	8.00% Compounded Annually
Projected Salary Increases	.4 to 10.0%	5.00%	5.00%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Trend Information

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows: The NPO is the cumulative difference between the APC and the contributions actually made.

	Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual Pension Cost (APC)	2008	\$ 238,227	\$ 386,773	\$ 232,945
	2009	226,844	691,329	456,769
	2010	231,474	1,148,532	700,028
Actual Contributions	2008	\$ 238,227	\$ 473,266	\$ 332,861
	2009	226,844	-	-
	2010	231,474	-	-
Percentage of APC Contributed	2008	100.00%	122.36%	142.89%
	2009	100.00%	0.00%	0.00%
	2010	100.00%	0.00%	0.00%
Net Pension Obligation	2008	\$ -	\$ 2,279,621	\$ 1,432,216
	2009	-	2,970,950	1,888,985
	2010	-	4,119,482	2,589,013

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Funded Status and Funding Progress

The Village's funded status for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial Valuation Date	12/31/09	4/30/2009	4/30/2009
Percent Funded	72.68%	52.80%	56.20%
Actuarial Accrued Liability for Benefits	\$5,635,292	\$23,629,478	\$14,760,549
Actuarial Value of Assets	\$4,095,778	\$12,488,103	\$8,299,346
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$1,539,514)	(\$11,141,375)	(\$6,461,203)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$1,781,944	\$2,247,954	\$1,427,046
Ratio of UAAL to Covered Payroll	86.40%	495.62%	452.77%

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions, Provisions, and Funding Policies

In addition to providing the pension benefits described, the Village provides post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's General Fund.

The Village provides post-employment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans. Elected officials are not eligible for benefits.

All health care benefits are provided through the Village's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the Village's plan becomes secondary.

All retirees contribute approximately 9% of the actuarially determined premium to the plan. For the fiscal year ending April 30, 2010, retirees contributed \$42,138. Active employees do not contribute to the plan until retirement.

At April 30, 2010, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	42
Active Employees	<u>70</u>
Total	<u>112</u>
Participating Employers	1

The Village does not currently have a funding policy.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2010**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the plan as of April 30, 2010 to determine the funded status of the plan as of that date as well as the employer’s annual required contribution (ARC) for the fiscal year ended April 30, 2010.

The net OPEB asset (NOPEBA) as of April 30, 2010, was calculated as follows:

	<u>OPEB</u>
Annual Required Contribution	\$ 1,135,274
Interest on the NPO	-
Adjustment to the ARC	<u>-</u>
Annual OPEB Cost	1,135,274
Actual Contribution	<u>584,161</u>
Increase in the NOPEBA	551,113
NOPEBA - Beginning of Year	<u>-</u>
NOPEBA - End of Year	<u><u>551,113</u></u>

Trend Information

The Village’s annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation (asset) are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of OPEB Cost Contributed	Net OPEB Obligation (Asset)
2008	\$ N/A	\$ N/A	N/A %	\$ N/A
2009	N/A	N/A	N/A	N/A
2010	1,135,274	584,161	51.46	551,113

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2010

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation – Continued

Funded Status and Funding Progress

The funded status of the plan as of April 30, 2010, was as follows:

Actuarial Accrued Liability (AAL)	\$ 17,402,074
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	17,402,074
Funded Ratio (actuarial value of plan assets/AAL)	-
Covered Payroll (active plan members)	6,586,543
UAAL as a percentage of covered payroll	37.85%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2010 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses), and an annual healthcare cost trend rate of 8.0%, with an ultimate rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2010, was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
 - Other Post-Employment Benefit Plan

- Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
 - Other Post-Employment Benefit Plan

- Budgetary Comparison Schedule – General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Funding Progress
April 30, 2010**

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2004	\$ 3,678,155	\$ 4,621,461	79.59%	\$ 943,306	\$ 1,631,161	57.83%
2005	3,854,860	4,735,518	81.40%	880,658	1,607,708	54.78%
2006	4,478,707	5,159,080	86.81%	680,373	1,594,776	42.66%
2007	4,345,165	5,052,675	86.00%	707,510	1,755,539	40.30%
2008	3,581,140	5,190,092	69.00%	1,608,952	1,748,989	91.99%
2009	4,095,778	5,635,292	72.68%	1,539,514	1,781,944	86.40%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Funding Progress
April 30, 2010**

Actuarial Valuation Date April 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2004	\$ 11,987,689	\$ 16,718,101	71.70%	\$ 4,730,412	\$ 1,851,273	255.52%
2005	12,294,223	17,941,601	68.52%	5,647,378	1,917,803	294.47%
2006	13,067,675	19,044,881	68.62%	5,977,206	1,895,593	315.32%
2007	14,512,393	20,883,981	69.49%	6,371,588	2,004,829	317.81%
2008	14,946,214	22,270,103	67.11%	7,323,889	2,080,965	351.95%
2009	12,488,103	23,629,478	52.85%	11,141,375	2,247,954	495.62%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Funding Progress

April 30, 2010

Actuarial Valuation Date April 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2004	\$ 8,008,900	\$ 10,088,327	79.39%	\$ 2,079,427	\$ 1,342,697	154.87%
2005	7,999,656	10,926,310	73.21%	2,926,654	1,342,697	217.97%
2006	8,044,548	11,481,354	70.07%	3,436,806	1,402,820	244.99%
2007	8,965,139	12,153,137	73.77%	3,187,998	1,455,381	219.05%
2008	9,246,926	14,125,995	65.46%	4,879,069	1,368,226	356.60%
2009	8,299,346	14,760,549	56.23%	6,461,203	1,427,046	452.77%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Other Post-Employment Benefit Plan

**Required Supplementary Information
Schedule of Funding Progress
April 30, 2010**

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
April 30						
2005	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2006	N/A	N/A	N/A	N/A	N/A	N/A
2007	N/A	N/A	N/A	N/A	N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A	N/A
2010	-	17,402,072	0.00%	17,402,072	6,586,543	37.85%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for other years is not available. The Village is required to have an actuarial valuation performed triennially.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Employer Contributions

April 30, 2010

Year Ended April 30	Employer Contributions	Annual Required Contribution	Percent Contributed
2005	\$ 209,278	\$ 209,278	100.00%
2006	203,375	203,375	100.00%
2007	216,570	216,570	100.00%
2008	238,227	238,227	100.00%
2009	226,844	226,844	100.00%
2010	231,474	231,474	100.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Employer Contributions
April 30, 2010**

Year Ended April 30	Employer Contributions	Annual Required Contribution	Percent Contributed
2005	\$ -	\$ 406,110	0.00%
2006	-	474,683	0.00%
2007	756,905	500,252	151.30%
2008	473,266	539,281	87.76%
2009	8,156	617,755	1.32%
2010	-	896,875	0.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Employer Contributions
April 30, 2010**

Year Ended April 30	Employer Contributions	Annual Required Contribution	Percent Contributed
2005	\$ -	\$ 255,205	0.00%
2006	-	293,580	0.00%
2007	472,163	332,861	141.85%
2008	332,861	327,389	101.67%
2009	-	428,260	0.00%
2010	-	543,999	0.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Other Post-Employment Benefit Plan

**Required Supplementary Information
Employer Contributions
April 30, 2010**

Year Ended May 31	Employer Contributions	Annual Required Contributions	Percent Contributed
2005	\$ N/A	\$ N/A	N/A
2006	N/A	N/A	N/A
2007	N/A	N/A	N/A
2008	N/A	N/A	N/A
2009	N/A	N/A	N/A
2010	584,161	1,135,274	51.46%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for other years is not available.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 10,235,500	\$ 10,235,500	\$ 8,766,652
Licenses and Permits	751,000	751,000	863,930
Intergovernmental	879,500	879,500	715,664
Charges for Services	872,650	872,650	896,696
Fines and Forfeits	626,250	626,250	227,902
Investment Earnings	45,520	45,520	1,449
Miscellaneous	106,950	106,950	115,857
Total Revenues	13,517,370	13,517,370	11,588,150
Expenditures			
General Government	674,820	719,370	668,033
Public Safety	9,470,080	8,834,410	8,411,498
Culture and Recreation	1,021,045	1,050,745	866,143
Public Works	1,151,913	1,207,213	1,041,987
Building, Health and Zoning	282,150	275,650	234,340
Total Expenditures	12,600,008	12,087,388	11,222,001
Excess (Deficiency) of Revenues Over (Under) Expenditures	917,362	1,429,982	366,149
Other Financing Sources (Uses)			
Debt Issuance	-	-	2,000,000
Disposal of Capital Assets	5,200	5,200	10,090
Transfers Out	(866,000)	(866,000)	(902,000)
	(860,800)	(860,800)	1,108,090
Net Change in Fund Balance	\$ 56,562	\$ 569,182	1,474,239
Fund Balance - Beginning			1,851,328
Fund Balance - Ending			\$ 3,325,567

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedule – Enterprise Fund
- Budgetary Comparison Schedule – Internal Service Fund
- Combining Statements – Pension Trust Funds
- Budgetary Comparison Schedules – Pension Trust Funds

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the improvements to streets and infrastructure and for the maintenance of streets and infrastructure. Financing is provided by the government's share of state gasoline taxes and any interest earnings. State law requires these gasoline taxes be used to maintain streets and associated infrastructure.

