

Official Statement

Subject to compliance by the Village with certain covenants, in the opinion of Chapman and Cutler LLP, Chicago, Illinois (“Bond Counsel”), under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals. Interest on the Bonds is not exempt from present State of Illinois income taxes. See “TAX EXEMPTION” herein for a more complete discussion. The Bonds are “qualified tax-exempt obligations” under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See “QUALIFIED TAX-EXEMPT OBLIGATIONS” herein.



\$1,500,000*
VILLAGE OF RIVERSIDE
Cook County, Illinois
General Obligation Bonds, Series 2020B

Dated Date of Delivery Book-Entry Bank Qualified Due Serially December 1, 2021-2034

The \$1,500,000* General Obligation Bonds, Series 2020B (the “Bonds”), are being issued by the Village of Riverside, Cook County, Illinois (the “Village”). Interest is payable semiannually on June 1 and December 1 of each year, commencing June 1, 2021. Interest is calculated based on a 360-day year of twelve 30-day months. The Bonds will be issued using a book-entry system. The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds. The ownership of one fully registered Bond for each maturity will be registered in the name of Cede & Co., as nominee for DTC and no physical delivery of Bonds will be made to purchasers. The Bonds will mature on December 1, in the following years and amounts.

AMOUNTS*, MATURITIES, INTEREST RATES, PRICES OR YIELDS AND CUSIP NUMBERS⁽¹⁾

Principal Amount*	Due Dec. 1	Interest Rate	Yield or Price	CUSIP Number(1)	Principal Amount*	Due Dec. 1	Interest Rate	Yield or Price	CUSIP Number(1)
\$ 70,000	2021	_____ %	_____ %	_____	\$110,000	2028	_____ %	_____ %	_____
90,000	2022	_____ %	_____ %	_____	115,000	2029	_____ %	_____ %	_____
95,000	2023	_____ %	_____ %	_____	115,000	2030	_____ %	_____ %	_____
95,000	2024	_____ %	_____ %	_____	120,000	2031	_____ %	_____ %	_____
100,000	2025	_____ %	_____ %	_____	125,000	2032	_____ %	_____ %	_____
105,000	2026	_____ %	_____ %	_____	125,000	2033	_____ %	_____ %	_____
105,000	2027	_____ %	_____ %	_____	130,000	2034	_____ %	_____ %	_____

Any consecutive maturities may be aggregated into term bonds at the option of the bidder, in which case the mandatory redemption provisions shall be on the same schedule as above.

OPTIONAL REDEMPTION

Bonds due December 1, 2021-2028, inclusive, are not subject to optional redemption. Bonds due December 1, 2029-2034, inclusive, are callable in whole or in part on any date on or after December 1, 2028, at a price of par and accrued interest. If less than all the Bonds are called, they shall be redeemed in such principal amounts and from such maturities as determined by the Village and within any maturity by lot. See “OPTIONAL REDEMPTION” herein.

PURPOSE, LEGALITY AND SECURITY

The proceeds of the Bonds will be used to renovate the interior of the lower level of the Riverside Public Library (the “Library”) building and furnish necessary equipment in connection therewith and to pay the costs of issuing the Bonds. See “THE PROJECT” herein.

In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the Village and are payable from any funds of the Village legally available for such purpose, and all taxable property of the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors’ rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

This Official Statement is dated June 8, 2020, and has been prepared under the authority of the Village. An electronic copy of this Official Statement is available from the www.speerfinancial.com web site under “Debt Auction Center/Official Statements Sales Calendars/Competitive”. Additional copies may be obtained from Ms. Karin Johns, Finance Director, Village of Riverside, 27 Riverside Road, Riverside, Illinois 60546, or from the Municipal Advisor to the Village:



(1) CUSIP numbers appearing in this Official Statement have been provided by the CUSIP Service Bureau, which is managed on behalf of the American Bankers Association by S&P Capital IQ, a part of McGraw Hill Financial Inc. The Village is not responsible for the selection of CUSIP numbers and makes no representation as to their correctness on the Bonds or as set forth on the cover of this Official Statement.

*Subject to change.

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or corrected by the Village from time to time (collectively, the “Official Statement”), may be treated as an Official Statement with respect to the Bonds described herein that is deemed near final as of the date hereof (or the date of any such supplement or correction) by the Village.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Bonds, together with any other information required by law or deemed appropriate by the Village, shall constitute a “Final Official Statement” of the Village with respect to the Bonds, as that term is defined in Rule 15c2-12. Any such addendum or addenda shall, on and after the date thereof, be fully incorporated herein and made a part hereof by reference. Alternatively, such final terms of the Bonds and other information may be included in a separate document entitled “Final Official Statement” rather than through supplementing the Official Statement by an addendum or addenda.

No dealer, broker, salesman or other person has been authorized by the Village to give any information or to make any representations with respect to the Bonds other than as contained in the Official Statement or the Final Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the Village. Certain information contained in the Official Statement and the Final Official Statement may have been obtained from sources other than records of the Village and, while believed to be reliable, is not guaranteed as to completeness. **THE INFORMATION AND EXPRESSIONS OF OPINION IN THE OFFICIAL STATEMENT AND THE FINAL OFFICIAL STATEMENT ARE SUBJECT TO CHANGE, AND NEITHER THE DELIVERY OF THE OFFICIAL STATEMENT OR THE FINAL OFFICIAL STATEMENT NOR ANY SALE MADE UNDER EITHER SUCH DOCUMENT SHALL CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE VILLAGE SINCE THE RESPECTIVE DATES THEREOF.**

References herein to laws, rules, regulations, ordinances, resolutions, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to the Official Statement or the Final Official Statement, they will be furnished on request. This Official Statement does not constitute an offer to sell, or solicitation of an offer to buy, any securities to any person in any jurisdiction where such offer or solicitation of such offer would be unlawful.

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OFFICIAL BID FORM

OFFICIAL NOTICE OF SALE

BOND ISSUE SUMMARY

This Bond Issue Summary is expressly qualified by the entire Official Statement, including the Official Notice of Sale and the Official Bid Form, which are provided for the convenience of potential investors and which should be reviewed in their entirety by potential investors.

Issuer:	Village of Riverside, Cook County, Illinois.
Issue:	\$1,500,000* General Obligation Bonds, Series 2020B.
Dated Date:	Date of delivery (expected to be on or about July 7, 2020).
Interest Due:	Semiannually each June 1 and December 1, commencing June 1, 2021.
Principal Due:	Serially each December 1, commencing December 1, 2021 through 2034, as detailed on the front page of this Official Statement.
Optional Redemption:	Bonds maturing on or after December 1, 2029, are callable at the option of the Village on any date on or after December 1, 2028, at a price of par plus accrued interest. See “OPTIONAL REDEMPTION” herein.
Authorization:	A Bond Ordinance to be adopted by the President and Board of Trustees of the Village on May 21, 2020 as supplemented by a notification of sale (together, the "Bond Ordinance") and pursuant to a successful referendum held on March 17, 2020.
Security:	The Bonds are valid and legally binding obligations of the Village payable both as to principal and interest from ad valorem taxes levied against all taxable property therein without limitation as to rate or amount.
Investment Rating:	The Bonds have been rated “AA+ /Stable” by S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC, New York, New York. See “INVESTMENT RATING” herein.
Purpose:	The proceeds of the Bonds will be used to renovate the interior of the lower level of the Riverside Public Library (the “Library”) building and furnish necessary equipment in connection therewith and to pay the costs of issuing the Bonds. See “THE PROJECT” herein.
Tax Exemption:	Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel, will provide an opinion as to the federal tax exemption of the interest on the Bonds as discussed under “TAX EXEMPTION” in this Official Statement. Interest on the Bonds is not exempt from present State of Illinois income taxes. See also APPENDIX C for the proposed form of Bond Counsel opinion.
Bank Qualification:	The Bonds are “qualified tax-exempt obligations” under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See “QUALIFIED TAX-EXEMPT OBLIGATIONS” herein.
Bond Registrar/Paying Agent:	The Bank of New York Mellon Trust Company, National Association, Chicago, Illinois.
Delivery:	The Bonds are expected to be delivered on or about July 7, 2020.
Book-Entry Form:	The Bonds will be registered in the name of Cede & Co. as nominee for The Depository Trust Company (“DTC”), New York, New York. DTC will act as securities depository of the Bonds. See APPENDIX B herein.
Denomination:	\$5,000 or integral multiples thereof.
Municipal Advisor:	Speer Financial, Inc., Chicago, Illinois.

*Subject to change.

VILLAGE OF RIVERSIDE
Cook County, Illinois

Benjamin Sells
President

Village Trustees

Cristin Evans
Alexander Gallegos

Edward Hannon
Wendall Jisa

Elizabeth Peters
Douglas Pollock

Officials

Jessica Frances
Village Manager

Cathy Haley
Village Clerk

Karin Johns
Finance Director

INTRODUCTION

The purpose of this Official Statement is to set forth certain information concerning the Village of Riverside, Cook County, Illinois (the “Village”), in connection with the offering and sale of its \$1,500,000* General Obligation Bonds, Series 2020B (the “Bonds”).

This Official Statement contains “forward-looking statements” that are based upon the Village’s current expectations and its projections about future events. When used in this Official Statement, the words “project,” “estimate,” “intend,” “expect,” “scheduled,” “pro-forma” and similar words identify forward-looking statements. Forward-looking statements are subject to known and unknown risks, uncertainties and factors that are outside of the control of the Village. Actual results could differ materially from those contemplated by the forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof. Neither the Village nor any other party plans to issue any updates or revisions to these forward-looking statements based on future events.

DESCRIPTION OF THE BONDS

The General Obligation Bonds, Series 2020B (the “Bonds”), are being issued pursuant to the Illinois Municipal Code, the Local Government Debt Reform Act of the State of Illinois, and all laws amendatory thereof and supplementary thereto, and a bond ordinance to be adopted by the President and Board of Trustees of the Village (the “Board”) on May 21, 2020 as supplemented by a notification of sale (together, the “Bond Ordinance”). The issuance of the Bonds was approved by the voters of the Village at the general primary election held on March 17, 2020. At such election, 2,047 votes (73.13%) were cast in favor of the proposition and 752 votes (26.87%) were cast in opposition. Proceeds of the Bonds will be used for the purpose of paying the costs of renovating the interior of the lower level of the Riverside Public Library building and furnishing necessary equipment in connection therewith. See “**THE PROJECT**” and “**RIVERSIDE PUBLIC LIBRARY**” herein.

The Bonds are valid and legally binding obligations of the Village and are payable from any funds of the Village legally available for such purpose, and all taxable property in the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount. The Bond Ordinance provides for the levy of ad valorem taxes, unlimited as to rate or amount, upon all taxable property within the Village in amounts sufficient to pay, as and when due, all principal of and interest on the Bonds. The Bond Ordinance will be filed with the County Clerk of Cook, Illinois (the “County Clerk”), and will serve as authorization to the County Clerk to extend and collect the property taxes as set forth in the Bond Ordinance to pay the Bonds.

RISK FACTORS

The purchase of the Bonds involves certain investment risks. Accordingly, each prospective purchaser of the Bonds should make an independent evaluation of the entirety of the information presented in this Official Statement and its appendices in order to make an informed investment decision. Certain of the investment risks are described below. The following statements, however, should not be considered a complete description of all risks to be considered in the decision to purchase the Bonds, nor should the order of the presentation of such risks be construed to reflect the relative importance of the various risks. There can be no assurance that other risk factors are not material or will not become material in the future.

Construction Risks

There are potential risks that could affect the ability of the Village to timely complete the Project. While preliminary costs have been projected by the Village’s consulting architects, not all of the construction contracts have been let by the Village. No assurance can be given that the cost of completing the Project will not exceed available funds. Completion of the Project involves many risks common to large construction projects such as shortages or delays in the availability of materials and labor, work stoppages, labor disputes, contractual disputes with contractors or suppliers, weather interferences, construction accidents, delays in obtaining legal approvals, unforeseen engineering, archeological or environmental problems and unanticipated cost increases, any of which could give rise to significant delays or cost overruns.

Finances of the State of Illinois

The State of Illinois (the “State”) has experienced adverse fiscal conditions resulting in significant shortfalls between the State’s general fund revenues and spending demands. The State’s long-term general obligation bonds carry the lowest ratings among the states, such long-term ratings are at the lowest investment grade of rating level.

The State failed to enact a full budget for the State fiscal years ending June 30, 2016, and June 30, 2017, which had a significant, negative impact on the State's finances, although certain spending occurred through statutory transfers, statutory continuing appropriations, court orders and consent decrees, including spending for elementary and secondary education. In addition, the underfunding of the State's pension systems and a bill backlog of billions of dollars contributed to the State's poor financial health. On July 6, 2017, the General Assembly of the State (the "General Assembly") enacted a budget (the "Fiscal Year 2018 Budget") for the State fiscal year ending June 30, 2018 (the "State Fiscal Year 2018"), overriding the Governor's veto. On May 31, 2018, the General Assembly passed a budget (the "Fiscal Year 2019 Budget") for the State for fiscal year ending June 30, 2019 (the "State Fiscal Year 2019"), and on June 4, 2018, the Governor approved the same. On June 1, 2019, the General Assembly passed a budget (the "Fiscal Year 2020 Budget") for the State for fiscal year ending June 30, 2020 (the "State Fiscal Year 2020"), and on June 5, 2019, the Governor approved the same. On May 24, 2020, the General Assembly passed a budget (the "Fiscal Year 2021 Budget") for the fiscal year ending June 30, 2021.

Under current law, the State shares a portion of sales tax, income tax and motor fuel tax revenue with municipalities, including the Village. The State's general fiscal condition and the underfunding of the State's pension systems have materially adversely affected the State's financial condition and may result in decreased or delayed revenues allocated to the Village. In addition, the Fiscal Year 2018 Budget, the Fiscal Year 2019 Budget and the Fiscal Year 2020 Budget contain a provision reducing the amount of income tax revenue to be deposited into the Local Government Distributive Fund for distribution to municipalities, like the Village, by 10% for State Fiscal Year 2018 and by 5% for State Fiscal Year 2019 and State Fiscal Year 2020. The Fiscal Year 2018 Budget, the Fiscal Year 2019 Budget and the Fiscal Year 2020 Budget also include a service fee for collection and processing of local-imposed sales taxes. Such fee was 2% of such sales taxes for State Fiscal Year 2018 and was reduced to 1.5% of such sales taxes for State Fiscal Year 2019 and State Fiscal Year 2020. The local share of income tax revenue was restored with the passage of the State Fiscal Year 2021 budget. The Village cannot determine at this time the financial impact of these provisions on its overall financial condition but such provisions may result in lower income tax revenues and sales tax revenues distributed to the Village.

The Village can give no assurance that there will not be additional changes in applicable law modifying the manner in which local revenue sharing is allocated by the State, nor can the Village predict the effect the State's financial problems, including those caused by the continued spread of the Novel Corona Virus 2019 ("COVID-19") or the various governmental or private actions in reaction thereto, may have on the Village's future finances. In response to the COVID-19 pandemic, the rating agencies have lowered their respective rating outlooks to negative from stable. See "**Potential Impact of the Novel Corona Virus 2019**" below.

Potential Impact of the Novel Corona Virus 2019

The COVID-19 pandemic, along with various governmental measures taken to protect public health in light of the pandemic, has had an adverse impact on global financial markets and economies, including financial markets and economic conditions in the United States. The impact of the COVID-19 pandemic on the U.S. economy is expected to be broad based and to negatively impact national, state and local economies.

In response to such expectations, President Trump has declared a "national emergency" and Illinois as a disaster area, which, among other effects, allows the executive branch to disburse disaster relief funds to address the COVID-19 pandemic and related economic dislocation. On March 27, 2020, President Trump signed the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act"), which is directed at mitigating the economic downturn and health care crisis caused by COVID-19. The CARES Act allocates approximately \$4.9 billion to the State for expenditures incurred due to the public health emergency with respect to COVID-19, split between the State (\$2.7 billion) and local governments (the City of Chicago and Illinois counties with populations that exceed 500,000) (\$2.2 billion). Because of the number of residents in the Village, the Village is ineligible to directly receive any of these CARES Act moneys.

Governor Pritzker has declared all counties in the State as disaster areas because of the spread of COVID-19. The Governor has also signed various executive orders to prevent the further spread of COVID-19 that have (i) required all Illinoisans (with certain exceptions) to stay in their homes; (ii) closed all bars and restaurants to dine-in customers, (iii) ceased operations for all non essential businesses in the State and (iv) prohibited all public and private gatherings of 10 people or more. Such restrictions extend through May 30, 2020. All public and private schools serving pre-kindergarten through 12th grade students have been closed for on-site learning through the present 2019-2020 school year, with remote learning having been mandated by the Illinois State Board of Education for school days since March 31, 2020. Additionally, the State delayed the due dates of certain of its tax payments (including income and sales taxes) in response to the COVID-19 pandemic.

Despite moneys the State is expected to receive from the federal government, including from the CARES Act, the spread of COVID-19 and the actions taken in response thereto have had, and are expected to continue to have, a significant negative impact on the State's economy, which could affect the revenues received by the Village from the State.

The State is not yet able to assess the severity of the economic impact of the COVID-19 pandemic. The State's initial estimates project revenues for the remainder of fiscal year 2020 to be approximately \$2.7 billion less than previously projected, and fiscal year 2021 revenues to be approximately \$4.6 billion less than previously projected. In addition, the State expects to issue a short-term borrowing of approximately \$1.2 billion, which will provide additional revenues in fiscal year 2020, but must be repaid out of the State's general revenues during fiscal year 2021. The State is expected to continue to develop economic forecasts and revenue estimates as circumstances change and additional information becomes available. It is possible that actual results will vary, and perhaps vary widely, from the amounts described in this paragraph.

The adverse impact on the State's finances may, in turn, adversely affect the Village's finances due to delays or reductions in the amount received by the Village from the State. Likewise, the Village's finances may be adversely affected in manners separate and apart from the impact on the State. The Village, however, cannot predict the effect the spread of COVID-19 or the various governmental or private actions in reaction thereto will have on its finances or operations, including receipt of sales, income, gaming and utility taxes and real estate tax collections. If there is a negative impact on the receipt of such taxes and/or extension and collection of real estate taxes, the Village may have difficulty paying debt service on the Bonds.

Future Pension Plan Funding Requirements

The Village participates in the Police Pension Plan as hereinafter defined. Under the Illinois Pension Code, as amended (the "Pension Code"), the Village is required to contribute to the plan in order to achieve a Funded Ratio of 90% by 2040. In order to achieve the 90% Funded Ratio for the plan by 2040, it is expected that the annual employer contributions required by the Village will increase over time. The Village also participates in the Illinois Municipal Retirement Plan (the "IMRF Plan"), which is a defined benefit pension plan administered by the Illinois Municipal Retirement Fund ("IMRF"); employer contributions are projected by the IMRF to increase over time. Increasing annual required employer contributions for the Village could have a material adverse effect on the finances of the Village.

The Pension Code allows the State Comptroller, after proper procedures have taken place, to divert State payments intended for the Village to the Police Pension Plan to satisfy contribution shortfalls by the Village. If the Village does not make 100% of its annual required contributions to the Police Pension Plan, the Village may have revenues withheld by the State Comptroller. Such withholdings by the State Comptroller could adversely affect the Village's financial health and operations. See **"EMPLOYEE RETIREMENT PLANS"** herein for a more complete discussion.

Cybersecurity

Computer networks and data transmission and collection are vital to the efficient operation of the Village. Despite the implementation of network security measures by the Village, its information technology and infrastructure may be vulnerable to deliberate attacks by hackers, malware, ransomware or computer virus, or may otherwise be breached due to employee error, malfeasance or other disruptions. Any such breach could compromise networks and the information stored thereon could be disrupted, accessed, publicly disclosed, lost or stolen. Although the Village does not believe that its information technology systems are at a materially greater risk of cybersecurity attacks than other similarly situated governmental entities, any such disruption, access, disclosure or other loss of information could have an adverse effect on the Village's operations and financial health. Further, as cybersecurity threats continue to evolve, the Village may be required to expend significant additional resources to continue to modify and strengthen security measures, investigate and remediate any vulnerabilities, or invest in new technology designed to mitigate security risks.

Local Economy

The financial health of the Village is in part dependent on the strength of the local economy. Many factors affect the local economy, including rates of employment and economic growth and the level of residential and commercial development. It is not possible to predict to what extent any changes in economic conditions, demographic characteristics, population or commercial and industrial activity will occur and what impact such changes would have on the finances of the Village.

Loss or Change of Bond Rating

The Bonds have received a credit rating from S&P Global Ratings, a business unit of Standard & Poor's Financial Services LLC, New York, New York ("S&P"). The rating can be changed or withdrawn at any time for reasons both under and outside the Village's control. Any change, withdrawal or combination thereof could adversely affect the ability of investors to sell the Bonds or may affect the price at which they can be sold.

Secondary Market for the Bonds

No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The hereinafter-defined Underwriter is not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof.

Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

Limited Continuing Disclosure

A failure by the Village to comply with the Undertaking will not constitute a default under the Bond Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See **“THE UNDERTAKING - Consequences of Failure of the Village to Provide Information”**. The Village must report any failure to comply with the Undertaking in accordance with Rule 15c2-12 (the “Rule”) adopted by the Securities and Exchange Commission (the “Commission”) under the Securities Exchange Act of 1934, as amended (the “1934 Act”). Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Suitability of Investment

The interest rate borne by the Bonds is intended to compensate the investor for assuming the risk of investing in the Bonds. Furthermore, the tax exempt feature of the Bonds is currently more valuable to high tax bracket investors than to investors that are in low tax brackets. As such, the value of the interest compensation to any particular investor will vary with individual tax rates and circumstances. Each prospective investor should carefully examine this Official Statement and its own financial condition to make a judgment as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment for such investor.

Future Changes in Laws

Various state and federal laws, regulations and constitutional provisions apply to the Village and to the Bonds. The Village can give no assurance that there will not be a change in, interpretation of, or addition to such applicable laws, provisions and regulations which would have a material effect, either directly or indirectly, on the Village, or the taxing authority of the Village. For example, many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by state government. Future actions of the State may affect the overall financial conditions of the Village, the taxable value of property within the Village, and the ability of the Village to levy property taxes or collect revenues for its ongoing operations.

Factors Relating to Tax Exemption

As discussed under **“TAX EXEMPTION”** herein, interest on the Bonds could become includible in gross income for purposes of federal income taxation, retroactive to the date the Bonds were issued, as a result of future acts or omissions of the Village in violation of its covenants in the Bond Ordinance. Should such an event of taxability occur, the Bonds are not subject to any special redemption.

There are or may be pending in the Congress of the United States (“Congress”) legislative proposals relating to the federal tax treatment of interest on the Bonds, including some that carry retroactive effective dates, that, if enacted, could affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to Bonds issued prior to enactment. Finally, reduction or elimination of the tax exempt status of obligations such as the Bonds could have an adverse effect on the Village’s ability to access the capital markets to finance future capital or operational needs by reducing market demand for such obligations or materially increasing borrowing costs of the Village.

The tax exempt bond office of the Internal Revenue Service (the “Service”) is conducting audits of tax exempt bonds, both compliance checks and full audits, with increasing frequency to determine whether, in the view of the Service, interest on such tax exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether the Service will commence any such audit. If an audit is commenced, under current procedures the Service may treat the Village as a taxpayer and the Bondholders may have no right to participate in such proceeding. The commencement of an audit with respect to any tax exempt obligations of the Village could adversely affect the market value and liquidity of the Bonds, regardless of the ultimate outcome.

Bankruptcy

The rights and remedies of the Bondholders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws or equitable principles that may affect the enforcement of creditors’ rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The various opinions of counsel to be delivered with respect to the Bonds will be similarly qualified.

THE VILLAGE

The Village, incorporated in 1875, is located in western Cook County approximately eleven miles west of Chicago’s “Loop” business district and encompasses an area of approximately 1.9 square miles. Neighboring communities include North Riverside to the North, Berwyn to the East, Lyons to the South, and Brookfield to the West. The population of the Village according to the U.S. Bureau of the Census for 2010 is 8,875.

The Village is primarily a residential community originally conceived and planned in 1869 as a model suburb by Frederick Law Olmsted. In 1970, the Village was designated a National Historic Landmark by the U.S. Department of Interior, which considered it a model of suburban planning with streets and areas conforming to natural contours. Riverside homes are a collection of 130 years of architecture, from small ranches to Queen Anne’s and farmhouses. The Village is home to five Frank Lloyd Wright houses.

Village Government and Services

The Village is governed by a President and a six member Board of Trustees, elected at large for four-year terms. The Board adopts ordinances, determines policies, sets standards, determines how much shall be spent, and for what purposes, and how much will be levied in taxes and in other revenue. The Board appoints the Village Attorney, Village Treasurer, and Village Manager to carry out Board policies.

The Village has 46 full-time employees and 94 part-time plus 3 auxiliary fire and police personnel. There are two labor unions active in the Village. The Illinois FOP Patrol which consists of 17 members has a contract that expires December 31, 2021. SEIU Local 73 represents seven people and its contract expires December 31, 2021.

The community has an ongoing road repairing project that is part of a long-term infrastructure improvement plan.

Community Life

The Village maintains five large parks, as well as 41 smaller parks, encompassing 155 acres and several playgrounds and athletic fields. The recreation department is currently developing comprehensive, long-range plans for maintaining the park system.

The Riverside Library is located on the banks of the Des Plaines River. It has been serving the historic community since 1931. The library was named as an Illinois Historic Structure in 1972. It was also the first building in Riverside to be designated a Riverside Landmark.

Education

Riverside School District Number 96 serves elementary school children. Secondary education is provided by Riverside-Brookfield High School District Number 208. The high school has an extensive media program and students use the equipment to produce an annual eight-hour live telethon. In addition, special education programs are offered through the LaGrange Area Special Education Alliance, and Triton Community College District No. 504 provides adult continuing education.

Transportation

The Eisenhower Expressway (I-290), located just north of the Village, provides access to the “Loop” in approximately 15 to 30 minutes. Also, the Tri-State Tollway (I-294) is easily accessible via I-290. Metra commuter trains reach the “Loop” in 20 to 25 minutes. Midway airport is about a 20-minute drive, while O’Hare airport is approximately a 40-minute drive. Pace Bus service is also available to residents.

Population Data

The estimated populations of the Village, the County, and the State at the times of the last three U.S. Census surveys were as follows:

<u>Name of Entity</u>	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>% Change 1990/2010</u>
The Village	8,774	8,895	8,875	1.15%
The County	5,105,067	5,376,741	5,194,675	1.76%
The State	11,430,602	12,419,293	12,830,632	12.25%

Note: (1) Source: U.S. Census Bureau.

SOCIOECONOMIC INFORMATION

Employment

Following are lists of large employers located in the Village and in the surrounding area.

Major Village Employers(1)

<u>Name</u>	<u>Business/Service</u>	<u>Approximate Employment</u>
Pinnacle Decorating, Inc.	Painting Contractors	25
Mosbrook Design, Inc.	Commercial Art and Graphic Design	20
Burlington Realty	Real Estate Agency	15
Ridgeland Associates, Inc.	Architects	12
Ronbu, Inc.	Architectural Services	10
Village Realty, Inc.	Real Estate & Insurance Agency	8
Teannas Co., Inc.	Industrial Fasteners Manufacturer's Representatives	7
Barr Systems, Inc.	Service Industry Machinery	6
Patek & Assocs., LLC	Accountants	6
Scola Specialty Advertising Co.	Advertising Agency	6
Blue Star Potables LLC	Distilled Spirits	5

Note: (1) Source: 2020 IndustrySelect. Includes non-governmental entities only.

Major Area Employers(1)

<u>Location</u>	<u>Name</u>	<u>Product/Service</u>	<u>Approximate Employment</u>
Elmhurst	Edward-Elmhurst Healthcare	General Hospital	2,800
Berwyn	MacNeal Hospital(2)	General Hospital	2,200
Melrose Park	Gottlieb Memorial Hospital	General Hospital	1,400
Melrose Park	Fresenius Kabi USA, LLC	Pharmaceuticals	900
Elmhurst	McMaster-Carr Supply Co.	Industrial Supplies	800
Melrose Park	Navistar, Inc.	Diesel Engines	751
Elmhurst	Elmhurst College	Higher Education	688
Broadview	Gardaworld	Armored Car Service	550
Lombard	Acosta Sales & Marketing Co.	Groceries	500
Broadview	Robert Bosch, LLC	Motor Vehicle Parts	500
Broadview	Elkay Manufacturing Company	Stainless Steel Sinks	450
Broadview	Mullins Food Products	Barbecue Sauce, Ketchup, Salad Dressing & Mayonaise	450
Elmhurst	Altorfer	Power Supplies	400
Lombard	Dearborn Life Insurance Company	Insurance	400
Lombard	Adjustable Forms, Inc.	Concrete Construction Contractors	350
Broadview	Principal Manufacturing Corp	Metal Stampings	350

Notes: (1) Source: 2020 IndustrySelect.
 (2) Part of Loyola Medicine.

The following tables show employment by industry and by occupation for the Village, the County and the State as reported by the U.S. Census Bureau 2014-2018 American Community Survey 5-year estimated values.

Employment By Industry(I)

Classification	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Agriculture, Forestry, Fishing and Hunting, and Mining	7	0.2%	4,403	0.2%	66,259	1.1%
Construction	272	6.2%	119,212	4.7%	328,620	5.3%
Manufacturing	176	4.0%	247,352	9.7%	753,276	12.1%
Wholesale Trade	86	2.0%	72,063	2.8%	188,536	3.0%
Retail Trade	404	9.3%	248,700	9.8%	669,968	10.8%
Transportation and Warehousing, and Utilities	128	2.9%	180,343	7.1%	394,511	6.3%
Information	85	1.9%	55,804	2.2%	120,002	1.9%
Finance and Insurance, and Real Estate and Rental and Leasing	549	12.6%	205,038	8.0%	453,391	7.3%
Professional, Scientific, and Management, and Administrative and Waste Management Services	731	16.8%	371,057	14.6%	735,339	11.8%
Educational Services and Health Care and Social Assistance	1,090	25.0%	578,789	22.7%	1,426,656	22.9%
Arts, Entertainment and Recreation and Accommodation and Food Services	420	9.6%	251,206	9.9%	568,457	9.1%
Other Services, Except Public Administration	196	4.5%	125,739	4.9%	294,078	4.7%
Public Administration	220	5.0%	89,290	3.5%	226,871	3.6%
Total	4,364	100.0%	2,548,996	100.0%	6,225,964	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2014 to 2018.

