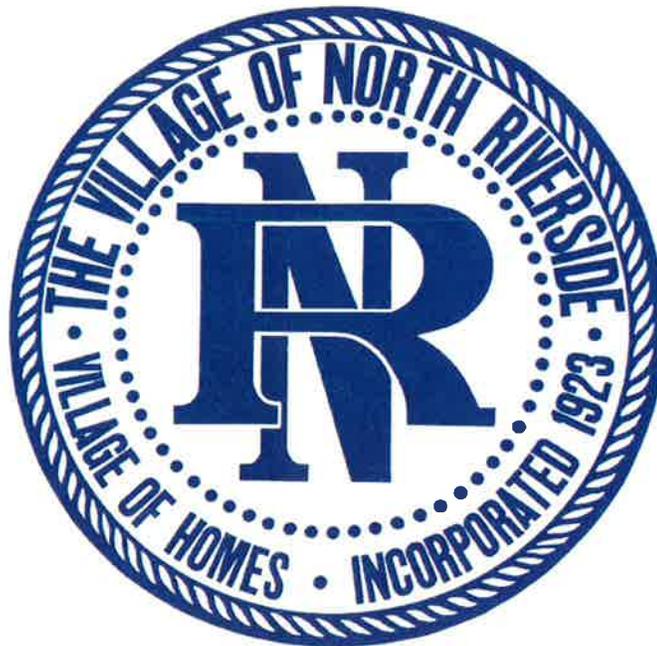


VILLAGE OF NORTH RIVERSIDE,
ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL
REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2015

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2015

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, Letter of Transmittal from the Village Treasurer, and Certificate of Achievement for Excellence in Financial Reporting.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**List of Principal Officials
April 30, 2015**

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Hubert E. Hermanek, Jr., Mayor

Jason A. Bianco
Deborah Czajka
Matthew J. Decosola

H. Bob Demopoulos
Joseph Mengoni
Vera A. Wilt

Kathy Ranieri, Village Clerk

ADMINISTRATIVE

Guy Belmonte, Jr., Village Administrator

Susan M. Scarpiniti
Finance Director/Treasurer

Lane Niemann
Police Department

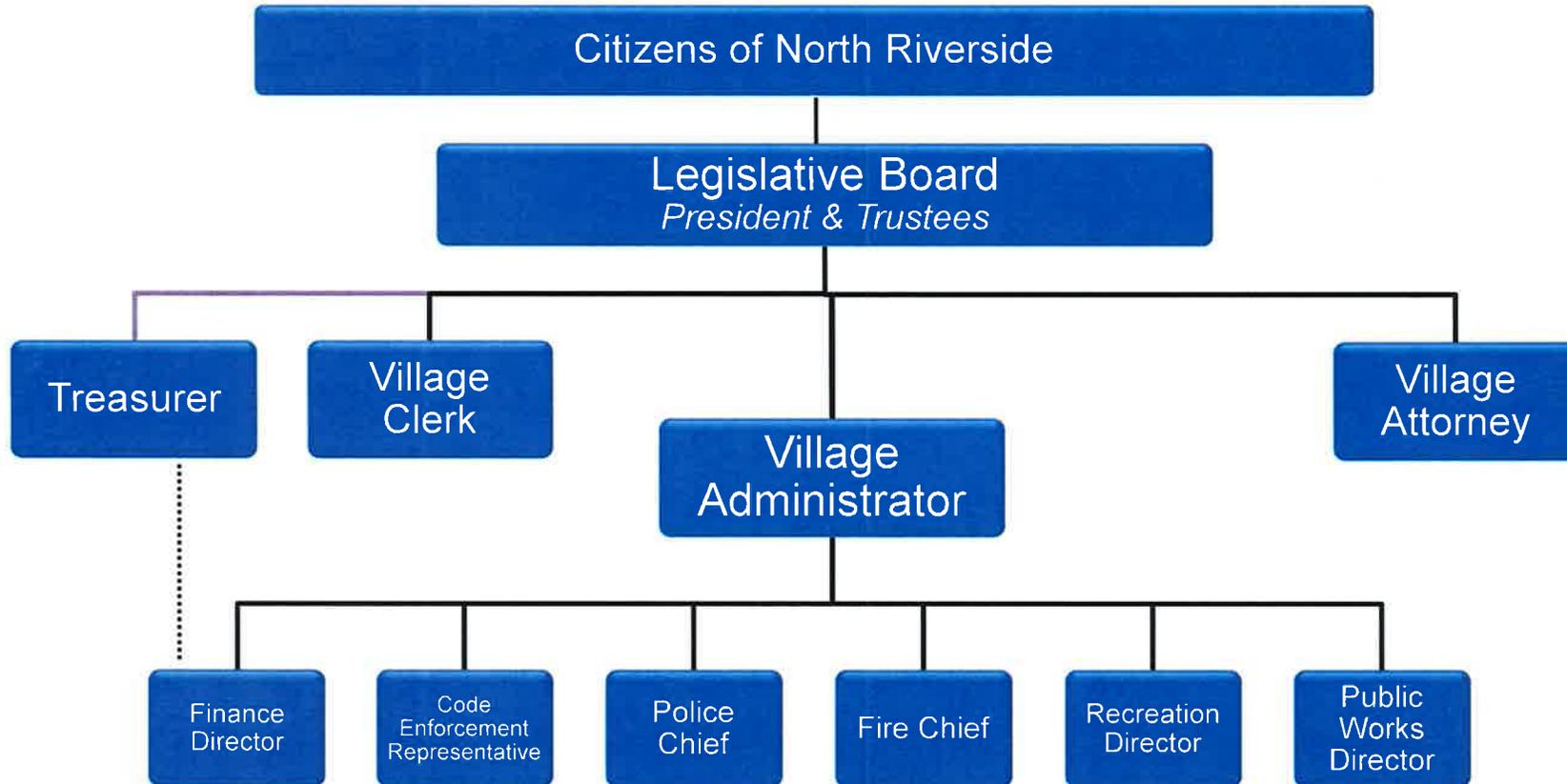
Brian Basek
Fire Department

Tim Kutt
Public Works Department

Teresa Michalik
Recreation Department

Karyn Byrne
Code Enforcement Officer

Legislative





Hubert E. Hermanek, Jr.
Mayor

Kathy Ranieri
Village Clerk

October 6, 2015

Trustees:
Jason A. Bianco
Deborah Czajka
Matthew J. Decosola
H. Bob Demopoulos
Joseph Mengoni
Vera A. Wilt

The Honorable Mayor Hubert E. Hermanek, Jr.
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, 2015, 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 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, 2015, 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 unmodified opinion that the Village's financial statements for the fiscal year ended April 30, 2015, 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 is a non-home rule community and is located in the central portion of Cook County, approximately 10 miles west of the City of Chicago's downtown "Loop" area. The population of North Riverside is 6,672 according to the 2010 US Census. 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 66 full-time employees, including 27 sworn police officers and 15 sworn firefighters.

The Village provides a full range of public services, including public safety (police and fire protection), water 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 process 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 February 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 appropriated budget is prepared by fund, function (e.g., public safety), and activity (e.g., police), and includes comparative information from two prior fiscal years, current year estimates, final recommended appropriations for the next fiscal year, and projections for the upcoming two fiscal years beyond the year being budgeted for. The operating budget serves as a vital planning and operating tool that guides management's use of available resources during the year. The legal authority and maximum limits for spending are derived from a separately adopted appropriation ordinance. The appropriation ordinance is based upon the annual operating budget and is approved by the Village Board prior to the end of the first quarter of the fiscal year as provided by state statute.

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 that alters 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 President and Board of Trustees, has been involved in a variety of projects and activities throughout the year; projects and activities 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 initiatives are discussed below.

- Maximized the 2014 tax levy to enable the Village to capture limited tax dollars created by the substantial growth in new commercial construction values. This represents a fundamental shift in the Village's long standing practice of freezing property taxes as the Village recognized the need to further diversify its general revenue base and seek additional funds to help offset its growing public pension obligations.
- Sustained its commitment to economic development and revitalization of the Village's central business district along Harlem and Cermak Roads through expanded partnerships with local developers and aggressive marketing of vacant properties.
- North Riverside continues to be an attractive location for large national retailers and restaurants to call home. Among the list of businesses added to the Village's central business district or who expanded through remodeling during the year were Red Robin, Forever 21, Wendy's, Red Wing Shoes, Slicily and Auntie Anne's Pretzels.
- Focused on reorganizing department resources by identifying further cost cutting measures through privatization. This will ensure the Village operates within available

financial resources and continues to deliver high quality services and programs the community has grown accustomed to receiving in a cost effective manner.

- Actively worked with the Brookfield-North Riverside Water Commission to identify and correct areas of deficiencies within our joint water distribution system; thereby, increasing the level of accountability between the number of gallons of water purchased from the Commission and billed within North Riverside.
- Instituted the third of four planned water rate increases to all North Riverside users in July, 2014. This increase was in direct response to the continued water rate hikes imposed by the City of Chicago on the purchase of Lake Michigan water to all suburban customers. The Village was forced to pass on these additional costs to its end users in order to protect the financial vitality of its enterprise fund.
- Received federal, state and county grant assistance totaling more than \$800,000 during the year:
 - FEMA Grant - fire truck (\$332,500)
 - Illinois Capital Grant - civic center renovations (\$147,250)
 - Illinois Clean Energy Lighting Program (\$39,225)
 - Cook County Grant - 1st Avenue bike path (\$100,000)
 - Surface Transportation Project Grant - DesPlaines Avenue (\$108,805)
 - Transportation Grant - village wide bike path (\$55,190)
 - Law Enforcement Safety Initiatives (\$33,758)
 - BADGE/JAG Grant (13,750)
 - Department of Justice - bullet proof vests (\$695)
- Actively pursued collection of more than 5,000 unpaid and outstanding police tickets totaling approximately \$1.2 million through the State of Illinois Comptroller's Office Local Debt Recovery Program. Collection of these delinquent fines is expected to span over multiple fiscal years as monies are recovered from debtors through liens of income tax returns, state wages, and other state payments.

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

State shared sales tax revenue, one major indicator of economic growth, showed positive signs of recovery during the fiscal year as total sales tax receipts increased 13.6% over the prior fiscal year. Within one year of completion, the Edward Don redevelopment project has made a substantial impact on the local economy through the employment of over 250 employees, both full and part time, and the influx of new tax dollars.

North Riverside continues to serve as an attractive location for businesses due to its close proximity to the City of Chicago and the vast array of public services and programs

provided at affordable costs. Aimed at attracting new businesses, North Riverside remains competitive with the surrounding communities who are all trying to entice large retailers and national restaurant chains to locate within their corporate boundaries. In fact, throughout the years, North Riverside has been extremely successful at luring businesses into town with its low tax base and attractive financial incentive packages in the form of either short-term sales tax rebates or the waiver of one-time building permit fees. In addition, the Village also maintains a business retention program that is designed to work with existing businesses willing to make a long-term commitment to the community through the use of economic development assistance grants. Through this on-going commitment by the Mayor and Village Board to aggressively promote economic development and revitalization of the commercial sector, North Riverside maintains a low retail vacancy rate. Currently, the North Riverside Park Mall, a regional shopping center anchored by three national department stores and an enticing cross-section of specialty stores, flanks the Village's central business district and maintains a steady 98% occupancy rate.

Knowing that sales tax is North Riverside's largest single source of revenue supporting all governmental wide activities, the Village is extremely diligent in protecting and promoting this tax base. The Village continues to be committed to following and opposing any pending legislation that would diminish these revenues and jeopardize its ability to delivery basic governmental services.

As long as the Village adheres closely to its sound financial policies, continues to implement programs designed to strengthen and diversify its existing revenue base, and carefully monitors its operating expenditures to create further efficiencies of scale, North Riverside should be able to sustain itself during difficult economic times, whether at the state or local levels.

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 feasible, sustain economic vitality throughout the Village, and develop a more viable long-term solution to funding its on-going public pension obligations – an area that has troubled North Riverside in the past and has become a financial hindrance to its long-term fiscal health.

During the fiscal year, the Village continued its in-depth review of all its financial policies and practices, with the Village Board and executive staff conducting on-going strategic planning sessions geared towards redefining the goals and objectives of the Village for the next several years. During this process, the performance standards used for budgeting purposes were re-evaluated for effectiveness and fine-tuned when determined necessary. While it remains uncertain when the general economy will show signs of a more permanent recovery, the Village must remain diligent in its financial planning and continue to prioritize spending decisions, looking towards growth of existing revenue sources to avoid deteriorating financial performance. Thus, the Village has begun to rely more heavily on financial forecasting and benchmark reporting on a multi-year basis with the objective being a broader perspective of the financial position of the Village beyond the current year's budgetary goals. These forecasts attempt to blend existing and projected operational

costs with all foreseeable capital projects on a five year basis, providing a more comprehensive perspective of the financial position of the Village. Revenue sources are conservatively forecasted and matched against projected expenditures.

A detailed five-year Capital Improvements Plan is prepared on an annual basis and reviewed as part of the budget preparation process. Historically, the Capital Projects Fund has been funded by surpluses generated by the General Fund. For the past several years, all major capital projects not funded through the receipt of state or federal grant revenue have been placed on hold until sufficient operating reserves could be re-established within the General Fund. General Fund cash reserve policies require the maintenance of reserves between 25% and 50% of net annual budgeted expenditures, with the Board of Trustees preferring to target a reserve balance in the upper part of that range due to the Village's heavy reliance on sales tax. Amounts in excess of the 50% reserve target are generally transferred to the Capital Projects Fund for the ongoing maintenance and replacement of the Village's governmental infrastructure assets. At the conclusion of this fiscal year, the Village's General Fund reserves remained approximately 30% of net budgeted operating expenditures as the Village continues to struggle with finding a long-term solution to funding its annual pension costs.

Awards and Acknowledgements

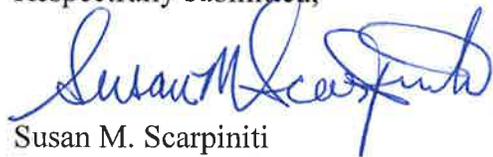
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its comprehensive annual financial report for the fiscal year ended April 30, 2014. The Certificate of Achievement is a prestigious 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 thirty (30) 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,



Susan M. Scarpiniti
Finance Director



Government Finance Officers Association

**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, 2014

Executive Director/CEO

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 6, 2015

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

We have audited the accompanying financial statements 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 and for the year ended April 30, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of North Riverside, Illinois, as of April 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as listed in the table of contents and budgetary information reported in the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of North Riverside, Illinois', financial statements as a whole. The introductory section, combining and individual fund financial statements and budgetary comparison schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.


LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis April 30, 2015

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, 2015. 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.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The focus of the financial statements is on both the Village as a whole (government-wide) as well as on the 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.

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 Position* presents information on all of the Village's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. The focus of the Statement of Net Position (the "Unrestricted Net position") 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 funds' 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 position 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 position has changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., 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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2015

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 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 Firefighters' Pension Funds). Fiduciary funds are used to report net position 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 seven 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 four

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

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 elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds, excluding the Foreign Fire Insurance Fund. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 7 through 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 the combining and individual fund financial statements section of this report.

The basic proprietary fund financial statements can be found on pages 13 through 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 Firefighters' Pension Funds.

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

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Management’s Discussion and Analysis (Continued)
April 30, 2015**

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 through 61 of this report.

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 other postemployment benefit plans as well as the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 62 through 72 of this report.

The combining statements referred to earlier in connection with major and non-major governmental funds, the enterprise fund, the internal service fund and fiduciary 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 73 through 93 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

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

**Statement of Net Position
As of April 30, 2015**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 7,377,169	\$ 7,438,401	\$ (411,311)	\$ (767,097)	\$ 6,965,858	\$ 6,671,304
Capital Assets	16,198,909	13,152,688	3,057,284	3,186,898	19,256,193	16,339,586
Total Assets	<u>23,576,078</u>	<u>20,591,089</u>	<u>2,645,973</u>	<u>2,419,801</u>	<u>26,222,051</u>	<u>23,010,890</u>
Long-Term Liabilities	26,424,310	25,019,543	1,114,317	1,112,580	27,538,627	26,132,123
Other Liabilities/ Deferred Outflows	2,956,765	2,746,153	209,948	189,306	3,166,713	2,935,459
Total Liabilities	<u>29,381,075</u>	<u>27,765,696</u>	<u>1,324,265</u>	<u>1,301,886</u>	<u>30,705,340</u>	<u>29,067,582</u>
Net Position						
Net Investment in Capital Assets	14,956,409	11,447,688	2,007,284	2,136,898	16,963,693	13,584,586
Restricted	260,821	1,124,040	-	-	260,821	1,124,040
Unrestricted (Deficit)	<u>(21,022,227)</u>	<u>(19,746,335)</u>	<u>(685,576)</u>	<u>(1,018,983)</u>	<u>(21,707,803)</u>	<u>(20,765,318)</u>
Total Net Position	<u>\$ (5,804,997)</u>	<u>\$ (7,174,607)</u>	<u>\$ 1,321,708</u>	<u>\$ 1,117,915</u>	<u>\$ (4,483,289)</u>	<u>\$ (6,056,692)</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

The Village's total net position increased from (\$6.06) million in fiscal year 2014 to (\$4.48) million in fiscal year 2015. The net position for the governmental activities increased \$1.37 million (19.09%) while business-type activities also rose \$.20 million (18.23%) for a combined increase in net position equal to \$1.57 million or 25.98% over the prior fiscal year.

For the first time in over a decade, the Village experienced a substantial increase in its net position for the governmental activities. This increase was mainly attributed to rebounding sales tax and other state shared revenues, newly added revenue streams, and significant fine revenues collected during the year that outpaced the growing unfunded public pension and other postemployment benefit obligations still plaguing the Village.

Cited by the Illinois Department of Insurance in early 2013 for failure to comply with minimum pension funding requirements, the Village's primary financial objective for the fiscal year focused on fully funding its annual required contribution (ARC) to both the Police and Firefighters' Pension Funds. This fiscal year marks the first time the Village has made its entire ARC payment since 2008 and resulted in a slowing of the rate of increase in the net pension obligation payable of \$.26 million over the prior year. The lack of consistent pension funding has been a perpetual problem for the Village as it struggles to find a viable long-term solution. The required annual employer contribution for both public safety pension funds totals approximately \$1.87 million annually; actual contributions were \$1.82 million accounting for 9.9% of total governmental program expenses.

Since the Village also provides postemployment health care and life insurance benefits to employees who retire from service or who are on a permanent duty-related disability leave on a pay as you go basis, the Village's net position for governmental activities further decreased during fiscal year 2015 to reflect the additional \$1.84 million liability to fund these benefits. In general, active employees hired prior to 2011 (2014 for union police officers) receive the majority of the premium costs paid for by the Village, with retirees contributing approximately 9% of the actuarially determined premium for the plan. For all new employees hired after 2011 (2014 for sworn police officers), the Village pays only the implicit age adjusted subsidy.

The net position of the business-type activities rose from \$1.12 million in fiscal year 2014 to \$1.32 million in fiscal year 2015. This was the first positive change in net position for the Village's business-type activities in over twenty years. Focusing on leak detection through aggressive televising of the distribution system, the Village's Public Works Department continued to work diligently with the Brookfield-North Riverside Water Commission throughout the year to isolate water loss within the combined system and increase its level of water accountability.