Refuse Fund

The Refuse Fund is used to account for the government's provision to remove refuse, yard waste and recyclable materials. Financing is provided by charges for service and contributions from the General Fund. Funds are used to furnish waste pickup for all three activities.

911 Telephone Services Fund

The 911 Telephone Services Fund is used to account for the emergency service provided through a centralized phone number (911). Financing is provided through charges added to each phone users monthly bill. Funds are used to provide equipment and telephone connections with the local phone company.

Foreign Fire Insurance Fund

The Foreign Fire Insurance Fund is used to account for the expenditures of a 2% tax on premiums for fire insurance policies covering property in the Village that are sold by insurance companies not incorporated in Illinois.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond and installment contract principal and interest from governmental resources.

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for resources to be used for infrastructure improvements and the acquisition or construction of major capital assets other than those financed by proprietary funds.

ENTERPRISE FUND

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Water Fund

The Water Fund is used to account for resources used to provide services to the general public on a user charge basis exclusively for water supply.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

INTERNAL SERVICE FUND

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

Health Insurance Fund

The Health Insurance Fund is used to account for all of the diverse health and term insurance purchases for the government with the costs allocated to the other funds and departments on a per employee basis.

TRUST AND AGENCY FUNDS

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to pay pension costs. Resources are contributed by police force members at rates fixed by state statutes and by the government through a general fund contribution.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to pay pension costs. Resources are contributed by fire personnel members at rates fixed by state statutes and by the government through a general fund contribution.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Taxes			
Property	\$ 490,500	\$ 490,500	\$ 426,371
Municipal Sales	5,000,000	5,000,000	4,340,430
Non Home Rule Sales	4,020,000	4,020,000	3,352,281
Simplified Municipal Telecommunications	250,000	250,000	220,939
Utility	475,000	475,000	426,631
	<u>10,235,500</u>	<u>10,235,500</u>	<u>8,766,652</u>
Licenses and Permits			
Liquor Licenses	55,000	55,000	52,350
Vehicle Licenses	110,000	110,000	179,980
Business Licenses	209,000	209,000	200,709
Television Franchise Fee	63,500	63,500	58,770
Telephone Franchise Fee	15,000	15,000	13,136
Amusement Taxes	40,000	40,000	43,133
Building Permits	168,000	168,000	225,101
Electrical Permits	15,000	15,000	11,010
Contractor Registration	60,000	60,000	61,075
Other Licenses and Permits	15,500	15,500	18,666
	<u>751,000</u>	<u>751,000</u>	<u>863,930</u>
Intergovernmental			
State Income	600,000	600,000	531,186
Local Use	93,500	93,500	79,534
Personal Property Replacement	45,000	45,000	41,096
Fire and Police Training Reimbursement	21,000	21,000	18,752
Grants			
Badge	-	-	16,498
Other	100,000	100,000	7,624
IDOT Street Maintenance Reimbursement	20,000	20,000	20,974
	<u>879,500</u>	<u>879,500</u>	<u>715,664</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Charges for Services			
Recreation Fees	\$ 451,000	\$ 451,000	\$ 461,603
Ambulance Fees	205,000	205,000	242,497
Advertising-Bus Shelter	18,000	18,000	24,111
Elevator Inspections	23,100	23,100	24,600
Pre-Sale Inspections	24,200	24,200	19,258
Sign Inspections	40,700	40,700	39,647
Security Alarm Connections	30,000	30,000	29,380
Fire Inspections	43,500	43,500	40,134
Other Charges for Services	37,150	37,150	15,466
	<u>872,650</u>	<u>872,650</u>	<u>896,696</u>
Fines and Forfeitures			
Circuit Court Fines	140,000	140,000	97,280
Parking and Compliance Fines	380,000	380,000	93,527
Code Enforcement Fines	-	-	300
Administrative Tow Fines	70,000	70,000	18,000
False Alarm Fines	36,250	36,250	18,795
	<u>626,250</u>	<u>626,250</u>	<u>227,902</u>
Investment Earnings	<u>45,520</u>	<u>45,520</u>	<u>1,449</u>
Miscellaneous			
Donations	1,300	1,300	22,241
Reimbursements	81,750	81,750	68,520
Miscellaneous	23,900	23,900	25,096
	<u>106,950</u>	<u>106,950</u>	<u>115,857</u>
Total Revenues	<u>\$ 13,517,370</u>	<u>\$ 13,517,370</u>	<u>\$ 11,588,150</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
General Government			
General Administration			
Salaries - Elected Officials	\$ 45,600	\$ 45,600	\$ 45,600
Expenses - Elected Officials	4,100	4,100	2,470
Salaries and Wages	348,000	348,000	347,876
Overtime Pay	7,000	5,000	4,579
Payroll Taxes and Benefits	206,170	223,670	215,456
Employee Expenses	19,250	16,750	12,478
General Liability Insurance	10,000	7,000	5,673
Audit Fees	22,500	22,500	19,070
Other Professional and Outside Services	162,700	182,000	178,910
Civic and Recreational Programs	12,000	12,000	6,998
Operational Costs	40,000	47,000	40,230
Building Maintenance and Utilities	65,000	72,500	68,712
Equipment Operation and Maintenance	27,500	28,250	22,816
Equipment and Furniture	24,000	24,000	16,165
Allocation to Other Departments and to Enterprise Fund	(319,000)	(319,000)	(319,000)
Total General Government	674,820	719,370	668,033
Public Safety			
Police Protection			
Salaries and Wages	2,760,500	2,760,500	2,652,409
Overtime Pay	560,000	570,000	510,419
Part-Time and Temporary Wages	135,500	113,500	101,622
Payroll Taxes and Benefits	1,739,556	1,326,775	1,303,856
Employee Expenses	71,200	72,700	61,183
Professional and Outside Services	181,900	177,900	108,386
Civic and Recreational Programs	1,000	1,000	200
Operational Costs	67,900	68,400	56,733
Building Maintenance and Utilities	99,000	99,000	86,701
Equipment Operation and Maintenance	141,600	148,600	122,438
Equipment and Furniture	10,500	16,500	11,617
Grants	-	-	16,498
Allocation from General Administration	140,000	140,000	140,000
	5,908,656	5,494,875	5,172,062