Employment By Occupation(I)

Classification	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Management, Business, Science and Arts	2,572	58.9%	1,019,892	40.0%	2,370,095	38.1%
Service	572	13.1%	455,103	17.9%	1,072,423	17.2%
Sales and Office	780	17.9%	564,569	22.1%	1,393,893	22.4%
Natural Resources, Construction, and Maintenance	185	4.2%	151,460	5.9%	448,917	7.2%
Production, Transportation, and Material Moving	255	5.8%	357,972	14.0%	940,636	15.1%
Total	4,364	100.0%	2,548,996	100.0%	6,225,964	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2014 to 2018.

Annual Average Unemployment Rates(I)

Calendar Year	The Village	The County	The State
2009	4.8%	10.4%	10.0%
2010	5.0%	10.8%	10.5%
2011	4.7%	10.3%	9.7%
2012	7.0%	9.3%	8.9%
2013	6.8%	9.6%	9.2%
2014	5.3%	7.5%	7.1%
2015	4.5%	6.1%	5.9%
2016	4.6%	6.2%	5.8%
2017	3.7%	5.2%	5.0%
2018	2.6%	4.0%	4.3%
2019	2.7%	3.8%	3.7%
2020(2)	N/A	5.1%	4.4%

Notes: (1) Source: Illinois Department of Employment Security.
 (2) Preliminary rates for March 2020.

Building Permits

Village Building Permits(1) (Excludes the Value of Land)

Fiscal Year	Commercial Construction		Residential Construction	
	Number of Units	Value	Number of Units	Value
2009.....	5	\$ 111,278	615	\$ 6,131,539
2010.....	18	753,948	696	6,751,990
2011.....	7	57,859	608	5,833,514
2012.....	6	486,993	608	7,415,107
2013.....	10	205,908	708	7,035,029
2014.....	4	69,991	802	10,226,603
2015.....	7	216,925	815	12,032,443
2016.....	38	2,332,017	867	11,723,654
2017.....	39	863,447	791	15,109,950
2018.....	41	571,238	773	10,427,590
2019.....	18	753,948	696	6,751,990

Note: (1) Source: Comprehensive Annual Reports of the Village.

Housing

The U.S. Census Bureau 5-year estimated values reported that the median value of the Village's owner-occupied homes was \$412,900. This compares to \$237,200 for the County and \$187,200 for the State. The following table represents the five year average market value of specified owner-occupied units for the Village, the County and the State at the time of the 2014-2018 American Community Survey.

Home Values(1)

Value	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$50,000	12	0.5%	42,174	3.8%	214,345	6.7%
\$50,000 to \$99,999	0	0.0%	92,694	8.3%	476,898	15.0%
\$100,000 to \$149,999	118	4.7%	140,730	12.6%	499,362	15.7%
\$150,000 to \$199,999	71	2.8%	178,057	15.9%	513,220	16.1%
\$200,000 to \$299,999	496	19.9%	261,678	23.4%	668,842	21.0%
\$300,000 to \$499,999	989	39.7%	248,248	22.2%	537,360	16.9%
\$500,000 to \$999,999	712	28.5%	119,262	10.7%	223,197	7.0%
\$1,000,000 or more	96	3.8%	33,916	3.0%	55,811	1.8%
Total	2,494	100.0%	1,116,759	100.0%	3,189,035	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2014 to 2018.

Mortgage Status(1)

Value	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Housing Units with a Mortgage	1,699	68.1%	730,775	65.4%	2,034,106	63.8%
Housing Units without a Mortgage	795	31.9%	385,984	34.6%	1,154,929	36.2%
Total	2,494	100.0%	1,116,759	100.0%	3,189,035	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2014 to 2018.

Income

**Per Capita Personal Income
 for the Highest Income Counties in the State(1)**

<u>Rank</u>	<u>County</u>	<u>2014-2018</u>
1	Lake County.....	\$44,287
2	DuPage County	43,982
3	Monroe County	39,988
4	McHenry County.....	38,047
5	Cook County	35,575
6	Will County.....	35,259
7	Woodford County.....	35,104
8	Kane County	34,924
9	Sangamon County.....	34,548
10	Menard County	34,495
11	Kendall County	34,423
12	Putnam County	34,144

Note: (1) Source: U.S. Bureau of the Census, American Community Survey, 2014-2018 estimates.

The following shows the median family income for counties in the Chicago metropolitan area.

Ranking of Median Family Income(1)

<u>County</u>	<u>Family Income</u>	<u>Rank</u>
DuPage County.....	\$108,865	1
Lake County.....	105,329	2
Kendall County.....	99,365	3
McHenry County	97,998	4
Monroe County.....	97,965	5
Will County	97,733	6
Kane County	90,558	7
Cook County.....	76,327	21

Note: (1) Source: U. S. Bureau of the Census, American Community Survey, 2014-2018 estimates.

The U.S. Census Bureau 5-year estimated values reported that the Village had a median family income of \$132,156. This compares to \$76,327 for the County and \$79,747 for the State. The following table represents the distribution of family incomes for the Village, the County and the State at the time of the 2014-2018 American Community Survey.

Family Income(1)

<u>Value</u>	<u>The Village</u>		<u>The County</u>		<u>The State</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Under \$10,000	84	3.5%	54,063	4.6%	118,179	3.8%
\$10,000 to \$14,999.....	38	1.6%	30,998	2.6%	70,168	2.3%
\$15,000 to \$24,999.....	51	2.1%	83,940	7.1%	186,491	6.0%
\$25,000 to \$34,999.....	25	1.0%	92,649	7.8%	216,864	7.0%
\$35,000 to \$49,999.....	134	5.5%	131,608	11.1%	340,169	10.9%
\$50,000 to \$74,999.....	231	9.6%	190,037	16.1%	538,213	17.3%
\$75,000 to \$99,999.....	240	9.9%	151,271	12.8%	444,134	14.2%
\$100,000 to \$149,999.....	639	26.4%	205,838	17.4%	598,534	19.2%
\$150,000 to \$199,999.....	358	14.8%	107,166	9.1%	286,266	9.2%
\$200,000 or more.....	617	25.5%	136,236	11.5%	318,315	10.2%
Total	2,417	100.0%	1,183,806	100.0%	3,117,333	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2014 to 2018.

The U.S. Census Bureau 5-year estimated values reported that the Village had a median household income of \$113,025. This compares to \$62,088 for the County and \$63,575 for the State. The following table represents the distribution of household incomes for the Village, the County and the State at the time of the 2014-2018 American Community Survey.

Household Income(I)

Value	The Village		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$10,000	123	3.9%	150,136	7.6%	314,802	6.5%
\$10,000 to \$14,999	29	0.9%	82,860	4.2%	194,284	4.0%
\$15,000 to \$24,999	166	5.2%	185,110	9.4%	431,405	8.9%
\$25,000 to \$34,999	105	3.3%	169,860	8.7%	415,960	8.6%
\$35,000 to \$49,999	244	7.6%	227,406	11.6%	577,213	12.0%
\$50,000 to \$74,999	394	12.4%	318,622	16.2%	828,597	17.2%
\$75,000 to \$99,999	366	11.5%	234,678	12.0%	613,917	12.7%
\$100,000 to \$149,999	716	22.4%	289,976	14.8%	751,099	15.6%
\$150,000 to \$199,999	403	12.6%	136,558	7.0%	335,066	6.9%
\$200,000 or more	644	20.2%	167,864	8.6%	367,695	7.6%
Total	3,190	100.0%	1,963,070	100.0%	4,830,038	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2014 to 2018.

Retail Activity

Retail approximated 3.2% of Governmental Fund Type revenues in fiscal year 2019. Following is a summary of the Village’s sales tax receipts as collected and disbursed by the State.

Retailers’ Occupation, Service Occupation and Use Tax(I)

State Fiscal Year Ending June 30	State Sales Tax Distributions(2)	Annual Percent Change + (-)
2010	\$268,013	5.22%(3)
2011	271,958	1.47%
2012	279,757	2.87%
2013	271,680	(2.89%)
2014	266,172	(2.03%)
2015	256,281	(3.72%)
2016	254,145	(0.83%)
2017	245,457	(3.42%)
2018	277,115	12.90%
2019	255,460	(7.81%)
Change from 2010 to 2019		(4.68%)

- Notes: (1) Source: Illinois Department of Revenue.
 (2) Tax distributions are based on records of the Illinois Department of Revenue relating to the 1% municipal portion of the Retailers’ Occupation, Service Occupation and Use Tax, collected on behalf of the Village, less a State administration fee. The municipal 1% includes tax receipts from the sale of food and drugs which are not taxed by the State.
 (3) The 2010 percentage is based on a 2009 sales tax of \$254,727.

Public Act 101-0009, effective June 5, 2019, included the “Leveling the Playing Field for Illinois Retailers Act.” This legislation requires certain remote retailers to collect and remit state and locally-imposed sales taxes for the jurisdiction where the product is delivered (destination) starting on July 1, 2020. Information from the Illinois Municipal League (“IML”) indicates that “local governments could receive \$92 million per state fiscal year.” There will, however, be a decrease in collections of Use Tax. Ultimately, the IML anticipates that municipalities will experience a net increase as a result of Public Act 101-0009.

Income Tax Revenue History and Motor Fuel Tax Revenue History(1)

The following table shows the distribution of the municipal portion of the State Income Tax collected by the State and distributed through the Local Distributive Fund by the State Comptroller as well as the Motor Fuel Tax (“MFT”) collected by the Village over the past five fiscal years. For 2020, the State’s income tax filing deadline has been extended to July 15th in response to the COVID-19 outbreak.

<u>Fiscal Year</u>	<u>State Per Capita Tax(2) Revenues Distribution(3)</u>	<u>Motor Fuel Tax Revenues Distribution(4)</u>
2015.....	\$1,142,314	\$216,971
2016.....	1,086,843	225,963
2017.....	1,033,327	226,838
2018.....	1,122,031	233,537
2019.....	1,244,104	291,152

- Note: (1) Source: The Village’s Comprehensive Annual Financial Reports for the fiscal years ended December 31, 2015 - December 31, 2019.
 (2) The State Per Capita Tax consists of the State Income Tax and Local Use Taxes.
 (3) The Fiscal Year 2018 Budget, the Fiscal Year 2019 Budget and the Fiscal Year 2020 Budget contain a provision reducing the amount of income tax revenue to be deposited into the Local Government Distributive Fund for distribution to municipalities, like the Village, by 10% for State Fiscal Year 2018 and by 5% for State Fiscal Year 2019 and State Fiscal Year 2020. The Village cannot determine at this time the financial impact of this provision on its overall financial condition for the future.
 (4) Public Act 101-0032, effective June 28, 2019, increased the State MFT in order to fund capital projects. Beginning July 1, 2019, the State’s new motor fuel taxes are a) \$0.38 per gallon of gasoline, a 19-cent increase; and b) \$0.455 per gallon of diesel fuel, a 24-cent increase. Doubling the State’s gas tax will also double the portion of the gas tax remitted to municipalities.

RIVERSIDE PUBLIC LIBRARY(1)

Board of Trustees

Joan Wiaduck
 President

Ken Circo
 Vice President

Michael Flight
 Treasurer

Courtney Greve Hack
 Secretary

Michael Hagins
 Trustee

Jen Pacourek
 Trustee

Patrick White
 Trustee

Janice Foley
 Director

The Riverside Public Library (the “Library”) is governed by a Library Board of Trustees. The Board gives the mission to the Library, secures adequate funding to accomplish the Library’s mission, sets the policies for the operation of the Library, hires the Director of the Library, and advocates for the Library in the Village and in the state. A Library Trustee must be a resident of the Village and must run for public election to the Board. The term of office of a Trustee is four years.

2019 Year in Review

117,908	Visitors to the Library
3,456	Library Cardholders
213,242	Circulation
600	Programs Offered
63,276	Book Holdings
Revenue and Expenses:	
2019 Revenues	\$1,156,862
2019 Expenses.....	\$1,098,696

Note: (1) Source: The Village and the Library.

Voters in the Village approved a referendum for \$1,500,000 on March 17, 2020 to be used for the renovation of the lower level of the Library.

The lower level of the Library is the Village’s unofficial youth center. More than 1,500 students and young children spend time in the Library each month, leading to overcrowding and insufficient spaces for children of all ages to learn and grow. New age-appropriate youth rooms/areas will be built as part of the renovation, complete with improved technology, furniture, shelving and more. The renovation also calls for expanding the community room and making critical updates to the existing infrastructure including lighting and electrical systems.

DEFAULT RECORD

The Village has no record of default and has met its debt repayment obligations promptly.

SHORT-TERM BORROWING

The Village has not issued tax anticipation warrants or revenue anticipation notes during the last five years to meet its short-term current year cash flow requirements.

THE PROJECT

The proceeds of the Bonds will be used to renovate the interior of the lower level of the Library building and furnish necessary equipment in connection therewith and to pay the costs of issuing the Bonds. In addition, available Library funds will be used for the Project. See “**RIVERSIDE PUBLIC LIBRARY**” herein.

DEBT INFORMATION

After issuance of the Bonds, the Village will have outstanding \$5,335,000* principal amount of general obligation bonds which includes \$1,645,000 alternate revenue bonds. Additionally, the Village has IEPA loans in the amount of \$1,100,059 outstanding at December 31, 2019. The Village intends to issue approximately \$250,000 principal amount of general obligation limited tax refunding bonds in the fall of 2020 to provide funds to pay debt service on certain outstanding bonds.

Outstanding General Obligation Bonded Debt(1) (Principal Only)

Calendar Year	G.O. Refunding (ARS) Series 2010(2)	G.O. Refunding (ARS)(W&S) Series 2011(3)	G.O. Series 2015	G.O (Limited) Series 2020A	Outstanding Debt	The Bonds(4)(5)	Total Debt(4)	Cumulative Principal Retired(4)	
								Amount	Percent
2020.....	\$235,000	\$ 0	\$ 215,000	\$ 290,000	\$ 740,000	\$ 0	\$ 740,000	\$ 740,000	13.87%
2021.....	245,000	375,000	225,000	165,000	1,010,000	70,000	1,080,000	1,820,000	34.11%
2022.....	0	395,000	235,000	165,000	795,000	90,000	885,000	2,705,000	50.70%
2023.....	0	395,000	245,000	170,000	810,000	95,000	905,000	3,610,000	67.67%
2024.....	0	0	255,000	225,000	480,000	95,000	575,000	4,185,000	78.44%
2025.....	0	0	0	0	0	100,000	100,000	4,285,000	80.32%
2026.....	0	0	0	0	0	105,000	105,000	4,390,000	82.29%
2027.....	0	0	0	0	0	105,000	105,000	4,495,000	84.25%
2028.....	0	0	0	0	0	110,000	110,000	4,605,000	86.32%
2029.....	0	0	0	0	0	115,000	115,000	4,720,000	88.47%
2030.....	0	0	0	0	0	115,000	115,000	4,835,000	90.63%
2031.....	0	0	0	0	0	120,000	120,000	4,955,000	92.88%
2032.....	0	0	0	0	0	125,000	125,000	5,080,000	95.22%
2033.....	0	0	0	0	0	125,000	125,000	5,205,000	97.56%
2034.....	0	0	0	0	0	130,000	130,000	5,335,000	100.00%
Total.....	\$480,000	\$1,165,000	\$1,175,000	\$1,015,000	\$3,835,000	\$1,500,000	\$5,335,000		

- Notes: (1) Source: the Village.
 (2) Payable from bond issuance and other lawfully available funds.
 (3) Payable from waterworks and sewer revenues.
 (4) Subject to change.
 (5) Payable from property taxes but not applied against the debt limit of the Village pursuant to 75 ILCS 5/5-2.

Detailed Overlapping Bonded Debt(1)

	Outstanding Debt	Applicable to the Village	
		Percent(2)	Amount
Schools:			
High School District Number 208.....	\$ 31,895,000	35.48%	\$11,316,346
Community College Number 504.....	39,895,000	3.47%	1,384,357
Total Schools.....			\$12,700,703
Others:			
Cook County.....	\$2,950,121,750	0.19%	\$ 5,605,231
Cook County Forest Preserve District.....	142,360,000	0.19%	270,484
Metropolitan Water Reclamation District.....	2,810,177,000	0.19%	5,339,336
Lyons Township.....	1,220,000	0.14%	1,708
Total Others.....			\$11,216,760
Total Schools and Others Overlapping Bonded Debt.....			\$23,917,462

- Notes: (1) Source: Cook County Clerk and EMMA submissions.
 (2) Overlapping debt percentages based on 2018 EAV, the most current available.

*Subject to change.

Statement of Bonded Indebtedness(I)

	Amount Applicable	Ratio To		Per Capita (2010 Census 8,875)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2018.....	\$303,694,151	100.00%	33.33%	\$ 34,219.06
Estimated Actual Value, 2018	\$911,082,453	300.00%	100.00%	\$102,657.18
Direct Bonded Debt(2)(3).....	\$ 5,335,000	1.76%	0.59%	\$ 601.13
Less: Self Supporting(4).....	(1,645,000)	(0.54%)	(0.18%)	(185.35)
Net Direct Bonded Debt(3).....	\$ 3,690,000	1.22%	0.41%	\$ 415.77
Overlapping Bonded Debt(5):				
Schools	\$ 12,700,703	4.18%	1.39%	\$ 1,431.07
Other	11,216,760	3.69%	1.23%	1,263.86
Total Overlapping Bonded Debt.....	\$ 23,917,463	7.88%	2.63%	\$ 2,694.93
Total Direct and Overlapping Bonded Debt(3).....	\$ 27,607,463	9.09%	3.03%	\$ 3,110.70

- Notes: (1) Source : The Village.
 (2) Includes the Bonds.
 (3) Subject to change.
 (4) As general obligation "alternate bonds" under Illinois statutes, the Series 2010A (ARS) and the Series 2011 (ARS) do not count against the 8.625% of EAV debt limit for general obligation bonded debt, so long as the debt service levy for such bonds is abated annually and not extended.
 (5) As of March 24, 2020.

Legal Debt Margin(I)

2018 Village Equalized Assessed Valuation.....	\$303,694,151
Statutory Debt Limitation (8.625% of EAV).....	\$ 26,193,621

General Obligation Debt:	
Series 2010A General Obligation Refunding (ARS)(2).....	\$ 480,000
Series 2011 General Obligation Refunding (ARS)(2)	1,165,000
Series 2015 General Obligation	1,175,000
Series 2020A General Obligation Bonds(3)	1,015,000
The Bonds(4)(5)	1,500,000
Total	\$ 5,335,000

Less:	
Self Supporting(2)	\$(1,645,000)
The Bonds(4)(5)	(1,500,000)
Net Direct Bonded Debt(4).....	\$ 2,190,000

Total Applicable Debt	\$ 2,190,000
Legal Debt Margin.....	\$ 24,003,621

- Notes: (1) Source: the Village.
 (2) As general obligation "alternate bonds" under Illinois statutes, the Series 2010A (ARS), and the Series 2011 (ARS) do not count against the 8.625% of EAV debt limit for general obligation bonded debt, so long as the debt service levy for such bonds is abated annually and not extended.
 (3) Limited Tax Bonds. The statutory non-referendum bonded debt limit is 0.5% of EAV, i.e. \$1,518,470.
 (4) Subject to change.
 (5) Payable from property taxes but not applied against the non-referendum bonded debt limit of the Village pursuant to 75 ILCS 5/5-2.

PROPERTY ASSESSMENT AND TAX INFORMATION

For the 2018 levy year (the most recent available) by property class, the Village's EAV was comprised of approximately 94% residential, 5% commercial, and less than 1% railroad property valuations. Currently the Village contains no tax increment finance districts.

Village EAV(I)

Property Class	Levy Years				
	2014(2)	2015	2016	2017(2)	2018
Residential	\$251,791,903	\$242,010,511	\$251,469,041	\$298,130,505	\$286,871,124
Commercial	14,659,768	14,170,009	14,780,434	16,847,755	16,150,115
Railroad	483,542	506,079	577,842	631,512	672,912
Total	\$266,935,213	\$256,686,599	\$266,827,317	\$315,609,722	\$303,694,151
Percent Change +/-	(4.98%)(3)	(3.84%)	3.95%	18.28%	(3.78%)

- Notes: (1) Source: Cook County Clerk.
 (2) Triennial reassessment years.
 (3) Percent change based on 2013 EAV of \$280,933,670.

Representative Tax Rates(I) (Per \$100 EAV)

Village Rates:	Levy Years				
	2014	2015	2016	2017	2018
Corporate	\$ 0.4184	\$ 0.3708	\$ 0.2717	\$ 0.2075	\$ 0.2834
Bonds & Interest	0.1052	0.1078	0.1048	0.0876	0.0918
Police Pension	0.2685	0.3686	0.4658	0.4328	0.4682
I.M.R.F	0.0461	0.0467	0.0447	0.0620	0.0339
Street & Bridge	0.0000	0.0187	0.0179	0.0152	0.0079
Play Grounds & Recreation	0.0715	0.0688	0.0633	0.0537	0.0581
Fire Protection	0.2767	0.2800	0.2680	0.2277	0.2204
Police Protection	0.2767	0.2800	0.2680	0.2277	0.2519
Auditing	0.0061	0.0063	0.0066	0.0053	0.0056
Liability Insurance	0.0823	0.0799	0.0743	0.0653	0.0582
Street Lighting	0.0111	0.0149	0.0136	0.0091	0.0063
Crossing Guards	0.0055	0.0093	0.0089	0.0076	0.0079
Park Maintenance	0.0295	0.0299	0.0286	0.0243	0.0252
Ambulance Service	0.1531	0.1549	0.1483	0.1214	0.1259
Forestry	0.0443	0.0448	0.0429	0.0364	0.0378
Handicapped Fund	0.0000	0.0000	0.0000	0.0000	0.0271
Limited Bonds	0.1188	0.1262	0.1214	0.1034	0.1089
Total Village Rates(2)	\$ 1.9140	\$ 2.0080	\$ 1.9490	\$ 1.6870	\$ 1.8190
Cook County	0.5680	0.5520	0.5330	0.4960	0.4890
Cook County Forest Preserve District	0.0690	0.0690	0.0630	0.0620	0.0600
Consolidated Elections	0.0000	0.0340	0.0000	0.0310	0.0000
Riverside Township	0.1070	0.1120	0.1080	0.0960	0.1020
Riverside General Assistance	0.0120	0.0130	0.0130	0.0120	0.0130
Metro Water Reclamation District	0.4300	0.4260	0.4060	0.4020	0.3960
Des Plaines Valley Mosquito Abatement District	0.0161	0.0170	0.0170	0.0150	0.0150
Riverside Brookfield High School District Number 208	3.2240	3.3270	3.3510	2.9510	3.1040
Triton Community College District Number 504	0.3360	0.3520	0.3300	0.3060	0.3240
Village of Riverside Library Fund	0.3890	0.4090	0.3980	0.3460	0.3680
Riverside Mental Health District	0.1170	0.1230	0.1200	0.1060	0.1130
School District Number 96	5.2280	5.4530	5.2750	4.6470	4.9330
Total Tax Rates(3)	\$12.4100	\$12.8950	\$12.5630	\$11.1570	\$11.7360

- Notes: (1) Source: Cook County Clerk.
 (2) Statutory tax rate limits for the Village are as follows: Corporate (0.4375); Garbage (0.2000); Street and Bridge (0.1000); Public Benefit (0.0500); Playgrounds and Recreation (0.2000); Fire Protection (0.6000); Police Protection (0.6000); Civil Defense (0.0500); Street Lighting (0.0500); Crossing Guards (0.0200); Working Cash Funds (0.0500); Park Maintenance (0.1000); Ambulance Service (0.2500); and Forestry (0.0500).
 (3) Representative tax rates for other government units are from Riverside Township tax code 34006, which represents 98% of the Village's 2018 EAV.

Village Tax Extensions and Collections(1)

Levy Year	Coll. Year	Taxes Extended(2)	Total Collections	
			Amount(3)	Percent
2014	2015	\$5,110,230	\$5,069,250	99.20%
2015	2016	5,155,027	5,109,872	99.12%
2016	2017	5,201,539	5,162,355	99.25%
2017	2018	5,321,381	5,222,104	98.13%
2018	2019	5,522,741	5,445,621	98.60%
2019	2020	6,154,484	In Process of Collection	

- Notes: (1) Source: Cook County Clerk and the Village's Comprehensive Annual Financial Report for Fiscal Year Ending 12/31/2019.
 (2) Tax extensions have been adjusted for abatements.
 (3) Total collections include back taxes, taxpayer refunds, interest, etc.

Major Village Taxpayers(1)

Taxpayer Name	Business/Service	2018 EAV(2)
MacNeal Hospital(3)	Medical Center	\$2,091,939
353 Burlington LLC	Commercial/Apartments	1,129,330
Property Rental Inc.	Property Management	861,986
First American Bank Corporation	Commercial Bank	825,112
World Fuel Services	Real Property	510,319
7 Eleven Inc.	Grocery Convenience Store	491,820
River West Property Management	Real Property	480,296
Riverside Bank	Commercial Bank	436,635
2720 Harlem LLC	Real Property	433,544
Wirtz Realty	Real Property	433,212
Total		\$7,694,193
Ten Largest Taxpayers as a Percent of the Village's 2018 EAV (\$303,694,151)		2.53%

- Notes: (1) Source: Cook County Clerk.
 (2) Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked.
 (3) Part of Loyola Medicine.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

Summary of Property Assessment, Tax Levy and Collection Procedures

A separate tax to pay the principal of and certain interest on the Bonds will be levied on all taxable real property within the Village. The information under this caption describes the current procedures for real property assessments, tax levies and collections in the County. There can be no assurance that the procedures described herein will not change.

Real Property Assessment

The County Assessor (the "Assessor") is responsible for the assessment of all taxable real property within the County, including such property located within the boundaries of the Village, except for certain railroad property, pollution control facilities and low sulfur dioxide emission coal-fueled devices, which are assessed directly by the Department. For triennial reassessment purposes, Cook County is divided into three Districts: west and south suburbs (the "South Tri"), north and northwest suburbs (the "North Tri"), and the City of Chicago (the "City Tri"). The Village is located in the South Tri and was last reassessed for the 2017 tax levy year. The Village will next be reassessed for the 2020 levy year.

Real property in the County is separated into classes for assessment purposes. After the Assessor establishes the fair market value of a parcel of property, that value is multiplied by the appropriate classification percentage to arrive at the assessed valuation (the “Assessed Valuation”) for the parcel. Such classification percentages range from 10% for certain residential, commercial and industrial property to 25% for other industrial and commercial property.

Property is classified for assessment into six basic categories, each of which is assessed at various percentages of fair market value as follows: Class 1 - unimproved real estate (10%); Class 2 - residential (10%); Class 3 - rental-residential (16% in tax year 2009, 13% in tax year 2010, and 10% in tax year 2011 and subsequent years); Class 4 - not-for-profit (25%); Class 5a - commercial (25%); and Class 5b - industrial (25%).

In addition, property may be temporarily classified into one of eight additional assessment classification categories. Upon expiration of such classification, property so classified will revert to one of the basic six assessment classifications described above. The additional assessment classifications are as follows:

CLASS	DESCRIPTION OF QUALIFYING PROPERTY	ASSESSMENT PERCENTAGE	REVERTS TO CLASS
6b	Newly constructed industrial properties or substantially rehabilitated sections of existing industrial properties	10% for first 10 years and any 10 year renewal; if not renewed, 15% in year 11, 20% in year 12	5b
C	Industrial property that has undergone environmental testing and remediation	10% for first 10 years, 15% in year 11, 20% in year 12	5b
	Commercial property that has undergone environmental testing and remediation	10% for first 10 years, 15% in year 11, 20% in year 12	5a
7a/7b	Newly constructed or substantially rehabilitated commercial properties in an area in need of commercial development	10% for first 10 years, 15% in year 11, 20% in year 12	5a
7c	Newly constructed or rehabilitated commercial buildings and acquisition of abandoned property and rehabilitation of buildings thereon including the land upon which the buildings are situated and the land related to the rehabilitation	10% for first 3 years and any 3 year renewal; if not renewed, 15% in year 4, 20% in year 5	5a
8	Industrial properties in enterprise communities or zones in need of substantial revitalization	10% for first 10 years and any 10-year renewal; if not renewed, 15% in year 11, 20% in year 12	5b
	Commercial properties in enterprise communities or zones in need of substantial revitalization	10% for first 10 years, 15% in year 11, 20% in year 12	5a
9	New or substantially rehabilitated multi-family residential properties in target areas, empowerment or enterprise zones	10% for first 10 years and any 10 year renewal	As Applicable
S	Class 3 properties subject to Section 8 contracts renewed under the “Mark up to Market” option	10% for term of Section 8 contract renewal and any subsequent renewal	3
L	Substantially rehabilitated Class 3, 4 or 5b properties qualifying as “Landmark” or “Contributing” buildings	10% for first 10 years and any 10-year renewal; if not renewed, 15% in year 11, 20% in year 12	3, 4, or 5b
	Substantially rehabilitated Class 5a properties qualifying as “Landmark” or “Contributing” buildings	10% for first 10 years, 15% in year 11, 20% in year 12	5a

The Assessor has established procedures enabling taxpayers to contest their proposed Assessed Valuations. Once the Assessor certifies its final Assessed Valuations, a taxpayer can seek review of its assessment by appealing to the Cook County Board of Review (the “Board of Review”), which consists of three commissioners elected by the voters of the County. The Board of Review has the power to adjust the Assessed Valuations set by the Assessor.

Owners of residential property having six or fewer units are able to appeal decisions of the Board of Review to the Illinois Property Tax Appeal Board (the “PTAB”), a statewide administrative body. The PTAB has the power to determine the Assessed Valuation of real property based on equity and the weight of the evidence. Taxpayers may appeal the decision of PTAB to either the Circuit Court of Cook County (the “Circuit Court”) or the Illinois Appellate Court under the Illinois Administrative Review Law.

As an alternative to seeking review of Assessed Valuations by PTAB, taxpayers who have first exhausted their remedies before the Board of Review may file an objection in the Circuit Court. The procedure under this alternative is similar to the judicial review procedure described in the immediately preceding paragraph, however, the standard of proof differs. In addition, in cases where the Assessor agrees that an assessment error has been made after tax bills have been issued, the Assessor can correct any factual error, and thus reduce the amount of taxes due, by issuing a Certificate of Error. Certificates of Error are not issued in cases where the only issue is the opinion of the valuation of the property.