During the fiscal year, the Village continued to address ongoing operational issues of the Water Fund by conducting an in-depth water rate study to determine the proper level at which rates need to be set in order to meet current and future obligations. As a result of this study, water rates were increased for the third straight year for all water customers in North Riverside to cover not only rising costs on the purchase of Lake Michigan water from the City of Chicago but future infrastructure improvements expected in the upcoming years.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2015

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

Statement of Activities (Changes in Net Position)

The following table summarizes the revenues and expenses of the Village's activities for the fiscal year ended April 30, 2015.

	Changes in Net Position For the Fiscal Years Ended April 30, 2015 and 2014					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program Revenues						
Charges for Services	\$ 5,429,219	\$ 3,634,018	\$ 2,612,216	\$ 1,911,058	\$ 8,041,435	\$ 5,545,076
Capital Grants/ Contributions	2,368,845	241,642	-	-	2,368,845	241,642
General Revenues						
Property Taxes	496,314	453,025	-	-	496,314	453,025
Non-Home Rule Sales	3,786,622	3,383,016	-	-	3,786,622	3,383,016
Other Taxes	1,116,361	1,021,450	-	-	1,116,361	1,021,450
Intergovernmental	6,387,786	5,648,308	-	-	6,387,786	5,648,308
Other General Revenues	88,578	171,012	72,686	68,920	161,264	239,932
Total Revenues	<u>19,673,725</u>	<u>14,552,471</u>	<u>2,684,902</u>	<u>1,979,978</u>	<u>22,358,627</u>	<u>16,532,449</u>
Expenses						
General Government	2,964,587	1,585,614	-	-	2,964,587	1,585,614
Public Safety	11,902,114	12,583,176	-	-	11,902,114	12,583,176
Culture and Recreation	1,093,865	987,321	-	-	1,093,865	987,321
Public Works	1,281,392	1,413,364	-	-	1,281,392	1,413,364
Building, Health and Zoning	276,155	328,464	-	-	276,155	328,464
Sanitation	516,043	493,025	-	-	516,043	493,025
Interest on Long-Term Debt	269,959	281,161	-	-	269,959	281,161
Water	-	-	2,481,109	2,311,431	2,481,109	2,311,431
Total Expenses	<u>18,304,115</u>	<u>17,672,125</u>	<u>2,481,109</u>	<u>2,311,431</u>	<u>20,785,224</u>	<u>19,983,556</u>
Changes in Net Position	1,369,610	(3,119,654)	203,793	(331,453)	1,573,403	(3,451,107)
Net Position, May 1	<u>(7,174,607)</u>	<u>(4,054,953)</u>	<u>1,117,915</u>	<u>1,449,368</u>	<u>(6,056,692)</u>	<u>(2,605,585)</u>
Net Position, April 30	<u><u>\$ (5,804,997)</u></u>	<u><u>\$ (7,174,607)</u></u>	<u><u>\$ 1,321,708</u></u>	<u><u>\$ 1,117,915</u></u>	<u><u>\$ (4,483,289)</u></u>	<u><u>\$ (6,056,692)</u></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 2015 fiscal year, governmental program expenses increased 3.58% or \$.63 million from \$17.67 million to \$18.30 million. Removing the additional \$1.25 million employer contribution paid to the public pension funds during the year, the Village's actual governmental program expenses declined 3.64% or \$.62 million compared to the prior year. This savings

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2015

reflects the additional cost cutting measures implemented during the year as the Village concentrated on funding its pensions.

Fiscal year 2015 reflected strong growth for the Village as general revenues outpaced expenses by \$1.37 million. Originally anticipating a 7.23% expansion of its sales tax base from the influx of new businesses, the Village actually realized new sales tax growth of 10.62%. With less reliance on state shared revenues to fund ongoing village operations, the Village remains confident that any uncertainty at the state level will have little to no impact on the Village's ability to continue delivering its core services.

For the fiscal year ended April 30, 2015, total combined revenues from all governmental activities grew 35.19% over the prior year, from \$14.55 million to \$19.67 million. Sales tax continues to be the largest single source of revenue for the Village (46% of all governmental revenues), contributing a combined total of \$9.12 million to the Village's overall revenue base. Total sales tax receipts collected during fiscal year 2015 reflected an increase of 13.62% over the prior year as actual receipts were \$.27 million (3.07%) higher than original budget estimates. Sales tax is comprised of two components in the Village; a 1% municipal share of the state retailer's occupation tax and a 1% local non-home rule sales tax; generating revenue of \$5.33 million and \$3.79 million, respectively.

In November of 2014, one of the anchors of the North Riverside Park Mall suffered a catastrophic loss due to a fire that resulted in its closure for the entire holiday shopping season. North Riverside maintains tax interruption insurance to help protect itself against the unexpected loss of sales tax dollars from its principal taxpayers due to a natural disaster. As a result, the Village filed and received insurance proceeds equal to the loss of sales tax receipts averaged over the previous four years. This protection shielded the Village's potential risk and resulted in only a minimal impact to its revenue base during this black out period.

To supplement its sales tax base, the Village initiated a 1% places for eating tax beginning in August 2010. The places for eating tax is a separate tax on the gross receipts received for prepared food sold at retail and was created in response to the unprecedented revenue declines stemming from the extended recession. During the fiscal year, collection of the places for eating tax reflected a 13.48% increase over the prior year as the Village continues to target large national restaurant chains to locate within its boundaries. The Village fully expects this revenue stream to continue to grow in the upcoming years as plans for several new restaurants and food establishments were approved for construction. Reporting stronger than projected tax revenues, video gaming receipts exploded during the year, outperforming prior year receipts by 186%, and substantially contributing to the 9.29% increase of other taxes from 2014.

Charges for services grew to 28% of total governmental revenues in 2015, increasing \$1.80 million (49.40%) from \$3.63 million to \$5.43 million, and continued to represent the second largest source of revenue for the Village. The lion's share of this increase can be attributed to the implementation of a photo-enforcement traffic program, the aggressive collection efforts on outstanding parking and compliance tickets, and the additional revenues generated by commercial building permit fees.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

Recognizing the need to stabilize the Village's governmental revenues with less economically-sensitive sources and address the growing pension liabilities, the Village ended its long-standing practice of freezing property taxes with the passage of its first tax levy increase in over 25 years. The 2014 tax levy, adopted by the Village Board in December of 2014, represented a 4.5% increase over the prior levy and provided the Village with a limited opportunity to alter its past property tax strategy and capture additional dollars from new construction growth beyond the current low tax cap environment.

Although the Village is not heavily reliant upon property taxes to fund its operations at this time, the increasing number of successful tax appeals by commercial and industrial property owners coupled with the untimely settlement of those appeals has made it increasingly more difficult for tax capped communities to anticipate the amount of property tax revenue necessary to be levied and collected on an annual basis. This, in addition to the Village's growing public pension obligation, has forced the Village to re-evaluate its past property tax philosophy in order to generate more dependable revenues and meet growing service needs.

The Village receives a number of state shared revenues which are distributed to Illinois municipalities on a per capita basis and reflected as intergovernmental revenues. Amongst these state shared revenues are the municipal share of the state sales tax, income taxes, local use taxes, personal property replacement taxes, and motor fuel taxes which are all key revenue sources and used to support basic governmental services. Reflecting additional pressures at the state level to retain Illinois workers and businesses, the Village's share of state income taxes became stagnate in 2015, reporting a modest .50% increase over the prior year. As mounting financial pressures continue to affect the State of Illinois, the Village's share of future income taxes and other shared revenues are currently being threatened.

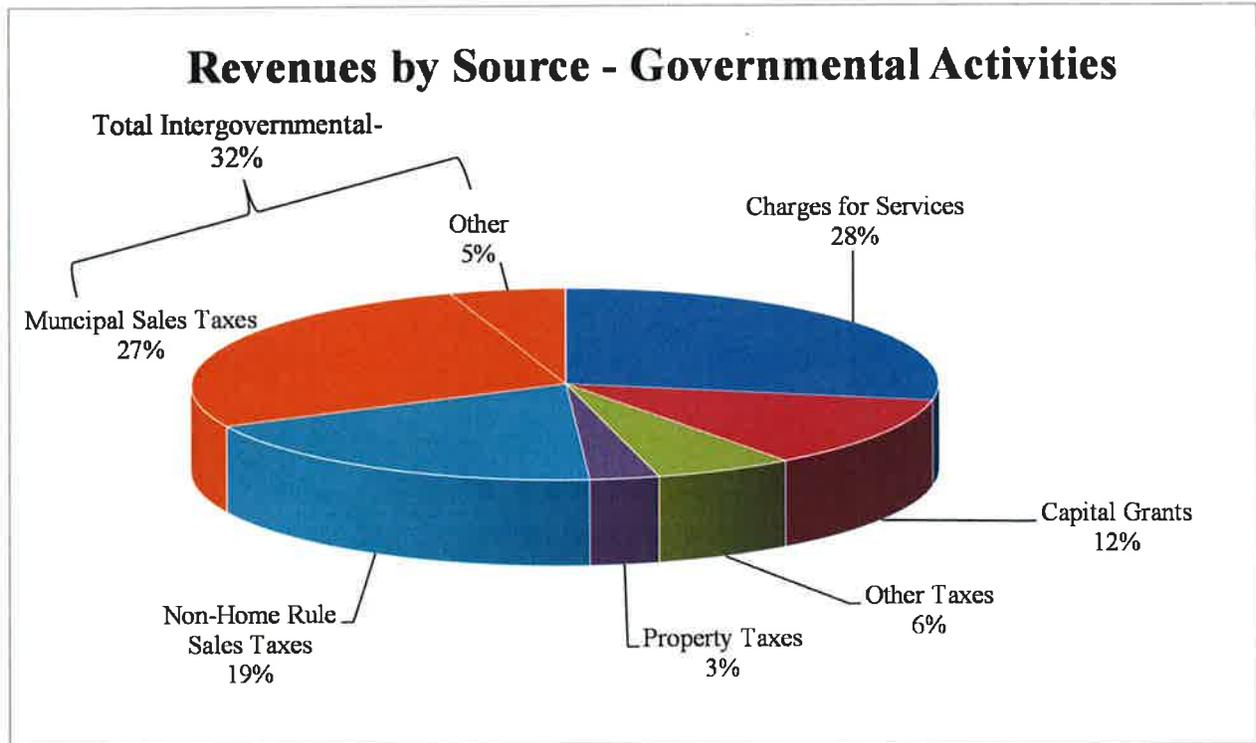
North Riverside also levies a 5% tax on telecommunication services. Collections of telecommunications taxes are performed at the state level and distributed to Illinois municipalities in a manner similar to the local share of sales tax and other state shared revenues. Revenues generated from the telecommunications tax continued to tumble for the ninth straight year as emerging technologies and bundling of services with cable and internet service providers appear to be changing the landscape of traditional land-line based telecommunication services. As technology continues to evolve at a lightning fast pace, it seems likely that this revenue stream will further erode in future years and make it necessary for the Village to investigate different revenue sources to make up this difference.

Capital grants and contributions (comprising 12% of total governmental activities revenue) increased 880.31% or \$2.13 million over 2014 figures as North Riverside was the beneficiary of numerous federal, state, and county grant funds. Amongst the most notable projects completed during the year and paid for by grant funding were construction of a village wide bike path, reconstruction of DesPlaines Avenue, purchase of a new fire pumper, and remodeling of the Village Board room.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2015

The following chart graphically depicts the major revenue sources of the Village for the fiscal year ended April 30, 2015 and clearly demonstrates the Village's heavy reliance on sales tax to fund governmental activities.



Expenses for the governmental activities for the fiscal year ended April 30, 2015 increased \$.63 million (3.58%) from \$17.67 million to \$18.30 million. The most significant increase in expenditures at the governmental activities level was due to the added payment of \$1.25 million in required pension contributions for both the Police and Firefighters' Pension Funds. No new programs or services were instituted during the fiscal year, as departments once again maintained a truly operational only budget for the eighth straight year and the Village looked to privatization and other cost containment strategies. Capital purchases during the fiscal year were prioritized by each department and limited to only those items necessary to maintain current operations or funded through grant monies.

North Riverside's largest share of costs allocated to governmental activities was in the area of public safety, accounting for 65% 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 decreased \$.68 million or 5.41% from the prior year. This decrease was primarily attributed to the Village making its full actuarially determined required pension payment for the first time in several years causing a slowing of the net pension obligation payable for the police and firefighters' pension funds. General government activities grew

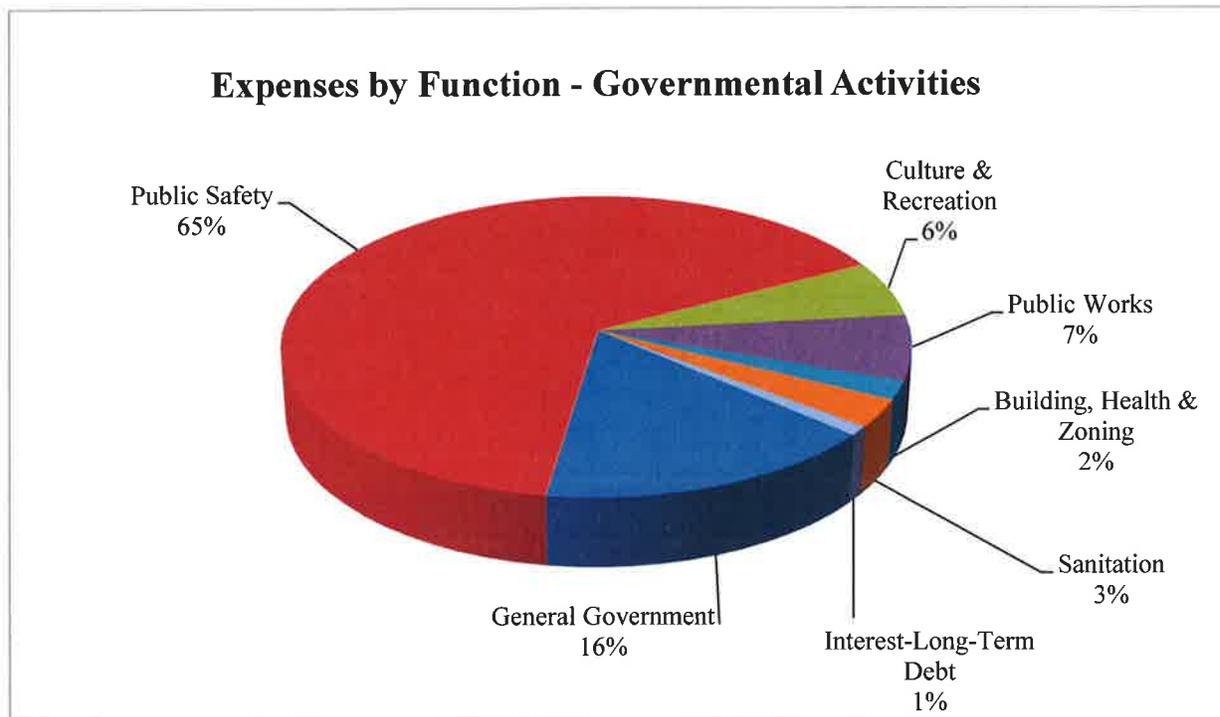
VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

86.97% (\$1.38 million) and represent approximately 16% of the total governmental expenses. This increase was impacted by the \$1.84 million increase in the actuarial accrued liability for other postemployment benefits (OPEB) provided to Village employees. Consistent funding of the Village's growing public pension and OPEB liabilities continues to be the greatest fiscal challenge facing North Riverside today. These growing liabilities are increasing at an unsustainable pace and pose a potential risk to the Village's long term financial stability.

The public works activities account for 7% of the Village's total governmental expenses and include the costs associated with the Village's Public Works administration, engineering, and parks and streets division staff, regular street maintenance activities (i.e., street sweeping, street patching, parkway tree maintenance, and snow removal), storm sewer cleaning, and other maintenance activities. Total expenses allocated to public works decreased 9.34% from \$1.41 million to \$1.28 million in 2015 due to the deferral of a 2015 street paving project. With the multi-year bicycle path construction almost complete at fiscal year end, the Motor Fuel Tax Fund will focus on completion of a comprehensive street repaving program in the subsequent fiscal years. Funding for these improvements will be provided from available federal grants, issuance of bonds, and excess reserves built during the prior fiscal years.



Business-type Activities

Program revenues of the Village's business-type activities increased 36.69% over the prior year, moving from \$1.91 million in 2014 to \$2.61 million in 2015. This increase is mainly attributed to improved customer billing accountability, less leakage and unaccounted water loss within the distribution system, and additional revenue generated from the third straight water rate increase imposed in July of 2014. After undergoing a comprehensive water rate study during the fiscal year, the Village identified deficiencies in its current water rate model and re-designed its rate

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

structure to better account for current and future cost assumptions. As a result, the Village Board unanimously passed a water rate increase equal to \$1.50 per thousand gallons and established a new flat \$30 bi-monthly water operations billing charge. These increases will generate the necessary dollars required to cover annual operating expenses and prevent the further deterioration of the Water Fund's net position.

Business-type expenses also increased during the year, growing 7.34% from \$2.31 million to \$2.48 million in 2015. This increase was largely due to the City of Chicago imposing another 15% water rate increase on the sale of Lake Michigan water to the Brookfield-North Riverside Water Commission on January 1, 2015. This increase is the fourth and final increase to be imposed by the City of Chicago on the Water Commission for a total water rate increase of 70% since 2012. The Village has already received notification from the Commission of its intent to pass along these rate increases from the City of Chicago. An additional water rate increase was approved by the Village Board subsequent to the close of this fiscal year and will assist the Village with recovering the additional cost for purchasing water from the City of Chicago.

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, unrestricted 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, 2015, the governmental funds reported a combined ending fund balance of \$5.46 million compared to \$5.71 million one year ago. Of the total fund balance reported, \$4.33 million is unassigned, an increase of \$.17 million or 3.96% from the prior fiscal year. This increase in fund balance was attributed to the Village enacting several new revenue streams during the fiscal year as it continues to address its ongoing public pension funding issue and looks for ways to stabilize its financial position.

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 had an excess of revenues over expenditures of \$1.69 million before transfers to other funds. With over \$1.48 million in outgoing operating transfers to fund needed capital improvements and current year debt service requirements, the total net change in fund balance at year end was an increase of \$.22 million. Total General Fund revenues were \$2.87 million (21.10%) higher than in the prior year and exceeded original budget estimates by \$2.32 million.

In years where revenues exceed expenditures within the General Fund, excess funds are transferred to other funds to address long term strategic goals consistent with the Village's fund balance policy and the funding of capital replacements as identified in the Village's Capital Improvements Plan. At fiscal year end, the Village's General Fund reserves represented approximately 30% of net annual budgeted expenditures. The General Fund transferred \$1.04 million to the Capital Projects Fund and \$.44 million to the Debt Service Fund during the year to

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2015

fund current debt service obligations and capital improvements. No other transfers were needed at year end as the Village reinforced its commitment to eliminate General Fund subsidizes to other funds.