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire and Emergency Services			
Salaries and Wages	\$ 1,430,000	\$ 1,430,000	\$ 1,430,016
Overtime Pay	309,000	316,000	302,823
Part-Time and Temporary Wages	50,500	50,500	47,094
Payroll Taxes and Benefits	958,224	703,335	696,476
Employee Expenses	48,500	48,500	31,213
Professional and Outside Services	488,100	510,600	499,572
Operational Costs	41,600	42,100	30,495
Building Maintenance and Utilities	37,500	37,500	23,007
Equipment Operation and Maintenance	100,000	103,000	86,822
Equipment and Furniture	10,500	10,500	4,418
Allocation from General Administration	87,500	87,500	87,500
	<u>3,561,424</u>	<u>3,339,535</u>	<u>3,239,436</u>
 Total Public Safety	 <u>9,470,080</u>	 <u>8,834,410</u>	 <u>8,411,498</u>
 Culture and Recreation			
Administration			
Salaries and Wages	257,000	263,500	243,863
Overtime Pay	10,500	10,500	4,157
Part-Time and Temporary Wages	87,000	87,000	58,891
Payroll Taxes and Benefits	153,995	163,995	156,963
Employee Expenses	4,400	4,400	2,188
Professional and Outside Services	63,700	63,700	43,538
Civic and Recreational Programs	293,000	303,200	241,023
Operational Costs	72,950	75,950	56,843
Building Maintenance and Utilities	47,700	47,700	38,515
Equipment Operation and Maintenance	9,600	9,600	5,332
Equipment and Furniture	7,700	7,700	1,330
Allocation from General Administration	13,500	13,500	13,500
	<u>1,021,045</u>	<u>1,050,745</u>	<u>866,143</u>
 Total Culture and Recreation	 <u>1,021,045</u>	 <u>1,050,745</u>	 <u>866,143</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Public Works			
Administration			
Salaries and Wages	\$ 267,425	\$ 271,000	\$ 269,576
Overtime Pay	42,625	42,625	27,953
Part-Time and Temporary Wages	63,250	85,000	81,817
Payroll Taxes and Benefits	204,975	218,725	212,065
Employee Expenses	9,460	10,810	7,732
Professional and Outside Services	37,065	37,515	31,367
Civic and Recreational Programs	1,265	1,265	275
Operational Costs	19,388	19,638	8,115
Building Maintenance and Utilities	17,600	24,275	20,386
Equipment Operation and Maintenance	162,975	167,975	134,241
Recurring Infrastructure Maintenance	295,500	298,000	225,167
Equipment and Furniture	10,310	10,310	3,218
Allocation from General Administration	20,075	20,075	20,075
Total Public Works	1,151,913	1,207,213	1,041,987
Building, Health and Zoning			
Administration			
Salaries and Wages	84,000	84,500	83,113
Part-Time and Temporary Wages	42,500	42,500	26,761
Payroll Taxes and Benefits	56,400	58,900	56,629
Employee Expenses	6,200	4,200	1,317
Professional and Outside Services	64,750	59,750	53,563
Operational Costs	9,800	8,300	3,319
Equipment Operation and Maintenance	4,500	4,500	2,138
Equipment and Furniture	6,000	5,000	-
Allocation from General Administration	8,000	8,000	7,500
Total Buildings	282,150	275,650	234,340
Total Expenditures	\$ 12,600,008	\$ 12,087,388	\$ 11,222,001

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 241,905	\$ 241,905	\$ 213,340
Expenditures			
Debt Service			
Principal Retirement	180,000	180,000	180,000
Interest and Fiscal Charges	66,942	66,942	66,942
Total Expenditures	246,942	246,942	246,942
Net Change in Fund Balance	\$ (5,037)	\$ (5,037)	(33,602)
Fund Balance - Beginning			4,403
Fund Balance - Ending			\$ (29,199)

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Capital Projects - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grants	\$ 727,500	\$ 727,500	\$ 62,239
Expenditures			
Capital Outlay	1,025,000	1,022,000	205,370
Debt Service			
Principal Retirement	605,912	605,912	597,644
Interest and Fiscal Charges	32,121	35,121	42,344
Total Expenditures	1,663,033	1,663,033	845,358
Excess (Deficiency) of Revenues Over (Under) Expenditures	(935,533)	(935,533)	(783,119)
Other Financing Sources			
Debt Issuance	280,000	280,000	100,000
Transfers In	656,000	656,000	700,000
	936,000	936,000	800,000
Net Change in Fund Balance	\$ 467	\$ 467	16,881
Fund Balance - Beginning			(650,765)
Fund Balance - Ending			\$ (633,884)

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2010

	<u>Motor Fuel Tax</u>
ASSETS	
Cash and Investments	\$ -
Receivables - Net of Allowances	
Accounts	64,507
Due from Other Funds	<u>258,050</u>
 Total Assets	 <u><u>\$ 322,557</u></u>
LIABILITIES AND FUND BALANCES	
Liabilities	
Accounts Payable	\$ 7,915
Deposits Payable	<u>-</u>
 Total Liabilities	 7,915
 Fund Balances	
Unreserved	<u>314,642</u>
 Total Liabilities and Fund Balances	 <u><u>\$ 322,557</u></u>

Refuse	911 Telephone Services	Foreign Fire Insurance	Totals
\$ -	\$ -	\$ 10,155	\$ 10,155
89,158	19,644	-	173,309
62,022	238,853	-	558,925
<u>\$ 151,180</u>	<u>\$ 258,497</u>	<u>\$ 10,155</u>	<u>\$ 742,389</u>
\$ 90,435	\$ 1,171	\$ -	\$ 99,521
29,947	-	-	29,947
120,382	1,171	-	129,468
30,798	257,326	10,155	612,921
<u>\$ 151,180</u>	<u>\$ 258,497</u>	<u>\$ 10,155</u>	<u>\$ 742,389</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2010**

	<u>Motor Fuel Tax</u>
Revenues	
Taxes	\$ -
Intergovernmental	335,677
Charges for Services	-
Investment Earnings	-
Total Revenues	<u>335,677</u>
Expenditures	
Public Safety	-
Public Works	367,142
Sanitation	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>367,142</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(31,465)</u>
Other Financing Sources	
Debt Issuance	-
Transfers In	-
	<u>-</u>
Net Change in Fund Balances	(31,465)
Fund Balances - Beginning	<u>346,107</u>
Fund Balances - Ending	<u>\$ 314,642</u>

Refuse	911 Telephone Service	Foreign Fire Insurance	Totals
\$ -	\$ -	\$ 4,351	\$ 4,351
-	300,000	-	635,677
352,821	87,521	-	440,342
-	-	10	10
352,821	387,521	4,361	1,080,380
-	34,577	2,069	36,646
-	-	-	367,142
554,573	-	-	554,573
-	395,062	-	395,062
-	19,685	-	19,685
-	2,409	-	2,409
554,573	451,733	2,069	1,375,517
(201,752)	(64,212)	2,292	(295,137)
-	85,242	-	85,242
202,000	-	-	202,000
202,000	85,242	-	287,242
248	21,030	2,292	(7,895)
30,550	236,296	7,863	620,816
\$ 30,798	\$ 257,326	\$ 10,155	\$ 612,921

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 170,000	\$ 170,000	\$ 172,299
Reimbursement of Services-Quiet Zone	-	-	113,378
Grants	50,000	50,000	50,000
Total Revenues	<u>220,000</u>	<u>220,000</u>	<u>335,677</u>
Expenditures			
Public Works			
Legal Notices	3,500	3,500	510
Maintenance and Improvements of Infrastructure	216,500	216,500	366,632
Total Expenditures	<u>220,000</u>	<u>220,000</u>	<u>367,142</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	(31,465)
Fund Balance - Beginning			<u>346,107</u>
Fund Balance - Ending			<u>\$ 314,642</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Refuse - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Refuse Fees	\$ 355,000	\$ 355,000	\$ 352,821
Expenditures			
Sanitation			
Refuse Disposal Charges	535,000	545,000	539,553
Refuse Bags	30,000	20,000	15,020
Total Expenditures	565,000	565,000	554,573
Excess (Deficiency) of Revenues Over (Under) Expenditures	(210,000)	(210,000)	(201,752)
Other Financing Sources			
Transfers In	210,000	210,000	202,000
Net Change in Fund Balance	\$ -	\$ -	248
Fund Balance - Beginning			30,550
Fund Balance - Ending			\$ 30,798