Equalization

After the Assessor has established the Assessed Valuation for each parcel for a given year, and following any revisions by the Board of Review or PTAB, the Department is required by statute to review the Assessed Valuations. The Department establishes an equalization factor (the “Equalization Factor”), commonly called the “multiplier,” for each county to make all valuations uniform among the 102 counties in the State. Under State law, the aggregate of the assessments within each county is to be equalized at 33-1/3% of the estimated fair cash value of real property located within the county prior to any applicable exemptions. One multiplier is applied to all property in the County, regardless of its assessment category, except for certain farmland property and wind energy assessable property, which are not subject to equalization.

Once the Equalization Factor is established, the Assessed Valuation, as revised by the Board of Review or PTAB, is multiplied by the Equalization Factor to determine the EAV of that parcel. The EAV for each parcel is the final property valuation used for determination of tax liability. The aggregate EAV for all parcels in any taxing body’s jurisdiction, plus the valuation of property assessed directly by the Department, constitute the total real estate tax base for the taxing body, which is used to calculate tax rates (the “Assessment Base”). The following table sets forth the Equalization Factor for the County for the last 10 tax levy years.

<u>TAX LEVY YEAR</u>	<u>EQUALIZATION FACTOR</u>
2009	3.3701
2010	3.3000
2011	2.9706
2012	2.8056
2013	2.6621
2014	2.7253
2015	2.6685
2016	2.8032
2017	2.9627
2018	2.9109

Exemptions

The Illinois Property Tax Code, as amended (the “Property Tax Code”), exempts certain property from taxation. Certain property is exempt from taxation on the basis of ownership and/or use, including, but not limited to, public parks, not-for-profit schools, public schools, churches, not-for-profit hospitals and public hospitals. In addition, the Property Tax Code provides a variety of homestead exemptions, which are discussed below.

An annual General Homestead Exemption provides that the EAV of certain property owned and used for residential purposes (“Residential Property”) may be reduced by the amount of any increase over the 1977 EAV, up to a maximum reduction of \$10,000 for tax year 2017 and thereafter.

The Long-Time Occupant Homestead Exemption limits the increase in EAV of a taxpayer’s homestead property to 10% per year if such taxpayer has owned the property for at least 10 years as of January 1 of the assessment year (or 5 years if purchased with certain government assistance) and has a household income of \$100,000 or less (“Qualified Homestead Property”). If the taxpayer’s annual income is \$75,000 or less, the EAV of the Qualified Homestead Property may increase by no more than 7% per year. There is no exemption limit for Qualified Homestead Properties.

The Homestead Improvement Exemption applies to Residential Property that has been improved and to properties that have been rebuilt in the two years following a catastrophic event, as defined in the Property Tax Code. The exemption is limited to an annual maximum amount of \$75,000 for up to four years, to the extent the Assessed Valuation is attributable solely to such improvements or rebuilding.

The Senior Citizens Homestead Exemption annually reduces the EAV on residences owned and occupied by senior citizens. Beginning with tax year 2017, the maximum exemption is \$8,000.

The Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older, reside in their property as their principal place of residence and receive a household income not in excess of (i) \$55,000 through assessment year 2016 and (ii) \$65,000 beginning in assessment year 2017. This exemption grants to qualifying senior citizens an exemption equal to the difference between (a) the current EAV of the residence and (b) the EAV of a senior citizen’s residence for the year prior to the year in which he or she first qualifies and applies for the exemption, plus the EAV of improvements since such year. Beginning in tax year 2017, the amount of the exemption is equal to the greater of the amount calculated as described in the previous sentence (as more completely set forth in the Property Tax Code) or \$2,000.

Beginning January 1, 2015 purchasers of certain single family homes and residences of one to six units located in certain targeted areas (as defined in the applicable section of the Property Tax Code) can apply for the Community Stabilization Assessment Freeze Pilot Program. To be eligible the purchaser must meet certain requirements for rehabilitating the property, including expenditures of at least \$5 per square foot, adjusted by the Consumer Price Index (“CPI”). Upon meeting the requirements, the assessed value of the improvements is reduced by (a) 90% in the first seven years, (b) 65% in the eighth year and (c) 35% in the ninth year. The benefit ceases in the tenth year. The program will be phased out by June 30, 2029.

The Natural Disaster Homestead Exemption (the “Natural Disaster Exemption”) applies to homestead properties containing a residential structure that has been rebuilt following a natural disaster occurring in taxable year 2012 or any taxable year thereafter. A natural disaster is an occurrence of widespread or severe damage or loss of property resulting from any catastrophic cause including but not limited to fire, flood, earthquake, wind, or storm. The Natural Disaster Exemption is equal to the EAV of the residence in the first taxable year for which the taxpayer applies for the exemption minus the base amount. To be eligible for the Natural Disaster Exemption, the residential structure must be rebuilt within two years after the date of the natural disaster, and the square footage of the rebuilt residential structure may not be more than 110% of the square footage of the original residential structure as it existed immediately prior to the natural disaster. The Natural Disaster Exemption remains at a constant amount until the taxable year in which the property is sold or transferred.

Three exemptions are available to veterans of the United States armed forces. The Veterans with Disabilities Exemption for Specially-Adapted Housing exempts up to \$100,000 of the Assessed Valuation of property owned and used exclusively by veterans with a disability, their spouses or unmarried surviving spouses. Qualification for this exemption requires the veteran's disability to be of such a nature that the federal government has authorized payment for purchase of specially adapted housing under the U.S. Code as certified to annually by the Illinois Department of Veterans Affairs or for housing or adaptations donated by a charitable organization to such disabled veteran.

The Standard Homestead Exemption for Veterans with Disabilities provides an annual homestead exemption to veterans with a service-connected disability based on the percentage of such disability. If the veteran has a (a) service-connected disability of 30% or more but less than 50%, the annual exemption is \$2,500, (b) service-connected disability of 50% or more but less than 70%, the annual exemption is \$5,000, and (c) service-connected disability of 70% or more, the property is exempt from taxation.

The Returning Veterans' Homestead Exemption is available for property owned and occupied as the principal residence of a veteran in the assessment year, and the year following the assessment year, in which the veteran returns from an armed conflict while on active duty in the United States armed forces. This provision grants a one-time, two-year homestead exemption of \$5,000.

Finally, the Homestead Exemption for Persons with Disabilities provides an annual homestead exemption in the amount of \$2,000 for property that is owned and occupied by certain disabled persons who meet State-mandated guidelines.

Tax Levy

As part of the annual budgetary process of governmental units (the "Units") with power to levy taxes in the County, the designated body for each Unit annually adopts proceedings to levy real estate taxes. The administration and collection of real estate taxes is statutorily assigned to the County Clerk and the County Treasurer. After the Units file their annual tax levies, the County Clerk computes the annual tax rate for each Unit. The County Clerk computes the Unit's maximum allowable levy by multiplying the maximum tax rate for that Unit by the prior year's EAV for all property currently in the Village. The prior year's EAV includes the EAV of any new property, the current year value of any annexed property and any recovered tax increment value, minus any disconnected property for the current year under the Limitation Law. The tax rate for a Unit is computed by dividing the lesser of the maximum allowable levy or the actual levy by the current year's EAV.

Property Tax Extension Limitation Law

The Property Tax Extension Limitation Law, as amended (the "Limitation Law") is applied after the prior year EAV limitation. The Limitation Law limits the annual growth in the amount of property taxes to be extended for certain Illinois non-home rule units, including the Village. The effect of the Limitation Law is to limit the amount of property taxes that can be extended for a taxing body. In addition, general obligation bonds, notes and installment contracts payable from ad valorem taxes, unlimited as to rate and amount, cannot be issued by the affected taxing bodies unless they are approved by referendum, are alternate bonds or are for certain refunding purposes.

The use of prior year EAVs to limit the allowable tax levy may reduce tax rates for funds that are at or near their maximum rates in taxing districts with rising EAVs. These reduced rates and all other rates for those funds subject to the Limitation Law are added together, which results in the aggregate preliminary rate. The aggregate preliminary rate is then compared to the limiting rate. If the limiting rate is more than the aggregate preliminary rate, there is no further reduction in rates due to the Limitation Law. If the limiting rate is less than the aggregate preliminary rate, the aggregate preliminary rate is further reduced to the limiting rate. In all cases, taxes are extended using current year EAV under Section 18-140 of the Property Tax Code.

The Village has the authority to levy taxes for many different purposes. See the table entitled “**Representative Tax Rates**” under “**PROPERTY ASSESSMENT AND TAX INFORMATION**” herein. The ceiling at any particular time on the rate at which these taxes may be extended for the Village is either (i) unlimited (as provided by statute), (ii) initially set by statute but permitted to be increased by referendum, (iii) capped by statute, or (iv) limited to the rate approved by referendum. The only ceiling on a particular tax rate is the ceiling set by statute, at which the rate is not permitted to be further increased by referendum or otherwise. Therefore, taxing districts (such as the Village) have flexibility to levy taxes for the purposes for which they most need the money. The total aggregate tax rate for the various purposes subject to the Limitation Law, however, will not be allowed to exceed the Village’s limiting rate computed in accordance with the provisions of the Limitation Law.

In general, the annual growth permitted under the Limitation Law is the lesser of 5% or the percentage increase in the CPI during the calendar year preceding the levy year. Taxes can also be increased due to new construction, referendum approval of tax rate increases, mergers and consolidations. Local governments, including the Village, can issue limited tax bonds in lieu of general obligation bonds that have otherwise been authorized by applicable law.

Illinois legislators have introduced several proposals to modify the Limitation Law, including freezing property taxes and extending tax caps to all taxing bodies in the State. The Village cannot predict whether, or in what form, any change to the Limitation Law may be enacted into law, nor can the Village predict the effect of any such change on the Village’s finances.

Extensions

The County Clerk then computes the total tax rate applicable to each parcel of real property by aggregating the tax rates of all of the Units having jurisdiction over the particular parcel. The County Clerk extends the tax by entering the tax (determined by multiplying the total tax rate by the EAV of that parcel for the current assessment year) in the books prepared for the County Collector (the “Warrant Books”) along with the tax rates, the Assessed Valuation and the EAV. The Warrant Books are the County Collector’s authority for the collection of taxes and are used by the County Collector as the basis for issuing tax bills to all property owners.

Collections

Property taxes are collected by the County Collector, who is also the County Treasurer, who remits to each Unit its share of the collections. Taxes levied in one year become payable during the following year in two installments, the first due on March 1 and the second on the later of August 1 or 30 days after the mailing of the tax bills. A payment due is deemed to be paid on time if the payment is postmarked on the due date. Beginning with the first installment payable in 2010, the first installment is equal to 55% of the prior year’s tax bill. However, if a Certificate of Error is approved by a court or certified on or before November 30 of the preceding year and before the estimated tax bills are prepared, then the first installment is instead based on the certain percentage of the corrected prior year’s tax bill. The second installment is for the balance of the current year’s tax bill, and is based on the then current tax year levy, assessed value and Equalization Factor, and reflects any changes from the prior year in those factors. The following table sets forth the second installment penalty date for the last 10 tax levy years in the County; the first installment penalty date has been March 1 for all such years. However, for 2010, the first installment penalty date was established as April 1 by statute.

<u>TAX LEVY YEAR</u>	<u>SECOND INSTALLMENT PENALTY DATE</u>
2009	December 13, 2010
2010	November 1, 2011
2011	August 1, 2012
2012	August 1, 2013
2013	August 1, 2014
2014	August 3, 2015
2015	August 1, 2016
2016	August 1, 2017
2017	August 1, 2018
2018	August 1, 2019

It is possible that the changes to the assessment appeals process described above will cause delays similar to those experienced in past years in preparation and mailing of the second installment in future years. The County may provide for tax bills to be payable in four installments instead of two. However, the County has not required payment of tax bills in four installments. During the periods of peak collections, tax receipts are forwarded to each Unit on a weekly basis. Upon receipt of taxes from the County Collector, the Village promptly credits the taxes received to the funds for which they were levied.

With 90 days following the second installment due date, the County Collector presents the Warrant Books to the Circuit Court and applies for a judgment for all unpaid taxes. The court orders resulting from the application for judgment provides for an Annual Tax Sale (the "Annual Tax Sale") of unpaid taxes shown on that year's Warrant Books. A public sale is held, at which time successful tax buyers pay the unpaid taxes plus penalties. In each such public sale, the collector can use any "automated means." Unpaid taxes accrue penalties at the rate of 1.5% per month from their due date until the date of sale. Taxpayers can redeem their property by paying the amount paid at the sale, plus a maximum of 12% for each six-month period after the sale. If no redemption is made within the applicable redemption period (ranging from six months to two and one-half years depending on the type and occupancy of the property) and the tax buyer files a petition in the Circuit Court, notifying the necessary parties in accordance with the applicable law, the tax buyer receives a deed to the property. In addition, there are miscellaneous statutory provisions for foreclosure of tax liens.

If there is no sale of the tax lien on a parcel of property at the Annual Tax Sale, the taxes are forfeited and the property becomes eligible to be purchased at any time thereafter at an amount equal to all delinquent taxes and interest accrued to the date of purchase. Redemption periods and procedures are the same as applicable to the Annual Tax Sale.

The Scavenger Sale (the "Scavenger Sale"), like the Annual Tax Sale, is a sale of unpaid taxes. The Scavenger Sale is held every two years on all property on which two or more years' taxes are delinquent. The sale price of the unpaid taxes is the amount bid at such sale, which may be less than the amount of delinquent taxes. Redemption periods vary from six months to two and a half years depending upon the type and occupancy of the property.

Truth in Taxation Law

Legislation known as the Truth in Taxation Law (the "Truth in Taxation Law") limits the aggregate amount of certain taxes which can be levied by, and extended for, a taxing district to 105% of the amount of taxes extended in the preceding year unless specified notice, hearing and certification requirements are met by the taxing body. The express purpose of the Truth in Taxation Law is to require published disclosure of, and hearing upon, an intention to adopt a levy in excess of the specified levels. The provisions of the Truth in Taxation Law do not apply to levies made to pay principal of and certain interest on the Bonds. The Village covenanted in the Bond Ordinance that it will not take any action or fail to take any action which would adversely affect the ability of the Village to levy and collect the taxes levied by the Village for payment of principal of and interest on the Bonds. The Village also covenanted that it and its officers will comply with all present and future applicable laws to assure that such taxes will be levied, extended, collected and deposited as provided in the Bond Ordinance.

FINANCIAL INFORMATION

Budgeting

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

- a. The Village Manager submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted by the Village to obtain taxpayer comments.
- c. Subsequently, the budget is legally enacted through passage of an ordinance.
- d. Formal budgetary integration is employed as a management control device during the year for all funds except the agency funds.
- e. Budgets, as described above, are adopted on a basis consistent with generally accepted accounting principles.
- f. Legal level of budgetary control is at the cost center (i.e., fire administration, fire operations).
- g. Budgetary authority lapses at year-end.
- h. State law requires that “expenditures be made in conformity with the budget.” Transfers between line items and departments may be made by administrative action. Any amount to be transferred between cost centers and/or funds would require Board approval.
- i. Budgeted amounts are as originally adopted, with the exceptions of Board approved budget amendments which were not material in relation to the budget taken as a whole.

Investment Policy

State statutes authorize the Village to make deposits in commercial banks and savings and loan institutions, and to make investments in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services and the Illinois Funds and the Illinois Metropolitan Investment Fund (“IMET”). Pension funds may also invest in certain non-U.S. obligations, mortgages, veteran’s loans, life insurance company contracts and mutual funds and equity securities.

Financial Overview

The Village's General Fund is the largest unrestricted fund for general operating purposes. For the fiscal year ended December 31, 2019, revenues were comprised of 47.8% property taxes, 2.8% sales taxes, 12.4% State per capita taxes, 5.7% utility taxes, 23.5% licenses, permits and charges for service, and 7.8% other revenue sources.

Financial Reports

The Village's financial statements are audited annually by certified public accountants. The Village's financial statements are completed on a modified accrual basis of accounting consistent with generally accepted accounting principles applicable to governmental entities. See **APPENDIX A** for more detail.

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 December 31, 2018. The Village has received a Certificate of Achievement for the last twenty-nine out of thirty years.

No Consent or Updated Information Requested of the Auditor

The tables and excerpts (collectively, the “Excerpted Financial Information”) contained in this “**FINANCIAL INFORMATION**” section and in **APPENDIX A** are from the audited financial statements of the Village, including the 2019 Audit which was approved by formal action of the Board and prepared by Lauterbach & Amen, LLP, Certified Public Accountants and Advisors, Naperville, Illinois (the “Auditor”) and attached to this Official Statement as **APPENDIX A**. The Village has not requested the Auditor to update information contained in the Excerpted Financial Information; nor has the Village requested that the Auditor consent to the use of the Excerpted Financial Information in this Official Statement. Other than as expressly set forth in this Official Statement, the financial information contained in the Excerpted Financial Information has not been updated since the date of the 2019 Audit. The inclusion of the Excerpted Financial Information in this Official Statement in and of itself is not intended to demonstrate the fiscal condition of the Village since the date of the 2019 Audit. Questions or inquiries relating to financial information of the Village since the date of the 2019 Audit should be directed to the Village.

Summary Financial Information

The following tables are summaries and do not purport to be the complete audits, copies of which are available upon request. See **APPENDIX A** for the Village's audit for the year ending December 31, 2019.

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Governmental Activities Statement of Net Position

Audited as of December 31

	2015	2016	2017	2018	2019
ASSETS:					
Current Assets:					
Cash and Investments	\$ 9,729,076	\$ 8,675,310	\$ 6,202,161	\$ 4,479,900	\$ 4,774,739
Receivables - Net	5,981,786	6,144,289	6,498,838	6,856,384	6,256,070
Internal Balance	0	0	0	0	158,607
Due from Other Governments	0	0	0	0	301,560
Prepays	<u>372,981</u>	<u>497,158</u>	<u>597,809</u>	<u>771,679</u>	<u>873,702</u>
Total Current Assets	\$ 16,083,843	\$ 15,316,757	\$ 13,298,808	\$ 12,107,963	\$ 12,364,678
Noncurrent Assets:					
Capital Assets:					
Nondepreciable Capital Assets	\$ 2,745,092	\$ 2,789,833	\$ 3,581,057	\$ 2,660,929	\$ 2,926,598
Depreciable Capital Assets	28,201,821	28,758,424	29,643,350	30,058,214	30,380,132
Accumulated Depreciation	<u>(12,932,615)</u>	<u>(13,713,609)</u>	<u>(14,355,119)</u>	<u>(14,378,251)</u>	<u>(15,133,209)</u>
Total Capital Assets	\$ 18,014,298	\$ 17,834,648	\$ 18,869,288	\$ 18,340,892	\$ 18,173,521
Other Assets:					
Assets Held for Resale	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Net Pension Asset	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Noncurrent Assets	\$ 34,098,141	\$ 33,151,405	\$ 32,168,096	\$ 30,448,855	\$ 18,173,521
DEFERRED OUTFLOWS OF RESOURCES:					
Loss on Refunding	\$ 94,550	\$ 47,275	\$ 93,056	\$ 46,528	\$ 0
Deferred Items – IMRF	837,975	484,152	491,313	1,002,846	264,705
Deferred Items - Police Pension	<u>4,963,938</u>	<u>4,176,863</u>	<u>3,201,375</u>	<u>3,067,427</u>	<u>1,626,783</u>
Total Assets and Deferred Outflows of Resources	\$ 39,994,604	\$ 37,859,695	\$ 35,953,840	\$ 34,565,656	\$ 32,429,687
LIABILITIES:					
Current Liabilities:					
Accounts Payable	\$ 618,997	\$ 833,807	\$ 558,649	\$ 457,587	\$ 304,923
Accrued Payroll	60,230	73,260	87,971	113,469	121,281
Accrued Interest Payable	8,201	6,300	6,138	5,030	3,917
Retainage Payable	70,362	0	0	0	0
Deposits Payable	88,505	95,000	110,362	117,307	118,350
Other Payables	434,267	557,059	636,230	191,424	180,324
Compensated Absences Payable	107,494	120,676	118,917	123,589	127,613
Current Portion of Long-Term Debt	<u>485,000</u>	<u>530,084</u>	<u>501,000</u>	<u>520,000</u>	<u>419,840</u>
Total Current Liabilities	\$ 1,873,056	\$ 2,216,186	\$ 2,019,267	\$ 1,528,406	\$ 1,276,248
Noncurrent Liabilities:					
Compensated Absences Payable	429,978	482,703	475,666	494,358	510,451
Net Pension Obligation	23,449,378	22,266,876	18,057,950	22,011,742	20,599,066
General Obligation Bonds Payable - Net	<u>3,295,530</u>	<u>2,734,924</u>	<u>2,334,744</u>	<u>1,788,972</u>	<u>1,343,360</u>
Total Noncurrent Liabilities	\$ 27,174,886	\$ 25,484,503	\$ 20,868,360	\$ 24,295,072	\$ 22,452,877
Total Liabilities	\$ 29,047,942	\$ 27,700,689	\$ 22,887,627	\$ 25,823,478	\$ 23,729,125
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes	\$ 5,254,036	\$ 5,298,320	\$ 5,385,042	\$ 5,594,191	\$ 5,737,434
Deferred Items - Police Pension	62,664	3,152,414	4,025,571	3,270,180	3,018,558
Deferred Items - IMRF	0	35,628	865,663	178,375	451,948
Deferred Items – RBP	<u>0</u>	<u>0</u>	<u>0</u>	<u>101,377</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources	\$ 34,364,642	\$ 36,187,051	\$ 33,163,903	\$ 34,967,601	\$ 32,937,065
NET POSITION:					
Net Investment in Capital Assets	\$ 15,095,231	\$ 15,134,457	\$ 16,126,600	\$ 16,078,448	\$ 16,410,321
Restricted:					
Highway and Streets	282,877	307,421	536,285	650,040	861,853
Public Safety	680,901	590,766	383,399	157,127	168,941
Debt Service	306,104	327,172	349,616	372,985	400,150
Capital Projects	1,594,999	527,231	329,696	9,725	11,437
Culture and Recreation	82	1,975	0	0	0
Malmstrom Trust	0	0	0	0	7,250
Unrestricted	<u>(12,330,232)</u>	<u>(13,343,200)</u>	<u>(14,935,659)</u>	<u>(17,670,270)</u>	<u>(18,367,330)</u>
Total Net Position	\$ 5,629,962	\$ 3,545,822	\$ 2,789,937	\$ (401,945)	\$ (507,378)

**Statement of Activities
 Governmental Activities
 Net (Expense) Revenue and Changes in Net Position**

	Audited as of December 31				
	2015	2016	2017	2018	2019
PRIMARY GOVERNMENT:					
Governmental Activities:					
General Government.....	\$ (1,070,942)	\$ (824,856)	\$ (207,442)	\$ (246,296)	\$ (546,608)
Public Safety	(7,390,333)	(6,566,621)	(6,642,414)	(6,656,200)	(6,314,786)
Highways and Streets	(2,545,381)	(1,624,497)	(1,195,037)	(1,600,709)	(691,113)
Culture and Recreation	(945,356)	(941,014)	(994,064)	(978,053)	(1,115,224)
Interest	(188,208)	(105,802)	(103,039)	(96,418)	(82,504)
Total Governmental Activities	<u>\$ (12,140,220)</u>	<u>\$(10,062,790)</u>	<u>\$ (9,141,996)</u>	<u>\$ (9,577,676)</u>	<u>\$(8,750,235)</u>
GENERAL REVENUES:					
Taxes:					
Property.....	\$ 5,037,696	\$ 5,095,976	\$ 5,151,741	\$ 5,222,104	\$ 5,445,620
Sales	245,282	244,996	269,181	268,790	276,523
Non-Home-Rule Sales Tax	188,677	183,865	209,492	207,507	219,485
State Per Capita Taxes	1,142,314	1,086,843	1,033,327	1,122,031	1,244,104
Utility	634,524	625,471	597,575	610,371	565,253
Replacement	49,076	43,485	45,921	41,745	51,904
Other	411,439	464,972	462,682	280,972	402,408
Investment income	39,400	54,022	49,920	84,855	93,951
Miscellaneous	115,141	179,020	566,272	428,109	345,554
Total	<u>\$ 7,863,549</u>	<u>\$ 7,978,650</u>	<u>\$ 8,386,111</u>	<u>\$ 8,266,484</u>	<u>\$ 8,644,802</u>
Change In Net Position	\$ (4,276,671)	\$ (2,084,140)	\$ (755,885)	\$ (1,311,192)	\$ (105,433)
Net Position, January 1	<u>\$ 9,906,633(1)</u>	<u>\$ 5,629,962</u>	<u>\$ 3,545,822</u>	<u>\$ 909,247(1)</u>	<u>\$ (401,945)</u>
Net Position, December 31	<u>\$ 5,629,962</u>	<u>\$ 3,545,822</u>	<u>\$ 2,789,937</u>	<u>\$ (401,945)</u>	<u>\$ (507,378)</u>

Note: (1) Restated.

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General Fund Balance Sheet

Audited as of December 31

	2015	2016	2017	2018	2019
ASSETS:					
Cash and Investments	\$ 5,480,015	\$ 4,681,042	\$3,478,390	\$3,132,905	\$2,837,855
Receivables:					
Property Taxes	5,073,128	4,732,460	4,810,772	4,937,921	5,070,434
Accounts	27,118	26,145	75,030	44,478	38,893
Accrued Interest	3,460	3,460	3,460	0	0
Other	51,073	456,566	537,234	679,002	307,809
Assets Held for Resale	0	0	0	0	0
Prepaid Items	372,981	497,158	597,809	771,679	873,702
Due from Other Governments	0	0	0	0	301,560
Due from Other Funds	0	0	58	269,146	411,947
Total Assets	<u>\$11,007,775</u>	<u>\$10,396,831</u>	<u>\$9,502,753</u>	<u>\$9,835,131</u>	<u>\$9,842,200</u>
LIABILITIES:					
Accounts Payable	\$ 248,074	\$ 349,246	\$ 183,103	\$ 208,633	\$ 236,119
Accrued Payroll	60,230	73,260	84,566	113,469	121,281
Deposits Payable	88,505	95,000	110,362	117,307	118,350
Due to Other Funds	3,317	2,068	0	0	0
Other Payables	434,267	557,059	636,230	191,424	173,257
Total Liabilities	<u>\$ 834,393</u>	<u>\$ 1,076,633</u>	<u>\$1,014,261</u>	<u>\$ 630,833</u>	<u>\$ 649,007</u>
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes	\$ 4,681,945	\$ 4,723,712	\$4,810,772	\$4,937,921	\$5,070,434
Total Liabilities and Deferred Inflows of Resources	<u>\$ 5,516,338</u>	<u>\$ 5,800,345</u>	<u>\$5,825,033</u>	<u>\$5,568,754</u>	<u>\$5,719,441</u>
FUND BALANCES:					
Nonspendable for Prepaid Items	\$ 372,981	\$ 497,158	\$ 597,809	\$ 771,679	\$ 873,702
Nonspendable for Assets Held for Resale	0	0	0	0	0
Restricted for Fire Purposes	35,420	50,044	55,234	51,313	53,783
Restricted for Public Safety	33,836	72,768	89,234	105,814	115,158
Restricted for Parks Maintenance	0	0	0	0	0
Restricted for Street Lighting	0	0	0	0	0
Restricted for Malmstrom Trust	6,877	6,897	6,948	0	7,250
Restricted for Forestry	82	1,975	0	0	0
Committed for Cash Flows	2,298,706	2,361,113	2,430,850	2,078,542	2,111,645
Assigned for Cash Flows	0	0	0	0	0
Assigned for Debt Service	257,786	292,876	270,594	0	0
Assigned for Recreation	102,925	102,906	113,860	194,934	269,896
Assigned for Historic Museum	76,349	78,493	77,815	76,128	75,110
Assigned for Farmers Market	13,917	14,686	13,679	14,154	15,663
Assigned for CBD Planting	1,678	1,878	1,878	9,689	0
Unassigned for General	2,290,880	1,115,692	19,819	964,124	600,552
Total Fund Balances	<u>\$ 5,491,437</u>	<u>\$ 4,596,486</u>	<u>\$3,677,720</u>	<u>\$4,266,377</u>	<u>\$4,122,759</u>
Total Liabilities, Deferred Inflows or Resources and Fund Balances	<u>\$11,007,775</u>	<u>\$10,396,831</u>	<u>\$9,502,753</u>	<u>\$9,835,131</u>	<u>\$9,842,200</u>

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General Fund Revenues and Expenditures

	Audited Fiscal Year Ending December 31				
	2015	2016	2017	2018	2019
REVENUES:					
Taxes	\$5,404,625	\$ 5,212,210	\$5,257,013	\$5,335,403	\$5,427,130
Intergovernmental	1,223,603	1,427,888	1,386,896	1,605,905	1,615,858
Licenses and Permits	997,535	1,026,514	1,108,461	974,658	1,049,456
Charges for Services	1,045,739	1,116,390	1,112,328	1,239,187	1,290,195
Fines and Forfeitures	207,197	229,912	203,529	216,411	216,030
Interest	30,669	45,492	37,936	65,497	65,706
Miscellaneous	108,557	179,020	220,759	253,314	301,615
Total Revenues	\$9,017,925	\$ 9,237,426	\$9,326,922	\$9,690,375	\$9,965,990
EXPENDITURES:					
Current:					
General Government	\$1,882,158	\$ 1,933,065	\$2,052,344	\$1,820,249	\$1,849,942
Public Safety	5,325,063	5,649,951	6,046,253	6,289,093	6,258,475
Highways and Streets	532,752	559,184	480,057	483,682	494,618
Culture and Recreation	918,306	922,031	979,193	957,684	1,058,946
Total Expenditures	\$8,658,279	\$ 9,064,231	\$9,557,847	\$9,550,708	\$9,661,981
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 359,646	\$ 173,195	\$ (230,925)	\$ 139,667	\$ 304,009
OTHER FINANCING SOURCES (USES):					
Operating Transfers (Out)	\$ (360,000)	\$(1,068,146)	\$ (687,841)	\$ 0	\$ (447,627)
Total Other Financing Sources (Uses)	\$ (360,000)	\$(1,068,146)	\$ (687,841)	\$ 0	\$ (447,627)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ (354)	\$ (894,951)	\$ (918,766)	\$ 139,667	\$ (143,618)
Beginning Fund Balance	\$5,491,791	\$ 5,491,437	\$4,596,486	\$4,126,710(1)	\$4,266,377
Ending Fund Balance	\$5,491,437	\$ 4,596,486	\$3,677,720	\$4,266,377	\$4,122,759

Note: (1) As restated.