General Fund Budgetary Highlights For the Fiscal Year Ended April 30, 2015

	Original Budget	Final Budget	FY15 Actual	FY14 Actual	% Change
Revenues					
Taxes	\$ 5,273,500	\$ 5,273,500	\$ 5,394,101	\$ 4,852,117	11.17%
Licenses and Permits	1,034,450	1,134,450	1,172,285	1,285,701	-8.82%
Intergovernmental	6,029,640	6,029,640	6,240,780	5,637,365	10.70%
Charges for Services	981,550	1,081,550	1,194,906	1,009,496	18.37%
Fines and Forfeitures	762,800	2,142,800	2,356,515	625,309	276.86%
Investment Earnings	20,000	20,000	12,790	33,168	-61.44%
Miscellaneous	26,800	37,300	75,787	137,843	-45.02%
Total Revenues	14,128,740	15,719,240	16,447,164	13,580,999	21.10%
Expenditures					
General Government	916,250	1,066,450	969,666	802,151	20.88%
Public Safety	10,934,250	11,586,450	11,229,520	9,877,117	13.69%
Culture and Recreation	1,002,050	1,113,000	1,070,057	968,753	10.46%
Public Works	1,302,133	1,302,283	1,246,862	1,259,459	-1.00%
Building, Health and Zoning	242,550	251,550	236,075	246,471	-4.22%
Total Expenditures	14,397,233	15,319,733	14,752,180	13,153,951	12.15%
Other Financing Sources (Uses)					
Disposal of Capital Assets	-	-	500	5,540	0.00%
Debt Issuance	300,000	300,000	-	-	0.00%
Transfers Out	(700,000)	(1,320,000)	(1,480,000)	(705,000)	109.93%
Total Other Financing Sources (Uses)	(400,000)	(1,020,000)	(1,479,500)	(699,460)	111.52%
Change in Fund Balance	\$ (668,493)	\$ (620,493)	\$ 215,484	\$ (272,412)	179.10%

Intergovernmental revenues, the largest category of revenues in the General Fund, increased 10.70% over last year and consist of the municipal share of the state sales tax, state income taxes, federal and state grants, and other state shared revenues. The municipal portion of the state sales tax outperformed year end projections by increasing 14.85% compared to the prior year as the Village witnessed stronger than expected growth across all categories of sales. State income tax receipts plateaued during the year, posting a positive change of only .50% over the prior fiscal year. With local unemployment levels (6.4%) remaining higher than the national average (5.6%) for the second straight year, Illinois continues to struggle with its general financial outlook as it

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

continues to lose manufacturing jobs and corporate businesses. With mounting financial pressure at the state level, it is even more imperative that the Village adopt strong financial policies and practices and strengthen its financial position by dealing with its growing pension and OPEB liabilities.

General Fund tax revenue, the second largest category of revenues in the General Fund, includes property, non-home rule sales, telecommunication, utility, places for eating, and video gaming taxes. During fiscal year 2015, General Fund tax revenues rose 11.17% over the prior fiscal year from \$4.85 million to \$5.39 million. Non-home rule sales tax revenue, the largest contributor of this category, grew 11.93% from the prior year and outperformed original budget targets by a marginal 1.38%. With the anticipation of several new businesses opening in the upcoming fiscal year, the Village feels optimistic that its sales tax base will continue to strengthen over the next several years.

Revenue generated in the licenses and permits category decreased 8.82% from the prior year as large construction activity began to slow with the completion of the Harlem & 26th Street Redevelopment Project. Increases in fines and forfeitures totaled 276.86% over last year and were directly attributed to the implementation of a photo-enforced traffic program at Harlem and Cermak Roads, a heavily traveled thoroughfare, and the aggressive collection efforts of delinquent tickets. The Village, with the assistance of the State of Illinois Comptroller's Office, actively sought collection of over 5,000 unpaid and outstanding police tickets totaling approximately \$1.2 million. Collection of these delinquent fines is expected to span over multiple fiscal years as monies are recovered from debtors through liens of income tax returns, state wages, and other state payments.

Total expenditures in the General Fund increased 12.15% or \$1.60 million over the prior year. This increase in total expenditures is mainly attributed to the following factors: 1) 100% funding of the employer's annual required contribution to the police and firefighters' pension funds; 2) additional legal fees incurred by the Village's attempt to privatize its fire operations and defend a growing number of contract grievances filed within the Fire Department; 3) re-establishment of an annual police squad car replacement program as funded by earmarked administrative towing revenue; and 4) additional funding of capital purchases in accordance with the Village's capital improvements plan.

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 at a rate of \$4.84 per thousand gallons. Water is sold to residential and commercial customers at a rate of \$7.54 and \$13.23 per thousand gallons, respectively. An additional flat \$30 bi-monthly water operations fee is also charged to water customers to help offset ongoing maintenance and infrastructure related improvements to the water distribution system. The spread between the purchase price and respective sale rates is

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

intended to finance the operations of the water and sewer systems, including labor costs, supplies, debt service, and infrastructure maintenance.

Operating expenses increased 7.34% from \$2.31 million in 2014 to \$2.48 million in 2015. In January of 2015, the Village received the fourth and final scheduled water rate increase on the purchase of Lake Michigan water from the Commission raising its current purchase price from \$4.29 to \$4.84 per thousand gallons. This water rate increase was the direct result of the City of Chicago enacting a 4-year 70% planned water rate increase effective on January 1st of each year for the sale of water to the Commission.

The cost to fund the Village's water operations has increased steadily throughout the past 20 years as the age of the Village's infrastructure system nears 80 years. As a result, the Village has experienced an increased number of water main breaks and service leaks over the past two fiscal years. This fiscal year alone, the Village's Public Works crews repaired 22 water main breaks and 11 service line leaks, the largest number of water main breaks since 2005. With increasing water main breaks and higher levels of unaccounted water loss, it has been difficult for the Village to accurately compute the billing accountability since the new metering system was installed. Although the new meters are guaranteed to register over 96% accountability for the first 10 years of service, the Village is only experiencing billing accountability levels in the low to mid 70% range as the age of the water and sewer infrastructure system remains a prevalent factor.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Mayor and Village Board approved one amendment to the fiscal year 2015 annual appropriation. This amendment allowed the Village to shift budgeted amounts within line items across funds without altering the total appropriation for the Village. One supplemental appropriation was also 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, 2015, amounted to \$19.26 million (net of accumulated depreciation), an increase of 17.85% from 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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) April 30, 2015

	Capital Assets					
	As of April 30, 2015					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land and Land Right of Way	\$ 7,088,187	\$ 7,088,187	\$ 215,500	\$ 215,500	\$ 7,303,687	\$ 7,303,687
Buildings and Improvements	8,099,148	8,099,148	1,197,592	1,197,592	9,296,740	9,296,740
Vehicles	3,426,083	2,632,048	102,698	102,698	3,528,781	2,734,746
Equipment and Furniture	2,928,478	2,950,779	-	-	2,928,478	2,950,779
Streets and Sidewalks	4,097,557	3,053,593	-	-	4,097,557	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
Construction in Progress	2,625,994	1,047,102	-	-	2,625,994	1,047,102
	<u>28,265,447</u>	<u>24,870,857</u>	<u>7,831,105</u>	<u>7,831,105</u>	<u>36,096,552</u>	<u>32,701,962</u>
Less: Accumulated Depreciation	<u>(12,066,538)</u>	<u>(11,718,169)</u>	<u>(4,773,821)</u>	<u>(4,644,207)</u>	<u>(16,840,359)</u>	<u>(16,362,376)</u>
Total	<u>\$ 16,198,909</u>	<u>\$ 13,152,688</u>	<u>\$ 3,057,284</u>	<u>\$ 3,186,898</u>	<u>\$ 19,256,193</u>	<u>\$ 16,339,586</u>

Current year capital asset additions totaled \$3.84 million and included replacement of three police squad cars, a street sweeper in public works, a new fire pumper and recording equipment for the 911 Dispatch Center. Additional capital improvements completed during the year also included remodeling of the Village Board room, reconstruction of DesPlaines Avenue, and construction of a village wide bicycle path. Funding for the annual squad car replacement program was provided through the administrative towing revenue collected by the Village and earmarked during the year for such purpose. The recording equipment for the 911 Dispatch Center was approved and funded with 911 Surcharge fees. The new fire pumper and remodeling of the Village Board room were paid from federal and state grant funds. Construction-in-progress also increased to reflect the continued design and construction of the Village-wide bicycle path funded solely from a federal transportation grant, as well as reconstruction of DesPlaines Avenue as part of a Surface Transportation Project Grant. Additional information on the Village of North Riverside's capital assets can be found in Note 3 on pages 38 - 39 of this report.

Long-Term Debt

As of April 30, 2015, the Village had total outstanding bonded debt of \$8.82 million as compared to \$9.54 million the previous year. This entire amount of outstanding debt has been issued in the form of debt certificates, payment of which is pledged by the full faith and taxing authority of the Village. In addition to the debt certificates outstanding at April 30, 2015, the Village also currently maintains one installment contract in the total amount of \$.04 million which will mature in November 2017.

In June of 2014, Moody's Investors Services downgraded the Village's issuer rating from A1 to Baa1 (outlook negative) for general obligation debt and from A2 to Baa2 (outlook negative) for debt certificates. The Baa2 rating on the Village's debt certificates reflect the weaker security of the certificates relative to the general obligation unlimited tax security that is the basis of the issuer rating. Debt certificates are secured by the Village's pledge to appropriate from any and all

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued)

April 30, 2015

lawfully available funds but do not benefit from a dedicated tax levy. Citing the Village's increased financial risk stemming from increasing pension liabilities in the police and firefighters' pension funds and upcoming statutory requirements in 2016 that will require the Village to fund 100% of its required annual employer contribution, Moody's analysis further goes on to state that while the Village's reserves are solid at the present time, they were accumulated, in part, through the deferral of annual pension payments and the issuance of long-term debt. They expressed greater concern, as evidenced by the negative outlook, on the potential for material declines in the Village's reserves in the immediate future as the Village must come into compliance with statutorily required pension contributions in fiscal year 2016 or risk the losing state shared revenues.

The Village, under its non-home rule authority, has a legal debt limit at April 30, 2015 of \$20.33 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 limit, with only \$8.82 million subject to these limits. Additional information on the Village of North Riverside long-term debt can be found in Note 3 on pages 41 - 44 of this report.

ECONOMIC FACTORS

North Riverside has not been immune to the financial challenges facing many local governments throughout this State. The impact of the Great Recession which began in 2008 continues to be felt today, with most major revenues still well below pre-recessionary levels and the Village's EAV reporting its sixth straight reduction in value. The Village has responded by reducing expenditures across all major categories, outsourcing services traditionally provided by public employees in order to achieve a more cost effective solution to service delivery, imposing multi-year salary and wage freezes for non-union employees, eliminating post-retirement health care benefits for new hires, implementing a voluntary separation program aimed at reducing staffing levels, and where appropriate, increasing revenues to ensure that essential village services and programs continue to be delivered without interruption.

North Riverside enjoys a stable and diversified commercial and retail sales base with a large regional shopping center consisting of three national department stores and 130 specialty stores, two major automobile dealers, the nation's leading warehouse club retailer, two grocery/drug stores, and several large retail strip centers. Heavily dependent upon sales tax receipts (state shared and local non-home rule), the Village's largest revenue source showed strong growth during the year. Through aggressive economic development efforts, the Village is cautiously optimistic that additional sales tax growth will continue to occur over the next several years as the community welcomes Miller's Ale House, H&M Clothing, and a variety of other smaller restaurants and mixed use retailers in the upcoming fiscal years.

The outlook moving forward continues to be guarded as North Riverside focuses on fully funding its public pensions and growing other postemployment benefit obligations in the near future. In addition to tracking economic indicators and trends, the potential for legislative threats to North Riverside's revenue base appear greater than ever. With the State of Illinois facing a

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Management's Discussion and Analysis (Continued) **April 30, 2015**

growing burden of fiscal challenges, we must continue to be vigilant in our lobbying efforts to protect those state shared revenues we are so heavily dependent upon to fund essential services and programs within our community. As such, it is essential that we continue to remain accountable and responsible for administering an organization which is lean yet efficient while ensuring the safety and welfare of people of North Riverside.

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. Des Plaines 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 Position
April 30, 2015**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Net Position
April 30, 2015

	Governmental Activities	Business- Type Activities	Totals
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 2,443,188	\$ 75	\$ 2,443,263
Receivables - Net of Allowances			
Property Taxes	284,550	-	284,550
Accounts	727,781	549,990	1,277,771
Accrued Interest	17,503	-	17,503
Other	281,404	-	281,404
Due from Other Governments	2,527,531	-	2,527,531
Prepays and Inventories	130,040	3,796	133,836
Internal Balances	965,172	(965,172)	-
Total Current Assets	<u>7,377,169</u>	<u>(411,311)</u>	<u>6,965,858</u>
Noncurrent Assets			
Capital Assets			
Nondepreciable	9,714,181	215,500	9,929,681
Depreciable	18,551,266	7,615,605	26,166,871
Accumulated Depreciation	<u>(12,066,538)</u>	<u>(4,773,821)</u>	<u>(16,840,359)</u>
Total Noncurrent Assets	<u>16,198,909</u>	<u>3,057,284</u>	<u>19,256,193</u>
Total Assets	<u>23,576,078</u>	<u>2,645,973</u>	<u>26,222,051</u>

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

	Governmental Activities	Business- Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 792,489	\$ 127,899	\$ 920,388
Accrued Payroll	45,063	2,290	47,353
Interest Payable	108,430	13,969	122,399
Deposits Payable	375,497	42,120	417,617
Other Payables	107,366	7,591	114,957
Current Portion of Long-Term Debt	998,020	16,079	1,014,099
Total Current Liabilities	2,426,865	209,948	2,636,813
Noncurrent Liabilities			
Net Pension Obligation	11,546,210	-	11,546,210
Net Other Post-Employment Benefit Obligation	6,871,020	-	6,871,020
Compensated Absences Payable	962,080	64,317	1,026,397
Installment Contracts Payable	25,000	-	25,000
Debt Certificates	7,020,000	1,050,000	8,070,000
Total Noncurrent Liabilities	26,424,310	1,114,317	27,538,627
Total Liabilities	28,851,175	1,324,265	30,175,440
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	529,900	-	529,900
Total Liabilities and Deferred Inflows of Resources	29,381,075	1,324,265	30,705,340
NET POSITION			
Net Investment in Capital Assets	14,956,409	2,007,284	16,963,693
Restricted			
Public Safety	5,048	-	5,048
Debt Service	2,461	-	2,461
Motor Fuel Tax	86,681	-	86,681
911 Telephone Service	158,772	-	158,772
Foreign Fire Insurance	7,859	-	7,859
Unrestricted	(21,022,227)	(685,576)	(21,707,803)
Total Net Position	\$ (5,804,997)	\$ 1,321,708	\$ (4,483,289)

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

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Activities
For the Fiscal Year Ended April 30, 2015

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/Contributions
Governmental Activities			
General Government	\$ 2,964,587	\$ 755,477	\$ -
Public Safety	11,902,114	2,789,126	730,177
Culture and Recreation	1,093,865	654,639	-
Public Works	1,281,392	24,313	1,638,668
Building, Health and Zoning	276,155	607,542	-
Sanitation	516,043	598,122	-
Interest on Long-Term Debt	269,959	-	-
Total Governmental Activities	18,304,115	5,429,219	2,368,845
Business-Type Activities			
Water	2,481,109	2,612,216	-
Total Primary Government	\$ 20,785,224	\$ 8,041,435	\$ 2,368,845

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

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/Revenues		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
\$ (2,209,110)	\$ -	\$ (2,209,110)
(8,382,811)	-	(8,382,811)
(439,226)	-	(439,226)
381,589	-	381,589
331,387	-	331,387
82,079	-	82,079
(269,959)	-	(269,959)
(10,506,051)	-	(10,506,051)
-	131,107	131,107
\$ (10,506,051)	\$ 131,107	\$ (10,374,944)
\$ 496,314	\$ -	\$ 496,314
179,228	-	179,228
420,790	-	420,790
3,786,622	-	3,786,622
516,343	-	516,343
5,329,549	-	5,329,549
653,420	-	653,420
45,605	-	45,605
137,612	-	137,612
221,600	-	221,600
12,791	-	12,791
75,787	72,686	148,473
11,875,661	72,686	11,948,347
1,369,610	203,793	1,573,403
(7,174,607)	1,117,915	(6,056,692)
\$ (5,804,997)	\$ 1,321,708	\$ (4,483,289)

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

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2015

	<u>General</u>
ASSETS	
Cash and Investments	\$ 2,435,329
Receivables - Net of Allowances	
Property Taxes	284,550
Accounts	550,884
Other	281,404
Accrued Interest	17,503
Due from Other Funds	965,172
Due from Other Governments	2,305,694
Prepays	52,574
Inventories	<u>77,466</u>
 Total Assets	 <u>\$ 6,970,576</u>
LIABILITIES	
Accounts Payable	\$ 375,522
Accrued Payroll	45,063
Deposits Payable	271,333
Due to Other Funds	1,172,427
Other Payables	<u>107,366</u>
Total Liabilities	1,971,711
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>529,900</u>
Total Liabilities and Deferred Inflows of Resources	<u>2,501,611</u>
FUND BALANCES	
Nonspendable	130,040
Restricted	5,048
Committed	-
Assigned	-
Unassigned	<u>4,333,877</u>
Total Fund Balances	<u>4,468,965</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u>\$ 6,970,576</u>

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

Debt Service	Capital Projects	Nonmajor	Totals
\$ -	\$ -	\$ 7,859	\$ 2,443,188
-	-	-	284,550
-	7,500	169,397	727,781
-	-	-	281,404
-	-	-	17,503
2,461	470,023	531,153	1,968,809
-	54,492	167,345	2,527,531
-	-	-	52,574
-	-	-	77,466
<u>\$ 2,461</u>	<u>\$ 532,015</u>	<u>\$ 875,754</u>	<u>\$ 8,380,806</u>
\$ -	\$ 61,395	\$ 355,572	\$ 792,489
-	-	-	45,063
-	-	-	271,333
-	-	-	1,172,427
-	-	-	107,366
-	61,395	355,572	2,388,678
-	-	-	529,900
-	61,395	355,572	2,918,578
-	-	-	130,040
2,461	-	253,312	260,821
-	-	266,870	266,870
-	470,620	-	470,620
-	-	-	4,333,877
<u>2,461</u>	<u>470,620</u>	<u>520,182</u>	<u>5,462,228</u>
<u>\$ 2,461</u>	<u>\$ 532,015</u>	<u>\$ 875,754</u>	<u>\$ 8,380,806</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 Position - Governmental Activities

April 30, 2015

Total Governmental Fund Balances	\$ 5,462,228
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Amounts reported for governmental activities in the Statement of Net Position
are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	16,198,909
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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 Position.	64,626
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Obligation Payable	(11,546,210)
Net Other Post-Employment Benefit Obligation Payable	(6,871,020)
Compensated Absences Payable	(1,202,600)
Installment Contracts Payable	(37,500)
Debt Certificates Payable	(7,765,000)
Accrued Interest Payable	<u>(108,430)</u>

Net Position of Governmental Activities	<u>\$ (5,804,997)</u>
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VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2015**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2015