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

911 Telephone Surcharge - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
911 Fees	\$ 82,500	\$ 82,500	\$ 87,521
Intergovernmental			
Grants	300,000	300,000	300,000
Total Revenues	382,500	382,500	387,521
Expenditures			
Public Safety			
Telephone	10,000	18,000	17,831
Equipment Operation and Maintenance	23,000	18,000	16,746
Capital Outlay	385,000	382,000	395,062
Debt Service			
Principal Retirement	20,325	20,325	19,685
Interest and Fiscal Charges	3,150	3,150	2,409
Total Expenditures	441,475	441,475	451,733
Excess (Deficiency) of Revenues Over (Under) Expenditures	(58,975)	(58,975)	(64,212)
Other Financing Sources			
Debt Issuance	85,000	85,000	85,242
Net Change in Fund Balance	<u>\$ 26,025</u>	<u>\$ 26,025</u>	21,030
Fund Balance - Beginning			<u>236,296</u>
Fund Balance - Ending			<u>\$ 257,326</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Water - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 1,460,500	\$ 1,460,500	\$ 1,253,713
Operating Expenses			
Operations			
Cost of Water Purchases	750,000	905,000	903,407
Salaries and Benefits	519,405	550,830	529,235
Contractual Services	42,010	43,080	31,957
Supplies and Materials	15,862	14,662	10,929
Repairs and Maintenance	173,925	154,750	122,594
Capital Outlay	11,890	8,890	5,930
Allocated Costs and Administrative Charge by the General Fund	16,425	16,425	16,425
Depreciation	-	-	104,848
Total Operating Expenses	1,529,517	1,693,637	1,725,325
Operating Income (Loss)	(69,017)	(233,137)	(471,612)
Nonoperating Revenues			
Other Income	65,000	65,000	65,037
Change in Net Assets	\$ (4,017)	\$ (168,137)	(406,575)
Net Assets - Beginning			2,911,509
Net Assets - Ending			\$ 2,504,934

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Health Insurance - Internal Service Fund

**Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	<u>\$ 1,898,500</u>	<u>\$ 1,898,500</u>	<u>\$ 2,279,081</u>
Operating Expenses			
Administration			
Administrative Fees	10,000	10,500	18,904
Operations			
Claims Incurred	280,000	658,000	674,752
Prescription Drugs	100,000	280,000	278,311
Term and Reinsurer Premiums	<u>1,508,500</u>	<u>1,298,500</u>	<u>1,305,601</u>
Total Operating Expenses	<u>1,898,500</u>	<u>2,247,000</u>	<u>2,277,568</u>
Change in Net Assets	<u>\$ -</u>	<u>\$ (348,500)</u>	1,513
Net Assets - Beginning			<u>(368,565)</u>
Net Assets - Ending			<u>\$ (367,052)</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Pension Trust Funds

**Combining Statement of Net Plan Assets
April 30, 2010**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 620,121	\$ 1,839,041	\$ 2,459,162
Investments			
U.S. Government and Agency Obligations	6,713,375	2,642,039	9,355,414
Mutual Funds	4,618,497	-	4,618,497
Insurance Contracts	-	828,648	828,648
Common Stock	1,945,083	2,561,595	4,506,678
Municipal Bonds	-	955,880	955,880
Receivables			
Accounts	18,340	10,939	29,279
Accrued Interest	71,965	24,466	96,431
Total Assets	<u>13,987,381</u>	<u>8,862,608</u>	<u>22,849,989</u>
LIABILITIES			
Due to Other Funds	<u>-</u>	<u>2,627</u>	<u>2,627</u>
NET ASSETS			
Held in Trust for Pension Benefits	<u>\$ 13,987,381</u>	<u>\$ 8,859,981</u>	<u>\$ 22,847,362</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Net Plan Assets
Year Ended April 30, 2010**

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ -	\$ -	\$ -
Contributions - Employee	225,774	135,359	361,133
Total Contributions	225,774	135,359	361,133
Investment Income			
Interest Earned	449,490	268,717	718,207
Net Change in Fair Value	1,961,760	774,792	2,736,552
	2,411,250	1,043,509	3,454,759
Less Investment Expenses	(61,989)	(40,166)	(102,155)
Net Investment Income	2,349,261	1,003,343	3,352,604
Total Additions	2,575,035	1,138,702	3,713,737
Deductions			
Administration	20,424	5,900	26,324
Benefits and Refunds	1,055,332	572,168	1,627,500
Total Deductions	1,075,756	578,068	1,653,824
Change in Net Assets	1,499,279	560,634	2,059,913
Net Assets - Beginning	12,488,102	8,299,347	20,787,449
Net Assets - Ending	\$ 13,987,381	\$ 8,859,981	\$ 22,847,362

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension - Pension Trust Fund

**Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 539,281	\$ 539,281	\$ -
Contributions - Employee	210,000	210,000	225,774
Total Contributions	749,281	749,281	225,774
Investment Income			
Interest Earned	443,700	443,700	449,490
Net Change in Fair Value	-	-	1,961,760
	443,700	443,700	2,411,250
Less Investment Expenses	(67,500)	(67,500)	(61,989)
Net Investment Income	376,200	376,200	2,349,261
Total Additions	1,125,481	1,125,481	2,575,035
Deductions			
Administration	29,000	29,000	20,424
Benefits and Refunds	944,500	944,500	1,055,332
Total Deductions	973,500	973,500	1,075,756
Change in Net Assets	\$ 151,981	\$ 151,981	1,499,279
Net Assets - Beginning			12,488,102
Net Assets - Ending			\$ 13,987,381

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

**Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 327,389	\$ 327,389	\$ -
Contributions - Employee	140,000	140,000	135,359
Total Contributions	467,389	467,389	135,359
Investment Income			
Interest Earned	342,500	342,500	268,717
Net Change in Fair Value	-	-	774,792
	342,500	342,500	1,043,509
Less Investment Expenses	(40,000)	(40,000)	(40,166)
Net Investment Income	302,500	302,500	1,003,343
Total Additions	769,889	769,889	1,138,702
Deductions			
Administration	8,500	8,500	5,900
Benefits and Refunds	606,000	606,000	572,168
Total Deductions	614,500	614,500	578,068
Change in Net Assets	\$ 155,389	\$ 155,389	560,634
Net Assets - Beginning			8,299,347
Net Assets - Ending			\$ 8,859,981

STATISTICAL SECTION

(Unaudited)

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Net Assets by Component - Last Six Fiscal Years
April 30, 2010 (Unaudited)**

	2005	2006	2007	2008	2009	2010
Governmental Activities						
Invested in Capital Assets, Net of Related Debt	\$ 2,348,686	\$ 5,890,362	\$ 3,718,136	\$ 9,961,081	\$ 10,478,625	\$ 11,316,087
Restricted	12,290	15,901	7,091	28,150	92,424	92,489
Unrestricted	1,249,691	(2,612,476)	(1,821,956)	(3,217,263)	(4,671,772)	(7,660,322)
Total Governmental Activities Net Assets	3,610,667	3,293,787	1,903,271	6,771,968	5,899,277	3,748,254
Business-Type Activities						
Invested in Capital Assets, Net of Related Debt	2,401,696	2,336,484	2,314,473	2,854,958	2,750,110	2,645,262
Unrestricted	613,549	465,061	339,326	293,824	161,399	(140,328)
Total Business-Type Activities Net Assets	3,015,245	2,801,545	2,653,799	3,148,782	2,911,509	2,504,934
Primary Government						
Invested in Capital Assets, Net of Related Debt	4,750,382	8,226,846	6,032,609	12,816,039	13,228,735	13,961,349
Restricted	12,290	15,901	7,091	28,150	92,424	92,489
Unrestricted	1,863,240	(2,147,415)	(1,482,630)	(2,923,439)	(4,510,373)	(7,800,650)
Total Primary Government Net Assets	\$ 6,625,912	\$ 6,095,332	\$ 4,557,070	\$ 9,920,750	\$ 8,810,786	\$ 6,253,188

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2005.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Changes in Net Assets - Last Six Fiscal Years
April 30, 2010 (Unaudited)