General Fund Budget and Interim Financial Information(1)

	Budget 12 Months Ending 12/31/2020
REVENUES:	
Taxes	\$5,947,147
Licenses and Fees	1,072,650
Intergovernmental and Grants	1,411,397
Charges for Services	978,879
Fines and Forfeitures	226,500
Invest and Other	197,631
Transfers	50,000
Total Revenues	\$9,884,204
EXPENDITURES:	
General Government	\$1,679,385
Public Safety	6,486,853
Public Works Department	1,046,444
Recreation Department	655,784
Transfers	25,000
Total Expenditures	\$9,893,466
Excess (Deficiency) of Revenues Over (Under) Expenditures(2)	\$ (9,262)

Notes: (1) Source: the Village.
 (2) Does not include beginning fund balance.
 (3) Unaudited.

EMPLOYEE RETIREMENT AND OTHER POSTEMPLOYMENT BENEFITS OBLIGATIONS

See **APPENDIX D** herein for a discussion of the Village's employee retirement and other postemployment benefits obligations.

REGISTRATION, TRANSFER AND EXCHANGE

See also **APPENDIX B** for information on registration, transfer and exchange of book-entry bonds. The Bonds will be initially issued as book-entry bonds.

The Village shall cause books for the registration and for the transfer of the Bonds to be kept at the principal corporate trust office of the Bond Registrar in Chicago, Illinois. The Village will authorize to be prepared, and the Bond Registrar shall keep custody of, multiple bond blanks executed by the Village for use in the transfer and exchange of Bonds.

Any Bond may be transferred or exchanged, but only in the manner, subject to the limitations, and upon payment of the charges as set forth in the Bond Ordinance. Upon surrender for transfer or exchange of any Bond at the principal corporate office of the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by the registered owner or such owner's attorney duly authorized in writing, the Village shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the registered owner, transferee or transferees (as the case may be) a new fully registered Bond or Bonds of the same maturity of authorized denominations, for a like aggregate principal amount.

The execution by the Village of any fully registered Bond shall constitute full and due authorization of such Bond, and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond, provided, however, the principal amount of outstanding Bonds of each maturity authenticated by the Bond Registrar shall not exceed the authorized principal amount of Bonds for such maturity less Bonds previously paid.

The Bond Registrar shall not be required to transfer or exchange any Bond beginning at the close of business on the 15th day of the month next preceding any interest payment date on such Bond (known as the record date) and ending at the opening of business on such interest payment date.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Bonds shall be made only to or upon the order of the registered owner thereof or such owner's legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the Village or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds.

TAX EXEMPTION

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

Subject to the Village's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, interest on the Bonds is excludable from the gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended (the "Code").

In rendering its opinion, Bond Counsel will rely upon certifications of the Village with respect to certain material facts within the Village's knowledge. Bond Counsel's opinion represents its legal judgment based upon its review of the law and the facts that it deems relevant to render such opinion and is not a guarantee of a result.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers of the Bonds should consult their tax advisors as to applicability of any such collateral consequences.

The issue price for original issue discount (as further discussed below) and market discount purposes (the "OID Issue Price") for each maturity of the Bonds is the price at which a substantial amount of such maturity of the Bonds is first sold to the public (excluding bond houses and brokers and similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers). The OID Issue Price of a maturity of the Bonds may be different from the price set forth, or the price corresponding to the yield set forth, on the cover page hereof.

If the OID Issue Price of a maturity of the Bonds is less than the principal amount payable at maturity, the difference between the OID Issue Price of each such maturity, if any, of the Bonds (the "OID Bonds") and the principal amount payable at maturity is original issue discount.

For an investor who purchases an OID Bond in the initial public offering at the OID Issue Price for such maturity and who holds such OID Bond to its stated maturity, subject to the condition that the Village complies with the covenants discussed above, (a) the full amount of original issue discount with respect to such OID Bond constitutes interest which is excludable from the gross income of the owner thereof for federal income tax purposes; (b) such owner will not realize taxable capital gain or market discount upon payment of such OID Bond at its stated maturity; (c) such original issue discount is not included as an item of tax preference in computing the alternative minimum tax for individuals under the Code; and (d) the accretion of original issue discount in each year may result in certain collateral federal income tax consequences in each year even though a corresponding cash payment may not be received until a later year. Based upon the stated position of the Department under Illinois income tax law, accreted original issue discount on such OID Bonds is subject to taxation as it accretes, even though there may not be a corresponding cash payment until a later year. Owners of OID Bonds should consult their own tax advisors with respect to the state and local tax consequences of original issue discount on such OID Bonds.

Owners of Bonds who dispose of Bonds prior to the stated maturity (whether by sale, redemption or otherwise), purchase Bonds in the initial public offering, but at a price different from the OID Issue Price or purchase Bonds subsequent to the initial public offering should consult their own tax advisors.

If a Bond is purchased at any time for a price that is less than the Bond's stated redemption price at maturity or, in the case of an OID Bond, its OID Issue Price plus accreted original issue discount (the "Revised Issue Price"), the purchaser will be treated as having purchased a Bond with market discount subject to the market discount rules of the Code (unless a statutory de minimis rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser's election, as it accrues. Such treatment would apply to any purchaser who purchases an OID Bond for a price that is less than its Revised Issue Price. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bond. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

An investor may purchase a Bond at a price in excess of its stated principal amount. Such excess is characterized for federal income tax purposes as "bond premium" and must be amortized by an investor on a constant yield basis over the remaining term of the Bond in a manner that takes into account potential call dates and call prices. An investor cannot deduct amortized bond premium relating to a tax-exempt bond. The amortized bond premium is treated as a reduction in the tax-exempt interest received. As bond premium is amortized, it reduces the investor's basis in the Bond. Investors who purchase a Bond at a premium should consult their own tax advisors regarding the amortization of bond premium and its effect on the Bond's basis for purposes of computing gain or loss in connection with the sale, exchange, redemption or early retirement of the Bond.

There are or may be pending in Congress legislative proposals, including some that carry retroactive effective dates, that, if enacted, could alter or amend the federal tax matters referred to above or affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Service has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the Village as a taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

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

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

See **APPENDIX C** for a proposed form of opinion of Bond Counsel for the Bonds.

QUALIFIED TAX-EXEMPT OBLIGATIONS

Subject to the Village's compliance with certain covenants, in the opinion of Bond Counsel, the Bonds are "qualified tax-exempt obligations" under the small issuer exception provided under Section 265(b)(3) of the Code, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

LIMITED CONTINUING DISCLOSURE

Because at the time of the delivery of the Bonds the Village will be an "obligated person" (as such term is defined in Rule 15c2-12 (the "Rule")) with respect to less than \$10,000,000 in aggregate amount of outstanding municipal securities, including the Bonds, the Village is required to provide to the Municipal Securities Rulemaking Board (the "MSRB"), as specified in the Rule, annual financial information or operating data regarding the Village which annual financial information and operating data shall include, at a minimum, that annual financial information and operating data which is customarily prepared by the Village and is publicly available. Consequently, pursuant to the Rule, the Village will enter into a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the beneficial owners of the Bonds to send certain annual financial information and operating data to the MSRB for purposes of the Rule and to provide notice of certain material events to the MSRB pursuant to the requirements of Section (b)(5) of the Rule adopted by the Securities Exchange Commission (the "Commission") under the Securities Exchange Act of 1934 (the "1934 Act"). No person, other than the Village, has undertaken or is otherwise expected, to provide continuing disclosure with respect to the Bonds.

A failure by the Village to comply with the Undertaking will not constitute a default under the Bond Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See "**THE UNDERTAKING - Consequences of Failure of the Village to Provide Information.**" The Village must report any failure to comply with the Undertaking in accordance with the Rule. Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

THE UNDERTAKING

The following is a brief summary of certain provisions of the Undertaking of the Village and does not purport to be complete. The statements made under this caption are subject to the detailed provisions of the Undertaking, a copy of which is available upon request from the Village.

Financial Information Disclosure

At present, such dissemination is made through the MSRB's Electronic Municipal Market Access system, referred to as EMMA ("EMMA"). The Village is required to deliver such information within 210 days after the last day of the Village's fiscal year (currently December 31), beginning with the fiscal year ending December 31, 2019. If audited financial statements are not available when the Financial Information is required to be filed, the Village will submit audited financial statements to the MSRB's EMMA system within 30 days after availability to the Village. MSRB Rule G-32 requires all EMMA filings to be in word searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports.

“Financial Information” means financial statements of the Village as audited annually by independent certified public accountants. The Village’s audited financial statements are prepared according to Generally Accepted Accounting Principles as applicable to governmental units (i.e., as subject to the pronouncements of the Governmental Accounting Standards Board and subject to any express requirements of State law).

Reportable Events Disclosure

The Village covenants that it will disseminate in a timely manner (not in excess of ten business days after the occurrence of the Reportable Event) Reportable Events Disclosure to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information. MSRB Rule G 32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports. The “Events” are:

1. Principal and interest payment delinquencies
2. Non-payment related defaults, if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties
4. Unscheduled draws on credit enhancements reflecting financial difficulties
5. Substitution of credit or liquidity providers, or their failure to perform
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security
7. Modifications to the rights of security holders, if material
8. Bond calls, if material, and tender offers
9. Defeasances
10. Release, substitution or sale of property securing repayment of the securities, if material
11. Rating changes
12. Bankruptcy, insolvency, receivership or similar event of the Village*
13. The consummation of a merger, consolidation, or acquisition involving the Village or the sale of all or substantially all of the assets of the Village, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material
15. Incurrence of a financial obligation** of the Village, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Village, any of which affect Bondholders, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Village, any of which reflect financial difficulties.

* This Reportable Event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Village in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Village, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Village.

** The term “financial obligation” means a: (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term “financial obligation” does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

Consequences of Failure of the Village to Provide Information

In the event of a failure of the Village to comply with any provision of the Undertaking, the beneficial owner of any Bond may seek mandamus or specific performance by court order, to cause the Village to comply with its obligations under the Undertaking. A default under the Undertaking shall not be deemed a default under the Bond Ordinance, and the sole remedy under the Undertaking in the event of any failure of the Village to comply with the Undertaking shall be an action to compel performance.

Amendment; Waiver

Notwithstanding any other provision of the Undertaking, the Village by ordinance authorizing such amendment or waiver, may amend the Undertaking, and any provision of the Undertaking may be waived, if:

(a) (i) The amendment or the waiver is made in connection with a change in circumstances that arises from a change in legal requirements including, without limitation, pursuant to a “no-action” letter issued by the Commission, a change in law, or a change in the identity, nature, or status of the Village, or type of business conducted; or

(ii) The Undertaking, as amended, or the provision, as waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of the beneficial owners of the Bonds, as determined by parties unaffiliated with the Village (such as Bond Counsel).

In the event that the Commission or the MSRB or other regulatory authority approves or requires Financial Information or notices of a Reportable Event to be filed with a central post office, governmental agency or similar entity other than the MSRB or in lieu of the MSRB, the Village shall, if required, make such dissemination to such central post office, governmental agency or similar entity without the necessity of amending the Undertaking.

Termination of Undertaking

The Undertaking shall be terminated if the Village shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Bond Ordinance. The Village shall give notice to the MSRB in a timely manner if this paragraph is applicable.

Additional Information

Nothing in the Undertaking shall be deemed to prevent the Village from disseminating any other information, using the means of dissemination set forth in the Undertaking or any other means of communication, or including any other information in any Financial Information or notice of occurrence of a Reportable Event, in addition to that which is required by the Undertaking. If the Village chooses to include any information from any document or notice of occurrence of a Reportable Event in addition to that which is specifically required by the Undertaking, the Village shall have no obligation under the Undertaking to update such information or include it in any future disclosure or notice of occurrence of a Reportable Event.

Dissemination of Information; Dissemination Agent

When filings are required to be made with the MSRB in accordance with the Undertaking, such filings are required to be made through its EMMA system for municipal securities disclosure or through any other electronic format or system prescribed by the MSRB for purposes of the Rule.

The Village may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under the Undertaking, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

LITIGATION

There is no litigation of any nature now pending or threatened restraining or enjoining the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity of the Bonds or any proceedings of the Village taken with respect to the issuance or sale thereof.

CERTAIN LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinion of Chapman and Cutler LLP, Chicago, Illinois, as Bond Counsel (the “Bond Counsel”), who has been retained by, and acts as, Bond Counsel to the Village. Bond Counsel has not been retained or consulted on disclosure matters and has not undertaken to review or verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Bonds and assumes no responsibility for the statements or information contained in or incorporated by reference in this Official Statement, except that in its capacity as Bond Counsel, Chapman and Cutler LLP has, at the request of the Village, reviewed only those portions of this Official Statement involving the description of the Bonds, the security for the Bonds (excluding forecasts, projections, estimates or any other financial or economic information in connection therewith), the description of the federal tax exemption of the interest on the Bonds and the “bank-qualified” status of the Bonds, if any. This review was undertaken solely at the request and for the benefit of the Village and did not include any obligation to establish or confirm factual matters set forth herein.

OFFICIAL STATEMENT AUTHORIZATION

This Official Statement has been authorized for distribution to prospective purchasers of the Bonds. All statements, information, and statistics herein are believed to be correct but are not guaranteed by the consultants or by the Village, and all expressions of opinion, whether or not so stated, are intended only as such.

INVESTMENT RATING

The Bonds are rated “AA+/Stable” by S&P. No application was made to any other rating agency for the purpose of obtaining an additional rating on the Bonds. Generally, rating agencies base their ratings on such information and materials and investigations, studies and assumptions by the respective rating agency. There is no assurance that such rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by such rating agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds. The Village and the Underwriter have undertaken no responsibility either to bring to the attention of the registered owners of the Bonds any proposed change in or withdrawal of such rating or to oppose any such revision or withdrawal (other than to comply with any applicable continuing disclosure requirements). An explanation of the significance of investment ratings may be obtained from the rating agency: S&P Global Ratings, 55 Water Street, New York, New York 10041, telephone 212-438-2000.

UNDERWRITING

The Bonds were offered for sale by the Village at a public, competitive sale on June 18, 2020. The best bid submitted at the sale was submitted by _____ (the “Underwriter”). The Village awarded the contract for sale of the Bonds to the Underwriter at a price of \$ _____ (reflecting the par amount of \$ _____, plus a reoffering premium of \$ _____, and less an Underwriter’s discount of \$ _____). The Underwriter has represented to the Village that the Bonds have been subsequently re-offered to the public initially at the yields or prices set forth in the Final Official Statement.

MUNICIPAL ADVISOR

The Village has engaged Speer Financial, Inc. as municipal advisor (the “Municipal Advisor”) in connection with the issuance and sale of the Bonds. The Municipal Advisor is a Registered Municipal Advisor in accordance with the rules of the MSRB. The Municipal Advisor will not participate in the underwriting of the Bonds. The financial information included in this Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. The Municipal Advisor is not obligated to undertake any independent verification of or to assume any responsibility for the accuracy, completeness or fairness of the information contained in this Official Statement, nor is the Municipal Advisor obligated by the Village’s continuing disclosure undertaking.

CERTIFICATION

We have examined this Official Statement dated June 8, 2020, for the \$1,500,000* General Obligation Bonds, Series 2020B, believe it to be true and correct and will provide to the purchaser of the Bonds at the time of delivery a certificate confirming to the purchaser that to the best of our knowledge and belief information in the Official Statement was at the time of acceptance of the bid for the Bonds and, including any addenda thereto, was at the time of delivery of the Bonds true and correct in all material respects and does not include any untrue statement of a material fact, nor does it omit the statement of any material fact required to be stated therein, or necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading.

/s/ **JESSICA FRANCES**
Village Manager
VILLAGE OF RIVERSIDE
Cook County, Illinois

/s/ **KARIN JOHNS**
Finance Director
VILLAGE OF RIVERSIDE
Cook County, Illinois

*Subject to change.

APPENDIX A

**VILLAGE OF RIVERSIDE
COOK COUNTY, ILLINOIS**

FISCAL YEAR 2019 COMPREHENSIVE ANNUAL FINANCIAL REPORT

VILLAGE OF RIVERSIDE, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL
REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2019

VILLAGE OF RIVERSIDE,
ILLINOIS

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2019

Prepared by:
Finance Department

VILLAGE OF RIVERSIDE, ILLINOIS

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INTRODUCTORY SECTION

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

VILLAGE OF RIVERSIDE, ILLINOIS

Principal Officials
December 31, 2019

LEGISLATIVE

Village Board of Trustees

- | | | |
|--------------------|---------------------------|------------------|
| Cristin Evans | Benjamin Sells, President | Elizabeth Peters |
| Wendell Jisa | | Douglas Pollock |
| Alexander Gallegos | | Edward Hammon |

ADMINISTRATIVE

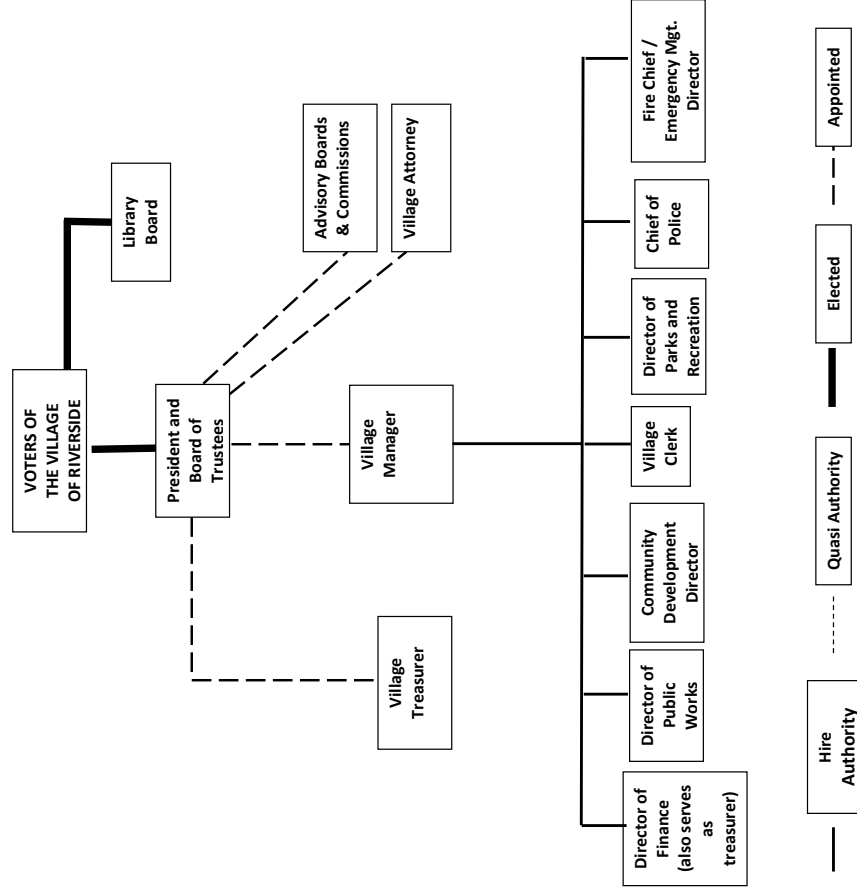
- Jessica Frances, Village Manager
Cathy Haley, Village Clerk

DEPARTMENT MANAGERS

- Sonya Abt, Director of Community Development
Karin Johns, Director of Finance
Matthew Buckley, Fire Chief/Emergency Management Director
Thomas Weitzel, Police Chief
Edward Bailey, Director of Public Works
Ron Malchiodi, Director of Parks and Recreation



**VILLAGE OF RIVERSIDE, ILLINOIS
ORGANIZATIONAL CHART**





May 13, 2020

To the Residents, President and Board of Trustees
of the Village of Riverside

The Comprehensive Annual Financial Report of the Village of Riverside (the “Village”) for the year ended December 31, 2019, is hereby submitted as mandated by both local ordinance and state statute. The aforementioned ordinances and statutes require the Village to publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a 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 thorough internal control framework that is designed both to protect the government’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. 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 licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village for the fiscal year ended December 31, 2019, 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 has concluded, based upon the audit, that there is a reasonable basis for rendering an unmodified opinion that the Village’s financial statements for the fiscal year ended December 31, 2019, are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

Provide quality municipal services to our residents and visitors in a fiscally responsible manner consistent with our Village’s historic tradition and community atmosphere.

27 Riverside Road • Riverside, IL 60546 • p: (708) 447-2700 • f: (708) 447-2704 • www.riverside.il.us

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 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 Government

The Village of Riverside, Cook County, Illinois, encompasses 1.9 square miles and is located in western Cook County; approximately eleven miles west of Chicago’s “Loop.” The Village was incorporated in 1875 and serves a population of 8,875. The Village is primarily a residential community originally conceived and planned in 1869 as a model suburb by Frederick Law Olmsted. In 1970, the Village was designated a National Historic Landmark by the U.S. Department of Interior, who considered it a model of suburban planning with streets and areas conforming to natural contours. Riverside homes are a collection of over 139 years of architecture, ranging from small ranches to grand Queen Annes and farmhouses. The Village is home to five Frank Lloyd Wright designed houses, two of which have been designated as National Historic Landmarks by the National Park Service. In 2015, the Village was designated a Level II accredited arboretum by Arbnet, an international consortium of arboreta.

The Village operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing board consisting of a President and six Trustees. Elections are held every two years, at which time half of the Village board is elected at large to four-year staggered terms. The President is elected every four years. The Village board appoints the Village Manager, who is responsible for administration of the Village.

The Board of Trustees exercises, or has the ability to exercise, oversight of the various boards, commissions and departments as depicted in the organizational chart, as well as the Police Pension and Library funds; therefore, these activities are included in the reporting entity. However, the Intergovernmental Risk Management Agency (IRMA) and North Suburban Employee Benefits Cooperative (NSEBC) do not meet the established criteria for inclusion in the reporting entity, and accordingly, are excluded from this report.

The Village provides a wide range of services including police protection and investigations, fire protection, emergency medical, street maintenance, water and sewer, infrastructure improvements, planning and zoning, building inspection, code enforcement, and recreational services in addition to general administrative services. The Village also operates and maintains several residential and commuter parking lots for the convenience of its residents and commuters that travel on the Burlington Northern Santa Fe Line. The Village also acts as a landlord for one commercial venue associated with the train station facilities.

The annual budget serves as the foundation for the Village’s financial planning and control. All departments of the Village are required to submit budget requests to the Village Manager by mid-July of each year. The Village Manager uses these requests as the starting point for developing a proposed budget. The Village Manager and the Finance Director present a proposed budget to the Village Board for review in September of each year. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget prior to the last

Tuesday in December. Activities of the general, special revenue, debt service, capital projects, proprietary and trust funds are included in the annual budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established at the department level in the General Fund and the fund level for all other funds. The Village Manager serves as the Budget Officer. Increases in departmental budgets require the special approval in the form of a budget amendment by the Village Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund. The 2019 budget for the General Fund was amended one time.

In August and September, staff presented to the Village Board the 10-year Capital Improvement Plan and the comprehensive 5-year Financial Forecast Plan. This framework for future financial planning established a proactive approach to managing capital and future inflationary costs. Capital that is deferred from a given fiscal year is now tracked, providing the Village Board with substantial information regarding the fiscal health of the community and future capital needs. The 5-year Financial Forecast establishes trends based on historical data and forecasts these revenue and expenditure trends over the duration of the forecast.

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. Per capita income in Riverside is \$43,445 compared to \$29,335 for Cook County and \$28,782 for the State of Illinois, as reported by the Bureau of the Census in 2010¹. More than 81.5% of the homes are owner occupied, and more than 57.1% of the residents age 25 years old or older hold at least a bachelor's degree. Home sales are no longer continuing to dwindle from a peak of 246 in 2004. Previously, sales had dropped to a new low of 74 in 2009, but continue to rebound with 95 in 2010, 89 in 2011, 141 in 2012, 187 in 2013, 157 in 2014, 170 in 2015, 157 in 2016, 201 in 2017, 179 in 2018 and 149 in 2019. The 2010 Census reports the median home value of an owner occupied property was \$430,400 for Riverside compared to \$265,800 for Cook County.

Riverside remains intensely dependent on its property tax revenue base to fund municipal services. The Village's high property tax collection rate is expected to continue; however, the Village must maintain its current economic stability, particularly in holding home values, by maintaining its level of services and community desirability. Between 1991 and 2010, EAV has increased on average 3.06% in non-reassessment years and 21.50% in reassessment years. Beginning with the 2011 tax year, however, the Village's EAV (equalized assessed value) has steadily decreased from \$330,268,593 in 2011 to \$266,827,317 in 2016 and in 2018 the EAV has risen to \$303,694,151.

The past five years have not been the norm when compared to historical trends and we anticipate that the continuing housing market recovery will result in a reversal of this most recent trend.

¹ Census 2010 population, housing, and racial characteristics data was released in late 2011. The data provided from income per capita is now modified to per capita money income in the past 12 months.

Additional detail of the Village's Residential, Commercial and Industrial EAV can be found in the Statistical Section of this document.

Long-term financial planning. The Village is facing long-term financial challenges in funding basic operations. There continues to be financial challenges to improving the Village's infrastructure and services. In 2007, the Village undertook multiple financial and service planning efforts to help address financial issues.

In 2009, the Village continued a significant focus on improving the condition of Village streets. In March of 2004, Village residents overwhelmingly supported (greater than 80% support) the passage of a bond referendum that provided \$2.06 million in bond proceeds to fund the Village's street program. In March 2006, voters of Riverside approved an additional 1.0% Non-Home Rule Sales Tax, which is legally restricted to certain infrastructure. The Village has earmarked these additional funds, estimated at over \$200,000 annually, to supplement the Village's road program. This revenue, along with the annual MFT allotment by the State, will significantly support the Village's streets providing a regular resurfacing program.

In 2014, the Village commissioned a Comprehensive Sewer Study which evaluated the Village's storm and sanitary systems. This study consisted of \$7.97 million of improvements Village wide. In 2017, the completed a large sewer separation project in the First Division costing approximately \$3.2 million. Street Improvements related to this project were completed in 2018. The First Division Sewer Separation project was completed through use of cash reserves, no debt service being utilized.

Several Village facilities require ongoing maintenance and will require significant renovation to make them usable in the future. The Village's Youth Center (former Public Works facility), and Fire Department stations need major renovation while the Police Department requires less investment to carry-out similar modifications. Preliminary cost estimates for these projects total \$9.08M in 2020 costs and there is currently no funding source available. The Village completed a comprehensive Facility Study which will include Existing Condition Study and Space Needs Analysis in 2018.

In 2019, the Village purchased an additional facility for the Recreation Department so that they may expand their programs. Improvements within this building will continue into 2020. The Village completed significant improvements to the area surrounding the Metra Intersection, including railroad crossing redesign and resurfacing, transformation of the Metra Parking Lot into a permeable paver lot, bicycle improvements and ADA improvements. To offset this investment the Village was awarded grant funds of \$560,615 from Metropolitan Water Reclamation District and \$325,000 from West Suburban Mass Transit District.

Financial Policies affecting Financial Status

The Village continues to monitor the economic climate and its impact on the Village's finances and financial position. The Village continues to review financials monthly to ensure that revenues and expenditures are in line with budgeted expectations. Staff continues to provide conservative revenue projections. The last time mid-year budget modifications were necessary was in 2009.

There are financial concerns now and in the future that the Village continues to be cognizant of and continues to take a proactive approach to address. The Village retains a fund balance policy of 25% of the following year's budgeted expenditures in a cash flow reserve. While the revenue from property tax is reliable, the billing schedule, particularly the second installment, has had a history of being erratic. More recently, however, tax bills have been delivered on time resulting in more prompt payments to the village and increased the reliability of the Village's cash flows.

In August 2012, the Village board undertook a substantial review of existing policies for funding capital projects. While many capital programs have a funding source, there is no reliable and sustainable revenue for many general governmental capital investments, including sidewalk repair and replacement, and maintenance of village facilities. During Fiscal Year 2013, the Village Board decided that future funding for general governmental projects and vehicles will have to be funded by annual transfers from unassigned fund balance in the General Fund. In 2014, 2015, 2016, 2017 and 2019 \$1,422 million, \$360,000, \$1,068 million, \$687,841 and \$497,627, respectively, were transferred from unassigned fund balance in the General Fund to the Capital Projects Fund to fund the approved 2015, 2016, 2017 and 2019 capital improvements. Additionally, in anticipation of the 2004 road bonds being completely liquidated during 2014, the Village took steps to evaluate the feasibility of issuing additional bonds whose purpose would be to fund additional road improvements. Such bond issuance was placed on a referendum which was approved by the majority of voters in November 2014. These bonds closed in January 2015 and raised approximately \$2.3 million. As of December 31, 2017, these funds were fully expended.

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 of Riverside for its comprehensive annual financial report for the year ended December 31, 2018. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards in governmental and financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents adhere to program standards. This report must satisfy both generally accepted accounting principles and applicable legal 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 29 out of 30 years. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and 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 Finance Department staff. Each member of the department has our sincere appreciation for the contributions made in preparation of this report.

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the Finance Department staff. Each member of the department has our sincere appreciation for the contributions made in preparation of this report.

We would also like to express our appreciation to the personnel at Lauterbach & Amen, LLP who performed the examination in an effective and cooperative manner.

Respectfully submitted,

VILLAGE OF RIVERSIDE


Karin Johns
Finance Director


Jessica Frajoles
Village Manager



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Village of Riverside
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morill
Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules



Lauterbach & Amen, LLP

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INDEPENDENT AUDITORS' REPORT

May 13, 2020

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

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Riverside, Illinois, as of and for the year ended December 31, 2019, 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 the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Riverside, Illinois, as of December 31, 2019, 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 a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Riverside, Illinois' basic financial statements. The introductory section, other supplementary information, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and supplemental 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

The Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. The focus is on both the Village as a whole (government-wide) and 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 a private-sector business. Governmental and business-type activities are consolidated into columns that add to a total for the Primary Government.