	<u>General</u>
Revenues	
Taxes	\$ 5,394,101
Licenses and Permits	1,172,285
Intergovernmental	6,240,780
Charges for Services	1,194,906
Fines and Forfeits	2,356,515
Investment Earnings	12,790
Miscellaneous	75,787
Total Revenues	<u>16,447,164</u>
Expenditures	
Current	
General Government	969,666
Public Safety	11,229,520
Culture and Recreation	1,070,057
Public Works	1,246,862
Building, Health and Zoning	236,075
Sanitation	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>14,752,180</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,694,984</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	500
Transfers In	-
Transfers Out	<u>(1,480,000)</u>
	<u>(1,479,500)</u>
Net Change in Fund Balances	215,484
Fund Balances - Beginning	<u>4,253,481</u>
Fund Balances - Ending	<u>\$ 4,468,965</u>

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

Debt Service	Capital Projects	Nonmajor	Totals
\$ -	\$ -	\$ 5,196	\$ 5,399,297
-	-	-	1,172,285
-	681,974	385,595	7,308,349
-	-	679,122	1,874,028
-	-	-	2,356,515
-	-	1	12,791
-	-	-	75,787
-	681,974	1,069,914	18,199,052
-	-	-	969,666
-	-	79,549	11,309,069
-	-	-	1,070,057
-	-	822,768	2,069,630
-	40,080	-	276,155
-	-	516,043	516,043
-	1,097,538	134,542	1,232,080
495,000	242,500	-	737,500
239,823	36,320	-	276,143
734,823	1,416,438	1,552,902	18,456,343
(734,823)	(734,464)	(482,988)	(257,291)
-	3,500	-	4,000
440,000	1,040,000	-	1,480,000
-	-	-	(1,480,000)
440,000	1,043,500	-	4,000
(294,823)	309,036	(482,988)	(253,291)
297,284	161,584	1,003,170	5,715,519
\$ 2,461	\$ 470,620	\$ 520,182	\$ 5,462,228

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

For the Fiscal Year Ended April 30, 2015

Net Change in Fund Balances - Total Governmental Funds	\$ (253,291)
 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	3,645,746
Depreciation Expense	(595,212)
 The net effect of various miscellaneous transactions involving capital assets is to decrease net position.	
Disposals - Cost	(251,156)
Disposals - Accumulated Depreciation	246,843
 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	(262,250)
Additions to Net Other Post-Employment Benefit Obligation Payable	(1,838,983)
Additions of Compensated Absences Payable	(76,292)
Retirement of Debt	737,500
 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.	
	6,184
 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>10,521</u>
 Changes in Net Position of Governmental Activities	 <u>\$ 1,369,610</u>

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

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2015

	Business-Type Activities - Enterprise <u>Water</u>	Governmental Activities <u>Internal Service Health Insurance</u>
ASSETS		
Current Assets		
Cash and Investments	\$ 75	\$ -
Receivables - Net of Allowances		
Accounts	549,990	-
Due from Other Funds	-	168,790
Prepays	3,796	-
Total Current Assets	<u>553,861</u>	<u>168,790</u>
Noncurrent Assets		
Capital Assets		
Nondepreciable	215,500	-
Depreciable	7,615,605	-
Accumulated Depreciation	(4,773,821)	-
Total Noncurrent Assets	<u>3,057,284</u>	<u>-</u>
Total Assets	<u>3,611,145</u>	<u>168,790</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	127,899	-
Accrued Payroll	2,290	-
Due to Other Funds	965,172	-
Deposits Payable	42,120	104,164
Other Payables	7,591	-
Interest Payable	13,969	-
Compensated Absences Payable	16,079	-
Total Current Liabilities	<u>1,175,120</u>	<u>104,164</u>
Long-Term Liabilities		
Compensated Absences Payable	64,317	-
Debt Certificates Payable	1,050,000	-
Total Noncurrent Liabilities	<u>1,114,317</u>	<u>-</u>
Total Liabilities	<u>2,289,437</u>	<u>104,164</u>
NET POSITION		
Net Investment in Capital Assets	2,007,284	-
Unrestricted	(685,576)	64,626
Total Net Position	<u>\$ 1,321,708</u>	<u>\$ 64,626</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 Position - Proprietary Funds
For the Fiscal Year Ended April 30, 2015

	Business-Type Activities - Enterprise Water	Governmental Activities Internal Service Health Insurance
Operating Revenues		
Charges for Services	\$ 2,612,216	\$ -
Interfund Services	-	2,220,000
Employee Contributions	-	139,862
Retiree Contributions	-	62,824
Total Operating Revenues	<u>2,612,216</u>	<u>2,422,686</u>
Operating Expenses		
Administration	-	578
Operations	2,317,755	2,411,587
Depreciation	129,614	-
Total Operating Expenses	<u>2,447,369</u>	<u>2,412,165</u>
Operating Income	<u>164,847</u>	<u>10,521</u>
Nonoperating Revenues (Expenses)		
Other Income	72,686	-
Interest and Fiscal Charges	(33,740)	-
	<u>38,946</u>	<u>-</u>
Change in Net Position	203,793	10,521
Net Position - Beginning	<u>1,117,915</u>	<u>54,105</u>
Net Position - Ending	<u>\$ 1,321,708</u>	<u>\$ 64,626</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
For the Fiscal Year Ended April 30, 2015

	Business-Type Activities - Enterprise <u>Water</u>	Governmental Activities <u>Internal Service Health Insurance</u>
Cash Flows from Operating Activities		
Receipts from Customers and Users	\$ 2,548,862	\$ -
Receipts from Interfund Services Provided	-	2,402,318
Payments to Suppliers	(1,930,321)	(2,402,318)
Payments to Employees	(584,801)	-
	<u>33,740</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities		
Interest and Fiscal Charges on Capital Debt	(33,740)	-
Net Change in Cash and Cash Equivalents	-	-
Cash and Cash Equivalents		
Beginning of Year	<u>75</u>	<u>-</u>
End of Year	<u>\$ 75</u>	<u>\$ -</u>
Reconciliation of Operating Income to Net Cash		
Provided (Used) by Operating Activities		
Operating Income (Loss)	\$ 164,847	\$ 10,521
Adjustments to Reconcile Operating Income		
Income to Net Cash		
Provided by (used in) Operating Activities:		
Other Income	72,686	-
Depreciation and Amortization Expense	129,614	-
(Increase) Decrease in Current Assets	(136,040)	(20,368)
Increase (Decrease) in Current Liabilities	(197,367)	9,847
Net Cash Provided by Operating Activities	<u>\$ 33,740</u>	<u>\$ -</u>

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

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Fiduciary Funds - Statement of Net Position
April 30, 2015**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 2,233,066
Investments	
U.S. Government and Agency Obligations	6,529,992
Mutual Funds	9,837,343
Common Stock	3,290,170
Corporate Bonds	1,129,342
Municipal Bonds	677,998
Receivables	
Accrued Interest	72,071
Other	29,440
Prepays	<u>285</u>
NET POSITION	
Held in Trust for Pension Benefits	<u><u>\$ 23,799,707</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 Position
For the Fiscal Year Ended April 30, 2015

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 1,815,864
Contributions - Employee	<u>368,437</u>
Total Contributions	<u>2,184,301</u>
Investment Income	
Interest Earned	958,389
Net Change in Fair Value	<u>642,401</u>
	1,600,790
Less Investment Expenses	<u>(81,567)</u>
Net Investment Income	<u>1,519,223</u>
Total Additions	<u>3,703,524</u>
Deductions	
Administration	20,649
Benefits and Refunds	<u>2,650,680</u>
Total Deductions	<u>2,671,329</u>
Change in Net Position	1,032,195
Net Position - Beginning	<u>22,767,512</u>
Net Position - Ending	<u>\$ 23,799,707</u>

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, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of North Riverside (Village) 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). 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
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

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 Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. 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 fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

REPORTING ENTITY – Continued

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 Mayor, 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 fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

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 Position, 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 resources basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2015

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 position 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/deferred outflows, liabilities/deferred inflows, 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/deferred outflows, liabilities/deferred inflows, 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/deferred outflows, liabilities/deferred inflows, 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, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Total assets/deferred outflows, liabilities/deferred inflows, 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 debt certificate 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 position, 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, 2015

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 position and changes in net position 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 (pension participants) 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, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type 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/deferred outflows and liabilities/deferred inflows 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 position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type 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/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows 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, 2015

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/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position 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 Position, except for amounts between similar activities, which have been eliminated.

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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Interfund Receivables, Payables and Activity – Continued

Unpaid amounts are reported as due to/from other funds in the fund Balance Sheets or fund Statements of Net Position. 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/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepays/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements.

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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

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.

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:

Buildings and Improvements	10 - 45 Years
Vehicles	3 - 10 Years
Equipment and Furniture	4 - 30 Years
Water and Sewer System	40 - 50 Years
Infrastructure	20 - 50 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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

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 Position. Bond premiums and discounts 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 expenses at the time of issuance.

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.

Net Position

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

Net investment in capital assets – 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 – Consists of net position 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 – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

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.

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 EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenses over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
911 Telephone Surcharge	\$ 12,373

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

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 Fund are held separately from those of other Village funds. Statutes authorize the Pension Fund 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; credit unions, 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 Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), 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 and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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 \$411,545 and the bank balances totaled \$630,641.

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
Federal Home Loan M\$	150,017	\$ 150,017	\$ -
Illinois Funds	236,630	236,630	-
Municipal Bonds	1,645,071	616,233	1,028,838
	<u>\$ 2,031,718</u>	<u>\$ 1,002,880</u>	<u>\$ 1,028,838</u>

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 investment in the Federal Home Loan Mortgage Corp. is rated AA+ by Standard & Poor's, the Illinois Funds are rated AAAM by Standard & Poor's and the municipal bonds are rated A- to A+ by Standard and Poor's.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements

April 30, 2015

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, the entire amount of the bank balance of deposits was covered by collateral, 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 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 not subject to custodial credit risk.

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 Federal Home Loan Mortgage Corporation and 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 \$199,902 and the bank balances totaled \$ 199,902.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

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. Treasuries	\$ 2,021,155	\$ -	\$ 1,929,017	\$ 92,138	\$ -
U.S. Agencies	1,417,994	138,342	1,047,560	31,009	201,083
Illinois Funds	1,013,862	1,013,862	-	-	-
Corporate Bonds	912,328	-	871,286	41,042	-
	<u>\$ 5,365,339</u>	<u>\$ 1,152,204</u>	<u>\$ 3,847,863</u>	<u>\$ 164,189</u>	<u>\$ 201,083</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. Agency securities were all rated AAA rated by Standard & Poor’s, the corporate bonds were rated from BBB+ to AA+ by Standard and Poor’s and the investment in the Illinois Funds was rated AAAM 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 investments 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, 2015

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

Concentration Risk – Continued. The Fund’s investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	36%	1.5%
Domestic Equities	42%	6.6%
International Equities	15%	6.3%
Real Estate	3%	9.1%
Blended	4%	2.9%
Cash and Cash Equivalents	0%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund’s investments in equities, mutual funds and variable annuities to 55%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in September 2015 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund’s target asset allocation as of April 30, 2015 are listed in the table above.

Rate of Return

For the year ended April 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.65%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

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

Concentration Risk – Continued. At year-end, the Funds’ investments are in compliance with the guidelines outlined above. In addition to the securities and fair values previously listed, the Fund also has \$6,598,374 invested in mutual funds and \$3,290,170 invested in common stock. At year-end, the Fund has over 5 percent of net plan position available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the Vanguard Total Stock Market Index Signal Fund of \$1,470,831.

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 \$307,761 and the bank balances totaled \$307,823.

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. Treasuries	\$ 309,164	\$ -	\$ 255,961	\$ 53,203	\$ -
U.S. Agencies	2,781,678	-	875,384	1,086,377	819,917
Illinois Funds	711,541	711,541	-	-	-
Corporate Bonds	217,014	-	217,014	-	-
Municipal Bonds	677,998	25,426	409,531	175,225	67,816
	<u>\$ 4,697,395</u>	<u>\$ 736,967</u>	<u>\$ 1,757,890</u>	<u>\$ 1,314,805</u>	<u>\$ 887,733</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, 2015

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. Agency securities were all rated AA+, corporate bonds were rated BBB-AAA, and municipal bonds were either not rated or rated AA-AA+, 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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

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

Concentration Risk – Continued. 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 \$3,238,969 invested in mutual funds. At year-end, the Fund has over 5 percent of net position available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the Vanguard 500 Index Fund of \$745,962, T Rowe Price of \$700,743, and Illinois Funds of \$711,542.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	60%	2.2%
Domestic Equities	0 - 35%	7.0-9.1%
International Equities	0 - 10%	7.2%
Cash and Cash Equivalents	0 - 50%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 45%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in September 2015 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2015 are listed in the table above.

Rate of Return

For the year ended April 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.24%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PROPERTY TAXES

The Village annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by its Village Board. This levy ordinance must be filed with Cook County by the last Tuesday in December. The tax levy becomes an enforceable lien against the property on January 1 of the year following the tax levy year. These taxes are billed and collected by the County Treasurer of Cook County, Illinois. Taxes levied in one year become due and payable in two installments during the following year.

Property taxes are recognized as a receivable at the time they are levied. Revenue from property taxes is recognized as the taxes are collected in the year intended to finance or when they become available to be used to pay liabilities of the current period, generally considered to be within 60 days after year end. Revenue from those taxes which are not considered available is reported as unearned/unavailable revenue. An allowance, based upon historical collection experience, is provided for the uncollectible taxes. All uncollected taxes relating to prior years' levies have been written off.

The property tax calendar for the 2014 tax levy is as follows:

Lien Date	January 1, 2014
Levy Date	December 15, 2014
Tax Bills Mailed (at least 30 days prior to collection deadline)	
First Installment Due Date	April 1, 2015
Second Installment Due Date	August 1, 2015
Fiscal Year Intended to Finance	April 30, 2016

The 2015 tax levy, which attached as an enforceable lien on property as of January 1, 2015, has not been recorded as a receivable as of April 30, 2015, as the tax has not yet been levied by the Village and will not be levied until December 2015 and therefore, the levy is not measureable at April 30, 2015.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

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
Nondepreciable Capital Assets				
Land	\$ 2,774,097	\$ -	\$ -	\$ 2,774,097
Land - Right of Way	4,314,090	-	-	4,314,090
Construction in Progress	1,047,102	1,776,948	198,056	2,625,994
	<u>8,135,289</u>	<u>1,776,948</u>	<u>198,056</u>	<u>9,714,181</u>
Depreciable Capital Assets				
Buildings and Improvements	8,099,148	-	-	8,099,148
Vehicles	2,632,048	896,497	102,462	3,426,083
Equipment and Furniture	2,950,779	126,393	148,694	2,928,478
Infrastructure	3,053,593	1,043,964	-	4,097,557
	<u>16,735,568</u>	<u>2,066,854</u>	<u>251,156</u>	<u>18,551,266</u>
Less Accumulated Depreciation				
Buildings and Improvements	5,303,111	183,553	-	5,486,664
Vehicles	2,185,016	230,435	102,462	2,312,989
Equipment and Furniture	2,050,948	128,713	144,381	2,035,280
Infrastructure	2,179,094	52,511	-	2,231,605
	<u>11,718,169</u>	<u>595,212</u>	<u>246,843</u>	<u>12,066,538</u>
Total Net Depreciable Capital Assets	<u>5,017,399</u>	<u>1,471,642</u>	<u>4,313</u>	<u>6,484,728</u>
Total Net Capital Assets	<u>\$ 13,152,688</u>	<u>\$ 3,248,590</u>	<u>\$ 202,369</u>	<u>\$ 16,198,909</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 89,282
Public Safety	327,367
Culture and Recreation	23,808
Public Works	<u>154,755</u>
	<u>\$ 595,212</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

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
Nondepreciable Capital Assets				
Land	\$ 215,500	\$ -	\$ -	\$ 215,500
Depreciable Capital Assets				
Buildings and Improvements	1,197,592	-	-	1,197,592
Water System	5,020,350	-	-	5,020,350
Sewer System	1,294,965	-	-	1,294,965
Vehicles	102,698	-	-	102,698
	<u>7,615,605</u>	<u>-</u>	<u>-</u>	<u>7,615,605</u>
Less Accumulated Depreciation				
Buildings and Improvements	104,526	29,940	-	134,466
Water System	3,458,902	83,339	-	3,542,241
Sewer System	987,680	11,535	-	999,215
Vehicles	93,099	4,800	-	97,899
	<u>4,644,207</u>	<u>129,614</u>	<u>-</u>	<u>4,773,821</u>
Total Net Depreciable Capital Assets	<u>2,971,398</u>	<u>(129,614)</u>	<u>-</u>	<u>2,841,784</u>
Total Net Capital Assets	<u>\$ 3,186,898</u>	<u>\$ (129,614)</u>	<u>\$ -</u>	<u>\$ 3,057,284</u>

Depreciation expense of \$129,614 was charged to the water business-type activity.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

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:

Receivable Fund	Payable Fund	Amount
General	Water	\$ 965,172
Debt Service	General	2,461
Capital Projects	General	470,023
Nonmajor Governmental	General	531,153
Health Insurance	General	168,790
		<u>\$ 2,137,599</u>

Interfund balances are advances in anticipation of receipts.

Interfund Transfers

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Debt Service	General	\$ 440,000
Capital Projects	General	1,040,000
		<u>\$ 1,480,000</u>

Transfers are used to 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, 2015**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Debt Certificates

The Village issues debt certificates to provide funds for the acquisition and construction of major capital projects and to provide financial assistance to developers for redevelopment within the Village. Debt certificates are direct obligations and pledge the full faith and credit of the Village. Debt certificates 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>
Debt Certificates of 2011A, due in annual installments of \$85,000 to \$110,000 plus interest at 2.55% to 3.75% through December 1, 2026.	Water	\$ 1,050,000	\$ -	\$ -	\$ 1,050,000
Debt Certificates of 2011A, due in annual installments of \$215,000 to \$230,000 plus interest at 2.00% through December 1, 2015.	Debt Service	450,000	-	220,000	230,000
Debt Certificates of 2011B, due in annual installments of \$220,000 to \$255,000 plus interest at 1.40% to 3.70% through December 1, 2018.	Capital Projects	1,205,000	-	230,000	975,000
Debt Certificates of 2013, due in annual installments of \$225,000 to \$485,000 plus interest at 2.00% to 4.00% through December 1, 2032.	Capital Projects	6,835,000	-	275,000	6,560,000
		<u>\$ 9,540,000</u>	<u>\$ -</u>	<u>\$ 725,000</u>	<u>\$ 8,815,000</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts

The Village has established installment contracts payable as follows:

Issue	Fund Debt Retired by	Beginning Balance	Issuances	Retirements	Ending Balance
\$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	\$ 50,000	\$ -	\$ 12,500	\$ 37,500

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					
Compensated Absences	\$ 1,126,308	\$ 152,584	\$ 76,292	\$ 1,202,600	\$ 240,520
Net Pension Obligation	11,283,960	262,250	-	11,546,210	-
Net Other Post-Employment Benefit Obligation	5,032,037	1,838,983	-	6,871,020	-
Debt Certificates	8,490,000	-	725,000	7,765,000	745,000
Installment Contracts	50,000	-	12,500	37,500	12,500
	<u>\$ 25,982,305</u>	<u>\$ 2,253,817</u>	<u>\$ 813,792</u>	<u>\$ 27,422,330</u>	<u>\$ 998,020</u>
Business-Type Activities					
Compensated Absences	\$ 78,225	\$ 4,342	\$ 2,171	\$ 80,396	\$ 16,079
Debt Certificates	1,050,000	-	-	1,050,000	-
	<u>\$ 1,128,225</u>	<u>\$ 4,342</u>	<u>\$ 2,171</u>	<u>\$ 1,130,396</u>	<u>\$ 16,079</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity – Continued

For governmental activities, payments on the compensated absences, the net pension obligation and net other post-employment benefits obligation are generally made by the General Fund. Payments on the Debt Certificates are made by the Debt Service, Capital Projects, and Water Funds. The Capital Projects Fund makes payments on the installment contracts. For business-type activities, compensated absences are liquidated by the Water Fund.