	2005	2006	2007	2008	2009	2010
Expenses						
Governmental Activities						
General Government	\$ 856,085	\$ 665,178	\$ 799,955	\$ 749,882	\$ 1,007,171	\$ 1,324,340
Public Safety	7,437,597	8,238,866	10,178,859	9,128,660	9,867,851	10,551,760
Culture and Recreation	878,353	912,553	1,019,260	1,062,851	1,077,333	884,433
Public Works	1,319,721	1,202,431	1,564,512	2,176,159	1,543,731	1,432,162
Building, Health and Zoning	185,216	194,015	200,188	204,748	236,287	234,340
Sanitation	477,436	493,499	496,988	523,425	551,511	554,573
Interest on Long-Term Debt	118,519	100,921	122,294	122,853	127,453	113,524
Total Governmental Activities Expenses	11,272,927	11,807,463	14,382,056	13,968,578	14,411,337	15,095,132
Business-Type Activities						
Water	1,421,153	1,502,286	1,480,059	1,548,506	1,875,025	1,725,325
Total Primary Government Expenses	12,694,080	13,309,749	15,862,115	15,517,084	16,286,362	16,820,457
Program Revenues						
Governmental Activities						
Charges for Services						
General Government	386,001	371,793	342,055	418,369	479,203	606,321
Public Safety	502,822	553,477	549,575	548,364	556,555	646,186
Culture and Recreation	400,758	433,903	461,889	464,293	504,745	461,603
Public Works	17,101	17,828	18,791	59,604	20,268	20,974
Building, Health and Zoning	304,835	314,061	436,463	514,436	280,197	380,691
Sanitation	182,371	239,831	271,992	346,842	355,519	352,821
Capital Grants/Contributions	68,623	158,845	143,090	100,601	329,851	436,361
Total Governmental Activities Program Revenues	1,862,511	2,089,738	2,223,855	2,452,509	2,526,338	2,904,957
Business-Type Activities						
Charges for Services						
Water	1,194,889	1,196,432	1,190,152	1,301,838	1,303,445	1,253,713
Capital Grants/Contributions	-	-	48,000	-	-	-
Total Business-Type Activities Program Revenues	1,194,889	1,196,432	1,238,152	1,301,838	1,303,445	1,253,713
Total Primary Government Program Revenues	\$ 3,057,400	\$ 3,286,170	\$ 3,462,007	\$ 3,754,347	\$ 3,829,783	\$ 4,158,670

	2005	2006	2007	2008	2009	2010
Net (Expense) Revenue						
Governmental Activities	\$ (9,410,416)	\$ (9,717,725)	\$ (12,158,201)	\$ (11,516,069)	\$ (11,884,999)	\$ (12,190,175)
Business-Type Activities	(226,264)	(305,854)	(241,907)	(246,668)	(571,580)	(471,612)
Total Primary Government						
Net Revenue (Expense)	<u>(9,636,680)</u>	<u>(10,023,579)</u>	<u>(12,400,108)</u>	<u>(11,762,737)</u>	<u>(12,456,579)</u>	<u>(12,661,787)</u>
General Revenues and Other Changes in Net Assets						
Governmental Activities						
Taxes						
Property	730,639	745,003	732,459	667,968	751,010	639,711
Municipal and Non-Home						
Rule Sales	6,526,120	6,576,083	8,207,342	8,410,641	8,050,461	7,692,711
Telecommunication	264,667	277,393	252,293	245,772	245,420	220,939
Utility	453,746	504,114	462,531	478,032	475,054	426,631
Other	5,413	5,296	5,169	6,870	4,614	4,351
Intergovernmental - Unrestricted						
Income Tax	452,775	511,044	563,688	615,787	609,376	531,186
Replacement Tax	31,709	40,915	44,459	50,706	46,428	41,096
Local Use Tax	72,234	80,587	86,055	94,590	94,377	79,534
Other Taxes	199,703	196,797	197,904	190,420	178,188	285,677
Disposal of Capital Assets	105,000	-	-	-	-	-
Investment Earnings	15,693	32,138	67,880	46,803	32,188	1,459
Miscellaneous	184,269	131,475	147,905	179,108	525,192	115,857
Total Governmental Activities	<u>9,041,968</u>	<u>9,100,845</u>	<u>10,767,685</u>	<u>10,986,697</u>	<u>11,012,308</u>	<u>10,039,152</u>
Business-Type Activities						
Miscellaneous	87,361	92,154	94,161	96,318	334,307	65,037
Total Primary Government	<u>9,129,329</u>	<u>9,192,999</u>	<u>10,861,846</u>	<u>11,083,015</u>	<u>11,346,615</u>	<u>10,104,189</u>
Changes in Net Assets						
Governmental Activities	(368,448)	(616,880)	(1,390,516)	(529,372)	(872,691)	(2,151,023)
Business-Type Activities	(138,903)	(213,700)	(147,746)	(150,350)	(237,273)	(406,575)
Total Primary Government	<u>\$ (507,351)</u>	<u>\$ (830,580)</u>	<u>\$ (1,538,262)</u>	<u>\$ (679,722)</u>	<u>\$ (1,109,964)</u>	<u>\$ (2,557,598)</u>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2005.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

	2001	2002	2003	2004
General Fund				
Reserved	\$ 40,323	\$ 27,931	\$ 50,865	\$ 32,388
Unreserved	3,134,607	2,362,733	1,090,069	1,148,071
Total General Fund	3,174,930	2,390,664	1,140,934	1,180,459
All Other Governmental Funds				
Reserved	611,495	1,129,910	590,016	18,456
Unreserved, Reported in:				
Special Revenues Funds	236,815	271,865	367,042	448,616
Debt Service Funds	-	-	-	-
Capital Projects Funds	(706,355)	(882,387)	(1,340,270)	(749,301)
Total All Other Governmental Funds	\$ 141,955	\$ 519,388	\$ (383,212)	\$ (282,229)

Data Source: Village Records

2005	2006	2007	2008	2009	2010
\$ 44,644	\$ 31,181	\$ 29,686	\$ 136,681	\$ 154,015	\$ 628,376
838,838	859,359	870,738	1,773,026	1,697,313	2,697,191
883,482	890,540	900,424	1,909,707	1,851,328	3,325,567
19,740	21,958	23,679	28,919	4,403	-
482,168	518,078	684,403	599,417	620,816	612,921
-	-	-	-	-	(29,199)
(748,062)	(671,886)	(671,691)	(699,351)	(650,765)	(633,884)
\$ (246,154)	\$ (131,850)	\$ 36,391	\$ (71,015)	\$ (25,546)	\$ (50,162)

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**General Governmental Revenues By Source - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Source	2001	2002	2003	2004
Taxes				
Sales	\$ 4,861,059	\$ 4,731,460	\$ 4,832,252	\$ 4,853,755
Non-Home Rule Sales	-	-	-	1,588,282
Real Estate	702,341	772,036	626,708	663,634
Utility	656,706	559,319	637,546	690,110
Licenses and Permits	668,316	644,023	578,044	642,864
Intergovernmental	1,191,557	868,251	1,280,056	700,170
Charges for Services	674,165	629,078	631,019	779,288
Fines and Forfeits	244,281	204,927	231,442	243,844
Investment Income	506,467	244,670	126,511	14,041
Miscellaneous	439,724	73,483	147,993	255,645
Total	<u>\$ 9,944,616</u>	<u>\$ 8,727,247</u>	<u>\$ 9,091,571</u>	<u>\$ 10,431,633</u>

Includes General, Special Revenue, Debt Service and Capital Projects Funds for the primary government.

Data Source: Village Records

2005	2006	2007	2008	2009	2010
\$ 4,650,057	\$ 4,689,367	\$ 4,685,539	\$ 4,635,045	\$ 4,525,605	\$ 4,340,430
1,876,063	1,886,716	3,521,803	3,775,596	3,524,856	3,352,281
730,639	745,003	737,628	674,838	755,624	639,711
718,413	781,507	714,824	723,804	720,474	651,921
595,914	586,694	664,505	809,112	635,864	863,930
842,145	1,030,440	1,057,857	1,127,015	1,302,416	1,413,580
945,844	1,065,549	1,152,008	1,291,911	1,327,915	1,337,038
235,029	236,398	241,591	175,974	188,512	227,902
15,693	32,138	67,857	46,803	32,188	1,459
189,682	136,771	147,928	179,108	525,192	115,857
\$ 10,799,479	\$ 11,190,583	\$ 12,991,540	\$ 13,439,206	\$ 13,538,646	\$ 12,944,109

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**General Governmental Expenditures By Function - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Function	2001	2002	2003	2004
General Government	\$ 812,400	\$ 558,107	\$ 538,064	\$ 491,859
Public Safety				
Police Protection (1)	3,466,598	3,652,469	3,764,628	4,102,512
Fire and Emergency Service (2)	2,214,771	2,396,614	2,577,457	2,588,596
Emergency 911 Service	70,029	50,883	42,403	45,834
Culture and Recreation	728,589	684,342	754,629	822,332
Public Works	950,151	1,024,353	1,177,653	1,018,110
Building, Health and Zoning	128,796	170,502	182,177	173,357
Sanitation	457,194	462,572	456,804	464,525
Capital Outlay	1,357,479	464,091	1,244,794	233,260
Debt Service				
Principal	138,972	213,590	341,578	338,256
Interest and Fiscal Charges	184,620	157,116	170,814	144,519
Total	\$ 10,509,599	\$ 9,834,639	\$ 11,251,001	\$ 10,423,160

Data Source: Village Records

(1) Reflects contribution to Police Pension Trust for years 2001 - 2006

(2) Reflects contribution to Firefighters' Pension Trust for years 2001 - 2006

Includes General, Special Revenue, Debt Service and Capital Projects Funds for the primary government.