The Statement of Net Position presents information on all of the Village's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between the two reported as net position. 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 economic resources measurement focus. Over time, increases or decreases in 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 showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the 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 leave).

The Governmental Activities reflect the Village's basic services, including police, fire, emergency medical services, streets, infrastructure improvements, planning and zoning, building inspection, code enforcement and recreational services in addition to general administrative services. Property taxes, shared state sales taxes, local utility taxes, and shared state income taxes, finance the majority of these activities. The business-type activities reflect private sector-type operations (Water and Sewer Fund and the Parking Lot Fund), where the fee for service covers all or most of the costs of operation, including depreciation.

The government-wide financial statements include not only the Village itself (known as the primary government), but also the Riverside Public Library (the "Library"). The Village is financially accountable for the Library but the Library has a separate governing board. Because the Library is a component unit, its financial information is reported separately from the financial information of the Village.

(See independent auditor's report)

VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2019

As the management of the Village of Riverside (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended December 31, 2019. The Management's 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 authority, (3) identify changes in the Village's financial position (its ability to address the subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which may be found starting on page 3 of this report.

Financial Highlights

- As of December 31, 2019, the Village's total net position was \$16,704,971. This balance represents an increase of \$1,028,288, or 6.6%, from prior year's balance. This increase consists of a \$105,433 decrease in governmental activities and a \$1,133,721 increase in business-type activities.
- The total fund balance of the governmental funds increased \$268,381 from \$5,633,985 as of December 31, 2018 to \$5,902,366 as of December 31, 2019.
- The final General Fund budget, as amended, called for a decrease in fund balance of \$92,660 prior to any transfers out. The General Fund experienced an increase in fund balance of \$304,009, prior to any transfers out, due to actual revenues of \$9,965,990 exceeding actual expenditures of \$9,661,981. The Village Board decided to fund the 2019 Capital Plan by adopting transfers on an ongoing basis, when capital projects were presented to the board for approval.
- The General Fund fund balance under the sole discretion of the Village Board totaled \$4,122,759; net of non-spendable items equaling \$3,249,057. This fund balance net on non spendable represents 32.0% of 2019 General Fund expenditures net of transfers, and is in excess of the Village's fund balance policy of maintaining, at a minimum, an unassigned fund balance of 25% of General Fund expenditures (3 months of operations).
- The Police Pension Trust Fund increased its fiduciary net position by \$1,787,883 to a total ending balance of \$10,873,086. This represents a 19.68% increase over prior year. This increase was primarily driven by increase in fair value of the investment portfolio. The actuarial funding level of the Trust Fund has increased from 36.34% in 2018 to 37.81% in 2019.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the fund financial statements is now on major funds rather than fund types. 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. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources and balances of spendable resources available at the end of the fiscal year. Such information is useful in evaluating a government's near-term financing requirements.

It is useful to compare the information presented for governmental funds (narrower focus) with similar information presented for governmental activities in the government-wide financial statements (broader focus). 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 six 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, the Debt Service Fund, and the Capital Projects Fund, all of which are considered "major" funds. Data from the other three governmental funds (the Harlem Business District, Special Recreation, and Motor Fuel Tax Funds) are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

On an annual basis, the Village adopts an annual budget for all of its funds. A budgetary comparison schedule has been provided for these funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 31 through 36 of this report.

Proprietary Funds. The Village maintains one type of proprietary fund: enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sewer and parking lot operations.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

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 and Sewer Fund, which is considered a major fund of the Village.

The basic proprietary fund financial statements can be found on pages 37 through 40 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of 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 one fiduciary fund: Police Pension Fund.

The basic fiduciary fund financial statements can be found on pages 41 through 42 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 43 through 87 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 provide benefits to its employees as well as the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 88 through 96 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and nonmajor enterprise funds are presented so the reader can understand the details of the smaller funds for various purposes. Combining and individual fund statements and schedules can be found on pages 97 through 117 of this report.

GOVERNMENT-WIDE STATEMENTS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets/deferred outflows exceeded liabilities/deferred inflows by \$16,704,971 at the close of the most recent fiscal year.

By far the largest portion of the Village's net position, 193.4%, reflects its investment in capital assets (land, buildings, machinery and equipment), less any outstanding related debt used to acquire those assets. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following table reflects the condensed Statement of Net Position.

(See independent auditor's report)

VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Table 1
Statement of Net Position
As of December 31, 2019

	Business-Type Activities			Totals
	2019	2018	2019	
Current/Other Assets	\$ 12,364,678	12,107,963	2,301,653	14,081,553
Capital Assets	18,173,521	18,340,892	17,922,010	36,705,110
Total Assets	30,538,199	30,448,855	20,833,242	51,371,441
Def. Outflows	1,891,488	4,116,801	84,629	2,677,218
Total Assets/Def. Outflows	32,429,687	34,565,656	20,917,871	54,728,982
Long-Term Debt	22,452,877	24,295,072	2,763,817	25,216,694
Other Liabilities	1,276,248	1,538,006	707,212	2,073,460
Total Liabilities	23,729,125	25,833,078	3,561,029	27,290,154
Def. Inflows	9,207,940	9,144,123	144,493	9,352,433
Total Liabilities/Def. Inflows	32,937,065	34,967,601	3,705,522	36,642,587
Net Position				
Net Investment in Capital Assets	16,410,321	16,078,448	15,890,411	32,300,732
Restricted	1,285,968	1,189,877	-	1,189,877
Unrestricted (Deficit)	(18,203,667)	(17,670,270)	1,321,938	(16,881,729)
Total Net Position	(507,378)	(401,945)	17,212,349	16,704,971

Of the Village's total net position, 7.7% are resources that are subject to external restrictions on how they may be used and therefore considered non-spendable. At the end of the current fiscal year, the Village is able to report positive balances in all net position categories, except for the unrestricted net position in the governmental activities. The unrestricted governmental activities net position decreased from negative \$17,670,270 to a negative \$18,203,667. The unrestricted portion of net position includes pension liability for Police, IMRF and OPEB liability.

Total net position for the business-type activities increased in the amount of \$1,133,721. Reasons for this increase are the addition of the Water Sewer Infrastructure fee established April 1, 2018 to fund future Water Sewer Fund capital projects and the capital grant proceeds received in the Parking Lot Fund.

(See independent auditor's report)

VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Activities

The following table summarizes the revenues and expenses of the Village's activities.

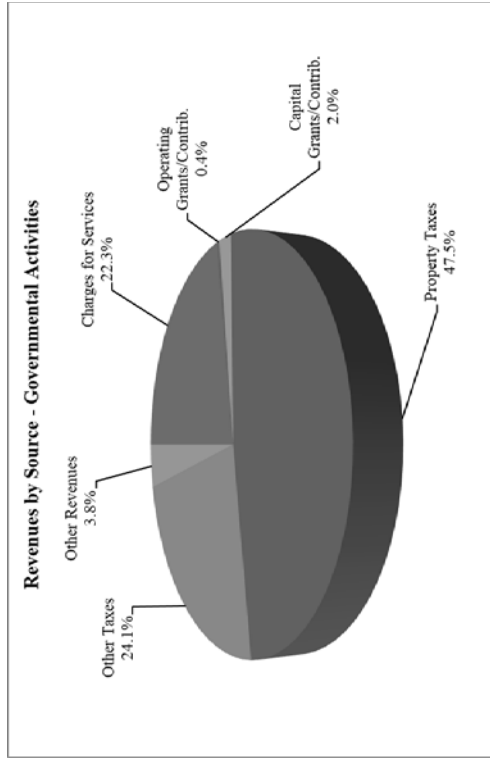
Table 2
Changes in Net Position
For the Fiscal Year Ended December 31, 2019

	Governmental Activities			Business-Type Activities			Totals
	2019	2018	2019	2018	2019	2018	
Revenues							
Program Revenues	\$ 2,558,769	2,434,135	3,247,341	3,374,827	5,806,110	5,808,962	
Charges for Services	43,327	176,175	-	-	43,327	176,175	
Operating Grants/Contributions	225,061	484,155	654,992	-	880,053	484,155	
Capital Grants/Contributions	5,445,620	5,222,104	-	-	5,445,620	5,222,104	
General Revenues	2,759,677	2,531,416	-	-	2,759,677	2,531,416	
Property Taxes	439,505	512,964	587,301	422,680	1,026,806	935,644	
Other Taxes	11,471,959	11,360,949	4,489,634	3,797,507	15,961,393	15,138,456	
Total Revenues							
Expenses							
General Government	2,471,247	2,039,893	-	-	2,471,247	2,039,893	
Public Safety	6,864,092	7,210,683	-	-	6,864,092	7,210,683	
Highways and Streets	1,044,325	2,347,094	-	-	1,044,325	2,347,094	
Culture and Recreation	1,115,224	978,053	-	-	1,115,224	978,053	
Interest on Long-Term Debt	82,504	96,418	-	-	82,504	96,418	
Water and Sewer	-	-	3,194,346	2,852,287	3,194,346	2,852,287	
Parking System	-	-	161,567	130,124	161,567	130,124	
Total Expenses	11,577,392	12,672,141	3,355,913	2,982,311	14,933,305	15,654,552	
Change in Net Position	(105,433)	(1,311,192)	1,133,721	815,096	1,028,288	(496,096)	
Net Position-Beginning	(401,945)	909,247	16,078,628	15,263,532	15,676,683	16,172,779	
Net Position-Ending	(507,378)	(401,945)	17,212,349	16,078,628	16,704,971	15,676,683	

For the fiscal year ended December 31, 2019, revenues from governmental activities totaled \$11,471,959. Taxes comprise the largest share of governmental fund revenues. Approximately 47.5% of total governmental revenue is derived from property taxes, which support governmental activities, including the Village's contribution to the Police Pension Fund. During 2019 the Village recognized \$5,445,620 in property tax revenue. Sales tax revenues combined with the local utility tax, shared state income and use tax and other tax revenues (collectively other taxes) totaled \$2,759,677 in 2019 which represents approximately 24.1% of the total revenue from governmental activities.

(See independent auditor's report)

VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)



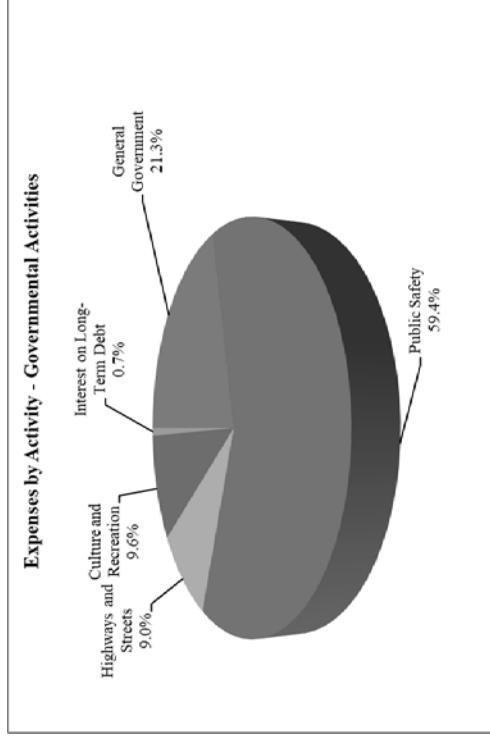
Property tax revenue increased slightly from \$5,222,104 in the prior year to \$5,445,620 in 2019. Other taxes increased during 2019 from \$2,531,416 in 2018 to \$2,759,677 in 2019. This resulted in an increase in the percentage of total revenue from 22.3% to 24.1%.

Operating grant revenues decreased to \$43,327 in 2019 from the \$176,175 that was recognized in 2018. Capital grant revenue decreased from \$484,155 in 2018 to \$225,061 in 2019. The Village received a significant operating grant for E-911 Consolidation in 2018. The Village received substantial capital grant funding in 2018 due to the Train Station Roof Replacement project. Charges for Service remained relatively stable, increasing \$124,634 over 2018. Building/zoning/inspection fees decreased approximately 1.9% from \$420,496 in 2018 to \$412,533 in 2019. Historically, building permit revenue has experienced volatility from year to year. The increases in 2014 through 2017 are attributed to an increase in the number of permits issued including permits for new home construction and the extent and value of the home improvements carried-out increased which resulted in higher permit fees. However, this dropped off in 2018 and is expected to continue to decline slightly.

Police fines and forfeitures revenue increased slightly in 2019 from \$214,310 in 2018 to \$215,555 in 2019. This is expected to decrease in upcoming years due to the county not prosecuting minor cannabis charges and driving on suspended licenses.

(See independent auditor's report)

VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

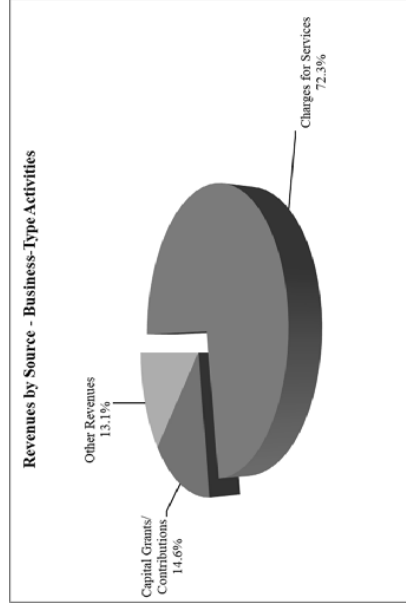


Governmental activity expenses totaled \$11,577,392 in 2019, which represents 8.6% decrease over prior year's total of \$12,672,141. Public safety expenses related to the operations of the Police and Fire Departments account for the largest share of the total expenses at \$6,864,092; which is a decrease of \$346,591, or 4.8% from 2018. In 2019, the Police Department experienced significant savings due to dispatch services being consolidated into another agency. A notable challenge in funding operations, such as the Police Department, are significant increases in funding state mandatory contributions to the Village's Police Pension Fund. In 1999, the Village extended a property tax levy equal to the amount of the required pension contribution which totaled \$184,241. In 2019, the property tax levy for the required pension contribution had risen to \$1,380,343. The large annual increases in the property tax levy for the pension fund has resulted in a proportionately smaller tax levy available to fund the Village's operations and capital expenditures. Further challenging growth in the Police Pension Fund's net position were significant investment losses in 2008 due to adverse market conditions caused by the economic recession.

In response to the implementation of GASB Statement Number 67 the Village and the pension fund's investment advisor worked closely to re-evaluate the long-standing assumed rate of return on pension investments of 7.75%. In 2016, the long-term expected rate of return on pension investments was reduced to 6.50%. This reduction coupled with the utilization of updated mortality tables by our actuary has resulted in another significant increase in the Annual Required Contribution (ARC) beginning for the 2019 tax levy.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**



The Village's business-type activities consist of water and sewer utility operations and parking lot operations. By far the greater of the two is the water and sewer utility operations which generated approximately 94.83% of the combined operating revenues during 2019. 2019 water & sewer charges for service decreased by \$126,222, or 3.94% lower compared to 2018. This is due to less water being purchased from McCook and sold to Riverside residents. The Village implemented a Water/ Sewer Infrastructure Fee April 1, 2018, this was a significant new revenue stream for 2019.

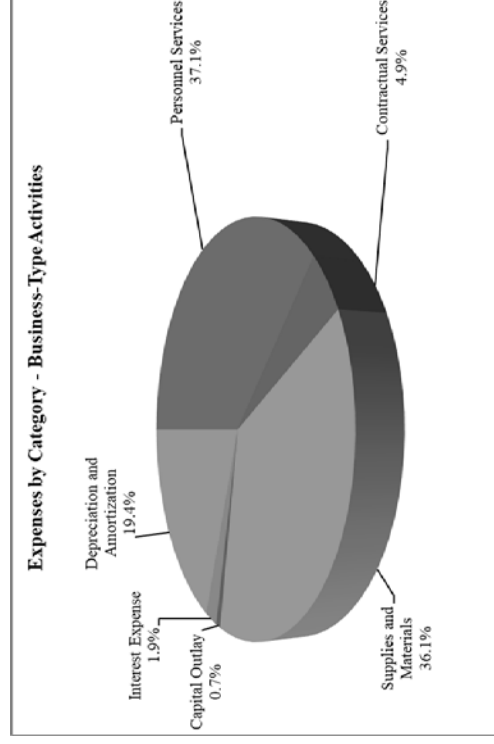
With water delivery being the largest driver of revenue for the business-type activities, the Village continues its efforts to decrease the amount of water usage deemed unaccountable or lost. Several years ago, the Village implemented a village-wide water meter replacement program which resulted in the replacement of aging meters with meters that were more accurate and that could be remotely read. Additionally, pro-active water leak detection activity such as daily monitoring of usage and identification of unusual patterns have led to increases in the billed/pumped ratios from 79% in 2005 to as high as 87% in 2012. In 2019, the Village's water accountability was 82%. These recent decreases in the water accountability ratios are attributed to the continued aging of our utility infrastructure.

Parking lot service revenues experienced a minor decrease in 2019. Such revenues decreased from \$169,052 in 2018 to \$167,788 in 2019. The Village adjusted parking rates in 2008 and in late 2015 the Village initiated an analysis of existing parking usage and fees to determine whether or not a fee increase was warranted. Demand for parking continues to be strong and based on a comparison of parking fees charged by many neighboring villages, the Village has determined that an increase in fees is warranted in order to maintain existing services and fund the necessary capital improvements of the various parking lots. These rates increased January 1, 2017 resulting in a 20.99% rate increase.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

Expenses for the Water and Sewer Fund make up approximately 95.1% of total business-type activity operating expenses. The largest single expense item in the Water and Sewer Fund is the cost of the water commodity which is accounted for in the supplies and materials category. In 2019, the cost of this commodity approximated \$1,156,556 which represents \$86,034 (6.9%) decrease over prior year's cost of \$1,242,590. The cost of water increasing indirectly from the City of Chicago was offset by a reduced demand for water in 2019.



FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds

At December 31, 2019, the Governmental Funds reported a combined fund balance of \$5,902,366, which is a \$268,381 or 4.8% increase from the prior year-end balance of \$5,633,985. Fund balance in the General Fund decreased \$143,618; or 3.4% from \$4,266,377 in 2018 to \$4,122,759 in 2019. The Debt Service Fund experienced a net \$26,052 increase in restricted fund balance due, in part, to higher than expected property tax revenues. The Capital Projects Fund had a \$133,135 increase in fund balance. The non-major fund balance of \$635,831 is comprised of \$861,853 in restricted fund balance for the Motor Fuel Tax Fund, a deficit of \$249,987 in the Harlem Business District Fund, and \$23,965 fund balance in the Special Recreation Fund.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

At the end of 2019 the combined fund balance for the governmental funds equaled \$5,902,366. Of this total, \$317,161 is unassigned, indicating that this balance is available for continuing Village services and infrastructure investment. That portion of total fund balance that is restricted to specific purposes totaled \$1,453,548 and is comprised of \$168,941 for public safety, \$861,853 for highways and streets, \$404,067 for debt service, and \$18,687 for other various purposes.

Proprietary Funds

For the year ending December 31, 2019, the proprietary funds total net position increased by \$1,133,721 from \$16,078,628 in 2018 to \$17,212,349.

Net position for the Parking Lot Fund increased \$661,462, or 64.0% over prior year due to completion of a significant investment in Parking Lot #1. This parking lot improvement was completed with permeable pavers and received significant grant contributions from the Metropolitan Water Reclamation District and West Suburban Mass Transit District. The Village manages 12 parking lots including a lot adjacent to the Burlington Northern Santa Fe Railroad (BNSF railroad) that provides 150 parking spaces for use by commuters. A portion of this lot is leased from BNSF and both parties renewed the lease agreement that expires in early 2036.

Budgetary Highlights

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The total fund balance of the General Fund decreased \$143,618, from \$4,266,377 in 2018 to \$4,122,759 in 2019. This decrease is due to transfers to the Capital Fund. The original General Fund budget consisted of \$9,648,250 in revenues and \$9,740,910 in expenditures for a net budgeted deficit of \$92,660 before transfers out. The Village subsequently amended the original budget once by increasing both budgeted revenues and expenditures. The budgeted revenue increases occurred in State Per Capita Funds while the budgeted expenditure increases occurred in numerous departments including the Board of Police and Fire Commissioners, Village Manager, Public Liability, Public Works and Recreation Department. The final General Fund amended budget resulted in a net budgeted deficit of \$92,660, before transfers out.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Table 3
General Fund Budgetary Highlights
For the Fiscal Year Ended December 31, 2019**

	Original Budget	Amended Budget	2019 Actual	2018 Actual
Revenues	\$ 9,648,250	9,820,100	9,965,990	9,690,375
Expenditures	(9,740,910)	(9,912,760)	(9,661,981)	(9,550,708)
Excess of Revenues over Expenditures	(92,660)	(92,660)	304,009	139,667
Other Financing (Uses)	50,000	50,000	(447,627)	-
Net Change in Fund Balance	(42,660)	(42,660)	(143,618)	139,667

Subsequent to the December 2018 adoption of the 2019 original budget, the Village amended the budget one time to ensure that actual expenditures are in conformity with the approved budget. Amendment no. 1 reflects additional expenditures that were approved by the Board through formal board action throughout the year.

Despite the need to amend the expenditure budget as described above, various departments ended the year in conformance with the originally adopted budget. Such departments included Community Development, Finance, Police and Fire Departments.

Capital Assets

The following schedule reflects the Village's capital asset balances as of December 31, 2019.

**Capital Assets
As of December 31, 2019**

	Governmental Activities		Business-Type Activities		Totals
	2019	2018	2019	2018	
Land and Land Right of Way	\$ 2,724,307	2,660,929	322,841	322,841	3,047,148
Buildings and Land Improvements	12,137,614	12,137,614	27,304,384	26,200,631	39,442,198
Fleet	1,453,871	1,453,871	1,247,284	1,191,023	2,651,154
Streetlights, Vehicles, and Equipment	13,789,841	13,233,235	-	-	13,789,841
Construction in Progress	202,291	-	87,521	87,521	289,812
Less: Accumulated Depreciation	(15,133,209)	(14,378,251)	(10,542,920)	(9,880,626)	(25,016,129)
Totals	18,173,521	18,340,892	18,531,589	17,922,010	36,705,110
					36,262,902

At year-end, the Village's investment in capital assets for both its governmental and business-type activities was approximately \$36.7 million (net of accumulated depreciation). This represents an increase of \$442,208, or 1.2% from December 31, 2018.

Major capital asset events during 2019 for the governmental activities included significant street improvements and purchase of an additional building for the Recreation Department. Major capital asset events in the business type funds included the improvements to Parking Lot #1. Additional information of the Village's capital assets can be found in the notes 3 to the Financial Statements.

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

Long-Term Debt

The Village currently has the following governmental debt outstanding as of December 31, 2019: one general obligation refunding bond, series 2010A, with a principal balance of \$449,840, and one general obligation bond, series 2015, with a principal balance of \$1,175,000. Additionally, there is one enterprise fund bond issuance outstanding as of December 31, 2019 - general obligation refunding bond (alternate revenue source), series 2011, with a principal balance of \$1,530,000.

During 2010 and 2011 the Village secured two loans with the Illinois Environmental Protection Agency totaling \$1,908,458 million. The current balance on these two loans as of December 31, 2019 is \$1,100,059. Funding from these loans was provided to the Village on a reimbursement basis as improvements to the Village's water and sewer infrastructure were carried-out. These loans do not require any interest payments and are scheduled to be repaid annually through November 2030.

The Village, under its non-home rule authority, has a legal debt limit at December 31, 2019 of \$26,193,621. Under Illinois Statutes, Alternate Bonds are not subject to the debt limitation. Therefore, the Village is well under the legal debt limit with only \$1,175,000 subject to the legal debt limit, leaving a debt margin of \$25,018,621. In 2013, the Village switched rating agencies from Moody's Investors Service to Standard and Poor. The Village was previously rated by Moody's as Aa2 (reaffirmed in 2010); however, Standard and Poor increased the Village rating to AA+ in 2013 and AAA in 2014. In 2019, due to pension obligations this rating was adjusted to AA+.

Additional information of the Village's long-term debt can be found in the notes 3 to the Financial Statements.

Economic Factors and Next Year's Budget's and Rates

In general, the Village's revenue stream remains constrained by property tax limits, a static commercial property tax base and legislation that limits tax revenue. The Village's composition is primarily residential with a very small and constant commercial component, which has resulted in the placement of the majority of the property tax burden on homeowners. The property tax revenue derived from the residential, commercial, and industrial properties is stable and makes up nearly 50% of governmental revenues. Because of the non-home rule tax cap, annual growth in property tax revenue is small and in recent years has been limited to the growth in the annual Consumer Price Index (CPI) which has averaged 1.82% over the most recent five years (2015-2019). The CPI annual increase continues to remain low and will result in property tax revenue increasing by approximately 1.9% in 2020 and 2.3% in 2021. Low percentage increases are expected to be the norm as low inflation rates remain the policy of the Federal Reserve. State revenues have remained relatively flat for several years with no anticipated movement in the short-term due to significant budget problems with the State of Illinois and the consistent threat of reducing state shared revenues. In 2011, the state individual income tax rate was temporarily increased by 67%, from a flat rate of 3% to 5%. However, effective January 1,

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

2015 such increase automatically lapsed and the tax rate has now been reduced to 3.75%. 2019 income tax receipts increased approximately 11.4% over 2018, the Village anticipates that such receipts will continue to remain stagnant for the foreseeable future due to this decrease in the state tax rate.

Investment income increased from \$97,755 in 2018 to \$111,205 in 2019. Investment income is expected to remain relatively stagnant in 2020. Utility tax revenue decreased to \$565,253 compared to the prior year's revenues of \$610,370. This revenue stream is composed of the Illinois Simplified Municipal Telecommunications Tax (SMTT) and taxes placed on the distribution of electricity and natural gas.

Building permit, zoning and inspection revenues declined slightly in 2019, decreasing from \$420,496 in 2018 to \$412,533 in 2019. This decrease was driven by a decrease in the number of permit applications submitted to our Community Development department and a decrease in the value of the property improvements carried-out during the year. This activity was also likely impacted by a decrease in foreclosed property inventory and improving home sale activity. This revenue is expected to remain stagnant in 2020. As home occupancy increases and foreclosed properties decrease, so do large home improvements.

During 2019 water and sewer charges for service (including penalties) decreased \$126,222, or 3.94% over 2018. November 2016 was the first time the sewer rate has been increased since 2002. Beginning in 2012 the Village has been increasing water billing rates in response to increases passed onto the Village by the supplier. The increases in these billing rates have equaled the increases in the costs of the water commodity; and thus, the profit margin has remained unchanged since 2010. It is this profit margin that that pays for the costs of operating the water system including maintenance of the underlying capital equipment. Beginning April 1, 2018, a \$30 infrastructure fee was added to the bi-monthly water bills. This additional revenue is used for infrastructure improvements for the water and sewer fund.

For several years now, the Village's numerous parking facilities have experienced high demand which is evidenced by the number of individuals currently on waiting lists to obtain parking permits. Permit fees were last increased in 2017 for all classes of customers to ensure that the parking lot fund is adequately funded and to accumulate funds to carry-out the necessary repairs and upgrades to the underlying capital assets. The Village's practice is to review the adequacy of our existing rate structure every four years (e.g. 2016, 2020, etc.). In late 2015 the Village performed a detailed analysis of our existing fee structure and has determined that an increase in the hourly, daytime permit and overnight permits is warranted due to the increasing costs in the maintenance and management of our parking lots and the fact that many of the other surrounding communities that also serve the BNSF rail line have had higher fees in place for a number of years.

Budgeted expenditures for 2020 include increased personnel costs (wages, benefits and pension costs) due to salary adjustments, many of which are required by existing employee labor agreements. In an effort to contain ever increasing health insurance costs, in 2011 the Village elected to join a health insurance pool that offered PPO coverage in addition to the existing

(See independent auditor's report)

**VILLAGE OF RIVERSIDE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

HMO coverage. Under the HMO plan employees had the option of selecting single (employee only) or family coverage. With the addition of the PPO plan, employees now had the option of selecting single, employee plus spouse, employee plus child or family coverage. Although the switch to this health insurance pool resulted in an initial decrease in overall insurance costs, such costs continued to experience significant annual increases going forward.

Another major cost to the Village is the annual contribution and deductible payments for liability and worker's compensation insurance. Such costs are approximating \$260,000 annually and the Village has been able to maintain this level through the use of accumulated premium credits. The Village also has the ability to dampen future cost increases by electing a higher deductible. As part of the annual budgeting process, the Village evaluates its existing deductible levels and as recently as 2014 the Village did elect to increase its deductible from \$25,000 to \$50,000 per claim. This deductible level has remained unchanged through the 2019 fiscal year.

In recent years, there have also been changes in state law that has resulted in the creation of a second tier of pension benefits applicable to newly hired participants of the Village-sponsored police pension and IMRF plans. Although these changes will have a positive effect on the funding level of the pension fund in the long-term, in the short-term the Village will continue to be under increasing pressure to identify funds available to carry-out the minimum required annual contributions into these pension funds.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents, 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. This report and others may be found on the Village's website: www.riverside.il.us. Questions concerning this report or requests for additional financial information should be directed to Karin Johns, Director of Finance, Village of Riverside, 27 Riverside Road, Riverside, Illinois 60546 or kjohns@riverside.il.us.