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities				Business-Type Activities	
	Debt Certificates		Installment Contracts		Debt Certificates	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 745,000	\$ 260,229	\$ 12,500	\$ -	\$ -	\$ 33,525
2017	525,000	243,802	12,500	-	85,000	33,525
2018	535,000	230,902	12,500	-	85,000	31,358
2019	550,000	217,017	-	-	85,000	29,190
2020	305,000	198,732	-	-	90,000	27,023
2021	315,000	189,582	-	-	90,000	24,727
2022	325,000	180,132	-	-	95,000	21,757
2023	335,000	170,382	-	-	95,000	18,623
2024	345,000	159,494	-	-	100,000	15,487
2025	360,000	145,694	-	-	105,000	12,187
2026	375,000	131,294	-	-	110,000	8,250
2027	385,000	116,294	-	-	110,000	4,125
2028	405,000	100,894	-	-	-	-
2029	420,000	84,694	-	-	-	-
2030	435,000	67,894	-	-	-	-
2031	450,000	52,125	-	-	-	-
2032	470,000	35,812	-	-	-	-
2033	485,000	18,188	-	-	-	-
Totals	\$ 7,765,000	\$ 2,603,161	\$ 37,500	\$ -	\$ 1,050,000	\$ 259,777

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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".

Assessed Valuation - 2014	<u>\$ 235,683,860</u>
Bonded Debt Limit - 8.625% of Assessed Value	20,327,733
Amount of Debt Applicable to Limit	<u>8,815,000</u>
Legal Debt Margin	<u>\$ 11,512,733</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2015:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 16,198,909
Less Capital Related Debt:	
Installment Contracts	(37,500)
Debt Certificates - 2011A and 2011B	<u>(1,205,000)</u>
Net Investment in Capital Assets	<u>\$ 14,956,409</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 3,057,284
Less Capital Related Debt:	
Debt Certificates	<u>(1,050,000)</u>
Net Investment in Capital Assets	<u>\$ 2,007,284</u>

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund should maintain a minimum unrestricted fund balance equal to three months of budgeted operating expenditures, excluding transfers and capital expenditures. Fund balances in excess of said levels may be transferred to the capital projects fund at the discretion of the Board.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Debt Service	Capital Projects	Nonmajor	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 52,574	\$ -	\$ -	\$ -	\$ 52,574
Inventories	77,466	-	-	-	77,466
	<u>130,040</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>130,040</u>
Restricted					
Public Safety	5,048	-	-	-	5,048
Debt Service	-	2,461	-	-	2,461
Motor Fuel Tax	-	-	-	86,681	86,681
911 Telephone Service	-	-	-	158,772	158,772
Foreign Fire Insurance	-	-	-	7,859	7,859
	<u>5,048</u>	<u>2,461</u>	<u>-</u>	<u>253,312</u>	<u>260,821</u>
Committed					
Refuse	-	-	-	266,870	266,870
Assigned					
Capital Projects	-	-	470,620	-	470,620
Unassigned					
	<u>4,333,877</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,333,877</u>
Total Fund Balances	<u>\$ 4,468,965</u>	<u>\$ 2,461</u>	<u>\$ 470,620</u>	<u>\$ 520,182</u>	<u>\$ 5,462,228</u>

Committed Fund Balance. The Village reports committed fund balance in the Refuse Fund. Formal Village Board action, through the passage of an ordinance, is required to establish, modify or rescind a fund balance commitment. The Village Board has committed these funds for future refuse services provided to the residents of the Village.

Assigned Fund Balance. The Village reports assigned fund balance in the Capital Projects Fund, a major fund. The Village's Board, through the Village's adopted fund balance policy, has given authority to management (Village Administrator/Finance Director) to assign these funds to future capital needs and improvement projects based on approved Board/management expenditures as determined through the annual budget process.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Intergovernmental Personnel Benefit Cooperative (IPBC)

On October, 1, 2009 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.

The separate accounts of the IPBC are as follows:

Administration Account - This account is used to control and pay the administrative expenses of the IPBC.

Benefit Account - This account is used to control and account for the costs associated with the indemnity program, primarily the various PPO programs.

HMO Account - This account is used to control and account for the costs associated with the HMO program. Currently, the Village does not offer a HMO program.

Terminal Reserve Account - This account is used to accumulate declared dividends payable to the members. The balance is recorded on the Village's balance sheet in the Health Insurance Fund.

See below for listing of the balances held by the IPBC related to the Village:

	<u>Administration</u>	<u>Benefit</u>	<u>HMO</u>	<u>Terminal Reserve</u>	<u>Ending Balances</u>
North Riverside	\$ (1,391)	\$ 813,701	\$ -	\$ (104,164)	\$ 708,146

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

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 Des Plaines 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 online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions

Illinois Municipal Retirement System (IMRF)

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. IMRF provides two tiers of pension benefits. Participating members hired before January 1, 2011 (Tier 1) who retire at or after age 60 (full benefits) or age 55 (reduced benefits) with 8 years of credited 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. For participating members hired on or after January 1, 2011 (Tier 2) who retire at or after age 67 (full benefits) or age 62 (reduced benefits) with 10 years of credited 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 96 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 annual required and actual contribution rate for calendar year 2014 was 14.18 percent.

Police Pension Plan

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2015, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	30
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>27</u>
Total	<u><u>57</u></u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions – Continued

Police Pension Plan – Continued

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

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ 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 annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight 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 percent of the original pension and 3 percent compounded annually thereafter.

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. 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 and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2015, the Village's contribution was 44.5% of covered payroll.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions – Continued

Firefighters’ Pension Plan

Plan Administration. The Firefighters’ Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village Mayor, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At April 30, 2015, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	17
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>15</u>
Total	<u><u>32</u></u>

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

The Firefighters’ Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ 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 annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight 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 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 percent of the original pension and 3percent compounded annually thereafter.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions – Continued

Firefighters' Pension Plan – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the police office retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. 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 and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2015, the Village's contribution was 53.4% of covered payroll.

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 when due, pursuant to formal commitments, as well as statutory or contractual requirements. 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, 2015

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. At year end, the Police and Firefighters' Pension Plans have investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits as follows. Information for IMRF is not available.

Plan	Organization	Amount
Police Pension	Vanguard Total Stock Market Index Signal Fund	\$ 1,470,831
Firefighters' Pension	Vanguard 500 Index Fund	745,962
Firefighters' Pension	T Rowe Price	700,743
Firefighters' Pension	Illinois Funds	711,542

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

Discount Rate

The discount rate used to measure the total pension liability for the police pension was 4.12% and for the firefighters' pension was 4.00%. The discount rate in the prior valuation was 7.50% for both the police and firefighters' pension plan. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was not projected to be available to make all project future benefit payments of current plan members. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.62%, and the resulting single discount rate of 4.12% for the police pension and 4.00% for the firefighters' pension.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements
April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liabilities calculated using the discount rate as well as what the net pension liabilities would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (3.12%)	Current Discount Rate (4.12%)	1% Increase (5.12%)
<u>Police Pension</u>			
Net Pension Liability	\$ 42,322,617	34,615,469	28,344,268
	1% Decrease (3.00%)	Current Discount Rate (4.00%)	1% Increase (3.00%)
<u>Firefighters' Pension</u>			
Net Pension Liability	\$ 31,324,965	25,936,950	21,539,323

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2015, using the following actuarial methods and assumptions:

	Police Pension	Firefighters' Pension
Actuarial Valuation Date	4/30/2015	4/30/2015
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Asset Valuation Method	Market	Market
Actuarial Assumptions		
Interest Rate	7.50%	7.50%
Salary Increases	4.50% - 15.50%	4.50% - 10.00%
Cost of Living Adjustments	3.00%	3.00%
Inflation	3.00%	3.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Actuarial Assumptions – Continued

Mortality rates were based on the L&A 2012 Illinois Police and L&A 2012 Illinois Firefighters' Mortality Tables. The actuarial assumptions used in the April 30, 2015 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

Net Pension Liability

The components of the net pension liability of the Village's Plans as of April 30, 2015, calculated in accordance with GASB Statement No. 67, were as follows:

	Police Pension	Firefighters' Pension	Totals
Total Pension Liability	\$ 50,135,829	34,216,297	84,352,126
Plan Fiduciary Net Position	15,520,360	8,279,347	23,799,707
Village's Net Pension Liability	<u>34,615,469</u>	<u>25,936,950</u>	<u>60,552,419</u>
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	31.0%	24.2%	28.2%

See the Schedule of Changes in the Employer's Net Pension Liability and Related Ratios in the required supplementary information for additional information related to the funded status of the Fund.

Annual Pension Cost and Net Pension Obligation (NPO)

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

	IMRF	Police Pension	Firefighters' Pension	Totals
Annual Required Contribution	\$ 268,566	\$ 1,092,237	\$ 773,055	\$ 2,133,858
Interest on the NPO	3,103	516,371	326,823	846,297
Adjustment to the ARC	(2,218)	(386,581)	(244,676)	(633,475)
Annual Pension Cost	269,451	1,222,027	855,202	2,346,680
Actual Contribution	<u>268,566</u>	<u>1,092,005</u>	<u>723,859</u>	<u>2,084,430</u>
Increase to the NPO	885	130,022	131,343	262,250
NPO - Beginning	41,377	6,884,941	4,357,642	11,283,960
NPO - Ending	<u>\$ 42,262</u>	<u>\$ 7,014,963</u>	<u>\$ 4,488,985</u>	<u>\$ 11,546,210</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation (NPO) – Continued

The actuarial assumptions and related information for each plan is as follows:

	IMRF	Police Pension	Firefighters' Pension
Contribution Rates			
Employer	14.18%	15.55%	15.69%
Employee	4.50%	9.91%	9.46%
Actuarial Valuation Date	12/31/14	4/30/14	4/30/14
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Projected Payroll Open Basis	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis
Remaining Amortization Period	29 Years	27 Years	27 Years
Asset Valuation Method	5-Year Smoothed Market	5-Year Smoothed Market	5-Year Smoothed Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually
Projected Salary Increases	.4 to 10.0%	4.50% - 15.50%	4.50% - 10.00%
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, 2015**

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	IMRF	Police Pension	Firefighters' Pension
Annual Pension Cost (APC)	2013	\$ 220,614	\$ 61,081	\$ 54,857
	2014	265,701	1,010,691	659,650
	2015	269,451	1,222,027	855,202
Actual Contributions	2013	\$ 219,765	\$ 150,000	\$ 100,000
	2014	264,835	358,334	222,700
	2015	268,566	1,092,005	723,859
Percentage of APC Contributed	2013	99.62%	245.58%	182.29%
	2014	99.67%	35.45%	33.76%
	2015	99.67%	89.36%	84.64%
Net Pension Obligation (NPO)	2013	\$ 40,511	\$ 6,232,584	\$ 3,920,692
	2014	41,377	6,884,941	4,357,642
	2015	42,262	7,014,963	4,488,985

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

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:

	IMRF	Police Pension	Firefighters' Pension
Actuarial Valuation Date	12/31/2014	4/30/14	4/30/14
Percent Funded	64.35%	46.82%	41.33%
Actuarial Accrued Liability for Benefits	\$5,998,694	\$31,556,381	\$20,759,229
Actuarial Value of Assets	\$3,859,908	\$14,776,182	\$8,578,874
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$2,138,786)	(\$16,780,199)	(\$12,180,355)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$1,977,144	\$2,303,900	\$1,419,731
Ratio of UAAL to Covered Payroll	108.18%	728.34%	857.93%

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, 2015

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, 2015, retirees contributed \$75,260. Active employees do not contribute to the plan until retirement.

At April 30, 2015, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	60
Active Employees	<u>59</u>
Total	<u>119</u>
Participating Employers	1

The Village does not currently have a formal funding policy and currently operates on a pay as you go basis.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
April 30, 2015**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

The net OPEB obligation (NOPEBO) as of April 30, 2015, was calculated as follows:

Annual Required Contribution	\$ 2,555,421
Interest on the NPO	251,602
Adjustment to the ARC	<u>(311,758)</u>
Annual OPEB Cost	2,495,265
Actual Contribution	<u>656,282</u>
Increase in the NOPEBO	1,838,983
NOPEBO - Beginning	<u>5,032,037</u>
NOPEBO - Ending	<u><u>6,871,020</u></u>

Trend Information

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

<u>Fiscal Year</u>	<u>Annual OPEB Cost</u>	<u>Actual Contributions</u>	<u>Percentage of OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2013	\$ 2,190,786	\$ 613,348	28.00%	\$ 3,296,550
2014	2,348,835	613,348	26.11%	5,032,037
2015	2,495,265	656,282	26.30%	6,871,020

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Funded Status and Funding Progress

The funded status of the plan as of April 30, 2013, the date of the most recent actuarial valuation, was as follows:

Actuarial Accrued Liability (AAL)	\$ 27,172,353
Actuarial Value of Plan Assets	\$ -
Unfunded Actuarial Accrued Liability (UAAL)	\$ 27,172,353
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members)	\$ 4,856,690
UAAL as a Percentage of Covered Payroll	559.48%

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, 2013 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 9.0%, with an ultimate rate of 5.0%. Both rates include a 2.5% 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 dollar amount on an open basis. The remaining amortization period at April 30, 2015, 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 and Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
 - Other Post-Employment Benefit Plan
- Schedule of Employer Contributions
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability
 - Police Pension Fund
 - Firefighters' Pension Fund
- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund
- 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 and Employer Contributions
April 30, 2015**

Funding Progress

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)
2009	\$ 4,095,778	\$ 5,635,292	72.68%	\$ 1,539,514	\$ 1,781,944	86.40%
2010	4,269,143	5,751,746	74.22%	1,482,603	1,753,431	84.55%
2011	3,389,110	5,062,208	66.95%	1,673,098	1,597,305	104.75%
2012	3,475,332	5,314,686	65.39%	1,839,354	1,666,653	110.36%
2013	4,132,680	5,716,402	72.30%	1,583,722	1,782,286	88.86%
2014	3,859,908	5,998,694	64.35%	2,138,786	1,977,144	108.18%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2010	\$ 239,098	\$ 249,628	95.78%
2011	253,571	276,741	91.63%
2012	228,901	233,913	97.86%
2013	219,765	219,765	100.00%
2014	264,835	264,835	100.00%
2015	268,566	268,566	100.00%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2015**

Funding Progress

Actuarial Valuation Date Apr. 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5)
2009	\$ 12,488,103	\$ 23,629,478	52.85%	\$ 11,141,375	\$ 2,247,954	495.62%
2010	13,987,381	25,102,328	55.72%	11,114,947	2,233,410	497.67%
2011	14,757,081	26,333,842	56.04%	11,576,761	2,094,843	552.63%
2012	14,310,241	26,689,351	53.62%	12,379,110	2,113,893	585.61%
2013	14,740,297	30,688,704	48.03%	15,948,407	2,170,597	734.75%
2014	14,776,182	31,556,381	46.82%	16,780,199	2,303,900	728.34%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2010	\$ -	\$ 643,353	0.00%
2011	-	896,875	0.00%
2012	150,000	921,789	16.27%
2013	150,000	823,076	18.22%
2014	358,334	847,034	42.30%
2015	1,092,005	1,092,237	99.98%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2015

Funding Progress

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5)
Apr. 30						
2009	\$ 8,299,346	\$ 14,760,549	56.23%	\$ 6,461,203	\$ 1,427,046	452.77%
2010	8,859,981	15,273,221	58.01%	6,413,240	1,436,145	446.56%
2011	8,942,711	16,390,293	54.56%	7,447,582	1,339,781	555.88%
2012	8,306,691	16,855,104	49.28%	8,548,413	1,386,385	616.60%
2013	8,789,510	19,526,525	45.01%	10,737,015	1,446,953	742.04%
2014	8,578,874	20,759,229	41.33%	12,180,355	1,419,731	857.93%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2010	\$ -	\$ 444,545	0.00%
2011	-	543,999	0.00%
2012	100,000	549,381	18.20%
2013	100,000	514,577	19.43%
2014	222,700	556,700	40.00%
2015	723,859	773,055	93.64%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Other Post-Employment Benefit Plan

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2015

Funding Progress

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 Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
Apr. 30						
2010	\$ -	\$ 17,402,072	0.00%	\$ 17,402,072	\$ 6,586,543	264.21%
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	27,172,353	0.00%	27,172,353	4,856,690	559.48%
2014	N/A	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2010	\$ 584,161	\$ 1,135,274	51.46%
2011	584,161	1,114,160	52.43%
2012	584,161	1,181,010	49.46%
2013	613,348	2,211,337	27.74%
2014	613,348	2,388,244	25.68%
2015	656,282	2,555,421	25.68%

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

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2015**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 1,092,237	\$ 1,092,005	\$ (232)	\$ 2,455,335	44.5%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	April 30, 2015
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	26 Years
Asset Valuation Method	Market
Inflation	3.00%
Salary Increases	4.50 - 15.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	L&A 2012 Illinois Police

Note: The information presented above is formatted to comply with the requirement of GASB Statement No. 67.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2015**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 773,055	\$ 723,859	\$ (49,196)	\$ 1,356,536	53.4%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	April 30, 2015
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	26 Years
Asset Valuation Method	Market
Inflation	3.00%
Salary Increases	4.50 - 10.00%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	L&A 2012 Illinois Firefighter's

Note: The information presented above is formatted to comply with the requirement of GASB Statement No. 67.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
 Schedule of Changes in the Employer's Net Pension Liability
 April 30, 2015

	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 1,091,089
Interest	1,974,029
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(1,685,250)</u>
Net Change in Total Pension Liability	1,379,868
Total Pension Liability - Beginning	<u>48,755,961</u>
Total Pension Liability - Ending	<u><u>50,135,829</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 1,092,005
Contributions - Members	238,590
Net Investment Income	988,376
Benefit Payments, Including Refunds of Member Contributions	(1,685,250)
Administrative Expense	<u>(9,381)</u>
Net Change in Plan Fiduciary Net Position	624,340
Plan Net Position - Beginning	<u>14,896,020</u>
Plan Net Position - Ending	<u><u>15,520,360</u></u>
Employer's Net Pension Liability	<u><u>\$ 34,615,469</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	31.0%
Covered-Employee Payroll	\$ 2,455,335
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	1409.8%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2015**