	2005	2006	2007	2008	2009	2010
\$	472,777	\$ 558,197	\$ 567,108	\$ 619,319	\$ 701,924	\$ 668,033
	4,491,936	4,400,902	5,627,357	5,537,232	5,252,367	5,172,062
	2,700,774	2,847,169	3,470,379	3,489,785	3,170,040	3,239,436
	62,709	67,381	67,400	38,507	42,932	36,646
	862,582	896,782	965,689	1,045,290	1,059,772	866,143
	1,096,565	1,043,145	1,179,085	1,470,629	1,536,775	1,409,129
	185,216	194,015	200,188	204,748	236,287	234,340
	477,436	493,499	496,988	523,425	551,511	554,573
	216,967	88,978	620,761	967,283	485,000	600,432
	524,933	190,839	338,913	506,309	834,042	797,329
	123,541	102,314	111,763	123,544	133,477	111,695
\$	11,215,436	\$ 10,883,221	\$ 13,645,631	\$ 14,526,071	\$ 14,004,127	\$ 13,689,818

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

	2001	2002	2003	2004
Taxes				
Sales	\$ 4,861,059	\$ 4,731,460	\$ 4,832,252	\$ 4,853,755
Non-Home Rule Sales	-	-	-	1,588,282
Real Estate	702,341	772,036	626,708	663,634
Utility	656,706	559,319	637,546	690,110
Licenses and Permits	668,316	644,023	578,044	642,864
Intergovernmental	1,191,557	868,251	1,280,056	700,170
Charges for Services	674,165	629,078	631,019	779,288
Fines and Forfeits	244,281	204,927	231,442	243,844
Investment Earnings	506,467	244,670	126,511	14,041
Miscellaneous	439,724	73,483	147,993	255,645
Total Revenues	9,944,616	8,727,247	9,091,571	10,431,633
Expenditures				
General Government	812,400	558,107	538,064	491,859
Public Safety	5,751,398	6,099,966	6,384,488	6,736,942
Culture and Recreation	728,589	684,342	754,629	822,332
Public Works	950,151	1,024,353	1,177,653	1,018,110
Building, Health and Zoning	128,796	170,502	182,177	173,357
Sanitation	457,194	462,572	456,804	464,525
Capital Outlay	1,357,479	464,091	1,244,794	233,260
Debt Service				
Principal	138,972	213,590	341,578	338,256
Interest and Fiscal Charges	184,620	157,116	170,814	144,519
Total Expenditures	10,509,599	9,834,639	11,251,001	10,423,160
Excess of Revenues Over (Under) Expenditures	(564,983)	(1,107,392)	(2,159,430)	8,473
Other Financing Sources (Uses)				
Debt Issuance	-	672,309	-	120,000
Payments to Escrow Agent	-	-	-	-
Transfers In	1,705,926	345,000	340,000	630,000
Transfers Out	(705,926)	(345,000)	(340,000)	(630,000)
Disposal of Capital Assets	179,364	28,250	7,100	12,035
Total Other Financing Sources (Uses)	1,179,364	700,559	7,100	132,035
Net Change in Fund Balances	\$ 614,381	\$ (406,833)	\$ (2,152,330)	\$ 140,508
Debt Service as a Percentage of Noncapital Expenditures	3.54%	3.96%	5.12%	4.74%

Data Source: Village Records

	2005	2006	2007	2008	2009	2010
\$	4,650,057	\$ 4,689,367	\$ 4,685,539	\$ 4,635,045	\$ 4,525,605	\$ 4,340,430
	1,876,063	1,886,716	3,521,803	3,775,596	3,524,856	3,352,281
	730,639	745,003	737,628	674,838	755,624	639,711
	718,413	781,507	714,824	723,804	720,474	651,921
	595,914	586,694	664,505	809,112	635,864	863,930
	842,145	1,030,440	1,057,857	1,127,015	1,302,416	1,413,580
	945,844	1,065,549	1,152,008	1,291,911	1,327,915	1,337,038
	235,029	236,398	241,591	175,974	188,512	227,902
	15,693	32,138	67,857	46,803	32,188	1,459
	189,682	136,771	147,928	179,108	525,192	115,857
	10,799,479	11,190,583	12,991,540	13,439,206	13,538,646	12,944,109
	472,777	558,197	567,108	619,319	701,924	668,033
	7,255,419	7,315,452	9,165,136	9,065,524	8,465,339	8,448,144
	862,582	896,782	965,689	1,045,290	1,059,772	866,143
	1,096,565	1,043,145	1,179,085	1,470,629	1,536,775	1,409,129
	185,216	194,015	200,188	204,748	236,287	234,340
	477,436	493,499	496,988	523,425	551,511	554,573
	216,967	88,978	620,761	967,283	485,000	600,432
	524,933	190,839	338,913	506,309	834,042	797,329
	123,541	102,314	111,763	123,544	133,477	111,695
	11,215,436	10,883,221	13,645,631	14,526,071	14,004,127	13,689,818
	(415,957)	307,362	(654,091)	(1,086,865)	(465,481)	(745,709)
	25,555		830,716	1,110,407	454,351	2,185,242
	-		-	-	-	-
	791,000	469,000	433,000	1,550,025	927,000	902,000
	(791,000)	(655,000)	(433,000)	(681,000)	(927,000)	(902,000)
	105,000	-	1,500	9,310	(1,780)	10,090
	130,555	(186,000)	832,216	1,988,742	452,571	2,195,332
\$	(285,402)	\$ 121,362	\$ 178,125	\$ 901,877	\$ (12,910)	\$ 1,449,623
	5.90%	2.72%	3.38%	4.45%	7.22%	6.99%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Taxable Sales by Category - Last Ten Calendar Years
April 30, 2010 (Unaudited)**

Calendar Year	2000	2001	2002	2003
General Merchandise	\$ 755,178	\$ 936,353	\$ 1,020,816	\$ 1,470,735
Food	567,080	550,728	541,478	561,151
Drinking and Eating Places	471,670	189,593	177,324	233,600
Apparel	681,195	600,851	639,994	892,242
Furniture and H.H. and Radio	399,718	432,062	431,139	542,841
Automobile and Filling Stations	750,406	710,621	631,054	661,038
Drugs and Misc. Retail	596,015	570,833	585,482	735,940
Agriculture and All Others	579,957	622,359	629,376	774,037
Combined Categories	30,409	31,474	21,201	22,228
Total	\$ 4,831,628	\$ 4,644,874	\$ 4,677,864	\$ 5,893,812
Number of Payers	321	316	317	340
Village Direct Rate (Municipal and Non-Home Rule Sales Tax)	1.00%	1.00%	1.00%	1.50%

Notes:

The amounts listed under the Combined Categories represents taxable sales for both the Lumber, Building Hardware, and Manufacturers categories. These amounts are not listed individually to protect the confidentiality of individual taxpayers since there are less than 4 taxpayers reported per category.

The Village's direct rate includes both the municipal portion of the state sales tax rate and the Village's non-home rule sales tax rate. The Village receives 1% of the state's sales tax rate of 6.25%. In July, 2003, the Village began collecting an additional 1/2% non-home rule sales tax. In July, 2006, the Village's non-home rule sales tax rate was increased from 1/2% to 1% by voter referendum.