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 Fund

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 RIVERSIDE, ILLINOIS

Statement of Net Position
December 31, 2019

	Primary Government		Component Unit
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Investments	\$ 4,774,739	1,095,941	5,870,680
Receivables - Net	6,256,070	1,364,319	7,620,389
Internal Balance	158,607	(158,607)	-
Due from Other Governments	301,560	-	301,560
Prepays	873,702	-	873,702
Total Current Assets	12,364,678	2,301,653	14,666,331
Noncurrent Assets			
Capital Assets			
Nondepreciable Capital Assets	2,926,598	322,841	3,249,439
Depreciable Capital Assets	30,380,132	28,751,668	59,131,800
Accumulated Depreciation	(15,133,209)	(10,542,920)	(25,676,129)
Total Capital Assets	18,173,521	18,531,589	36,705,110
Total Assets	30,538,199	20,833,242	51,371,441
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	264,705	84,629	349,334
Deferred Items - Police Pension	1,626,783	-	1,626,783
Total Deferred Outflows of Resources	1,891,488	84,629	1,976,117
Total Assets and Deferred Outflows of Resources	32,429,687	20,917,871	53,347,558

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

	Primary Government		Component Unit
	Governmental Activities	Business-Type Activities	
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 304,923	168,495	473,418
Accrued Payroll	121,281	19,343	140,624
Accrued Interest Payable	3,917	9,740	13,657
Deposits Payable	118,350	-	118,350
Other Payables	180,324	113,766	294,090
Compensated Absences Payable	127,613	20,862	148,475
Current Portion of Long-Term Debt	419,840	465,006	884,846
Total Current Liabilities	1,276,248	797,212	2,073,460
Noncurrent Liabilities			
Compensated Absences Payable	510,451	83,447	593,898
Net Pension Liability - IMRF	447,152	142,960	590,112
Net Pension Liability - Police Pension	18,280,969	-	18,280,969
Total OPEB Liability - RBP	1,870,945	361,238	2,232,183
General Obligation Bonds Payable - Net	1,343,360	1,176,119	2,519,479
Intergovernmental Loan Payable	-	-	-
HEPA Loans Payable	-	1,000,053	1,000,053
Total Noncurrent Liabilities	22,452,877	2,763,817	25,216,694
Total Liabilities	23,729,125	3,561,029	27,290,154
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	5,737,434	-	5,737,434
Deferred Items - IMRF	451,948	144,493	596,441
Deferred Items - Police Pension	3,018,558	-	3,018,558
Total Deferred Inflows of Resources	9,207,940	144,493	9,352,433
Total Liabilities and Deferred Inflows of Resources	32,937,065	3,705,522	36,642,587
NET POSITION			
Net Investment in Capital Assets	16,410,321	15,890,411	32,300,732
Restricted			
Public Safety	168,941	-	168,941
Highways and Streets	861,853	-	861,853
Mainstream Trust	7,250	-	7,250
Debt Service	400,150	-	400,150
Capital Projects	11,437	-	11,437
Library	-	-	-
Unrestricted (Deficit)	(18,367,330)	1,321,938	(17,045,392)
Total Net Position	(507,378)	17,212,349	16,704,971

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Activities
Fiscal Year Ended December 31, 2019

	Program Revenues			Capital Grants/Contributions
	Expenses	Charges for Services	Operating Grants/Contributions	
Governmental Activities				
General Government	\$ 2,471,247	1,924,639	-	-
Public Safety	6,864,092	549,306	-	-
Highways and Streets	1,044,325	84,824	43,327	225,061
Culture and Recreation	1,115,224	-	-	-
Interest on Long-Term Debt	82,504	-	-	-
Total Governmental Activities	11,577,392	2,558,769	43,327	225,061
Business-Type Activities				
Water and Sewer	3,194,346	3,079,553	-	-
Parking Lot	161,567	167,788	-	654,992
Total Business-Type Activities	3,355,913	3,247,341	-	654,992
Total Primary Government	14,933,305	5,806,110	43,327	880,053
Component Unit - Public Library	1,205,806	18,670	21,641	-

General Revenues	
Taxes	
Property Taxes	5,445,620
Non-Home Rule Sales Tax	219,485
Utility Taxes	565,253
Other Taxes	402,408
Intergovernmental - Unrestricted	
Sales Taxes	276,523
State Per Capita Taxes	1,244,104
Replacement Taxes	51,904
Interest Income	93,951
Miscellaneous	345,554
Change in Net Position	8,644,802
Net Position - Beginning	(105,433)
Net Position - Ending	(401,945)

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

	Net (Expenses)/Revenues		Component Unit
	Governmental Activities	Business-Type Activities	
		Totals	
	(546,608)	(546,608)	-
	(6,314,786)	(6,314,786)	-
	(691,113)	(691,113)	-
	(1,115,224)	(1,115,224)	-
	(82,504)	(82,504)	-
	(8,750,235)	(8,750,235)	-
	-	(114,793)	-
	-	661,213	-
	-	546,420	-
	(8,750,235)	546,420	-
	-	(8,203,815)	-
	-	-	(1,165,495)

5,445,620	-	5,445,620	1,101,637
219,485	-	219,485	-
565,253	-	565,253	-
402,408	-	402,408	-
276,523	-	276,523	-
1,244,104	-	1,244,104	-
51,904	-	51,904	-
93,951	17,254	111,205	23,350
345,554	570,047	915,601	83,006
8,644,802	587,301	9,232,103	1,207,993
(105,433)	1,133,721	1,028,288	42,498
(401,945)	16,078,628	15,676,683	1,594,165
(507,378)	17,212,349	16,704,971	1,636,663

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

VILLAGE OF RIVERSIDE, ILLINOIS
 Balance Sheet – Governmental Funds
 December 31, 2019

	General	Debt Service	Capital Projects	Nonmajor	Totals
ASSETS					
Cash and Investments	\$ 2,837,855	404,067	685,937	846,880	4,774,739
Receivables - Net of Allowances	5,070,434	587,000	52,657	80,000	5,790,091
Taxes	38,893	-	437	-	39,330
Accounts	307,809	-	76,529	42,311	426,649
Other	411,947	-	-	-	411,947
Due from Other Funds	301,560	-	-	-	301,560
Due from Other Governments	873,702	-	-	-	873,702
Prepays	-	-	-	-	-
Total Assets	9,842,200	991,067	815,560	969,191	12,618,018
LIABILITIES					
Accounts Payable	236,119	-	68,784	20	304,923
Accrued Payroll	121,281	-	-	-	121,281
Deposits Payable	118,350	-	-	-	118,350
Due to Other Funds	-	-	-	253,340	253,340
Other Payables	173,257	-	7,067	-	180,324
Total Liabilities	649,007	-	75,851	253,360	978,218
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	5,070,434	587,000	-	80,000	5,737,434
Total Liabilities and Deferred Inflows of Resources	5,719,441	587,000	75,851	333,360	6,715,652

	General	Debt Service	Capital Projects	Nonmajor	Totals
FUND BALANCES					
Nonspendable	873,702	-	-	-	873,702
Prepays	115,158	-	-	-	115,158
Restricted	53,783	-	-	-	53,783
Public Safety	7,250	-	-	-	7,250
Fire Purposes	-	-	-	-	-
Maintenance Trust	-	-	-	-	-
Debt Service	-	-	-	-	-
Police Vehicles	-	-	11,437	-	11,437
Highways and Streets	-	-	-	861,853	861,853
Committed	2,111,645	-	-	-	2,111,645
Cash Flows	269,896	-	-	23,965	293,861
Assigned	75,110	-	-	-	75,110
Recreation	15,663	-	-	-	15,663
Historic Museum	-	-	761,676	-	761,676
Furness Market	600,552	-	-	-	600,552
Capital Projects	-	-	-	(249,987)	(249,987)
Unassigned	4,122,759	-	(33,404)	-	(33,404)
General	-	-	739,709	633,831	5,902,366
Business District	-	-	-	-	-
Capital Projects	-	-	-	-	-
Total Fund Balances	9,842,200	991,067	815,560	969,191	12,618,018
Total Liabilities, Deferred Inflows of Resources and Fund Balances					

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

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

VILLAGE OF RIVERSIDE, ILLINOIS

Reconciliation of Total Governmental Fund Balance to
Net Position of Governmental Activities

December 31, 2019

Total Governmental Fund Balances \$ 5,902,366

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.

18,173,521

See Following Page

Deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Deferred Items - IMRF (187,243)
Deferred Items - Police Pension (1,391,775)

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

Accrued Interest Payable (3,917)
Compensated Absences Payable (638,064)
Net Pension Liability - IMRF (447,152)
Net Pension Liability - Police Pension (18,280,969)
Total OPEB Liability - RBP (1,870,945)
General Obligation Bonds Payable - Net (1,763,200)

Net Position of Governmental Activities

(507,378)

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Fiscal Year Ended December 31, 2019

	General
Revenues	
Taxes	\$ 5,427,130
Licenses and Permits	1,049,456
Intergovernmental	1,615,858
Charges for Services	1,290,195
Fines and Forfeitures	216,030
Interest	65,706
Miscellaneous	301,615
Total Revenues	9,965,990

Expenditures	
Current	
General Government	1,849,942
Public Safety	6,258,475
Highways and Streets	494,618
Culture and Recreation	1,058,946
Capital Outlay	-
Debt Service	-
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	9,661,981

Excess (Deficiency) of Revenues
Over (Under) Expenditures

304,009	
Other Financing Sources (Uses)	
Transfers In	50,000
Transfers Out	(497,627)
	(447,627)

Net Change in Fund Balances	(143,618)
Fund Balances - Beginning	4,266,377
Fund Balances - Ending	4,122,759

	Debt Service	Capital Projects	Nonmajor	Totals
601,133	219,485	385,018		6,632,766
-	-	-		1,049,456
-	9,338	215,723		1,840,919
-	-	-		1,290,195
-	3,088	-		219,118
7,780	10,917	9,548		93,951
-	28,939	15,000		345,554
608,913	271,767	625,289		11,471,959

-	-	5,306		1,855,248
-	-	-		6,258,475
-	-	-		494,618
-	-	47,847		1,106,793
-	636,259	269,324		905,583
520,000	-	-		520,000
62,861	-	-		62,861
582,861	636,259	322,477		11,203,578

26,052 (364,492) 302,812 268,381

-	497,627	-		547,627
-	-	(50,000)		(547,627)
-	497,627	(50,000)		-

26,052	133,135	252,812		268,381
378,015	606,574	383,019		5,633,985
404,067	739,709	635,831		5,902,366

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

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

VILLAGE OF RIVERSIDE, ILLINOIS

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

Fiscal Year Ended December 31, 2019

Net Change in Fund Balances - Total Governmental Funds \$ 268,381

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	628,470
Depreciation Expense	(793,020)
Disposals - Cost	(40,883)
Disposals - Accumulated Depreciation	38,062

See Following Page

The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(1,011,714)
Change in Deferred Items - Police Pension	(1,189,022)
Change in Deferred Items - RBP	101,377

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.

Increase to Compensated Absences Payable	(20,117)
Decrease to Net Pension Liability - IMRF	927,602
Decrease to Net Pension Liability - Police Pension	785,993
Increase to Total OPEB Liability - RBP	(300,919)
Retirement of General Obligation Bonds	520,000
Amortization of Premium	25,772
Amortization of Loss on Refunding	(46,528)

Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

1,113

Changes in Net Position of Governmental Activities

(105,433)

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Net Position - Proprietary Funds
December 31, 2019

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Net Position - Proprietary Funds
December 31, 2019

	Business-Type Activities - Enterprise			
	Water and Sewer	Nonmajor		Totals
		Parking	Lot	
ASSETS				
Current Assets				
Cash and Investments	\$ 1,095,941	-	-	1,095,941
Receivables - Net of Allowances				
Accounts - Billed	319,954	-	-	319,954
Accounts - Unbilled	461,623	-	-	461,623
Grants	-	560,615	-	560,615
Other	17,428	4,699	-	22,127
Total Current Assets	1,894,946	565,314	-	2,460,260
Noncurrent Assets				
Capital Assets				
Nondepreciable Capital Assets	-	322,841	-	322,841
Depreciable Capital Assets	26,822,855	1,928,813	-	28,751,668
Accumulated Depreciation	(9,686,192)	(856,728)	-	(10,542,920)
Total Noncurrent Assets	17,136,663	1,394,926	-	18,531,589
Total Assets	19,031,609	1,960,240	-	20,991,849
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	84,629	-	-	84,629
Total Assets and Deferred Outflows of Resources	19,116,238	1,960,240	-	21,076,478

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

	Business-Type Activities - Enterprise			
	Water and Sewer	Nonmajor		Totals
		Parking	Lot	
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 168,495	-	-	168,495
Accrued Payroll	19,343	-	-	19,343
Accrued Interest Payable	9,740	-	-	9,740
Other Payables	7,000	106,766	-	113,766
Due to Other Funds	-	158,607	-	158,607
Current Portion of Long-Term Debt	485,868	-	-	485,868
Total Current Liabilities	690,446	265,373	-	955,819
Noncurrent Liabilities				
Compensated Absences Payable	83,447	-	-	83,447
Net Pension Liability - IMRF	142,960	-	-	142,960
Total OPEB Liability - RBP	361,238	-	-	361,238
General Obligation Bonds Payable - Net	1,176,119	-	-	1,176,119
IEPA Loan Payable	1,000,053	-	-	1,000,053
Total Noncurrent Liabilities	2,763,817	-	-	2,763,817
Total Liabilities	3,454,263	265,373	-	3,719,636
DEFERRED INFLOWS				
Deferred Items - IMRF	144,493	-	-	144,493
Total Liabilities and Deferred Inflows of Resources	3,598,756	265,373	-	3,864,129
NET POSITION				
Net Investment in Capital Assets	14,495,485	1,394,926	-	15,890,411
Unrestricted	1,021,997	299,941	-	1,321,938
Total Net Position	15,517,482	1,694,867	-	17,212,349

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Fiscal Year Ended December 31, 2019

	Business-Type Activities - Enterprise		
	Water and Sewer	Nonmajor Parking Lot	Totals
Operating Revenues			
Charges for Services	\$ 3,079,553	167,788	3,247,341
Operating Expenses			
Operations	2,525,879	117,596	2,643,475
Depreciation and Amortization	605,501	43,971	649,472
Total Operating Expenses	3,131,380	161,567	3,292,947
Operating Income	(51,827)	6,221	(45,606)
Nonoperating Revenues (Expenses)			
Interest Income	17,005	249	17,254
Miscellaneous Income	570,047	-	570,047
Interest Expense	(62,966)	-	(62,966)
	524,086	249	524,335
Income (Loss) Before Capital Grants	472,259	6,470	478,729
Capital Grants	-	654,992	654,992
Change in Net Position	472,259	661,462	1,133,721
Net Position - Beginning	15,045,223	1,033,405	16,078,628
Net Position - Ending	15,517,482	1,694,867	17,212,349

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Cash Flows - Proprietary Funds
Fiscal Year Ended December 31, 2019

	Business-Type Activities - Enterprise		
	Water and Sewer	Nonmajor Parking Lot	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 3,807,740	(395,463)	3,412,277
Payments to Employees	(600,318)	-	(600,318)
Payments to Suppliers	(1,924,238)	108,939	(1,815,299)
	1,283,184	(286,524)	996,660
Cash Flows from Capital and Related Financing Activities			
Capital Grant	-	654,992	654,992
Purchase of Capital Assets	(484,017)	(788,456)	(1,272,473)
Debt Repayment	(435,005)	-	(435,005)
Interest Payments	(62,966)	-	(62,966)
	(981,988)	(133,464)	(1,115,452)
Cash Flows from Investing Activities			
Interest Received	17,005	249	17,254
Net Change in Cash and Cash Equivalents	318,201	(419,739)	(101,538)
Cash and Cash Equivalents - Beginning	777,740	419,739	1,197,479
Cash and Cash Equivalents - Ending	1,095,941	-	1,095,941
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income	(51,827)	6,221	(45,606)
Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used in) Operating Activities:			
Depreciation and Amortization Expense	605,501	43,971	649,472
Other Income	570,047	-	570,047
(Increase) Decrease in Current Assets	158,140	(563,251)	(405,111)
Increase (Decrease) in Current Liabilities	1,323	226,535	227,858
Net Cash Provided by Operating Activities	1,283,184	(286,524)	996,660

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Fiduciary Net Position
December 31, 2019

	Pension Trust
ASSETS	
Cash and Cash Equivalents	\$ 548,371
Investments	
U.S. Treasuries	1,946,895
U.S. Agencies	213,184
Corporate Notes and Bonds	1,214,829
Common Stock	940,236
Mutual Funds	5,990,188
Receivables - Net of Allowances	
Accrued Interest	20,426
Prepays	<u>1,685</u>
Total Assets	10,875,814
LIABILITIES	
Accounts Payable	<u>2,728</u>
Net Position Restricted for Pensions	<u>10,873,086</u>

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

VILLAGE OF RIVERSIDE, ILLINOIS

Statement of Changes in Fiduciary Net Position
Fiscal Year Ended December 31, 2019

	Pension Trust
ADDITIONS	
Contributions - Employer	\$ 1,400,208
Contributions - Plan Members	198,197
Total Contributions	<u>1,598,405</u>
Investment Income	277,170
Interest Earned	1,190,572
Net Change in Fair Value	1,467,742
Less Investment Expenses	(67,813)
Net Investment Income	<u>1,399,929</u>
Total Additions	2,998,334
DEDUCTIONS	
Administration	34,097
Benefits	1,176,354
Total Deductions	<u>1,210,451</u>
Change in Fiduciary Net Position	1,787,883
Net Position Restricted for Pensions	<u>9,085,203</u>
Beginning	<u>10,873,086</u>
Ending	<u>10,873,086</u>

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

VILLAGE OF RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Riverside, Illinois (the Village) was incorporated in 1875. The Village is a municipal corporation governed by a Village President and six trustees, elected at large, using the Board-Manager form of government. The Village's major operations include police protection, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, water and sewerage services, parks and recreation, 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 Riverside
Discretely Presented Component Unit:	Riverside Public Library

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.

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS), also referred to as the Police Pension Fund. PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's 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 Village because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

VILLAGE OF RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

REPORTING ENTITY – Continued

Discretely Presented Component Unit

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending.

Riverside Public Library

The Riverside Public Library (the Library) has a separate elected board and provides service to residents, generally within the geographic boundaries of the Village. The Library Board of Trustees selects management staff, establishes budgets and otherwise directs the affairs of the Library. The Library is a public library operating in accordance with the Illinois Local Library Act, 75 ILCS 5/1-0.1 et seq. The Library may not issue bonded debt without the Village's approval and its annual budget and property tax levy request are subject to the Village Board's approval, as well as the potential financial burden relationship existing. A copy of the Library's report may be obtained by writing to the Riverside Public Library, 1 Burling Road, Riverside, IL 60546-2259.

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 safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, parks and recreation and general administrative services are classified as governmental activities. The Village's water and sewer 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 resource 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 RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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, highways and streets, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes 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, sales and use taxes, certain intergovernmental revenues, permits and charges for services, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

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 comprise 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.

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 have debt outstanding or a specific community focus. The nonmajor funds are combined in a single 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:

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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 that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

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 three 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 accumulates monies for the payment of the Village's outstanding general obligation bonds.

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 also treated as a major fund.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

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:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity is (a) 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 two enterprise funds. The Waterworks and Sewerage Fund, a major fund, is used to account for the provision of water and wastewater services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund. The Parking Lot Fund, a nonmajor fund, is used to account for the operations of the Village's residential and commuter parking lots and parking areas. Revenues are provided from user permit fees and daily space fees.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity by the Village 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 by the Village for pension benefit payments. The Police Pension Fund accounts 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 an annual property tax levy.

The Village's fiduciary fund is presented in the fiduciary fund financial statements by type (pension trust). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, this fund is not incorporated into the government-wide statements.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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.

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.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Income tax will exceed the sixty-day recognition period due to the State of Illinois and the long delay with releasing these funds. 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 and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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 funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system.

Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as 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, and 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 generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

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.

Prepaids

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids are valued at cost, which approximates market. The cost of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis 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:

Building and Improvements	50 Years
Machinery and Equipment	5 - 10 Years
Vehicles	6 Years
Infrastructure	20 - 80 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

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 RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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 RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

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, Debt Service, Capital Projects, Enterprise and Pension Trust Funds. All annual appropriations lapse at fiscal year-end. Budget amendments were made for the current fiscal year and are reflected in these financial statements.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Village Manager submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the Village to obtain taxpayer comments.
- Subsequently, the budget is legally enacted through passage of an ordinance.
- Formal budgetary integration is employed as a management control device during the year for all funds.
- Budgets, as described above, are adopted on a basis consistent with generally accepted accounting principles.
- Legal level of budgetary control is at the department level in the General Fund or fund level for all other funds.
- Budgetary authority lapses at year end.
- State law requires that “expenditures be made in conformity with the budget.” Transfers between line items in cost centers may be made by administrative action. Any amount to be transferred between cost centers and/or funds would require Board approval.
- Budgeted amounts are as originally adopted, with the exception of Board approved budget amendments which are reflected in the financial statements.

DEFICIT FUND BALANCE

The following fund had deficit fund balance as of the date of this report:

Fund	Deficit
Harlem Business District	\$ 249,987

VILLAGE OF RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

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 fund is 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 (IMET).

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 RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

The 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. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET 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 \$5,198,010 and the bank balances totaled \$5,571,655. Additionally, the Village has \$38,421 invested in the Illinois Fund and \$634,249 invested in IMET at year-end. Both Illinois Funds and IMET are 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the Village's investment policy, the Village limits its exposure by structuring the portfolio to meet daily cash flow requirements for ongoing operations in order to maximize yield on longer term investments by avoiding having to sell securities on the open market before maturity and by investing operating funds in shorter term securities, money market mutual funds or external investment pools. The Village's investments in the Illinois Funds have an average maturity of less than one year and IMET have an average maturity of one to three years.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village limits its exposure by prequalifying financial institutions and other intermediaries. At year-end, the Village's investment in the Illinois Funds is rated AAAm by Standard & Poor's and the Village's investment in the IMET 1-3 Year Fund is rated AAAF by Standard & Poor's.

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 requires diversification of investment to avoid unreasonable risk. Additionally, the Village's investment policy states that no financial institution shall hold more than 40% of the total investments, commercial paper shall not exceed 10% of the Village's portfolio and deposits in Illinois Funds shall not exceed 50% of investments. At year-end, the Village does not have any investments over 5 percent of cash and investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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 all deposits with financial institution in excess of federal depository insurance be collateralized at 105% of the uninsured bank balance, with collateral held under to guidelines of the Village's written collateral agreement. Collateral is required to be invested in government securities, obligations of federal agencies, obligations of federal instrumentalities or obligations of the State of Illinois. At year-end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third-party custodian approved by the Village Treasurer and evidenced by safekeeping receipts. At year-end, the Village's investments in the Illinois Fund and IMET are not subject to custodial credit risk.

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 \$548,371 and the bank balances totaled \$560,389.

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	\$ 1,946,895	134,969	610,133	1,014,156	187,637
U.S. Agencies	213,184	161	91,388	5,404	116,231
Corporate Notes and Bonds	1,214,829	179,350	413,620	499,604	122,255
	3,374,908	314,480	1,115,141	1,519,164	426,123

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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 – Continued. The Fund has the following recurring fair value measurements as of December 31, 2019:

Investments by Fair Value Level	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Debt Securities				
U.S. Treasuries	\$ 1,946,895	-	-	-
U.S. Agencies	213,184	213,184	-	-
Corporate Notes and Bonds	1,214,829	1,214,829	-	-
Equity Securities				
Common Stock	940,236	-	-	-
Mutual Funds	5,990,188	-	-	-
Total Investments by Fair Value Level	10,305,332	8,877,319	1,428,013	-

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. The Fund's investment policy limits exposure to interest rate risk by structuring the portfolio to maximize the security of investments and the rate of return. This is accomplished by diversifying the types of maturity ranges of securities.

Credit Risk. The Fund's investment policy helps limit its exposure to credit risk by primarily investing in U.S. Treasury and agency securities and by prequalifying financial institutions and investment managers. At year-end, the Fund's investments in securities of the U.S. agencies ratings were not available. The corporate notes and bonds were rated A1, A1, A2, A2, A3, Aa2, Aa3, Baa1 and Baa1 by Moody's.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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

Custodial Credit Risk. The Fund's investment policy is silent as to collateralization of deposits; however, the Fund participates in the Village's deposit pool and Village's investment policy requires all deposit with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held under the guidelines of the Village's written collateral agreement. Collateral is required to be invested in government securities, obligations of federal agencies, obligations of federal instrumentalities or obligations of 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 U.S. Government securities are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

For an investment, the Fund's investment policy limits its exposure by requiring all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis (DVP) with the underlying investments held by a third party custodian approved by the Fund's Board.

Concentration Risk. The Fund's investment policy requires diversification of investment to avoid unreasonable risk. The Fund uses multiple investment managers, each of which invests over multiple asset classes providing a significant amount of diversity in their investments. In addition to the securities and fair values listed above, the Fund also has \$5,990,188 invested in mutual funds and \$940,236 invested in common stock. At year-end, the Fund does not have any investments over 5 percent of net plan position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	40%	1.3%
Domestic Equities	32%	5.4%
International Equities	16%	5.5%
Real Estate	5%	4.5%
Blended	7%	3.5%
Cash and Cash Equivalents	0%	0.0%

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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. 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 January 2020 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 December 31, 2019 are listed in the table on the previous page.

Rate of Return

For the year ended December 31, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.68%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2018 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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	\$ 1,138,007	63,378	-	1,201,385
Land Right of Way	1,522,922	-	-	1,522,922
Construction in Progress	-	202,291	-	202,291
	<u>2,660,929</u>	<u>265,669</u>	<u>-</u>	<u>2,926,598</u>
Depreciable Capital Assets				
Buildings and Improvements	12,137,696	9	1,291	12,136,414
Machinery and Equipment	2,733,472	44,645	13,602	2,764,515
Vehicles	1,663,811	49,541	23,990	1,689,362
Infrastructure	13,523,235	268,606	2,000	13,789,841
	<u>30,058,214</u>	<u>362,801</u>	<u>40,883</u>	<u>30,380,132</u>
Less Accumulated Depreciation				
Buildings and Improvements	4,612,782	253,753	387	4,866,148
Machinery and Equipment	2,252,086	106,533	13,602	2,345,017
Vehicles	1,124,140	164,718	23,990	1,264,868
Infrastructure	6,389,243	268,016	83	6,657,176
	<u>14,378,251</u>	<u>793,020</u>	<u>38,062</u>	<u>15,133,209</u>
Total Net Depreciable Capital Assets	15,679,963	(430,219)	2,821	15,246,923
Total Net Capital Assets	<u>18,340,892</u>	<u>(164,550)</u>	<u>2,821</u>	<u>18,173,521</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 312,228
Public Safety	199,767
Highways and Streets	272,594
Culture and Recreation	8,431
	<u>793,020</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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	\$ 322,841	-	-	322,841
Construction in Progress	87,521	788,456	875,977	-
	410,362	788,456	875,977	322,841
Depreciable Capital Assets				
Machinery and Equipment	470,756	56,261	-	527,017
Vehicles	720,267	-	-	720,267
Infrastructure	26,200,651	1,303,733	-	27,504,384
	27,391,674	1,359,994	-	28,751,668
Less Accumulated Depreciation				
Machinery and Equipment	241,217	41,396	-	282,613
Vehicles	326,386	101,717	-	428,103
Infrastructure	9,312,423	519,781	-	9,832,204
	9,880,026	662,894	-	10,542,920
Total Net Depreciable Capital Assets	17,511,648	697,100	-	18,208,748
Total Net Capital Assets	17,922,010	1,485,556	875,977	18,531,589

Depreciation expense was charged to business-type activities as follows:

Water and Sewer	\$ 618,923
Parking Lot	43,971
	<u>662,894</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

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

Receivable Fund	Payable Fund	Amount
General	Enterprise - Parking	\$ 158,607
General	Nonmajor Governmental	253,340
		<u>411,947</u>

Interfund balances are advances in anticipation of receipts.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfers In	Transfers Out	Amount
General	Nonmajor Governmental	\$ 50,000 (1)
Capital Projects	General	497,627 (2)
		<u>547,627</u>

Transfers are used to (1) transfer funds for street maintenance, and (2) transfer to fund Parks and Recreation facilities and other capital projects

LONG-TERM DEBT

IEPA Loans Payable

The Village has entered into an agreement with the IEPA to provide \$1,908,458 in non-interest financing for water and sewer improvements. IEPA Loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Loan #L17-4322 of 2011, due in semi-annual installments of \$40,332, non-interest bearing, through November 11, 2030.	Water and Sewer	\$ 967,963	-	80,663	887,300
IEPA Loan #L17-4323 of 2011, due in semi-annual installments of \$9,671 non-interest bearing, through November 1, 2030.	Water and Sewer	232,101	-	19,342	212,759
		<u>1,200,064</u>	-	<u>100,005</u>	<u>1,100,059</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds issued for business-type activities are reported in the proprietary funds as they are expected to be repaid from proprietary revenues. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2010A, due in annual installments of \$31,084 to \$245,000 plus interest at 2.00% to 4.00% through December 1, 2021.	Debt Service	\$ 449,840	-	-	449,840
General Obligation Refunding Bonds of 2011, due in annual installments of \$75,000 to \$395,000 plus interest at 1.75% to 4.00% through May 1, 2023.	Water and Sewer	\$ 1,615,000	-	85,000	1,530,000
General Obligation Refunding Bonds of 2013, due in annual installments of \$225,000 to \$250,000 plus interest at 2.00% to 3.00% through May 1, 2019.	Water and Sewer	250,000	-	250,000	-
General Obligation Bonds of 2015, due in annual installments of \$185,000 to \$255,000 plus interest at 4.00% through December 1, 2024.	Debt Service	1,385,000	-	210,000	1,175,000

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Retired by	Balances	Issuances	Retirements	Balances
General Obligation Limited Tax Refunding Bonds of 2017, due in annual installments of \$301,000 to \$310,000 plus interest at 1.50% to 1.60% through December 1, 2019.	Debt Service	\$ 310,000	-	310,000	-
		4,009,840	-	855,000	3,154,840
Governmental Business-Type		2,144,840	-	520,000	1,624,840
		1,865,000	-	335,000	1,530,000
		4,009,840	-	855,000	3,154,840

Defeased Debt

In prior years, the government defeased general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which normally satisfy defeasance, have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Defeased bonds of \$30,160 remain outstanding as of the date of this report.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

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	\$ 617,947	40,234	20,117	638,064	127,613
Net Pension Liability - IMRF	1,374,754	-	927,602	447,152	-
Net Pension Liability - Police	19,066,962	-	785,993	18,280,969	-
Total OPEB Liability - RBP	1,570,026	300,919	-	1,870,945	-
General Obligation Bonds	2,144,840	-	520,000	1,624,840	419,840
Unamortized Items:					
Premium on Bonds	164,132	-	25,772	138,360	-
	24,938,661	341,153	2,279,484	23,000,330	547,453
Business-Type Activities					
Compensated Absences	75,754	57,110	28,555	104,309	20,862
Net Pension Liability - IMRF	367,013	-	224,053	142,960	-
Total OPEB Liability - RBP	293,054	68,184	-	361,238	-
General Obligation Bonds	1,865,000	-	335,000	1,530,000	365,000
Unamortized Items:					
Premium on Bonds	24,545	-	13,423	11,119	-
IEPA Loans	1,200,064	-	100,005	1,100,059	100,006
	3,825,430	125,294	701,036	3,249,685	485,868

For the governmental activities, the compensated absences, the net pension liabilities, and the total OPEB liability are generally liquidated by the General Fund. The Debt Service Fund makes payments on the general obligation bonds.