	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 697,066
Interest	1,307,767
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(965,430)</u>
Net Change in Total Pension Liability	1,039,403
Total Pension Liability - Beginning	<u>33,176,894</u>
Total Pension Liability - Ending	<u><u>34,216,297</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 723,859
Contributions - Members	129,847
Net Investment Income	530,847
Benefit Payments, Including Refunds of Member Contributions	(965,430)
Administrative Expense	<u>(11,268)</u>
Net Change in Plan Fiduciary Net Position	407,855
Plan Net Position - Beginning	<u>7,871,492</u>
Plan Net Position - Ending	<u><u>8,279,347</u></u>
Employer's Net Pension Liability	<u><u>\$ 25,936,950</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	24.2%
Covered-Employee Payroll	\$ 1,356,536
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	1912.0%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2015

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	7.65%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2015

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	7.24%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 5,273,500	\$ 5,273,500	\$ 5,394,101
Licenses and Permits	1,034,450	1,134,450	1,172,285
Intergovernmental	6,029,640	6,029,640	6,240,780
Charges for Services	981,550	1,081,550	1,194,906
Fines and Forfeits	762,800	2,142,800	2,356,515
Investment Earnings	20,000	20,000	12,790
Miscellaneous	26,800	37,300	75,787
Total Revenues	<u>14,128,740</u>	<u>15,719,240</u>	<u>16,447,164</u>
Expenditures			
General Government	916,250	1,066,450	969,666
Public Safety	10,934,250	11,586,450	11,229,520
Culture and Recreation	1,002,050	1,113,000	1,070,057
Public Works	1,302,133	1,302,283	1,246,862
Building, Health and Zoning	242,550	251,550	236,075
Total Expenditures	<u>14,397,233</u>	<u>15,319,733</u>	<u>14,752,180</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(268,493)</u>	<u>399,507</u>	<u>1,694,984</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	-	-	500
Debt Issuance	300,000	300,000	-
Transfers Out	(700,000)	(1,320,000)	(1,480,000)
	<u>(400,000)</u>	<u>(1,020,000)</u>	<u>(1,479,500)</u>
Net Change in Fund Balance	<u>\$ (668,493)</u>	<u>\$ (620,493)</u>	215,484
Fund Balance - Beginning			<u>4,253,481</u>
Fund Balance - Ending			<u>\$ 4,468,965</u>

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 debt certificate 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 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
For the Fiscal Year Ended April 30, 2015**

	Budget		Actual
	Original	Final	
Taxes			
Property	\$ 491,500	\$ 491,500	\$ 496,314
Non-Home Rule Sales	3,735,000	3,735,000	3,786,622
Simplified Municipal Telecommunications	180,000	180,000	179,228
Utility	400,000	400,000	420,790
Places for Eating	425,000	425,000	423,854
Video Gaming	42,000	42,000	87,293
	<u>5,273,500</u>	<u>5,273,500</u>	<u>5,394,101</u>
Licenses and Permits			
Liquor Licenses	75,000	75,000	78,229
Vehicle Licenses	160,000	160,000	159,553
Business Licenses	240,000	240,000	237,316
Television Franchise Fee	103,000	103,000	110,514
Telephone Franchise Fee	9,000	9,000	9,208
Amusement Taxes	50,000	50,000	61,997
Building Permits	300,000	400,000	407,183
Electrical Permits	10,000	10,000	10,456
Contractor Registration	65,000	65,000	75,533
Other Licenses and Permits	22,450	22,450	22,296
	<u>1,034,450</u>	<u>1,134,450</u>	<u>1,172,285</u>
Intergovernmental			
Municipal Sales	5,100,000	5,100,000	5,329,549
State Income	650,000	650,000	653,420
Local Use	115,000	115,000	137,612
Personal Property Replacement	46,500	46,500	45,605
Fire and Police Training Reimbursement	3,000	3,000	2,078
Grants			
Badge	20,000	20,000	13,750
Other	71,140	71,140	34,453
IDOT Street Maintenance Reimbursement	24,000	24,000	24,313
	<u>6,029,640</u>	<u>6,029,640</u>	<u>6,240,780</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Charges for Services			
Recreation Fees	\$ 478,000	\$ 578,000	\$ 654,639
Ambulance Fees	250,000	250,000	260,426
Advertising-Bus Shelter	28,000	28,000	33,708
Elevator Inspections	30,000	30,000	28,430
Pre-Sale Inspections	40,000	40,000	36,418
Sign Inspections	48,000	48,000	49,522
Security Alarm Connections	31,000	31,000	32,164
Fire Inspections	40,000	40,000	56,943
Other Charges for Services	36,550	36,550	42,656
	<u>981,550</u>	<u>1,081,550</u>	<u>1,194,906</u>
Fines and Forfeitures			
Circuit Court Fines	43,000	43,000	42,973
Drug Seizure/Forfeit Assets	7,800	7,800	4,401
Parking and Compliance Fines	342,000	422,000	399,332
Code Enforcement Fines	-	-	425
Red Light Violations	250,000	1,550,000	1,760,259
Administrative Tow Fines	110,000	110,000	139,500
False Alarm Fines	10,000	10,000	9,625
	<u>762,800</u>	<u>2,142,800</u>	<u>2,356,515</u>
Investment Earnings	<u>20,000</u>	<u>20,000</u>	<u>12,790</u>
Miscellaneous			
Donations	500	11,000	12,023
Reimbursements	18,600	18,600	56,011
Miscellaneous	7,700	7,700	7,753
	<u>26,800</u>	<u>37,300</u>	<u>75,787</u>
Total Revenues	<u>\$ 14,128,740</u>	<u>\$ 15,719,240</u>	<u>\$ 16,447,164</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
General Government			
Legislative			
Salaries - Elected Officials	\$ 45,600	\$ 45,600	\$ 45,556
Payroll Taxes and Benefits	48,250	48,250	47,704
Employee Expenditures	8,250	11,250	9,263
General Liability Insurance	1,000	2,000	1,900
Other Professional and Outside Services	14,000	18,000	16,217
Civic and Recreational Programs	2,500	3,500	3,042
Operational Costs	8,750	5,450	3,355
Building Maintenance and Utilities	1,200	1,200	1,200
Equipment Operation and Maintenance	2,000	6,000	230
Equipment and Furniture	3,000	3,000	1,519
	<u>134,550</u>	<u>144,250</u>	<u>129,986</u>
Civil Service Commission			
Employee Expenditures	1,500	1,500	1,125
Other Professional and Outside Services	16,950	8,450	8,572
Operational Costs	450	450	148
	<u>18,900</u>	<u>10,400</u>	<u>9,845</u>
General Administration			
Salaries and Wages	385,000	385,000	386,237
Overtime Pay	6,000	6,000	4,195
Part-Time and Temporary Wages	25,500	25,500	22,688
Payroll Taxes and Benefits	250,250	250,250	244,484
Employee Expenditures	12,450	12,450	9,448
General Liability Insurance	7,000	7,000	6,312
Audit Fees	21,500	21,500	19,930
Other Professional and Outside Services	151,850	289,350	266,952
Civic and Recreational Programs	4,000	4,000	1,206
Operational Costs	34,250	40,250	28,439
Building Maintenance and Utilities	83,500	105,000	94,879
Equipment Operation and Maintenance	40,500	34,500	17,885
Equipment and Furniture	26,500	16,500	12,680
Allocation to Other Departments and to Enterprise Fund	(285,500)	(285,500)	(285,500)
	<u>762,800</u>	<u>911,800</u>	<u>829,835</u>
Total General Government	<u>916,250</u>	<u>1,066,450</u>	<u>969,666</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Public Safety			
Police Protection			
Salaries and Wages	\$ 2,991,000	\$ 3,021,000	\$ 2,922,281
Overtime Pay	385,000	355,000	295,468
Part-Time and Temporary Wages	72,000	72,000	66,317
Payroll Taxes and Benefits	2,609,900	2,609,900	2,603,089
Employee Expenditures	80,000	86,000	60,590
Professional and Outside Services	115,000	115,000	100,944
Civic and Recreational Programs	500	500	-
Operational Costs	123,000	112,000	88,174
Building Maintenance and Utilities	235,000	252,000	251,162
Equipment Operation and Maintenance	79,500	64,500	62,069
Equipment and Furniture	187,900	180,900	153,678
Grants	-	-	10,302
Allocation from General Administration	140,000	140,000	140,000
	<u>7,018,800</u>	<u>7,008,800</u>	<u>6,754,074</u>
Fire and Emergency Services			
Salaries and Wages	845,000	1,376,000	1,381,616
Overtime Pay	240,000	410,000	402,358
Payroll Taxes and Benefits	1,380,700	1,382,700	1,376,261
Employee Expenditures	39,950	39,950	26,972
Professional and Outside Services	612,250	757,250	758,082
Operational Costs	45,950	45,150	40,140
Building Maintenance and Utilities	311,000	313,000	307,397
Equipment Operation and Maintenance	255,000	78,000	58,580
Equipment and Furniture	55,000	45,000	36,540
Grants	43,100	43,100	-
Allocation from General Administration	87,500	87,500	87,500
	<u>3,915,450</u>	<u>4,577,650</u>	<u>4,475,446</u>
Total Public Safety	<u>10,934,250</u>	<u>11,586,450</u>	<u>11,229,520</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Culture and Recreation			
Administration			
Salaries and Wages	\$ 253,000	\$ 242,000	\$ 242,120
Overtime Pay	7,500	6,000	1,373
Part-Time and Temporary Wages	77,000	84,000	80,936
Payroll Taxes and Benefits	180,450	180,450	175,831
Employee Expenditures	8,700	9,900	6,465
Professional and Outside Services	68,100	83,100	75,523
Civic and Recreational Programs	238,500	343,250	336,007
Operational Costs	56,800	61,100	53,207
Building Maintenance and Utilities	46,500	57,500	51,309
Equipment Operation and Maintenance	16,500	5,700	9,962
Equipment and Furniture	35,500	26,500	23,824
Allocation from General Administration	13,500	13,500	13,500
Total Culture and Recreation	1,002,050	1,113,000	1,070,057
Public Works			
Administration			
Salaries and Wages	362,100	359,100	356,856
Overtime Pay	46,750	46,750	42,859
Part-Time and Temporary Wages	34,650	41,650	41,430
Payroll Taxes and Benefits	234,735	234,735	230,088
Employee Expenditures	10,450	11,200	8,923
Professional and Outside Services	49,345	18,695	16,237
Civic and Recreational Programs	440	440	440
Operational Costs	143,738	148,138	139,419
Building Maintenance and Utilities	139,475	114,825	101,434
Equipment Operation and Maintenance	47,575	48,875	45,813
Recurring Infrastructure Maintenance	201,000	242,000	233,954
Equipment and Furniture	11,800	15,800	9,334
Allocation from General Administration	20,075	20,075	20,075
Total Public Works	1,302,133	1,302,283	1,246,862

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Building, Health and Zoning Administration			
Part-Time and Temporary Wages	\$ 48,500	\$ 58,500	\$ 54,739
Payroll Taxes and Benefits	54,750	54,750	52,739
Employee Expenditures	600	600	125
Professional and Outside Services	121,250	123,750	116,267
Operational Costs	3,200	3,200	1,961
Building Maintenance and Utilities	250	250	-
Equipment Operation and Maintenance	500	500	458
Equipment and Furniture	5,500	2,000	1,786
Allocation from General Administration	8,000	8,000	8,000
Total Buildings	242,550	251,550	236,075
Total Expenditures	\$ 14,397,233	\$ 15,319,733	\$ 14,752,180

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ -	\$ -	\$ -
Expenditures			
Debt Service			
Principal Retirement	495,000	495,000	495,000
Interest and Fiscal Charges	239,935	239,935	239,823
Total Expenditures	734,935	734,935	734,823
Excess (Deficiency) of Revenues Over (Under) Expenditures	(734,935)	(734,935)	(734,823)
Other Financing Sources			
Transfers In	440,000	440,000	440,000
Net Change in Fund Balance	\$ (294,935)	\$ (294,935)	(294,823)
Fund Balance - Beginning			297,284
Fund Balance - Ending			\$ 2,461

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grants	\$ 601,137	\$ 764,137	\$ 681,974
Expenditures			
Building, Health and Zoning			
Redevelopment Agreement	38,637	40,637	40,080
Capital Outlay	1,017,500	1,271,500	1,097,538
Debt Service			
Principal Retirement	242,500	242,500	242,500
Interest and Fiscal Charges	36,400	36,400	36,320
Total Expenditures	1,335,037	1,591,037	1,416,438
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(733,900)	(826,900)	(734,464)
Other Financing Sources			
Disposal of Capital Assets	-	-	3,500
Debt Issuance	455,000	455,000	-
Transfers In	260,000	880,000	1,040,000
	715,000	1,335,000	1,043,500
Net Change in Fund Balance	\$ (18,900)	\$ 508,100	309,036
Fund Balance - Beginning			161,584
Fund Balance - Ending			\$ 470,620

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2015

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2015

	<u>Motor Fuel Tax</u>
ASSETS	
Cash and Investments	\$ -
Receivables - Net of Allowances	
Accounts	15,518
Due from Other Funds	109,793
Due from Other Governments	<u>167,345</u>
 Total Assets	 <u>\$ 292,656</u>
LIABILITIES	
Accounts Payable	<u>\$ 205,975</u>
FUND BALANCES	
Restricted	86,681
Committed	<u>-</u>
Total Fund Balances	<u>86,681</u>
 Total Liabilities and Fund Balances	 <u>\$ 292,656</u>

Refuse	911 Telephone Services	Foreign Fire Insurance	Totals
\$ -	\$ -	\$ 7,859	\$ 7,859
136,646	17,233	-	169,397
215,073	206,287	-	531,153
-	-	-	167,345
<u>\$ 351,719</u>	<u>\$ 223,520</u>	<u>\$ 7,859</u>	<u>\$ 875,754</u>
\$ 84,849	\$ 64,748	\$ -	\$ 355,572
-	158,772	7,859	253,312
266,870	-	-	266,870
<u>266,870</u>	<u>158,772</u>	<u>7,859</u>	<u>520,182</u>
<u>\$ 351,719</u>	<u>\$ 223,520</u>	<u>\$ 7,859</u>	<u>\$ 875,754</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended April 30, 2015

	<u>Motor Fuel Tax</u>
Revenues	
Taxes	\$ -
Intergovernmental	385,595
Charges for Services	-
Investment Earnings	-
Total Revenues	<u>385,595</u>
Expenditures	
Public Safety	-
Public Works	822,768
Sanitation	-
Capital Outlay	-
Total Expenditures	<u>822,768</u>
Net Change in Fund Balances	(437,173)
Fund Balances - Beginning	<u>523,854</u>
Fund Balances - Ending	<u>\$ 86,681</u>

Refuse	911 Telephone Service	Foreign Fire Insurance	Totals
\$ -	\$ -	\$ 5,196	\$ 5,196
-	-	-	385,595
598,122	81,000	-	679,122
-	-	1	1
598,122	81,000	5,197	1,069,914
-	76,831	2,718	79,549
-	-	-	822,768
516,043	-	-	516,043
-	134,542	-	134,542
516,043	211,373	2,718	1,552,902
82,079	(130,373)	2,479	(482,988)
184,791	289,145	5,380	1,003,170
\$ 266,870	\$ 158,772	\$ 7,859	\$ 520,182

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	\$ 162,000	\$ 162,000	\$ 221,600
Grants	146,683	146,683	163,995
Total Revenues	<u>308,683</u>	<u>308,683</u>	<u>385,595</u>
Expenditures			
Public Works			
Legal Notices	1,000	1,000	224
Maintenance and Improvements of Infrastructure	864,632	864,632	822,544
Total Expenditures	<u>865,632</u>	<u>865,632</u>	<u>822,768</u>
Net Change in Fund Balance	<u>\$ (556,949)</u>	<u>\$ (556,949)</u>	(437,173)
Fund Balance - Beginning			<u>523,854</u>
Fund Balance - Ending			<u>\$ 86,681</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Refuse - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Refuse Fees	\$ 552,500	\$ 557,500	\$ 598,122
Expenditures			
Sanitation			
Refuse Disposal Charges	517,000	522,000	516,043
Refuse Bags	1,000	1,000	-
Total Expenditures	518,000	523,000	516,043
Net Change in Fund Balance	\$ 34,500	\$ 34,500	82,079
Fund Balance - Beginning			184,791
Fund Balance - Ending			\$ 266,870

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

911 Telephone Surcharge - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
911 Fees	\$ 85,000	\$ 205,000	\$ 81,000
Expenditures			
Public Safety			
Telephone	15,000	15,000	9,115
Equipment Operation and Maintenance	45,000	65,000	67,716
Capital Outlay	19,000	119,000	134,542
Total Expenditures	79,000	199,000	211,373
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,000	6,000	(130,373)
Other Financing (Uses)			
Transfers Out	-	(6,476)	-
Net Change in Fund Balance	\$ 6,000	\$ (476)	(130,373)
Fund Balance - Beginning			289,145
Fund Balance - Ending			\$ 158,772

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Water - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 2,670,500	\$ 2,670,500	\$ 2,612,216
Operating Expenses			
Operations			
Cost of Water Purchases	1,375,000	1,325,000	1,278,043
Salaries and Benefits	603,535	603,535	584,801
Contractual Services	50,227	51,227	38,872
Supplies and Materials	45,900	43,400	31,796
Repairs and Maintenance	267,500	318,600	306,448
Capital Outlay	64,200	64,600	61,370
Allocated Costs and Administrative			
Charge by the General Fund	16,425	16,425	16,425
Depreciation	185,000	185,000	129,614
Total Operating Expenses	2,607,787	2,607,787	2,447,369
Operating Income	62,713	62,713	164,847
Nonoperating Revenues (Expenses)			
Other Income	70,300	70,300	72,686
Interest and Fiscal Charges	(33,775)	(33,775)	(33,740)
	36,525	36,525	38,946
Change in Net Position	\$ 99,238	\$ 99,238	203,793
Net Position - Beginning			1,117,915
Net Position - Ending			\$ 1,321,708

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Health Insurance - Internal Service Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2015**

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 2,220,000	\$ 2,220,000	\$ 2,220,000
Employee Contributions	160,000	160,000	139,862
Retiree Contributions	56,000	56,000	62,824
Total Operating Revenues	<u>2,436,000</u>	<u>2,436,000</u>	<u>2,422,686</u>
Operating Expenses			
Administration			
Administrative Fees	3,500	3,500	578
Operations			
Term and Reinsurer Premiums	<u>2,430,000</u>	<u>2,430,000</u>	<u>2,411,587</u>
Total Operating Expenses	<u>2,433,500</u>	<u>2,433,500</u>	<u>2,412,165</u>
Change in Net Position	<u>\$ 2,500</u>	<u>\$ 2,500</u>	10,521
Net Position - Beginning			<u>54,105</u>
Net Position - Ending			<u>\$ 64,626</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Pension Trust Funds

**Combining Statement of Net Position
April 30, 2015**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 1,213,764	\$ 1,019,302	\$ 2,233,066
Investments			
U.S. Government and Agency Obligations	3,439,149	3,090,843	6,529,992
Mutual Funds	6,598,374	3,238,969	9,837,343
Common Stock	3,290,170	-	3,290,170
Corporate Bonds	912,328	217,014	1,129,342
Municipal Bonds	-	677,998	677,998
Receivables			
Accrued Interest	47,469	24,602	72,071
Other	19,106	10,334	29,440
Prepays	-	285	285
NET POSITION			
Held in Trust for Pension Benefits	<u>\$ 15,520,360</u>	<u>\$ 8,279,347</u>	<u>\$ 23,799,707</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Net Position
For the Fiscal Year Ended April 30, 2015