Data Source: Village and State Records

2004	2005	2006	2007	2008	2009
\$ 1,560,188	\$ 1,517,816	\$ 1,855,391	\$ 1,948,730	\$ 1,784,605	\$ 1,619,733
560,261	531,526	527,106	484,381	744,835	744,947
295,307	336,751	387,006	448,147	530,126	517,003
1,095,391	1,103,093	1,209,416	1,376,449	1,276,829	1,167,799
608,115	595,730	707,516	851,705	756,544	681,960
572,486	590,978	639,808	628,827	573,515	653,682
798,368	798,544	971,916	1,093,605	1,031,907	982,584
972,428	1,041,179	1,335,217	1,595,821	1,414,161	1,267,566
45,581	34,466	29,323	29,210	60,029	61,781
\$ 6,508,125	\$ 6,550,083	\$ 7,662,699	\$ 8,456,875	\$ 8,172,551	\$ 7,697,055
337	364	359	365	339	325
1.50%	1.50%	2.00%	2.00%	2.00%	2.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Fiscal Year	State Rate	RTA Rate	County Home Rule Rate	Village Non-Home Rule Rate	Total Sales Tax Rate	% Distributed to Village
2001	6.25%	0.75%	0.75%	-	7.75%	1.00%
2002	6.25%	0.75%	0.75%	-	7.75%	1.00%
2003	6.25%	0.75%	0.75%	-	7.75%	1.00%
2004	6.25%	0.75%	0.75%	0.50%	8.25%	1.50%
2005	6.25%	0.75%	0.75%	0.50%	8.25%	1.50%
2006	6.25%	0.75%	0.75%	0.50%	8.25%	1.50%
2007	6.25%	0.75%	0.75%	1.00%	8.75%	2.00%
2008	6.25%	1.00%	0.75%	1.00%	9.00%	2.00%
2009	6.25%	1.00%	0.75%	1.00%	9.00%	2.00%
2010	6.25%	1.00%	1.75%	1.00%	10.00%	2.00%

Notes:

The Village's direct rate includes both the municipal portion of the state sales tax rate and the Village's non-home rule sales tax rate. The Village receives 1% of the state's sales tax rate of 6.25%. In July, 2003, the Village began collecting an additional 1/2% non-home rule sales tax. In July, 2006, the Village's non-home rule sales tax rate was increased from 1/2% to 1% by voter referendum.

Data Source: Village and State Records

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Tax Levy Year	Residential Property	Farm
2000	\$ N/A	\$ -
2001	N/A	-
2002	N/A	-
2003	N/A	-
2004	N/A	-
2005	111,166,830	-
2006	114,686,462	-
2007	120,756,636	-
2008	133,505,907	-
2009	N/A	N/A

Data Source: Cook County Clerk's and Treasurer's Offices

N/A - Currently Not Available

Commercial Property	Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ N/A	\$ N/A	\$ 207,259,079	\$ N/A	\$ 207,259,079	0.3536
N/A	N/A	214,704,900	N/A	214,704,900	0.3699
N/A	N/A	251,211,711	N/A	251,211,711	0.3532
N/A	N/A	253,359,772	57,251	253,417,023	0.3015
N/A	N/A	261,772,696	55,811	261,828,507	0.2983
193,333,261	17,413,262	321,913,353	54,591	321,967,944	0.2880
190,925,532	17,015,571	322,627,565	81,397	322,708,962	0.2339
201,374,447	18,028,455	340,159,538	115,731	340,275,269	0.2224
221,505,307	19,420,737	374,431,951	151,346	374,583,297	0.2025
N/A	N/A	N/A	N/A	N/A	-

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Village of North Riverside				
General Rate	0.2435	0.2351	0.2009	0.1991
Debt Service Rate	0.1264	0.1181	0.1006	0.0992
Total Direct Tax Rate	<u>0.3699</u>	<u>0.3532</u>	<u>0.3015</u>	<u>0.2983</u>
Overlapping Rates				
School Districts	4.5230	4.5760	3.7600	5.0360
County	0.9010	0.8520	0.7570	0.7220
Other	<u>0.9680</u>	<u>0.9610</u>	<u>0.9330</u>	<u>0.9600</u>
Total Direct and Overlapping Tax Rate	<u>6.7619</u>	<u>6.7422</u>	<u>5.7515</u>	<u>7.0163</u>

Data Source: Office of the Cook County Clerk

Note: Overlapping rates are those of local and county governments that apply to property owners within the Village. Not all overlapping rates apply to all Village property owners.

2009 levy not available at time of audit.

N/A - Currently Not Available

2005	2006	2007	2008	2009	2010
0.1927	0.1575	0.1564	0.1483	0.1348	N/A
0.0953	0.0785	0.0775	0.0741	0.0677	N/A
0.2880	0.2360	0.2339	0.2224	0.2025	N/A
5.0660	4.4790	4.9400	4.7810	4.5880	N/A
0.6540	0.6120	0.5620	0.5110	0.4660	N/A
0.9580	0.8450	0.8300	0.8020	0.7620	N/A
6.9660	6.1720	6.5659	6.3164	6.0185	N/A

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2010 (Unaudited)**

Taxpayer	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Urban Retail Property Co.	\$ 25,402,822	1	7.87%	\$ 20,168,023	1	10.40%
Tower Real Estate	7,603,476	2	2.36%	5,814,360	2	3.00%
J. C. Penney Company	6,755,965	3	2.09%	5,132,046	3	2.65%
Carson Pirie Scott	5,317,197	4	1.65%	3,843,861	5	1.98%
Sears	4,850,127	5	1.50%			
IG Riverside LLC	3,589,071	6	1.11%			
7222 Cermak LLC	3,089,057	7	0.96%			
Edward Don & Company	2,489,998	8	0.77%	1,995,381	8	1.03%
Exoho Harlem Assoc.	1,444,177	9	0.45%			
Joe Rizza Ford	1,103,270	10	0.34%	1,115,924	9	0.58%
Montgomery Wards				4,139,546	4	2.13%
Riverside Association East				2,720,875	6	1.40%
MB Financial Bank				2,386,647	7	1.23%
S.M. Property Management				1,092,498	10	0.56%
	<u>\$ 61,645,160</u>		<u>19.10%</u>	<u>\$ 48,409,161</u>		<u>24.96%</u>

Data Source: Office of the Cook County Clerk

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Fiscal Year Ended April 30	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2001	2000	\$ 739,466	\$ 742,505	100.41%	\$ -	\$ 742,505	100.41%
2002	2001	731,538	626,185	85.60%	-	626,185	85.60%
2003	2002	758,659	665,304	87.69%	-	665,304	87.69%
2004	2003	729,375	728,967	99.94%	-	728,967	99.94%
2005	2004	756,044	731,384	96.74%	-	731,384	96.74%
2006	2005	759,844	730,262	96.11%	-	730,262	96.11%
2007	2006	755,139	368,551	48.81%	298,659	667,210	88.36%
2008	2007	758,814	366,019	48.24%	384,471	750,490	98.90%
2009	2008	758,175	349,450	46.09%	288,704	638,154	84.17%
2010	2009	760,404	388,740	51.12%	-	388,740	51.12%

Data Source: Gross amount of tax levy - North Riverside Tax Levy Ordinance.
Current tax collections and uncollected levy balance - Cook County, Illinois Collector.

Notes:

- (1) Tax levies are for the previous calendar year.
- (2) Current tax collections are receipts of the previous calendar year levy. The second installment of the levy is not due until August 1 of the year subsequent to the calendar year of the levy.
- (3) Although some individual receipts may in fact be delinquent, the Village has generally received approximately 100% of the levy balance due to the 3% added by Cook County for losses and costs of collection.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Ratios of Outstanding Debt By Type - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Fiscal Year Ended April 30	Governmental Activities				Total Primary Government	Percentage of Personal Income	Per Capita (1)
	General Obligation Bonds	General Obligation Loans	Notes Payable	Installment Contracts Payable			
2001	\$ 2,365,000	\$ -	\$ -	\$ 192,037	\$ 2,557,037	4.75%	\$ 382.33
2002	2,245,000	-	-	770,676	3,015,676	5.61%	450.91
2003	2,120,000	-	-	553,014	2,673,014	4.97%	399.67
2004	1,990,000	-	-	464,759	2,454,759	4.56%	367.04
2005	1,855,000	-	-	101,736	1,956,736	3.64%	292.57
2006	1,710,000	-	-	55,897	1,765,897	3.28%	264.04
2007	1,560,000	-	-	697,700	2,257,700	4.20%	337.57
2008	1,400,000	750,000	-	802,832	2,952,832	5.40%	441.51
2009	1,230,000	507,740	-	745,808	2,483,548	4.55%	371.34
2010	1,050,000	257,474	2,000,000	563,987	3,871,461	7.09%	578.87

Data Source: Village's Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Ratios of General Bonded Debt Outstanding to Equalized Assessed Value
and Net General Obligation Bonded Debt Per Capita - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Fiscal Year Ended April 30	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2001	\$ 2,557,037	\$ 56,805	\$ 2,500,232	1.21%	\$ 373.84
2002	3,015,676	75,220	2,940,456	1.37%	439.66
2003	2,673,014	40,016	2,632,998	1.05%	393.69
2004	2,454,759	18,456	2,436,303	0.96%	364.28
2005	1,956,736	19,740	1,936,996	0.74%	289.62
2006	1,765,897	21,958	1,743,939	0.54%	260.76
2007	2,257,700	23,679	2,234,021	0.69%	334.03
2008	2,952,832	721	2,952,111	0.87%	441.40
2009	2,483,548	4,403	2,479,145	0.66%	370.69
2010	3,871,461	-	3,871,461	N/A	578.87

Data Source: Village Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Ratios of Outstanding Debt by Type Schedule for Equalized Assessed Value data (Actual Taxable Value of Property).