For the business-type activities, the compensated absences, the net pension liability, the total OPEB liability, the general obligation bonds and the IEPA loans are being liquidated by the Water and Sewer Fund.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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	
	General Obligation Bonds		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2020	419,840	56,600	365,000	52,050
2021	470,000	48,200	375,000	38,631
2022	235,000	29,400	395,000	23,700
2023	245,000	20,000	395,000	7,900
2024	255,000	10,200	-	-
2025	-	-	-	-
2026	-	-	-	-
2027	-	-	-	-
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
Totals	1,624,840	164,400	1,530,000	122,281

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."

Equalized Assessed Valuation - 2018	\$ 303,694,151
Legal Debt Limit - 8.625% of Assessed Valuation	26,193,621
Amount of Debt Application to Debt Limit	1,175,000
Legal Debt Margin	25,018,621

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2019:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 18,173,521
Less Capital Related Debt:	
General Obligation Refunding Bonds of 2010A	(449,840)
General Obligation Bonds of 2015	(1,175,000)
Unamortized Items:	
Premium on Bonds	(138,360)
Net Investment in Capital Assets	<u>16,410,321</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 18,531,589
Less Capital Related Debt:	
General Obligation Refunding Bonds of 2011	(1,530,000)
IEPA Loan #L17-4322 Payable of 2011	(887,500)
IEPA Loan #L17-4323 Payable of 2011	(212,759)
Unamortized Items:	
Premium on Bonds	(11,119)
Net Investment in Capital Assets	<u>15,890,411</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balances are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself; using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds. The Village has established fund balance policies for their governmental funds. The General Fund targets three months of the operating expenditures as assigned fund balance (excluding transfers to the Capital Projects Fund). The Village also assigns the amount of debt service payments for governmental debt for the following year in either the General Fund or Debt Service Fund. The Harlem Business District, Special Recreation, E-911, Motor Fuel Tax, Capital Projects and Debt Service Funds do not have established fund balance limits due to the nature of the transactions accounted for in these funds.

VILLAGE OF RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. The Village has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds.

North Suburban Employee's Benefit Cooperative

The Village participates in the North Suburban Employee's Benefit Cooperative (NSEBC), an agency of governmental entities created to finance and administer medical and dental care benefits to employees of its member organizations. Each municipality appoints one representative to serve on the Board of Directors. The Board determines the general policies, which includes approval of the annual budget. Members are contractually obligated to make all monthly payments and to fund any deficit upon dissolution of the pool. They will share in any surplus of the pool based on a decision by the Board. 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 Village reports insurance activities within the General Fund and Water and Sewer Fund. The Village's total payments for the year ended December 31, 2019 were \$478,059.

Intergovernmental Risk Management Agency (IRMA)

The Village also participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs.

The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

VILLAGE OF RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURE

West Central Consolidated Communications (WC3)

The Village participates in the West Central Consolidated Communications (WC3) which consists of the Villages of Brookfield, McCook, North Riverside and Riverside. WC3 is a consolidated emergency services dispatching system, with revenues derived primarily from service charges. The WC3 Board consists of one representative from each participating member. The annual operating budget must be unanimously approved by all the members of the Board of Directors. Each member is responsible for a pro-rata share of WC3's operating budget and expenses based on a cost-sharing formula established by the members and approved annually by a vote of the Board of Directors.

Separate financial statements are available for WC3 by contacting West Central Consolidated Communications at the following address 2359 N. DesPlaines Ave, North Riverside, IL 60546. Summary financial information for WC3 as of and for the year ended December 31, 2019 is as follows:

Total Assets	\$ 2,286,307	Total Revenues	1,604,654
Total Deferred Outflows of Resources	357,970	Total Assets/Deferred	1,620,596
Total Assets/Deferred	2,644,277	Total Expenses	(15,942)
Outflows of Resources	684,034	Net Income	1,976,033
Total Liabilities	152	Total Fund Balance - Beginning	1,960,091
Total Deferred Inflows of Resources	684,186	Total Fund Balance - Ending	
Total Liabilities/Deferred	1,960,091		
Inflows of Resources			
Total Fund Balance			
Total Liabilities/Deferred Inflows of Resources and Fund Balance			

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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 two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the Village at 27 Riverside Road, 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 on-line 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.

The aggregate amounts recognized for the pension plans are:

	Pension Expense	Pension Liability	Deferred Outflows	Deferred Inflows
IMRF				
Village	\$ 334,701	590,112	349,334	(596,441)
Library	77,704	133,552	79,060	(134,985)
Police Pension	1,803,237	18,280,969	1,626,783	3,018,558
	2,215,642	19,004,633	2,055,177	2,287,132

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	71
Inactive Plan Members Entitled to but not yet Receiving Benefits	64
Active Plan Members	<u>52</u>
Total	<u><u>187</u></u>

A detailed breakdown of IMRF membership for inactive members for the Village and Library is unavailable. The above numbers include all inactive members.

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2019, the Village's contribution was 8.31% of covered payroll.

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions Interest Rate	7.25%
Salary Increases	3.39% - 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality tables was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.75%
Domestic Equities	37.00%	7.15%
International Equities	18.00%	7.25%
Real Estate	9.00%	6.25%
Blended	7.00%	3.20% - 8.50%
Cash and Cash Equivalents	1.00%	2.50%

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Discount Rate

The discount rate used to measure the total pension liability was 7.25% in the current year and the prior year. 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 Library 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 projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village's net pension liability 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:

	Current		
	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)			
Village	\$ 2,436,331	590,112	(916,060)
Library	551,382	133,552	(207,320)
Totals	2,987,713	723,664	(1,123,380)

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Changes in the Net Pension Liability

	Village	Library	Total
Total Pension Liability			
Service Cost	\$ 245,730	55,613	301,343
Interest	926,330	214,530	1,140,860
Differences Between Expected and Actual Experience	172,788	39,105	211,893
Change of Assumptions	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(660,655)	(149,517)	(810,172)
Net Change in Total Pension Liability	684,193	159,731	843,924
Total Pension Liability - Beginning	13,062,744	2,927,664	15,990,408
Total Pension Liability - Ending	13,746,937	3,087,395	16,834,332
Plan Fiduciary Net Position			
Contributions - Employer	194,671	44,057	238,728
Contributions - Members	141,899	32,114	174,013
Net Investment Income	2,126,078	481,167	2,607,245
Benefit Payments, Including Refunds of Member Contributions	(660,655)	(149,517)	(810,172)
Other (Net Transfer)	33,855	7,662	41,517
Net Change in Plan Fiduciary Net Position	1,835,848	415,483	2,251,331
Plan Net Position - Beginning	11,320,977	2,538,360	13,859,337
Plan Net Position - Ending	13,156,825	2,953,843	16,110,668
Employer's Net Pension Liability	590,112	133,552	723,664

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2019, the Village recognized pension expense of \$334,701 and the Library recognized pension expense of \$77,704 for a total pension expense of \$412,405. At December 31, 2019, the Village and Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Village		Library		Totals
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference Between Expected and Actual Experience	\$ 189,915	(14,735)	42,981	(3,335)	214,826
Change in Assumptions	159,419	(79,754)	36,079	(18,050)	97,694
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(501,952)	-	(113,600)	(615,552)
Total Deferred Amounts Related to IMRF	349,334	(696,441)	79,060	(134,985)	(303,032)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources	
	Village	Library
2020	18,889	4,274
2021	(52,667)	(11,919)
2022	50,118	11,342
2023	(263,447)	(59,622)
2024	-	-
Thereafter	-	-
Totals	(247,107)	(55,925)

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

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 President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At December 31, 2019, 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	2
Active Plan Members	<u>20</u>
	<u><u>39</u></u>

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 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 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.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – 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 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 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 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 ½ 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 December 31, 2019, the Village's contribution was 68.00% of covered payroll.

Concentrations. At year-end, the Fund does not have any investments over 5 percent of net plan position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions Interest Rate	7.00%
Salary Increases	5.50%
Cost of Living Adjustments	3.00%
Inflation	3.00%

Mortality rates were based on an independent actuary 2016 Illinois Police Mortality Rates.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. 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 Library 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 projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – 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 liability of the Village calculated using the discount rate as well as what the Village's net pension liability 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 (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ 22,730,302	18,280,969	14,705,308
Changes in the Net Pension Liability			
Balances at December 31, 2018	\$ 28,152,165	9,085,203	19,066,962
Changes for the Year:			
Service Cost	485,662	-	485,662
Interest on the Total Pension Liability	1,791,658	-	1,791,658
Difference Between Expected and Actual Experience of the Total Pension Liability	(717,948)	-	(717,948)
Changes of Assumptions	453,499	-	453,499
Changes of Benefit Terms	165,373	-	165,373
Contributions - Employer	-	1,400,208	(1,400,208)
Contributions - Members	-	198,197	(198,197)
Net Investment Income	-	1,399,929	(1,399,929)
Benefit Payments, including Refunds of Employee Contributions	(1,176,354)	(1,176,354)	-
Administrative Expense	-	(34,097)	34,097
Net Changes	1,001,890	1,787,883	(785,993)
Balances at December 31, 2019	29,154,055	10,873,086	18,280,969

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2019, the Village recognized pension expense of \$1,803,237. At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 4,125	(882,366)	(878,241)
Change in Assumptions	1,580,624	(2,136,192)	(555,568)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	42,034	-	42,034
Total Deferred Amounts Related to Police Pension	1,626,783	(3,018,558)	(1,391,775)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2020	\$ (4,478)
2021	(467,099)
2022	(503,162)
2023	(334,228)
2024	(44,703)
Thereafter	(38,105)
Total	(1,391,775)

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 100 percent of health insurance premiums for non-Medicare-eligible retirees and 100 percent of supplemental health insurance premiums for Medicare-eligible retirees. The plan also provides all retirees with dental and vision insurance. The retiree is responsible for the full cost of coverage.

Plan Membership. As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

	Village	Library	Totals
Inactive Plan Members Currently Receiving Benefits	10	1	11
Inactive Plan Members Entitled to but not yet Receiving Benefits	-	-	-
Active Plan Members	49	4	53
Totals	59	5	64

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.50%
Salary Increases	2.75%
Discount Rate	2.74%
Healthcare Cost Trend Rates	6.87% for 2019, decreasing 0.2% per year to an ultimate rate of 5.0% for 2028 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

The discount rate was based on The Bond Buyer 20-Bond GO Index.

Active Mortality rates were based on IMRF Mortality which follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study. These Rates are Improved Generationally using MP-2017 Improvement Rates and Weighted Based on the IMRF December 31, 2017 Actuarial Valuation. Retiree and Spousal IMRF Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2017 Improvement Rates.

Change in the Total OPEB Liability

	Village	Library	Totals
Balance at December 31, 2018	\$ 1,863,080	\$ 77,708	\$ 1,940,788
Changes for the Year:			
Service Cost	37,125	1,464	38,589
Interest on the Total Pension Liability	78,370	(1,134)	77,236
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	-	-	-
Changes of Assumptions or Other Inputs	362,523	14,298	376,821
Benefit Payments	(108,915)	(4,296)	(113,211)
Net Changes	369,103	10,332	379,435
Balance at December 31, 2019	\$ 2,232,183	\$ 88,040	\$ 2,320,223

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using a Single Discount Rate of 2.74%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.74%)	Current Discount Rate (2.74%)	1% Increase (3.74%)
Village	\$ 2,514,556	\$ 2,232,183	\$ 2,000,349
Library	99,177	88,040	78,896
Total OPEB Liability	\$ 2,613,733	\$ 2,320,223	\$ 2,079,245

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Village	\$ 1,936,659	\$ 2,232,183	\$ 2,595,020
Library	76,384	88,040	102,351
Total OPEB Liability	\$ 2,013,043	\$ 2,320,223	\$ 2,697,371

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2019, the Village recognized OPEB expense of \$357,719 and the Library recognized OPEB expense of \$10,776. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB. At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Village Deferred Outflows of Resources	Library Deferred Outflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	-	-
Change in Assumptions	-	-	-
Net Difference Between Projected and Actual	-	-	-
Total Deferred Amounts Related to OPEB	-	-	-

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources	
	Village	Library
2020	\$ -	-
2021	-	-
2022	-	-
2023	-	-
2024	-	-
Thereafter	-	-
Totals	-	-

VILLAGE OF RIVERSIDE, ILLINOIS

**Notes to the Financial Statements
December 31, 2019**

NOTE 4 – OTHER INFORMATION – Continued

SUBSEQUENT EVENT

On February 6, 2020, the Village authorized the issuance of \$1,015,000 General Obligation Bonds, Series 2020A, due in annual installments of \$165,000 to \$290,000 plus interest at 5.00% through December 1, 2024.

Subsequent to the date of the financial statements and prior to the audit opinion date, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Village's operations and financial position cannot be determined.

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 Employer Contributions
Illinois Municipal Retirement Fund
Police Pension Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
Police Pension Fund
- Schedule of Investment Returns
Police Pension Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefit Plan
- Budgetary Comparison Schedule
General Fund

Notes to the Required Supplementary Information

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

VILLAGE OF RIVERSIDE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Employer Contributions
December 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015 Totals	\$ 292,030	\$ 292,030	\$ -	\$ 2,837,995	10.29%
2016 Totals	309,291	309,291	-	3,035,247	10.19%
2017 Totals	316,713	331,986	15,273	3,111,130	10.67%
2018 Totals	280,768	280,768	-	2,933,822	9.57%
2019 Village Library	194,671 44,057	194,671 44,057	- -	2,342,615 530,173	8.31% 8.31%
Totals	238,728	238,728	-	2,872,788	8.31%

Notes to the Required Supplementary Information:

Actuarial Cost Method: Entry Age Normal
 Amortization Method: Level % Pay (Closed)
 Remaining Amortization Period: 24 Years
 Asset Valuation Method: 5-Year Smoothed Market
 Inflation: 2.50%
 Salary Increases: 3.35% - 14.25%
 Investment Rate of Return: 7.50%
 Retirement Age: See the Notes to the Financial Statements
 Mortality: MP-2017 (base year 2015)

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Employer Contributions
December 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 660,319	\$ 707,016	\$ 46,697	\$ 1,756,312	40.26%
2015	695,931	737,331	41,400	2,139,927	34.46%
2016	918,533	963,918	45,385	1,835,834	52.51%
2017	1,206,641	1,229,856	23,215	1,895,499	64.88%
2018	1,326,236	1,348,498	22,262	1,919,062	70.27%
2019	1,380,343	1,400,208	19,865	2,059,055	68.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method: Entry Age Normal
 Amortization Method: Level % Pay (Closed)
 Remaining Amortization Period: 23 Years
 Asset Valuation Method: 5-Year Smoothed Market
 Inflation: 2.50%
 Salary Increases: 2.50% - 13.13%
 Investment Rate of Return: 6.50%
 Retirement Age: 50-70
 Mortality: Independent Actuary 2016 Illinois Police Mortality Rates

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS
 Illinois Municipal Retirement Fund
 Required Supplementary Information
 Schedule of Changes in the Employer's Net Pension Liability
 December 31, 2019

	12/31/2015		12/31/17		12/31/18		12/31/2019		Totals
	Total		Total		Total	Village	Library		
Total Pension Liability									
Service Cost	\$ 291,242		338,083	310,150	245,730	55,613	301,343		
Interest	933,118		1,053,201	1,100,263	926,330	214,530	1,140,860		
Differences Between Expected and Actual Experience	233,057		469,685	(44,256)	172,788	39,105	211,893		
Change of Assumptions	17,971		(502,678)	478,810	-	-	-		
Benefit Payments, Including Refunds of Member Contributions	(524,022)		(694,357)	(739,313)	(660,655)	(149,517)	(810,172)		
Net Change in Total Pension Liability	951,366		663,934	1,105,654	684,193	159,731	843,924		
Total Pension Liability - Beginning	12,557,963		14,220,820	14,884,754	13,062,744	2,927,664	15,990,408		
Total Pension Liability - Ending	13,509,329		14,884,754	15,990,408	13,746,937	3,087,395	16,834,332		
Plan Fiduciary Net Position									
Contributions - Employer	\$ 292,030		331,986	280,768	194,671	44,057	238,728		
Contributions - Members	142,336		142,446	133,967	141,899	32,114	174,013		
Net Investment Income	61,006		2,182,427	(811,468)	2,126,078	481,167	2,607,245		
Benefit Payments, Including Refunds of Member Contributions	(524,022)		(694,357)	(739,313)	(660,655)	(149,517)	(810,172)		
Other (Net Transfer)	(176,566)		(14,869)	134,398	33,855	7,662	41,517		
Net Change in Plan Fiduciary Net Position	(205,216)		1,947,633	(1,001,648)	1,835,848	415,483	2,251,331		
Plan Net Position - Beginning	12,245,962		12,913,352	14,860,985	11,320,977	2,538,560	13,859,337		
Plan Net Position - Ending	12,040,746		14,860,985	13,859,337	13,156,825	2,953,843	16,110,668		
Employer's Net Pension Liability	\$ 1,468,583		23,769	2,131,071	590,112	133,552	723,664		
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	89.13%		99.84%	86.67%	95.71%	95.67%	95.70%		
Covered Payroll	\$ 2,837,995		3,111,130	2,933,822	2,342,615	530,173	2,872,788		
Employer's Net Pension Liability as a Percentage of Covered Payroll	51.75%		0.76%	72.64%	25.19%	25.19%	25.19%		

Note:
 This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2019

	2014	2015	2016	2017	2018	2019
Total Pension Liability		525,938	487,409	516,946	460,033	485,662
Service Cost	\$ 300,608	1,250,292	1,808,871	1,656,911	1,735,749	1,791,658
Interest	1,114,941	-	-	-	-	165,373
Changes of Benefit Terms	-	(74,120)	(358,933)	7,734	(168,037)	(717,948)
Differences Between Expected and Actual Experience	736,842	5,245,627	(3,313,397)	(1,657,190)	-	453,499
Change of Assumptions	5,148,795	(1,095,380)	(1,097,218)	(1,165,905)	(1,158,778)	(1,176,354)
Benefit Payments, Including Refunds of Member Contributions	(1,075,442)					
Net Change in Total Pension Liability	6,225,744	5,852,357	(2,473,268)	(641,504)	868,967	1,001,890
Total Pension Liability - Beginning	18,319,869	24,545,613	30,397,970	27,924,702	27,283,198	28,152,165
Total Pension Liability - Ending	24,545,613	30,397,970	27,924,702	27,283,198	28,152,165	29,154,055
Plan Fiduciary Net Position		737,331	963,918	1,229,856	1,348,498	1,400,208
Contributions - Employer	\$ 707,016	181,145	180,996	178,457	192,444	198,197
Contributions - Members	170,803	(124,563)	328,352	623,163	(509,525)	1,399,929
Net Investment Income	352,550	(1,095,380)	(1,097,218)	(1,165,905)	(1,158,778)	(1,176,354)
Benefit Payments, Including Refunds of Member Contributions	(1,075,442)	(16,102)	(20,327)	(18,154)	(27,603)	(34,097)
Administrative Expense	(92,071)					
Net Change in Plan Fiduciary Net Position	62,856	(317,569)	355,721	847,417	(154,964)	1,787,883
Plan Net Position - Beginning	8,291,742	8,354,598	8,037,029	8,392,750	9,240,167	9,085,203
Plan Net Position - Ending	8,354,598	8,037,029	8,392,750	9,240,167	9,085,203	10,873,086
Employer's Net Pension Liability	\$ 16,191,015	22,360,941	19,531,952	18,043,031	19,066,962	18,280,969
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.04%	26.44%	30.05%	33.87%	32.27%	37.30%
Covered Payroll	\$ 1,756,312	2,139,927	1,835,834	1,895,499	1,919,062	2,059,055
Employer's Net Pension Liability as a Percentage of Covered Payroll	92.188%	1044.94%	1063.93%	951.89%	993.56%	887.83%

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Investment Returns
December 31, 2019

Fiscal Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2014	4.33%
2015	(1.53%)
2016	5.38%
2017	8.47%
2018	(5.51%)
2019	15.68%

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
December 31, 2019

	12/31/2018		12/31/2019		Totals
	Total	Village	Library	Totals	
Total OPEB Liability					
Service Cost	\$ 41,202	37,125	1,464	38,589	
Interest	69,528	78,370	(1,134)	77,236	
Changes in Benefit Terms	-	-	-	-	
Differences Between Expected and Actual Experience	-	-	-	-	
Change of Assumptions or Other Inputs	(135,489)	362,523	14,298	376,821	
Benefit Payments	(108,268)	(108,915)	(4,296)	(113,211)	
Net Change in Total OPEB Liability	(133,027)	369,103	10,332	379,435	
Total OPEB Liability - Beginning	2,073,815	1,863,080	77,708	1,940,788	
Total OPEB Liability - Ending	1,940,788	2,232,183	88,040	2,320,223	
Covered Payroll	\$ 4,106,613	4,398,181	173,470	4,571,651	
Total OPEB Liability as a Percentage of Covered Payroll	47.26%	50.75%	50.75%	50.75%	

Notes:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Benefit Terms. There was no change in the retirees' share of health insurance premiums.

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

Fiscal Year	PPO	HMO
2020	6.87%	6.42%
2021	6.63%	6.24%
2022	6.40%	6.07%
2023	6.17%	5.89%
2024	5.93%	5.71%
2025	5.70%	5.53%
2026	5.47%	5.36%
2027	5.23%	5.18%
2028	5.00%	5.00%
Ultimate	5.00%	5.00%

In 2019, there was no change in the healthcare trend rates from the prior year.

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 5,566,734	5,566,734	5,427,130
Licenses and Permits	930,080	930,080	1,049,456
Intergovernmental	1,390,000	1,561,850	1,615,858
Charges for Services	1,248,809	1,248,809	1,290,195
Fines and Forfeitures	218,000	218,000	216,030
Interest	25,025	25,025	65,706
Miscellaneous	269,602	269,602	301,615
Total Revenues	9,648,250	9,820,100	9,965,990
Expenditures			
General Government	1,844,085	1,990,935	1,849,942
Public Safety	6,372,515	6,372,515	6,258,475
Highways and Streets	470,815	470,815	494,618
Culture and Recreation	1,053,495	1,078,495	1,058,946
Total Expenditures	9,740,910	9,912,760	9,661,981
Excess (Deficiency) of Revenues Over (Under) Expenditures	(92,660)	(92,660)	304,009
Other Financing Sources (Uses)			
Transfers In	50,000	50,000	50,000
Transfers Out	-	-	(497,627)
	50,000	50,000	(447,627)
Net Change in Fund Balance	(42,660)	(42,660)	(143,618)
Fund Balance - Beginning			4,266,377
Fund Balance - Ending			4,122,759

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 Schedules – Enterprise Funds
- Budgetary Comparison Schedule – Pension Trust Fund

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Harlem Business District Fund

The Harlem Business District Fund is used to account for all revenues derived from the 1% Business District Sales Tax and all infrastructure and associated redevelopment expenses.

Special Recreation Fund

The Special Recreation Fund is used to account for the expenditures in connection with West Suburban Special Recreation Association, which provides recreational programming to residents with special needs.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for funds restricted for the operation of street maintenance programs and capital projects as authorized by the Illinois Department of Transportation. Financing is provided by the Village's share of gasoline taxes allocated by the State of Illinois.

DEBT SERVICE FUND

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUND

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

INDIVIDUAL FUND SCHEDULES

ENTERPRISE FUNDS

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 and Sewer Fund

The Water and Sewer Fund is used to account for the provision of water and wastewater services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund.

Parking Lot Fund

The Parking Lot Course Fund is used to account for the operations of the Village's residential and commuter parking lots and parking areas. Revenues are provided from user permit fees and daily space fees.

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. The fund does not account for the administrative costs of the system, which are borne by the General Fund. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Taxes			
Property Tax	\$ 4,820,343	4,820,343	4,763,190
Utility Tax	646,000	646,000	565,253
Places for Eating Tax	85,000	85,000	82,454
Foreign Fire Tax	15,391	15,391	16,233
	<u>5,566,734</u>	<u>5,566,734</u>	<u>5,427,130</u>
Licenses and Permits			
Liquor Licenses	28,755	28,755	31,530
Business Licenses	20,250	20,250	11,980
Building Zoning/Inspecting Fees	325,000	325,000	412,533
Motor Vehicle Licenses	550,000	550,000	582,245
Other Licenses	1,519	1,519	5,300
Animal Licenses	4,556	4,556	5,868
	<u>930,080</u>	<u>930,080</u>	<u>1,049,456</u>
Intergovernmental			
State Per Capita Taxes	1,060,000	1,231,850	1,244,104
Municipal Sales Tax	260,000	260,000	276,523
Replacement Taxes	34,000	34,000	51,904
Grants	36,000	36,000	43,327
	<u>1,390,000</u>	<u>1,561,850</u>	<u>1,615,858</u>
Charges for Services			
Franchise Fees	155,000	155,000	146,401
Towing Administration Fees	75,938	75,938	64,000
Other Service Fees	160,991	160,991	178,893
Alarm/Impact Fees	94,375	94,375	96,570
Ambulance Service Fees	230,000	230,000	236,706
Program Fees	515,000	515,000	549,889
State Highway Maintenance Reimbursements	17,505	17,505	17,736
	<u>1,248,809</u>	<u>1,248,809</u>	<u>1,290,195</u>
Fines and Forfeitures	218,000	218,000	216,030

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Interest			
Investment Income	\$ 25,025	25,025	65,706
Miscellaneous	15,312	15,312	26,459
Museum Sales and Donations	254,290	254,290	275,156
Other	269,602	269,602	301,615
	<u>9,648,250</u>	<u>9,820,100</u>	<u>9,965,990</u>
Total Revenues			

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
General Government			
Legislative Support			
Personnel Services	16,325	16,525	15,347
Contractual Services	2,750	2,750	2,500
Supplies and Materials	1,050	1,050	1,845
	20,325	20,325	19,692
Landscape Advisory Commission			
Personnel Services	150	150	-
Contractual Services	6,400	6,400	4,322
Supplies and Materials	500	500	8
	7,050	7,050	4,330
Board of Fire and Police Commissioners			
Personnel Services	455	455	375
Contractual Services	7,800	15,800	15,818
Supplies and Materials	-	-	46
	8,255	16,255	16,239
Plan Commission			
Personnel Services	150	150	-
Contractual Services	1,600	1,600	1,512
Supplies and Materials	400	400	150
	2,150	2,150	1,642
Historical Commission			
Personnel Services	100	100	193
Contractual Services	10,300	10,300	4,215
Supplies and Materials	700	700	780
Capital Outlay	1,000	1,000	-
	12,100	12,100	5,188
Economic Development Commission			
Personnel Services	2,000	2,000	346
Contractual Services	3,600	3,600	20
	5,600	5,600	366

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
General Government - Continued			
Preservation Commission			
Personnel Services	500	500	35
Contractual Services	200	200	226
	700	700	261
Community Cable Television Commission			
Personnel Services	55,800	55,800	54,289
Contractual Services	4,500	4,500	4,144
Supplies and Materials	1,500	1,500	1,416
Capital Outlay	10,000	10,000	10,157
	71,800	71,800	70,006
Village Manager			
Personnel Services	261,628	266,478	263,790
Contractual Services	48,400	52,400	52,426
Supplies and Materials	5,000	5,000	7,291
Capital Outlay	-	-	329
	315,028	323,878	323,836
Finance			
Personnel Services	247,100	247,100	232,003
Contractual Services	43,950	43,950	42,380
Supplies and Materials	10,350	10,350	8,746
Capital Outlay	100	100	-
	301,500	301,500	283,129
Legal			
Contractual Services	192,100	192,100	142,723
Community Development			
Personnel Services	316,227	316,227	281,411
Contractual Services	56,950	56,950	68,835
Supplies and Materials	3,800	3,800	4,704
	376,977	376,977	354,950

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
General Government - Continued			
Information Technology			
Contractual Services	\$ 158,000	158,000	132,956
Supplies and Materials	1,500	1,500	1,333
Capital Outlay	4,000	4,000	250
	<u>163,500</u>	<u>163,500</u>	<u>134,539</u>
Building and Grounds			
Contractual Services	172,000	177,000	174,998
Supplies and Materials	10,000	10,000	7,392
	<u>182,000</u>	<u>187,000</u>	<u>182,390</u>
Public Liability Insurance			
Contractual Services	185,000	310,000	310,651
	<u>1,844,085</u>	<u>1,990,935</u>	<u>1,849,942</u>
Total General Government			
Public Safety			
Fire Administration			
Personnel Services	214,036	214,036	196,938
Contractual Services	32,200	32,200	32,036
Supplies and Materials	4,200	4,200	3,376
Capital Outlay	10,000	10,000	15,885
	<u>260,436</u>	<u>260,436</u>	<u>248,235</u>
Fire Suppression			
Personnel Services	304,406	304,406	317,215
Contractual Services	20,100	20,100	13,988
Supplies and Materials	21,200	21,200	35,586
Capital Outlay	14,000	14,000	726
	<u>359,706</u>	<u>359,706</u>	<u>367,515</u>
Fire Prevention			
Personnel Services	20,145	20,145	30,729
Contractual Services	-	-	50
Supplies and Materials	4,500	4,500	3,369
	<u>24,645</u>	<u>24,645</u>	<u>34,148</u>

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Training			
Personnel Services	\$ 152,700	152,700	142,528
Supplies and Materials	5,850	5,850	491
	<u>158,550</u>	<u>158,550</u>	<u>143,019</u>
Fire Maintenance			
Personnel Services	20,000	20,000	11,422
Contractual Services	30,450	30,450	54,843
Supplies and Materials	26,150	26,150	22,333
Capital Outlay	2,500	2,500	363
	<u>79,100</u>	<u>79,100</u>	<u>88,961</u>
Emergency Medical Services			
Personnel Services	20,209	20,209	13,682
Contractual Services	458,120	458,120	458,384
Supplies and Materials	9,600	9,600	10,387
Capital Outlay	500	500	-
	<u>488,429</u>	<u>488,429</u>	<u>482,453</u>
Fire Disaster Preparedness			
Personnel Services	73,041	73,041	74,835
Supplies and Materials	5,000	5,000	1,933
	<u>78,041</u>	<u>78,041</u>	<u>76,768</u>
Police Administration			
Personnel Services	1,969,455	1,969,455	1,978,113
Contractual Services	22,050	22,050	25,601
Supplies and Materials	8,250	8,250	7,390
Capital Outlay	1,000	1,000	539
	<u>2,000,755</u>	<u>2,000,755</u>	<u>2,011,643</u>
Police Investigation			
Personnel Services	205,842	205,842	197,420
Contractual Services	5,500	5,500	6,054
Supplies and Materials	2,900	2,900	12,112
Capital Outlay	500	500	133
	<u>214,742</u>	<u>214,742</u>	<u>215,719</u>