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 1,092,005	\$ 723,859	\$ 1,815,864
Contributions - Employee	238,590	129,847	368,437
Total Contributions	1,330,595	853,706	2,184,301
Investment Income			
Interest Earned	662,464	295,925	958,389
Net Change in Fair Value	388,454	253,947	642,401
	1,050,918	549,872	1,600,790
Less Investment Expenses	(62,542)	(19,025)	(81,567)
Net Investment Income	988,376	530,847	1,519,223
Total Additions	2,318,971	1,384,553	3,703,524
Deductions			
Administration	9,381	11,268	20,649
Benefits and Refunds	1,685,250	965,430	2,650,680
Total Deductions	1,694,631	976,698	2,671,329
Change in Net Position	624,340	407,855	1,032,195
Net Position - Beginning	14,896,020	7,871,492	22,767,512
Net Position - Ending	\$ 15,520,360	\$ 8,279,347	\$ 23,799,707

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,092,005	\$ 1,092,005	\$ 1,092,005
Contributions - Employee	240,000	240,000	238,590
Total Contributions	<u>1,332,005</u>	<u>1,332,005</u>	<u>1,330,595</u>
Investment Income			
Interest Earned	633,050	633,050	662,464
Net Change in Fair Value	300,000	300,000	388,454
	<u>933,050</u>	<u>933,050</u>	<u>1,050,918</u>
Less Investment Expenses	(90,000)	(90,000)	(62,542)
Net Investment Income	<u>843,050</u>	<u>843,050</u>	<u>988,376</u>
Total Additions	<u>2,175,055</u>	<u>2,175,055</u>	<u>2,318,971</u>
Deductions			
Administration	11,000	11,000	9,381
Benefits and Refunds	1,716,000	1,716,000	1,685,250
Total Deductions	<u>1,727,000</u>	<u>1,727,000</u>	<u>1,694,631</u>
Change in Net Position	<u>\$ 448,055</u>	<u>\$ 448,055</u>	624,340
Net Position - Beginning			<u>14,896,020</u>
Net Position - Ending			<u>\$ 15,520,360</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

Schedule of Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 723,859	\$ 723,859	\$ 723,859
Contributions - Employee	130,000	130,000	129,847
Total Contributions	<u>853,859</u>	<u>853,859</u>	<u>853,706</u>
Investment Income			
Interest Earned	291,325	291,325	295,925
Net Change in Fair Value	25,000	25,000	253,947
	<u>316,325</u>	<u>316,325</u>	<u>549,872</u>
Less Investment Expenses	(20,000)	(20,000)	(19,025)
Net Investment Income	<u>296,325</u>	<u>296,325</u>	<u>530,847</u>
Total Additions	<u>1,150,184</u>	<u>1,150,184</u>	<u>1,384,553</u>
Deductions			
Administration	13,000	13,000	11,268
Benefits and Refunds	972,000	972,000	965,430
Total Deductions	<u>985,000</u>	<u>985,000</u>	<u>976,698</u>
Change in Net Position	<u>\$ 165,184</u>	<u>\$ 165,184</u>	407,855
Net Position - Beginning			<u>7,871,492</u>
Net Position - Ending			<u>\$ 8,279,347</u>

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 Position by Component - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

	2006	2007	2008
Governmental Activities			
Net Investment in Capital Assets	\$ 5,890,362	\$ 3,718,136	\$ 9,961,081
Restricted	15,901	7,091	28,150
Unrestricted	(2,612,476)	(1,821,956)	(3,217,263)
Total Governmental Activities Net Position	3,293,787	1,903,271	6,771,968
Business-Type Activities			
Net Investment in Capital Assets	2,336,484	2,314,473	2,854,958
Unrestricted	465,061	339,326	293,824
Total Business-Type Activities Net Position	2,801,545	2,653,799	3,148,782
Primary Government			
Net Investment in Capital Assets	8,226,846	6,032,609	12,816,039
Restricted	15,901	7,091	28,150
Unrestricted	(2,147,415)	(1,482,630)	(2,923,439)
Total Primary Government Net Position	\$ 6,095,332	\$ 4,557,070	\$ 9,920,750

Data Source: Village Records

2009	2010	2011	2012	2013	2014	2015
\$ 10,478,625	\$ 11,316,087	\$ 11,662,320	\$ 11,593,104	\$ 11,031,873	\$ 11,447,688	\$ 14,956,409
92,424	92,489	92,553	1,152,230	1,402,484	1,124,040	260,821
(4,671,772)	(7,660,322)	(9,468,432)	(10,216,632)	(16,489,310)	(19,746,335)	(21,022,227)
5,899,277	3,748,254	2,286,441	2,528,702	(4,054,953)	(7,174,607)	(5,804,997)
2,750,110	2,645,262	2,540,888	2,436,514	2,266,511	2,136,898	2,007,284
161,399	(140,328)	(325,590)	(606,500)	(817,143)	(1,018,983)	(685,576)
2,911,509	2,504,934	2,215,298	1,830,014	1,449,368	1,117,915	1,321,708
13,228,735	13,961,349	14,203,208	14,029,618	13,298,384	13,584,586	16,963,693
92,424	92,489	92,553	1,152,230	1,402,484	1,124,040	260,821
(4,510,373)	(7,800,650)	(9,794,022)	(10,823,132)	(17,306,453)	(20,765,318)	(21,707,803)
\$ 8,810,786	\$ 6,253,188	\$ 4,501,739	\$ 4,358,716	\$ (2,605,585)	\$ (6,056,692)	\$ (4,483,289)

VILLAGE OF NORTH RIVERSIDE,

Changes in Net Position - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental Activities										
General Government	\$ 665,178	\$ 799,955	\$ 749,882	\$ 1,007,171	\$ 1,324,340	\$ 979,149	\$ 1,277,436	\$ 1,216,785	\$ 1,585,614	\$ 2,964,587
Public Safety	8,238,866	10,178,859	9,128,660	9,867,851	10,551,760	11,332,637	10,015,909	10,380,229	12,583,176	11,902,114
Culture and Recreation	912,553	1,019,260	1,062,851	1,077,333	884,433	757,686	892,684	913,354	987,321	1,093,865
Public Works	1,202,431	1,564,512	2,176,159	1,543,731	1,432,162	1,144,736	1,078,364	1,187,974	1,413,364	1,281,392
Building, Health and Zoning	194,015	200,188	204,748	236,287	234,340	241,274	165,990	7,158,249	328,464	276,155
Sanitation	493,499	496,988	523,425	551,511	554,573	576,065	591,076	533,646	493,025	516,043
Interest on Long-Term Debt	100,921	122,294	122,853	127,453	113,524	124,237	164,788	123,850	281,161	269,959
Total Governmental Activities Expenses	11,807,463	14,382,056	13,968,578	14,411,337	15,095,132	15,155,784	14,186,247	21,514,087	17,672,125	18,304,115
Business-Type Activities										
Water	1,502,286	1,480,059	1,548,506	1,875,025	1,725,325	1,840,708	1,909,306	2,045,712	2,311,431	2,481,109
Total Primary Government Expenses	13,309,749	15,862,115	15,517,084	16,286,362	16,820,457	16,996,492	16,095,553	23,559,799	19,983,556	20,785,224
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	371,793	342,055	418,369	479,203	606,321	597,757	658,846	636,819	736,180	755,477
Public Safety	553,477	549,575	548,364	556,555	646,186	803,549	768,988	836,824	1,032,451	2,789,126
Culture and Recreation	433,903	461,889	464,293	504,745	461,603	431,294	546,346	477,278	476,565	654,639
Public Works	17,828	18,791	59,604	20,268	20,974	21,723	22,387	23,072	23,714	24,313
Building, Health and Zoning	314,061	436,463	514,436	280,197	380,691	413,897	312,867	349,197	767,408	607,542
Sanitation	239,831	271,992	346,842	355,519	352,821	549,947	571,648	578,510	597,700	598,122
Capital Grants/Contributions	158,845	143,090	100,601	329,851	436,361	137,217	143,572	881,843	241,642	2,368,845
Total Governmental Activities Program Revenues	2,089,738	2,223,855	2,452,509	2,526,338	2,904,957	2,955,384	3,024,654	3,783,543	3,875,660	7,798,064
Business-Type Activities										
Charges for Services										
Water	1,196,432	1,190,152	1,301,838	1,303,445	1,253,713	1,485,365	1,457,288	1,597,262	1,911,058	2,612,216
Capital Grants/Contributions	-	48,000	-	-	-	-	-	-	-	-
Total Business-Type Activities Program Revenues	1,196,432	1,238,152	1,301,838	1,303,445	1,253,713	1,485,365	1,457,288	1,597,262	1,911,058	2,612,216
Total Primary Government Program Revenues	\$ 3,286,170	\$ 3,462,007	\$ 3,754,347	\$ 3,829,783	\$ 4,158,670	\$ 4,440,749	\$ 4,481,942	\$ 5,380,805	\$ 5,786,718	\$ 10,410,280

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Net (Expense) Revenue										
Governmental Activities	\$ (9,717,725)	\$ (12,158,201)	\$ (11,516,069)	\$ (11,884,999)	\$ (12,190,175)	\$ (12,200,400)	\$ (11,161,593)	\$ (17,730,544)	\$ (13,796,465)	\$ (10,506,051)
Business-Type Activities	(305,854)	(241,907)	(246,668)	(571,580)	(471,612)	(355,343)	(452,018)	(448,450)	(400,373)	131,107
Total Primary Government Net Revenue (Expense)	(10,023,579)	(12,400,108)	(11,762,737)	(12,456,579)	(12,661,787)	(12,555,743)	(11,613,611)	(18,178,994)	(14,196,838)	(10,374,944)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	745,003	732,459	667,968	751,010	639,711	705,687	722,279	459,764	453,025	496,314
Telecommunication	277,393	252,293	245,772	245,420	220,939	208,729	212,123	201,534	187,517	179,228
Utility	504,114	462,531	478,032	475,054	426,631	434,339	408,113	405,838	431,987	420,790
Non-Home Rule Sales	1,886,716	3,521,803	3,775,596	3,524,856	3,352,281	3,507,859	3,668,243	3,476,166	3,383,016	3,786,622
Other	5,296	5,169	6,870	4,614	4,351	5,608	351,580	344,004	401,946	516,343
Intergovernmental - Unrestricted										
Municipal Sales	4,689,367	4,685,539	4,635,045	4,525,605	4,340,430	4,597,503	4,811,158	4,684,289	4,640,574	5,329,549
Income Tax	511,044	563,688	615,787	609,376	531,186	521,441	543,676	601,284	650,160	653,420
Replacement Tax	40,915	44,459	50,706	46,428	41,096	45,680	41,208	40,856	46,755	45,605
Local Use Tax	80,587	86,055	94,590	94,377	79,534	96,598	97,339	107,072	117,058	137,612
Other Taxes	196,797	197,904	190,420	178,188	285,677	452,062	196,240	190,339	193,761	221,600
Investment Earnings	32,138	67,880	46,803	32,188	1,459	1,953	3,750	23,178	33,169	12,791
Miscellaneous	131,475	147,905	179,108	525,192	115,857	161,128	348,145	612,565	137,843	75,787
Total Governmental Activities	9,100,845	10,767,685	10,986,697	11,012,308	10,039,152	10,738,587	11,403,854	11,146,889	10,676,811	11,875,661
Business-Type Activities										
Miscellaneous	92,154	94,161	96,318	334,307	65,037	65,707	66,734	67,804	68,920	72,686
Total Primary Government	9,192,999	10,861,846	11,083,015	11,346,615	10,104,189	10,804,294	11,470,588	11,214,693	10,745,731	11,948,347
Changes in Net Position										
Governmental Activities	(616,880)	(1,390,516)	(529,372)	(872,691)	(2,151,023)	(1,461,813)	242,261	(6,583,655)	(3,119,654)	1,369,610
Business-Type Activities	(213,700)	(147,746)	(150,350)	(237,273)	(406,575)	(289,636)	(385,284)	(380,646)	(331,453)	203,793
Total Primary Government	\$ (830,580)	\$ (1,538,262)	\$ (679,722)	\$ (1,109,964)	\$ (2,557,598)	\$ (1,751,449)	\$ (143,023)	\$ (6,964,301)	\$ (3,451,107)	\$ 1,573,403

Data Source: Village Records

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

	2006	2007	2008	2009
General Fund				
Reserved	\$ 31,181	\$ 29,686	\$ 136,681	\$ 154,015
Unreserved	859,359	870,738	1,773,026	1,697,313
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	890,540	900,424	1,909,707	1,851,328
All Other Governmental Funds				
Reserved	21,958	23,679	28,919	4,403
Unreserved, Reported in:				
Special Revenues Funds	518,078	684,403	599,417	620,816
Debt Service Funds	-	-	-	-
Capital Projects Funds	(671,886)	(671,691)	(699,351)	(650,765)
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Total All Other Governmental Funds	\$ (131,850)	\$ 36,391	\$ (71,015)	\$ (25,546)

The Village implemented GASB Statement No. 54 for the year ended April 30, 2012.

Data Source: Village Records

2010	2011	2012	2013	2014	2015
\$ 628,376	\$ 194,682	\$ -	\$ -	\$ -	\$ -
2,697,191	3,345,430	-	-	-	-
-	-	66,315	65,181	76,267	130,040
-	-	93,164	70,481	8,377	5,048
-	-	4,078,671	4,390,231	4,168,837	4,333,877
<u>3,325,567</u>	<u>3,540,112</u>	<u>4,238,150</u>	<u>4,525,893</u>	<u>4,253,481</u>	<u>4,468,965</u>
-	15,175	-	-	-	-
612,921	734,017	-	-	-	-
(29,199)	(5,156)	-	-	-	-
(633,884)	(170,847)	-	-	-	-
-	-	48,160	-	-	-
-	-	1,059,066	1,332,003	1,115,663	255,773
-	-	35,252	80,116	184,791	266,870
-	-	84,885	159,878	161,584	470,620
<u>\$ (50,162)</u>	<u>\$ 573,189</u>	<u>\$ 1,227,363</u>	<u>\$ 1,571,997</u>	<u>\$ 1,462,038</u>	<u>\$ 993,263</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

General Governmental Revenues by Source - Last Ten Fiscal Years
 April 30, 2015 (Unaudited)

Source	2006	2007	2008	2009
Taxes				
Non-Home Rule Sales	\$ 1,886,716	\$ 3,521,803	\$ 3,775,596	\$ 3,524,856
Real Estate	745,003	737,628	674,838	755,624
Utility	781,507	714,824	723,804	720,474
Licenses and Permits	586,694	664,505	809,112	635,864
Intergovernmental				
Sales	4,689,367	4,685,539	4,635,045	4,525,605
Other	1,030,440	1,057,857	1,127,015	1,302,416
Charges for Services	1,065,549	1,152,008	1,291,911	1,327,915
Fines and Forfeits	236,398	241,591	175,974	188,512
Investment Income	32,138	67,857	46,803	32,188
Miscellaneous	136,771	147,928	179,108	525,192
Total	<u>\$ 11,190,583</u>	<u>\$ 12,991,540</u>	<u>\$ 13,439,206</u>	<u>\$ 13,538,646</u>

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

Data Source: Village Records

	2010	2011	2012	2013	2014	2015
\$	3,352,281	\$ 3,507,859	\$ 3,668,243	\$ 3,476,166	\$ 3,383,016	\$ 3,786,622
	639,711	705,687	722,279	458,959	453,025	496,314
	651,921	648,676	971,816	952,181	1,021,450	1,116,361
	863,930	872,195	803,319	807,313	1,285,701	1,172,285
	4,340,430	4,597,503	4,811,158	4,684,289	4,640,574	5,329,549
	1,413,580	1,295,877	1,050,598	1,356,724	1,283,176	1,978,800
	1,337,038	1,556,090	1,679,429	1,678,852	1,689,208	1,874,028
	227,902	347,003	369,771	388,668	625,309	2,356,515
	1,459	1,953	3,750	23,178	33,169	12,791
	115,857	161,128	348,145	612,565	137,843	75,787
\$	12,944,109	\$ 13,693,971	\$ 14,428,508	\$ 14,438,895	\$ 14,552,471	\$ 18,199,052

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**General Governmental Expenditures by Function - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

Function	2006	2007	2008	2009
General Government	\$ 558,197	\$ 567,108	\$ 619,319	\$ 701,924
Public Safety				
Police Protection (1)	4,400,902	5,627,357	5,537,232	5,252,367
Fire and Emergency Service (2)	2,847,169	3,470,379	3,489,785	3,170,040
Emergency 911 Service	67,381	67,400	38,507	42,932
Culture and Recreation	896,782	965,689	1,045,290	1,059,772
Public Works	1,043,145	1,179,085	1,470,629	1,536,775
Building, Health and Zoning	194,015	200,188	204,748	236,287
Sanitation	493,499	496,988	523,425	551,511
Capital Outlay	88,978	620,761	967,283	485,000
Debt Service				
Principal	190,839	338,913	506,309	834,042
Interest and Fiscal Charges	102,314	111,763	123,544	133,477
Total	<u>\$ 10,883,221</u>	<u>\$ 13,645,631</u>	<u>\$ 14,526,071</u>	<u>\$ 14,004,127</u>

Data Source: Village Records

(1) Reflects contribution to Police Pension Fund for years 2004 - 2006.

(2) Reflects contribution to Firefighters' Pension Fund for years 2004 - 2006.