(2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

N/A - Currently Not Available

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Schedule of Direct and Overlapping Bonded Debt
April 30, 2010 (Unaudited)**

Governmental Unit	(1) Gross Debt	*Percentage to Debt Applicable to Village (2)	**Village's Share of Debt
Village of North Riverside	\$ 1,050,000	100.00%	\$ 1,050,000
Overlapping Bonded Debt			
Cook County (a)	2,897,975,000	0.21%	6,085,748
Cook County Forest Preserve District	115,105,000	0.21%	241,721
Water Reclamation District of Greater Chicago (a)	1,373,526,000	0.22%	3,021,757
School District 209	8,825,000	1.00%	88,250
Township High School District 208	59,810,000	33.59%	20,090,179
School District 91	6,600,000	6.60%	435,600
School District 94	1,315,000	49.54%	651,451
Village of North Riverside Public Library	3,380,000	100.00%	3,380,000
Subtotal Overlapping Bonded Debt	4,466,536,000		33,994,705
Total Direct and Overlapping Bonded Debt	\$ 4,467,586,000		\$ 35,044,705

Data Source: Office of the County Clerk

* Determined by the ratio of assessed value of property in the Village of North Riverside subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

** Amount in column (2) multiplied by amount in column (1).

(a) Excludes General Obligation Notes issued in lieu of tax anticipation warrants and notes issued to provide interim construction financing.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Schedule of Legal Debt Margin
April 30, 2010 (Unaudited)**

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Assessed Valuation - 2008 (Most Recent Available)	<u>\$ 374,583,297</u>
Legal Debt Limit - 8.625% of Assessed Valuation	\$ 32,307,809
Amount of Debt Applicable to Debt Limit	
General Obligation (Alternate Revenue) Bonds, Series 2000	<u>1,050,000</u>
Legal Debt Margin	<u>\$ 31,257,809</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2010 (Unaudited)

Fiscal Year Ended April 30	Population	Personal Income (in Thousands)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2001	6,688	\$ 53,790	\$ 24,034	46.0	501	N/A
2002	6,688	53,790	24,034	46.0	502	N/A
2003	6,688	53,790	24,034	46.0	545	N/A
2004	6,688	53,790	24,034	46.0	547	N/A
2005	6,688	53,790	24,034	46.0	547	N/A
2006	6,688	53,790	24,034	46.0	482	N/A
2007	6,688	53,790	24,034	46.0	482	N/A
2008	6,688	54,642	26,804	46.0	501	N/A
2009	6,688	54,642	26,804	46.0	501	N/A
2010	6,688	54,642	26,804	46.0	501	N/A

Data Sources

- (1) U.S. Department of Commerce, Bureau of the Census
- (2) Illinois Department of Employment Security (using annual averages)

N/A - Currently Not Available

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2010 (Unaudited)**

Employer	2010			2001		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment

Information is not available for principal employers for the current fiscal year or nine fiscal years ago

-	0.00%	-	0.00%
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VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Function	2001	2002	2003	2004
General Government	6	6	5	5
Public Safety				
Police	37	38	36	36
Fire	21	21	20	20
Culture and Recreation	3	3	3	3
Public Works	8	8	8	8
Building, Health and Zoning	1	1	1	1
Total	<u>76</u>	<u>77</u>	<u>73</u>	<u>73</u>

Data Source: Village Records

2005	2006	2007	2008	2009	2010
5	5	5	5	5	5
36	36	36	37	37	38
20	20	19	19	19	19
3	4	4	4	4	3
8	8	8	8	8	8
1	1	1	1	1	1
73	74	73	74	74	74

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Function/Program	2001	2002	2003	2004
Public Works				
Forestry				
Number of Parkway Trees Planted	40	55	-	-
Number of Parkway Trees Trimmed	700	1050	770	770
Public Safety				
Fire (1)				
Number of Fire Calls	1,436	1,306	1,654	1,527
Number of EMS Calls	1,187	1,176	1,261	1,374
Number of Training Hours	6,213	6,469	6,551	6,659
ISO Rating	2	2	2	2
Police				
Part I Crime	895	884	898	897
Part II Crime	864	733	887	880
Calls for Service	20,499	19,358	20,774	19,321
State Tickets Issued	2,237	1,805	2,135	2,181
Compliance Tickets Issued	3,115	2,359	1,760	1,378
Parking Tickets Issued	4,152	4,901	5,963	5,155
Community Development				
Number of Building Permits Issued	N/A	945	952	978
Number of Building Inspections	1,496	1,389	1,479	1,542
Number of Food Service Inspections	305	290	296	300
Highways and Streets				
Sidewalk Replaced (Sq. Ft.)	4,150	2,425	-	575
Annual Resurfacing Program (\$)	220,285	286,649	156,354	182,669
Water and Sewer				
Water Main Breaks	5	5	17	9
Hydrants Flushed	370	370	370	370
Water Meters Read	9,640	9,724	9,704	9,740
Water Meter Service Requests	98	108	116	101
Water Meters Replaced	50	48	53	51
Total Distribution Pumpage (1,000 Gallons)	349,517	335,212	325,135	340,509
Average Daily Pumpage (1,000 Gallons)	1,005	936	923	886
Sanitary Sewer Repairs	3	7	4	7

Data Source: Village Records

N/A: Currently Not Available

Note: Indicators are not available for the general government function.

2005	2006	2007	2008	2009	2010
4	-	-	126	126	-
805	735	800	1,100	1,100	1,100
1,463	1,618	1,693	1,737	1,737	1,191
1,362	1,442	1,365	1,403	1,403	1,402
6,549	6,210	6,613	6,215	6,215	6,527
2	2	2	2	2	2
797	853	858	862	862	620
832	915	900	889	889	553
19,433	19,910	13,475	20,625	20,625	21,694
2,168	2,147	1,840	1,838	1,838	1,905
969	941	850	885	885	841
3,921	3,300	2,093	3,162	3,162	2,373
950	941	955	853	853	746
1,515	1,563	1,586	1,347	1,347	830
310	325	315	284	284	128
4,650	2,225	-	1,835	1,835	-
169,650	-	338,000	215,000	215,000	-
9	4	5	16	16	15
370	370	370	370	370	370
9,688	9,680	9,700	9,705	9,705	9,705
97	112	106	120	120	104
39	54	35	50	50	47
380,889	355,123	365,777	308,185	308,185	343,242
962	1,027	937	844	844	940
7	8	9	12	12	14

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2010 (Unaudited)**

Function/Program	2001	2002	2003	2004
Police				
Stations	1	1	1	1
Patrol Units	15	15	15	15
Fire Stations	1	1	1	1
Public Works				
Streets (Miles)	17.19	17.19	17.19	17.19
Sidewalks (Miles)	33.17	33.17	33.17	33.17
Streetlights	394	394	394	394
Water and Sewer				
Water Mains (Miles)	33.93	33.93	33.93	33.93
Fire Hydrants	370	370	370	370
Sanitary Sewers (Miles)	20.08	20.08	20.08	20.08
Manholes	489	489	489	489

Data Source: Village Records

2005	2006	2007	2008	2009	2010
1	1	1	1	1	1
15	15	15	17	17	17
1	1	1	1	1	1
17.19	17.19	17.19	17.19	17.19	17.19
33.17	33.17	33.17	33.17	33.17	33.17
394	394	394	394	394	394
33.93	33.93	33.93	33.93	33.93	33.93
370	370	370	370	370	370
20.08	20.08	20.08	20.08	20.08	20.08
489	489	489	489	489	489