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

	2010	2011	2012	2013	2014	2015
\$	668,033	\$ 541,527	\$ 746,511	\$ 757,802	\$ 802,151	\$ 969,666
	5,172,062	5,091,546	5,668,462	5,694,632	6,201,360	6,754,074
	3,239,436	3,057,098	3,356,084	3,357,715	3,675,757	4,475,446
	36,646	59,424	74,396	59,854	60,663	79,549
	866,143	739,858	859,427	896,845	968,753	1,070,057
	1,409,129	1,132,430	1,171,240	1,343,574	1,564,304	2,069,630
	234,340	241,274	165,990	7,158,249	328,464	276,155
	554,573	576,065	591,076	533,646	493,025	516,043
	600,432	1,254	23,824	221,107	170,305	1,232,080
	797,329	887,840	1,965,184	525,937	457,500	737,500
	111,695	128,509	148,647	92,157	223,100	276,143
\$	13,689,818	\$ 12,456,825	\$ 14,770,841	\$ 20,641,518	\$ 14,945,382	\$ 18,456,343

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

	2006	2007	2008	2009
Taxes				
Non-Home Rule Sales	\$ 1,886,716	\$ 3,521,803	\$ 3,775,596	\$ 3,524,856
Real Estate	745,003	737,628	674,838	755,624
Utility	781,507	714,824	723,804	720,474
Licenses and Permits	586,694	664,505	809,112	635,864
Intergovernmental				
Sales	4,689,367	4,685,539	4,635,045	4,525,605
Other	1,030,440	1,057,857	1,127,015	1,302,416
Charges for Services	1,065,549	1,152,008	1,291,911	1,327,915
Fines and Forfeits	236,398	241,591	175,974	188,512
Investment Earnings	32,138	67,857	46,803	32,188
Miscellaneous	136,771	147,928	179,108	525,192
Total Revenues	11,190,583	12,991,540	13,439,206	13,538,646
Expenditures				
General Government	558,197	567,108	619,319	701,924
Public Safety	7,315,452	9,165,136	9,065,524	8,465,339
Culture and Recreation	896,782	965,689	1,045,290	1,059,772
Public Works	1,043,145	1,179,085	1,470,629	1,536,775
Building, Health and Zoning	194,015	200,188	204,748	236,287
Sanitation	493,499	496,988	523,425	551,511
Capital Outlay	88,978	620,761	967,283	485,000
Debt Service				
Principal	190,839	338,913	506,309	834,042
Interest and Fiscal Charges	102,314	111,763	123,544	133,477
Total Expenditures	10,883,221	13,645,631	14,526,071	14,004,127
Excess of Revenues Over (Under) Expenditures	307,362	(654,091)	(1,086,865)	(465,481)
Other Financing Sources (Uses)				
Debt Issuance	-	830,716	1,110,407	454,351
Payment to Escrow Agent	-	-	-	-
Transfers In	469,000	433,000	1,550,025	927,000
Transfers Out	(655,000)	(433,000)	(681,000)	(927,000)
Disposal of Capital Assets	-	1,500	9,310	(1,780)
Total Other Financing Sources (Uses)	(186,000)	832,216	1,988,742	452,571
Net Change in Fund Balances	\$ 121,362	\$ 178,125	\$ 901,877	\$ (12,910)
Debt Service as a Percentage of Noncapital Expenditures	2.72%	3.38%	4.45%	7.22%

Data Source: Village Records

	2010	2011	2012	2013	2014	2015
\$	3,352,281	\$ 3,507,859	\$ 3,668,243	\$ 3,476,166	\$ 3,383,016	\$ 3,786,622
	639,711	705,687	722,279	458,959	453,025	496,314
	651,921	648,676	971,816	952,181	1,021,450	1,116,361
	863,930	872,195	803,319	807,313	1,285,701	1,172,285
	4,340,430	4,597,503	4,811,158	4,684,289	4,640,574	5,329,549
	1,413,580	1,295,877	1,050,598	1,356,724	1,283,176	1,978,800
	1,337,038	1,556,090	1,679,429	1,678,852	1,689,208	1,874,028
	227,902	347,003	369,771	388,668	625,309	2,356,515
	1,459	1,953	3,750	23,178	33,169	12,791
	115,857	161,128	348,145	612,565	137,843	75,787
	12,944,109	13,693,971	14,428,508	14,438,895	14,552,471	18,199,052
	668,033	541,527	746,511	757,802	802,151	969,666
	8,448,144	8,208,068	9,098,942	9,112,201	9,937,780	11,309,069
	866,143	739,858	859,427	896,845	968,753	1,070,057
	1,409,129	1,132,430	1,171,240	1,343,574	1,564,304	2,069,630
	234,340	241,274	165,990	7,158,249	328,464	276,155
	554,573	576,065	591,076	533,646	493,025	516,043
	600,432	1,254	23,824	221,107	170,305	1,232,080
	797,329	887,840	1,965,184	525,937	457,500	737,500
	111,695	128,509	148,647	92,157	223,100	276,143
	13,689,818	12,456,825	14,770,841	20,641,518	14,945,382	18,456,343
	(745,709)	1,237,146	(342,333)	(6,202,623)	(392,911)	(257,291)
	2,185,242	-	2,535,000	6,835,000	-	-
	-	-	(865,000)	-	-	-
	902,000	1,260,000	720,000	500,000	465,000	1,480,000
	(902,000)	(1,660,000)	(720,000)	(500,000)	(465,000)	(1,480,000)
	10,090	750	24,545	-	10,540	4,000
	2,195,332	(399,250)	1,694,545	6,835,000	10,540	4,000
\$	1,449,623	\$ 837,896	\$ 1,352,212	\$ 632,377	\$ (382,371)	\$ (253,291)
	6.99%	8.23%	14.50%	3.14%	4.69%	6.22%

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Taxable Sales by Category - Last Ten Calendar Years
April 30, 2015 (Unaudited)**

Calendar Year	2005	2006	2007	2008
General Merchandise	\$ 1,517,816	\$ 1,855,391	\$ 1,948,730	\$ 1,784,605
Food	531,526	527,106	484,381	744,835
Drinking and Eating Places	336,751	387,006	448,147	530,126
Apparel	1,103,093	1,209,416	1,376,449	1,276,829
Furniture and H.H. and Radio	595,730	707,516	851,705	756,544
Automobile and Filling Stations	590,978	639,808	628,827	573,515
Drugs and Misc. Retail	798,544	971,916	1,093,605	1,031,907
Agriculture and All Others	1,041,179	1,335,217	1,595,821	1,414,161
Combined Categories	34,466	29,323	29,210	60,029
Total	\$ 6,550,083	\$ 7,662,699	\$ 8,456,875	\$ 8,172,551
Number of Payers	364	359	365	339
Village Direct Rate (Municipal and Non-Home Rule Sales Tax)	1.50%	2.00%	2.00%	2.00%

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 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

2009	2010	2011	2012	2013	2014
\$ 1,619,733	\$ 1,661,894	\$ 1,650,237	\$ 1,591,299	\$ 1,551,841	\$ 1,470,674
744,947	786,036	798,022	779,392	744,899	770,775
517,003	546,664	570,836	596,707	597,173	642,699
1,167,799	1,226,354	1,338,814	1,363,273	1,443,420	1,363,331
681,960	763,418	685,361	788,403	758,504	693,628
653,682	647,944	766,966	783,039	892,160	1,986,878
982,584	1,000,845	986,477	1,089,848	1,202,688	1,189,206
1,267,566	1,259,683	1,369,135	1,258,586	453,317	497,660
61,781	108,156	113,178	142,391	149,120	161,091
<u>\$ 7,697,055</u>	<u>\$ 8,000,994</u>	<u>\$ 8,279,026</u>	<u>\$ 8,392,938</u>	<u>\$ 7,793,122</u>	<u>\$ 8,775,942</u>
<u>325</u>	<u>323</u>	<u>344</u>	<u>318</u>	<u>333</u>	<u>320</u>
<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year	State Rate	RTA Rate	County Home Rule Rate	Village Non-Home Rule Rate	Total Sales Tax Rate	% Distributed to Village
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%
2011	6.25%	1.00%	1.25%	1.00%	9.50%	2.00%
2012	6.25%	1.00%	1.00%	1.00%	9.25%	2.00%
2013	6.25%	1.00%	0.75%	1.00%	9.00%	2.00%
2014	6.25%	1.00%	0.75%	1.00%	9.00%	2.00%
2015	6.25%	1.00%	0.75%	1.00%	9.00%	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 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 Tax Levy Years
April 30, 2015 (Unaudited)**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
April 30, 2015 (Unaudited)**

Tax Levy Year	Residential Property	Farm
2005	\$ 111,166,830	\$ -
2006	114,686,462	-
2007	120,756,636	-
2008	133,505,907	-
2009	141,924,360	-
2010	148,996,135	-
2011	121,262,620	-
2012	111,222,217	-
2013	106,005,011	-
2014	107,285,906	-

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

Commercial Property	Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 193,333,261	\$ 17,413,262	\$ 321,913,353	\$ 54,591	\$ 321,967,944	0.2360
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
170,651,775	15,890,035	328,466,170	186,029	328,652,199	0.2310
162,686,644	15,545,073	327,227,852	193,992	327,421,844	0.2311
138,488,974	12,353,885	272,105,479	175,858	272,281,337	0.1860
128,568,020	11,585,474	251,375,711	215,225	251,590,936	0.2010
121,741,650	7,953,910	235,700,571	120,904	235,821,475	0.2150
128,234,401	-	235,520,307	163,553	235,683,860	0.2230

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Village of North Riverside				
General Rate	0.1575	0.1564	0.1483	0.1348
Debt Service Rate	0.0785	0.0775	0.0741	0.0677
Total Direct Tax Rate	<u>0.2360</u>	<u>0.2339</u>	<u>0.2224</u>	<u>0.2025</u>
Overlapping Rates				
School Districts	4.4790	4.9400	4.7810	4.5880
County	0.6120	0.5620	0.5110	0.4660
Other	<u>0.8450</u>	<u>0.8300</u>	<u>0.8020</u>	<u>0.7620</u>
Total Direct and Overlapping Tax Rate	<u>6.1720</u>	<u>6.5659</u>	<u>6.3164</u>	<u>6.0185</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.

2010	2011	2012	2013	2014	2015
0.1536	0.1550	0.1860	0.2010	0.2150	0.2230
0.0774	0.0761	0.0000	0.0000	0.0000	0.0000
0.2310	0.2311	0.1860	0.2010	0.2150	0.2230
4.6860	4.8370	5.8910	6.4740	6.9020	7.2260
0.4640	0.4740	0.5450	0.5940	0.6600	0.6370
0.8170	0.8520	1.0400	1.1690	1.2740	1.2940
6.1980	6.3941	7.6620	8.4380	9.0510	9.3800

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2015 (Unaudited)**

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
North Riverside Park Assoc.	\$ 16,672,865	1	7.07%	\$ 25,402,822	1	9.70%
Tower Real Estate	7,013,778	2	2.98%	8,360,000	2	3.19%
IG Riverside LLC	3,079,352	3	1.31%			
Costco	2,730,649	4	1.16%			
JC Penney Company	2,028,579	5	0.86%	6,755,965	3	2.58%
Sears	1,658,149	6	0.70%	5,345,748	4	2.04%
Carson Pirie Scott	1,624,950	7	0.69%	5,317,197	5	2.03%
Mark IV Realty	1,458,490	8	0.62%			
7222 Cermak LLC	1,313,076	9	0.56%	3,013,928	7	1.15%
Riverside Golf Club	1,124,018	10	0.48%			
Riverside Association East				4,775,836	6	1.82%
Edward Don & Company				2,576,558	8	0.98%
Joe Rizza Ford				1,827,122	9	0.70%
S.M. Property Management				1,595,811	10	0.61%
	<u>\$ 38,703,906</u>		<u>16.42%</u>	<u>\$ 64,970,987</u>		<u>24.80%</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, 2015 (Unaudited)**

Fiscal Year	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
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	760,404	349,450	45.96%	291,780	641,230	84.33%
2010	2009	759,187	388,740	51.20%	314,543	703,283	92.64%
2011	2010	756,344	395,952	52.35%	325,655	721,607	95.41%
2012	2011	506,443	366,421	72.35%	90,900	457,321	90.30%
2013	2012	505,698	223,640	44.22%	227,669	451,309	89.24%
2014	2013	507,016	263,392	51.95%	230,262	493,654	97.36%
2015	2014	525,575	245,350	46.68%	-	245,350	46.68%

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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

Fiscal Year	Governmental Activities		
	General Obligation Bonds	General Obligation Loans	Notes Payable
2006	\$ 1,710,000	\$ -	\$ -
2007	1,560,000	-	-
2008	1,400,000	750,000	-
2009	1,230,000	507,740	-
2010	1,050,000	257,474	2,000,000
2011	865,000	-	1,800,000
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	-	-	-

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.

Installment Contracts Payable	Debt Certificates	Business-Type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
		Debt Certificates			
\$ 55,897	\$ -	\$ -	\$ 1,765,897	3.28%	\$ 264.04
697,700	-	-	2,257,700	4.20%	337.57
802,832	-	-	2,952,832	5.40%	441.51
745,808	-	-	2,483,548	4.55%	371.34
563,987	-	-	3,871,461	7.09%	578.87
318,621	-	-	2,983,621	4.38%	446.12
153,437	2,535,000	1,050,000	3,738,437	5.49%	560.32
62,500	8,935,000	1,050,000	10,047,500	14.76%	1,505.92
50,000	8,490,000	1,050,000	9,590,000	14.08%	1,437.35
37,500	7,765,000	1,050,000	8,852,500	13.00%	1,326.81

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, 2015 (Unaudited)**

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Totals	Percentage of Equalized Assessed Value (1)	Per Capita (2)
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	1.18%	578.87
2011	2,983,621	-	2,983,621	0.91%	447.19
2012	-	-	-	0.00%	0.00
2013	-	-	-	0.00%	0.00
2014	-	-	-	0.00%	0.00
2015	-	-	-	0.00%	0.00

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.

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Schedule of Direct and Overlapping Bonded Debt
April 30, 2015 (Unaudited)**

Governmental Unit	(1) Gross Debt	*Percentage to Debt Applicable to Village (2)	**Village's Share of Debt
Village of North Riverside	\$ 7,802,500	100.00%	\$ 7,802,500
Overlapping Bonded Debt			
Cook County (a)	3,629,037,767	0.19%	6,895,172
Cook County Forest Preserve District	172,535,000	0.19%	327,817
Water Reclamation District of Greater Chicago (a)	2,463,554,005	0.20%	4,927,108
School District 209	44,307,133	0.71%	314,581
Township High School District 208	42,425,000	29.19%	12,383,858
School District 91	-	4.58%	-
School District 94	4,505,000	54.05%	2,434,953
School District 96	7,285,000	32.19%	2,345,042
Village of North Riverside Public Library	410,000	100.00%	410,000
Subtotal Overlapping Bonded Debt	6,364,058,905		30,038,528
Total Direct and Overlapping Bonded Debt	\$ 6,371,861,405		\$ 37,841,028

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, 2015 (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 - 2014	<u>\$ 235,683,860</u>
Legal Debt Limit - 8.625% of Assessed Valuation	\$ 20,327,733
Amount of Debt Applicable to Debt Limit	
Debt Certificates of 2011A	1,050,000
Debt Certificates of 2011A	230,000
Debt Certificates of 2011B	975,000
Debt Certificates of 2013	<u>6,560,000</u>
Legal Debt Margin	<u>\$ 11,512,733</u>

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year	Population	Personal Income (in Thousands)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2006	6,688	\$ 53,790	\$ 24,034	46.0	482	4.50%
2007	6,688	53,790	24,034	46.0	482	4.70%
2008	6,688	54,642	26,804	46.0	501	5.60%
2009	6,688	54,642	26,804	46.0	501	9.50%
2010	6,688	54,642	26,804	46.0	501	10.70%
2011	6,672	68,095	27,027	43.5	520	9.60%
2012	6,672	68,095	27,027	43.5	527	8.70%
2013	6,672	68,095	27,027	43.5	512	9.20%
2014	6,672	68,095	27,027	43.5	513	7.70%
2015	6,672	68,095	27,027	43.5	513	6.40%

Data Sources

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

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2015 (Unaudited)**

Employer	2015			2006		
	Employees	Rank	Percentage of Total Village Population	Employees	Rank	Percentage of Total Village Population
Tony's Finer Foods	200	1	3.00%	N/A	N/A	N/A
Costco Wholesale	180	2	2.70%	N/A	N/A	N/A
JC Penney Company	175	3	2.62%	N/A	N/A	N/A
Carson's	160	4	2.40%	N/A	N/A	N/A
Sears	125	5	1.87%	N/A	N/A	N/A
Jewel-Osco	120	6	1.80%	N/A	N/A	N/A
Kohl's	99	7	1.48%	N/A	N/A	N/A
Best Buy	95	8	1.42%	N/A	N/A	N/A
Burlington Coat Factory	75	9	1.12%	N/A	N/A	N/A
Joe Rizza Ford	60	10	0.90%	N/A	N/A	N/A
	<u>1,289</u>		<u>19.31%</u>	<u>N/A</u>		<u>N/A</u>

Data Source: Village Records

N/A: Not Available

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

See Following Page

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

Function	2006	2007	2008	2009
General Government	5	5	5	5
Public Safety				
Police	36	36	37	37
Fire	20	19	19	19
Culture and Recreation	4	4	4	4
Public Works	8	8	8	8
Building, Health and Zoning	1	1	1	1
Total	74	73	74	74

Data Source: Village Records

2010	2011	2012	2013	2014	2015
5	5	4	4	4	4
38	34	33	34	36	35
19	17	17	17	16	15
3	3	3	3	4	4
8	8	8	9	9	8
1	-	-	-	-	-
74	67	65	67	69	66

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Function/Program	2006	2007	2008	2009
Public Works				
Forestry				
Number of Parkway Trees Planted	-	-	126	126
Number of Parkway Trees Trimmed	735	800	1,100	1,100
Public Safety				
Fire (1)				
Number of Fire Calls	1,618	1,693	1,737	1,737
Number of EMS Calls	1,442	1,365	1,403	1,403
Number of Training Hours	6,210	6,613	6,215	6,215
ISO Rating	2	2	2	2
Police				
Part I Crime	853	858	862	862
Part II Crime	915	900	889	889
Calls for Service	19,910	13,475	20,625	20,625
State Tickets Issued	2,147	1,840	1,838	1,838
Compliance Tickets Issued	941	850	885	885
Parking Tickets Issued	3,300	2,093	3,162	3,162
Community Development				
Number of Building Permits Issued	941	955	853	853
Number of Building Inspections	1,563	1,586	1,347	1,347
Number of Food Service Inspections	325	315	284	284
Highways and Streets				
Sidewalk Replaced (Sq. Ft.)	2,225	-	1,835	1,835
Annual Resurfacing Program (\$)	-	338,000	215,000	215,000
Water and Sewer				
Water Main Breaks	4	5	16	16
Hydrants Flushed	370	370	370	370
Water Meters Read	9,680	9,700	9,705	9,705
Water Meter Service Requests	112	106	120	120
Water Meters Replaced	54	35	50	50
Total Distribution Pumpage (1,000 Gallons)	355,123	365,777	308,185	308,185
Average Daily Pumpage (1,000 Gallons)	1,027	937	844	844
Sanitary Sewer Repairs	8	9	12	12

Data Source: Village Records

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

2010	2011	2012	2013	2014	2015
45	45	47	33	39	27
1,100	1,100	1,250	600	550	750
1,191	1,026	940	1,048	1,055	953
1,402	1,335	1,201	1,333	1,171	1,287
6,527	7,057	6,221	3,844	4,318	3,482
2	2	3	3	3	3
620	651	651	651	659	693
553	581	581	581	604	707
21,694	22,780	22,780	22,780	17,560	19,946
1,905	2,000	2,000	1,769	2,507	2,108
841	885	885	1,319	2,008	2,626
2,373	2,495	2,495	3,269	2,965	3,900
746	850	785	785	635	698
830	629	593	593	844	923
128	32	125	125	211	113
1,500	2,400	3,850	3,425	6,750	3,575
-	-	100,000	190,000	200,000	200,000
15	18	16	23	18	31
370	370	370	370	370	370
9,705	9,705	9,705	9,700	9,700	9,700
104	120	120	2,300	5	20
47	47	40	2,300	12	10
343,242	372,414	382,295	332,482	301,492	286,211
940	1,020	1,047	911	826	784
14	17	9	29	40	10

VILLAGE OF NORTH RIVERSIDE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2015 (Unaudited)**

Function/Program	2006	2007	2008	2009
Police				
Stations	1	1	1	1
Patrol Units	15	15	17	17
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

2010	2011	2012	2013	2014	2015
1	1	1	1	1	1
17	17	17	17	19	19
1	1	1	1	1	1
17.19	17.19	17.19	17.19	17.19	17.19
33.17	33.10	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