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Patrol			
Personnel Services	\$ 2,085,237	2,085,237	2,095,571
Contractual Services	69,000	69,000	67,346
Supplies and Materials	58,000	58,000	50,003
Capital Outlay	8,000	8,000	6,946
	<u>2,220,237</u>	<u>2,220,237</u>	<u>2,219,866</u>
Emergency Response			
Personnel Services	6,374	6,374	1,274
Supplies and Materials	6,000	6,000	9,258
Capital Outlay	6,000	6,000	-
	<u>18,374</u>	<u>18,374</u>	<u>10,532</u>
Police School Safety			
Personnel Services	79,650	79,650	83,838
Supplies and Materials	250	250	-
	<u>79,900</u>	<u>79,900</u>	<u>83,838</u>
Police Training			
Personnel Services	27,000	27,000	24,293
Supplies and Materials	2,600	2,600	584
	<u>29,600</u>	<u>29,600</u>	<u>24,877</u>
Police Communications			
Contractual Services	360,000	360,000	250,901
	<u>6,372,515</u>	<u>6,372,515</u>	<u>6,258,475</u>
Total Public Safety			

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Highways and Streets			
Road and Bridge			
Personnel Services	\$ 293,570	293,570	298,090
Contractual Services	55,450	55,450	69,041
Supplies and Materials	86,300	86,300	88,582
	<u>435,320</u>	<u>435,320</u>	<u>455,713</u>
Street Lighting			
Personnel Services	8,995	8,995	8,470
Contractual Services	26,500	26,500	30,435
	<u>35,495</u>	<u>35,495</u>	<u>38,905</u>
Total Highways and Streets	<u>470,815</u>	<u>470,815</u>	<u>494,618</u>
Culture and Recreation			
Recreation Administration			
Personnel Services	190,187	190,187	144,086
Contractual Services	13,150	13,150	8,095
Supplies and Materials	3,325	3,325	4,431
	<u>206,662</u>	<u>206,662</u>	<u>156,612</u>
Recreation Programs			
Personnel Services	280,733	305,733	364,093
Contractual Services	137,500	137,500	135,397
Supplies and Materials	30,300	30,300	22,026
	<u>448,533</u>	<u>473,533</u>	<u>521,516</u>
Recreation Facilities			
Personnel Services	11,265	11,265	12,351
Contractual Services	12,300	12,300	15,259
Supplies and Materials	8,000	8,000	5,970
	<u>31,565</u>	<u>31,565</u>	<u>33,580</u>

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Forestry			
Personnel Services	\$ 121,537	121,537	114,803
Contractual Services	101,500	101,500	102,049
Supplies and Materials	3,500	3,500	819
	<u>226,537</u>	<u>226,537</u>	<u>217,671</u>
Parks Maintenance			
Personnel Services	123,998	123,998	114,013
Contractual Services	8,650	8,650	9,184
Supplies and Materials	7,550	7,550	6,370
	<u>140,198</u>	<u>140,198</u>	<u>129,567</u>
Total Culture and Recreation	1,053,495	1,078,495	1,058,946
Total Expenditures	<u>9,740,910</u>	<u>9,912,760</u>	<u>9,661,981</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 577,880	577,880	601,133
Interest	2,250	2,250	7,780
Total Revenues	<u>580,130</u>	<u>580,130</u>	<u>608,913</u>
Expenditures			
Debt Service			
Principal Retirement	520,000	520,000	520,000
Interest	57,880	60,360	60,360
Fiscal Charges	2,250	2,650	2,501
Total Expenditures	<u>580,130</u>	<u>583,010</u>	<u>582,861</u>
Net Change in Fund Balance	-	(2,880)	26,052
Fund Balance - Beginning			<u>378,015</u>
Fund Balance - Ending			<u><u>404,067</u></u>

VILLAGE OF RIVERSIDE, ILLINOIS

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Non-Home Rule Sales Tax	\$ 190,000	190,000	219,485
Intergovernmental	-	-	9,338
Fines and Forfeitures	4,800	4,800	3,088
Interest	1,200	1,200	10,917
Miscellaneous	-	-	28,939
Total Revenues	196,000	196,000	271,767
Expenditures			
Capital Outlay	581,500	636,500	636,259
Excess (Deficiency) of Revenues Over (Under) Expenditures	(385,500)	(440,500)	(364,492)
Other Financing Sources Transfers In	-	-	497,627
Net Change in Fund Balance	(385,500)	(440,500)	133,135
Fund Balance - Beginning			606,574
Fund Balance - Ending			739,709

VILLAGE OF RIVERSIDE, ILLINOIS

Capital Projects Fund

Schedule of Expenditures - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Capital Outlay			
Other Services	-	-	6
Street Improvements	-	-	29,374
Traffic Study	-	-	5,846
Train Station	30,000	30,000	(1,991)
Streetscape Projects	20,000	20,000	-
Signage	52,000	52,000	-
Plans/Studies	5,000	5,000	9,162
Legal Expenses	-	-	16,774
Bike Improvements	60,500	60,500	7,833
Water Tower	-	-	11,122
Sidewalk Replacements	-	-	37,010
Alley Improvements	100,000	100,000	410
Veterans Memorial	-	-	43,312
Technology Equipment	7,000	7,000	7,071
Small Equipment Replacement	165,000	165,000	118,476
Vehicle Replacement	53,000	53,000	52,293
PW Software	80,000	80,000	44,981
43 E. Quincy	-	55,000	241,790
Park Improvements	9,000	9,000	12,790
Total Expenditures	581,500	636,500	636,259

VILLAGE OF RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet
December 31, 2019

	Harlem Business District	Special Recreation	Motor Fuel Tax	Totals
Cash and Investments	\$ -	23,985	822,895	846,880
Receivables - Net of Allowances	-	80,000	-	80,000
Property Taxes	3,353	-	38,958	42,311
Other Taxes	-	-	-	-
Total Assets	3,353	103,985	861,853	969,191

LIABILITIES

Accounts Payable	-	20	-	20
Due to Other Funds	253,340	-	-	253,340
Total Liabilities	253,340	20	-	253,360

DEFERRED INFLOWS OF RESOURCES

Property Taxes	-	80,000	-	80,000
Total Liabilities and Deferred Inflows of Resources	253,340	80,020	-	333,360

FUND BALANCES

Restricted	-	23,965	861,853	885,818
Unassigned	(249,987)	-	-	(249,987)
Total Fund Balances	(249,987)	23,965	861,853	635,831
Total Liabilities and Fund Balances	3,353	103,985	861,853	969,191

VILLAGE OF RIVERSIDE, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Fiscal Year Ended December 31, 2019

	Harlem Business District	Special Recreation	Motor Fuel Tax	Totals
Revenues				
Taxes	\$ 12,569	81,297	291,152	385,018
Intergovernmental	-	-	215,723	215,723
Interest	121	165	9,262	9,548
Miscellaneous	-	-	15,000	15,000
Total Revenues	12,690	81,462	531,137	625,289
Expenditures				
General Government	5,306	-	-	5,306
Culture and Recreation	-	47,847	-	47,847
Capital Outlay	-	-	269,324	269,324
Total Expenditures	5,306	47,847	269,324	322,477

Excess (Deficiency) of Revenues
Over (Under) Expenditures

	7,384	33,615	261,813	302,812
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Other Financing (Uses)
Transfers Out

	-	-	(50,000)	(50,000)
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Net Change in Fund Balances

	7,384	33,615	211,813	252,812
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Fund Balances - Beginning

	(257,371)	(9,650)	650,040	383,019
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Fund Balances - Ending

	(249,987)	23,965	861,853	635,831
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VILLAGE OF RIVERSIDE, ILLINOIS

Harlem Business District - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Business District	\$ 8,400	8,400	12,569
Interest	-	-	121
Total Revenues	8,400	8,400	12,690
Expenditures			
General Government	20,000	20,000	5,306
Contractual Services	(11,600)	(11,600)	7,384
Net Change in Fund Balance			(257,371)
Fund Balance - Beginning			(249,987)
Fund Balance - Ending			

VILLAGE OF RIVERSIDE, ILLINOIS

Special Recreation - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 80,000	80,000	81,297
Interest	-	-	165
Total Revenues	80,000	80,000	81,462
Expenditures			
Culture and Recreation	50,310	50,310	47,847
Contractual Services	29,690	29,690	33,615
Net Change in Fund Balance			(9,650)
Fund Balance - Beginning			23,965
Fund Balance - Ending			

VILLAGE OF RIVERSIDE, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Motor Fuel Tax Allotments	\$ 225,000	225,000	291,152
Intergovernmental	892,194	892,194	215,723
Interest	500	500	9,262
Miscellaneous	-	-	15,000
Total Revenues	1,117,694	1,117,694	531,137
Expenditures			
Capital Outlay	1,621,871	1,621,871	269,324
Excess (Deficiency) of Revenues Over (Under) Expenditures	(504,177)	(504,177)	261,813
Other Financing (Uses) Transfers Out	-	-	(50,000)
Net Change in Fund Balance	(504,177)	(504,177)	211,813
Fund Balance - Beginning			650,040
Fund Balance - Ending			<u>861,853</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Charges	\$ 2,770,851	2,770,851	2,548,009
Sewer Charges	490,319	490,319	461,100
Penalties	45,000	45,000	70,444
Total Operating Revenues	3,306,170	3,306,170	3,079,553
Operating Expenses			
Personnel Services	1,079,027	1,079,027	1,246,653
Contractual Services	58,810	58,810	52,253
Supplies and Materials	1,412,700	1,412,700	1,202,976
Capital Outlay	634,000	634,000	23,997
Total Operating Expenses	3,184,537	3,184,537	2,525,879
Operating Income	121,633	121,633	553,674
Nonoperating Revenues (Expenses)			
Interest Income	3,592	3,592	17,005
Miscellaneous Income	540,500	540,500	570,047
Principal Payment	(435,006)	(435,006)	-
Interest Expense	(64,962)	(64,962)	(62,966)
	44,124	44,124	524,086
Income (Loss) Before GAAP Adjustments	165,757	165,757	1,077,760
Depreciation and Amortization			(605,501)
Change in Net Position			472,259
Net Position - Beginning			<u>15,045,223</u>
Net Position - Ending			<u>15,517,482</u>

VILLAGE OF RIVERSIDE, ILLINOIS

Parking Lot - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 167,000	167,000	167,788
Operating Expenses			
Contractual Services	108,828	108,828	110,722
Supplies and Materials	3,650	3,650	6,874
Capital Outlay	1,240,000	1,240,000	-
Total Operating Expenses	1,352,478	1,352,478	117,596
Operating Income (Loss)	(1,185,478)	(1,185,478)	50,192
Nonoperating Revenues			
Interest Income	708	708	249
Income (Loss) Before Capital Grants	(1,184,770)	(1,184,770)	50,441
Capital Grants	873,515	873,515	654,992
Income (Loss) Before GAAP Adjustments	(311,255)	(311,255)	705,433
Depreciation			(43,971)
Change in Net Position			661,462
Net Position - Beginning			1,033,405
Net Position - Ending			1,694,867

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,380,343	1,380,343	1,400,208
Contributions - Plan Members	190,000	190,000	198,197
Total Contributions	1,570,343	1,570,343	1,598,405
Investment Income			
Interest Earned	215,000	215,000	277,170
Net Change in Fair Value	-	-	1,190,572
Less Investment Expenses	215,000	215,000	1,467,742
Net Investment Income	-	-	(67,813)
Total Additions	1,785,343	1,785,343	2,998,334
Deductions			
Administration	92,775	92,775	34,097
Benefits	1,200,000	1,200,000	1,176,354
Total Deductions	1,292,775	1,292,775	1,210,451
Change in Fiduciary Net Position	492,568	492,568	1,787,883
Net Position Restricted for Pensions			
Beginning			9,085,203
Ending			10,873,086

VILLAGE OF RIVERSIDE, ILLINOIS

Consolidated Year-End Financial Report

December 31, 2019

CSFA #	Program Name	State	Federal	Other	Totals
494-00-1000	Illinois Transportation Enhancements Program	\$ -	7	-	7
494-00-1488	Motor Fuel Tax Program	291,152	-	-	291,152
494-10-0343	State and Community Highway Safety/National Priority Safety Program	-	10,319	-	10,319
	Other Grant Programs and Activities	-	3,881	-	3,881
	All Other Costs Not Allocated	-	-	15,833,752	15,833,752
	Totals	291,152	14,207	15,833,752	16,139,111

SUPPLEMENTAL SCHEDULES

VILLAGE OF RIVERSIDE, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2010A
December 31, 2019

Date of Issue December 16, 2010
 Date of Maturity December 1, 2021
 Authorized Issue \$2,250,000
 Denomination of Bonds \$5,000
 Interest Rates 2.00% to 4.00%
 Interest Dates June 1 and December 1
 Principal Maturity Date December 1
 Payable at The Bank of New York Trust Company, N.A., Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2020	\$ 204,840	9,600	214,440
2021	245,000	9,800	254,800
	449,840	19,400	469,240

VILLAGE OF RIVERSIDE, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2011
December 31, 2019

Date of Issue July 12, 2011
 Date of Maturity May 1, 2023
 Authorized Issue \$2,175,000
 Denomination of Bonds \$5,000
 Interest Rates 1.75% to 4.00%
 Interest Dates May 1 and November 1
 Principal Maturity Date May 1
 Payable at The Bank of New York Trust Company, N.A., Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2020	\$ 365,000	52,050	417,050
2021	375,000	38,631	413,631
2022	395,000	23,700	418,700
2023	395,000	7,900	402,900
	1,530,000	122,281	1,652,281

VILLAGE OF RIVERSIDE, ILLINOIS

Long-Term Debt Requirements

General Obligation Bonds of 2015
December 31, 2019

Date of Issue January 8, 2015
 Date of Maturity December 1, 2024
 Authorized Issue \$2,155,000
 Denomination of Bonds \$5,000
 Interest Rates 4.00%
 Interest Dates June 1 and December 1
 Principal Maturity Date December 1
 Payable at The Bank of New York Trust Company, N.A., Chicago, IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2020	\$ 215,000	47,000	262,000
2021	225,000	38,400	263,400
2022	235,000	29,400	264,400
2023	245,000	20,000	265,000
2024	255,000	10,200	265,200
	1,175,000	145,000	1,320,000

VILLAGE OF RIVERSIDE, ILLINOIS

Long-Term Debt Requirements

IEPA Loan #L17-4322 Payable of 2011
December 31, 2019

Date of Issue July 26, 2011
 Date of Maturity November 11, 2030
 Authorized Issue \$1,531,293
 Interest Rate Non-Interest
 Interest Date Non-Interest
 Principal Maturity Dates May 11 and November 11
 Payable at Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2020	\$ 80,664	-	80,664
2021	80,664	-	80,664
2022	80,664	-	80,664
2023	80,664	-	80,664
2024	80,664	-	80,664
2025	80,664	-	80,664
2026	80,664	-	80,664
2027	80,664	-	80,664
2028	80,664	-	80,664
2029	80,664	-	80,664
2030	80,660	-	80,660
	887,300	-	887,300

VILLAGE OF RIVERSIDE, ILLINOIS

Long-Term Debt Requirements

**IEPA Loan #L17-4323 Payable of 2011
December 31, 2019**

Date of Issue	July 26, 2011
Date of Maturity	November 1, 2030
Authorized Issue	\$377,165
Interest Rate	Non-Interest
Interest Date	Non-Interest
Principal Maturity Dates	May 1 and November 1
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2020	\$ 19,342	-	19,342
2021	19,342	-	19,342
2022	19,342	-	19,342
2023	19,342	-	19,342
2024	19,342	-	19,342
2025	19,342	-	19,342
2026	19,342	-	19,342
2027	19,342	-	19,342
2028	19,342	-	19,342
2029	19,342	-	19,342
2030	19,339	-	19,339
	<u>212,759</u>	<u>-</u>	<u>212,759</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 RIVERSIDE, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2019 (Unaudited)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental Activities										
Net Investment in Capital Assets	\$ 15,803,342	15,570,754	15,780,805	15,908,844	16,393,955	15,095,231	15,134,457	16,126,600	16,078,448	16,410,321
Restricted	2,018,310	1,716,778	1,732,883	1,657,377	1,876,169	2,864,963	1,754,565	1,598,996	1,189,877	1,473,596
Unrestricted	6,113,265	6,788,197	7,464,069	7,706,505	7,235,125	(12,330,232)	(13,343,200)	(14,935,659)	(17,670,270)	(18,391,295)
Total Governmental Activities Net Position	23,934,917	24,075,729	24,977,757	25,272,726	25,505,249	5,629,962	3,545,822	2,789,937	(401,945)	(507,378)
Business-Type Activities										
Net Investment in Capital Assets	8,535,494	8,164,662	8,387,767	8,848,485	9,768,837	10,037,833	10,635,468	13,836,117	14,832,401	15,890,411
Unrestricted	4,282,132	5,369,396	5,948,234	5,917,583	5,234,776	5,085,497	4,488,057	1,740,979	1,246,227	1,321,938
Total Business-Type Activities Net Position	12,817,626	13,534,058	14,336,001	14,766,068	15,003,613	15,123,330	15,123,525	15,577,096	16,078,628	17,212,349
Primary Government										
Net Investment in Capital Assets	24,338,836	23,735,416	24,168,572	24,757,329	26,162,792	25,133,064	25,769,925	29,962,717	30,910,849	32,300,732
Restricted	2,018,310	1,716,778	1,732,883	1,657,377	1,876,169	2,864,963	1,754,565	1,598,996	1,189,877	1,473,596
Unrestricted	10,395,397	12,157,593	13,412,303	13,624,088	12,469,901	(7,244,735)	(8,855,143)	(13,194,680)	(16,424,043)	(17,069,357)
Total Primary Government Net Position	36,752,543	37,609,787	39,313,758	40,038,794	40,508,862	20,753,292	18,669,347	18,367,033	15,676,683	16,704,971

The Village implemented GASB Statement No. 68 for the fiscal year ended December 31, 2015.

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Net (Expenses) Revenues										
Governmental Activities	\$ (6,418,337)	(7,088,660)	(6,993,106)	(7,508,572)	(8,120,307)	(12,292,226)	(10,062,790)	(9,141,996)	(9,577,676)	(8,750,235)
Business-Type Activities	1,126,197	707,725	857,222	411,314	230,536	75,033	(19,901)	428,169	392,416	546,420
Total Primary Government										
Net (Expenses) Revenues	(5,292,140)	(6,380,935)	(6,135,884)	(7,097,258)	(7,889,771)	(12,217,193)	(10,082,691)	(8,713,827)	(9,185,260)	(8,203,815)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	4,455,893	4,628,128	4,734,719	4,850,295	4,947,727	5,037,696	5,095,976	5,151,741	5,222,104	5,445,620
Sales	270,299	279,740	277,199	267,942	261,562	245,282	244,996	269,181	268,790	276,523
Non-Home Rule Sales	214,348	220,609	216,722	214,205	204,761	188,677	183,865	209,492	207,507	219,485
Per Capita	820,375	827,263	913,296	997,225	1,022,656	1,142,314	1,086,843	1,033,327	1,122,031	1,244,104
Utility	788,166	771,978	727,085	726,080	746,239	634,524	625,471	597,575	610,371	565,253
Replacement	45,698	40,269	40,343	44,721	46,043	49,076	43,485	45,921	41,745	51,904
Other	208,915	203,251	314,914	327,794	491,387	411,439	464,972	462,682	280,972	402,408
Franchise Fees	110,449	120,872	131,437	137,900	147,618	152,006	-	-	-	-
Investment Earnings	77,810	24,010	20,354	12,460	30,691	39,400	54,022	49,920	84,855	93,951
Miscellaneous	142,568	113,352	230,173	224,919	454,146	115,141	179,020	566,272	428,109	345,554
Total Governmental Activities	7,134,521	7,229,472	7,606,242	7,803,541	8,352,830	8,015,555	7,978,650	8,386,111	8,266,484	8,644,802
Business-Type Activities										
Investment Earnings	15,046	7,032	6,841	4,674	5,588	7,839	14,559	13,163	7,900	17,254
Gain on Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Miscellaneous	6,009	1,674	-	14,079	1,421	1,954	5,537	12,239	414,780	570,047
Total Business-Type Activities	21,055	8,706	6,841	18,753	7,009	9,793	20,096	25,402	422,680	587,301
Total Primary Government	7,155,576	7,238,178	7,613,083	7,822,294	8,359,839	8,025,348	7,998,746	8,411,513	8,689,164	9,232,103
Changes in Net Position										
Governmental Activities	716,184	140,812	613,136	294,969	232,523	(4,276,671)	(2,084,140)	(755,885)	(1,311,192)	(105,433)
Business-Type Activities	1,147,252	716,431	864,063	430,067	237,545	84,826	195	453,571	815,096	1,133,721
Total Primary Government	1,863,436	857,243	1,477,199	725,036	470,068	(4,191,845)	(2,083,945)	(302,314)	(496,096)	1,028,288

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

VILLAGE OF RIVERSIDE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
December 31, 2019 (Unaudited)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Governmental Activities										
General Government	\$ 1,960,009	2,079,022	2,050,015	2,410,319	2,154,842	2,715,237	2,507,012	2,042,983	2,039,893	2,471,247
Public Safety	4,835,269	5,014,392	5,684,097	5,551,347	5,624,326	7,867,627	7,114,993	7,126,252	7,210,683	6,864,092
Highways and Streets	741,501	1,058,337	693,839	693,211	1,447,007	2,713,296	1,962,290	1,958,629	2,347,094	1,044,325
Culture and Recreation	652,204	766,776	777,826	916,198	948,178	945,356	941,014	994,064	978,053	1,115,224
Interest	246,570	118,866	62,957	84,789	93,907	188,208	105,802	103,039	96,418	82,504
Total Governmental Activities Expenses	8,435,553	9,037,393	9,268,734	9,655,864	10,268,260	14,429,724	12,631,111	12,224,967	12,672,141	11,577,392
Business-Type Activities										
Water	2,046,736	2,007,110	2,290,963	2,569,339	2,593,252	2,842,794	3,016,194	2,912,962	2,852,287	3,194,346
Parking Systems	106,729	108,819	131,509	130,503	128,454	132,133	134,970	129,280	130,124	161,567
Total Business-Type Activities Expenses	2,153,465	2,115,929	2,422,472	2,699,842	2,721,706	2,974,927	3,151,164	3,042,242	2,982,411	3,355,913
Total Primary Government Expenses	10,589,018	11,153,322	11,691,206	12,355,706	12,989,966	17,404,651	15,782,275	15,267,209	15,654,552	14,933,305
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	430,401	406,643	1,341,878	1,366,493	1,362,274	1,492,289	1,682,156	1,835,541	1,793,597	1,924,639
Public Safety	367,709	400,248	430,538	453,197	496,437	477,294	548,372	483,838	551,647	549,306
Highways and Streets	741,802	567,016	147,915	150,136	149,500	135,702	148,616	111,108	88,891	84,824
Culture and Recreation	178,057	174,767	-	-	-	-	-	-	-	-
Operating Grants/Contributions	298,247	313,716	44,184	17,466	32,982	32,213	52,564	38,467	176,175	43,327
Capital Grants/Contributions	1,000	86,343	311,113	160,000	106,760	-	136,613	614,017	484,155	225,261
Total Governmental Activities	2,017,216	1,948,733	2,275,628	2,147,292	2,147,953	2,137,498	2,568,321	3,082,971	3,094,465	2,827,157
Business-Type Activities										
Charges for Services										
Water	2,334,739	2,333,063	2,571,782	2,527,445	2,487,599	2,585,933	2,993,715	3,304,073	2,721,410	2,618,453
Sewer	368,866	356,921	374,926	349,335	331,258	328,389	137,548	166,338	484,365	461,100
Parking Systems	133,597	133,670	138,742	134,376	133,385	135,638	-	-	169,052	167,788
Operating Grants/Contributions	-	-	610	-	-	-	-	-	-	-
Capital Grants/Contributions	442,460	-	193,634	100,000	-	-	-	-	-	654,992
Total Business-Type Activities	3,279,662	2,823,654	3,279,694	3,111,156	2,952,242	3,049,960	3,131,263	3,470,411	3,374,827	3,902,333
Total Primary Government	5,296,878	4,772,387	5,555,322	5,258,448	5,100,195	5,187,458	5,699,584	6,553,382	6,469,292	6,729,490

VILLAGE OF RIVERSIDE, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2019 (Unaudited)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Nonspendable		46,410	154,463	319,344	339,178	372,981	497,158	597,809	771,679	873,702
Restricted	251,736	237,765	225,332	187,059	138,521	76,215	131,684	151,416	157,127	176,191
Committed	-	-	2,039,584	2,169,227	2,236,229	2,298,706	2,361,113	2,430,850	2,078,542	2,111,645
Assigned	2,269,943	2,210,354	496,666	465,634	509,267	452,655	490,839	477,826	294,905	360,669
Unassigned	3,327,184	3,759,927	4,081,763	3,440,325	2,268,596	2,290,880	1,115,692	19,819	964,124	600,552
Total General Fund	5,848,863	6,254,456	6,997,808	6,581,589	5,491,791	5,491,437	4,596,486	3,677,720	4,266,377	4,122,759
All Other Governmental Funds										
Nonspendable	150,320	-	-	-	-	-	-	-	-	-
Restricted	1,407,060	1,481,513	1,509,590	1,665,211	1,737,976	2,796,949	2,146,723	1,453,718	1,037,780	1,277,357
Assigned	1,093,838	865,605	915,438	1,132,783	1,872,500	1,269,060	1,716,102	1,389,116	814,518	785,641
Unassigned	(60,410)	(142,621)	(67,038)	-	-	-	-	-	(484,690)	(283,391)
Total All Other Governmental Funds	2,590,808	2,204,497	2,357,990	2,797,994	3,610,476	4,066,009	3,862,825	2,842,834	1,367,608	1,779,607
Total Governmental Funds	8,439,671	8,458,953	9,355,798	9,379,583	9,102,267	9,557,446	8,459,311	6,520,554	5,633,985	5,902,366

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

VILLAGE OF RIVERSIDE, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2019 (Unaudited)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Taxes	\$ 5,937,621	6,103,706	6,402,076	6,524,216	6,651,676	6,517,618	6,370,284	6,421,490	6,320,954	6,632,766
Licenses and Permits	996,438	778,964	832,976	808,873	885,570	997,535	1,026,514	1,108,461	974,658	1,049,456
Intergovernmental	1,165,320	1,267,591	1,308,936	1,219,412	1,208,441	1,223,603	1,564,501	2,000,913	2,092,896	1,840,919
Charges for Services	654,687	712,493	920,939	971,909	1,028,504	1,045,739	1,116,390	1,112,328	1,239,187	1,290,195
Fines and Forfeitures	175,833	174,528	166,416	189,044	241,755	214,017	236,240	209,698	220,290	219,118
Investment Income	77,808	24,008	20,354	12,460	30,691	39,400	54,022	49,920	84,855	93,951
Miscellaneous	144,030	116,915	230,173	224,919	454,146	115,141	179,020	566,272	428,109	345,554
Total Revenues	9,151,737	9,178,205	9,881,870	9,950,833	10,500,783	10,153,053	10,546,971	11,469,082	11,360,949	11,471,959
Expenditures										
Current										
General Government	1,518,741	1,509,762	1,689,990	1,809,661	1,937,977	1,882,158	1,933,065	2,052,344	1,839,316	1,855,248
Public Safety	4,876,697	4,975,040	5,016,141	5,375,132	5,419,378	5,453,205	5,848,563	6,559,503	6,507,718	6,258,475
Highway and Streets	856,976	708,770	438,004	426,670	658,506	532,752	559,184	480,057	483,682	494,618
Culture and Recreation	593,548	647,578	767,816	877,874	919,945	918,306	922,031	979,193	967,334	1,106,793
Capital Outlay	363,002	770,297	879,755	870,374	1,286,598	2,692,360	1,806,313	2,758,496	2,320,688	905,583
Debt Service										
Principal	470,000	488,000	506,000	526,000	538,000	488,000	485,000	499,000	501,000	520,000
Interest	166,106	74,720	41,088	56,787	18,577	137,042	90,950	95,946	76,770	62,861
Other Charges	48,577	13,207	-	-	-	-	-	-	-	-
Total Expenditures	8,893,647	9,187,374	9,338,794	9,942,498	10,778,981	12,103,823	11,645,106	13,424,539	12,696,508	11,203,578
Excess (Deficiency) of Revenues Over (Under) Expenditures	258,090	(9,169)	543,076	8,335	(278,198)	(1,950,770)	(1,098,135)	(1,955,457)	(1,335,559)	268,381
Other Financing Sources (Uses)										
Debt Issuance	2,250,000	507,000	-	559,000	-	2,759,000	-	611,000	-	-
Payment to Escrow Agent	(2,253,871)	(491,366)	-	(543,550)	-	(586,000)	-	(594,300)	-	-
Disposal of Capital Assets	239	12,817	669	-	882	1,000	-	-	-	-
Premium on Debt Issuance	52,244	-	-	-	-	231,949	-	-	-	-
Transfers In	235,570	51,361	115,530	629,009	1,422,000	360,000	1,068,146	687,841	247,294	547,627
Transfers Out	(235,570)	(51,361)	(115,530)	(629,009)	(1,422,000)	(360,000)	(1,068,146)	(687,841)	(247,294)	(547,627)
	48,612	28,451	669	15,450	882	2,405,949	-	16,700	-	-
Net Change in Fund Balances	306,702	19,282	543,745	23,785	(277,316)	455,179	(1,098,135)	(1,938,757)	(1,335,559)	268,381
Debt Service as a Percentage of Noncapital Expenditures	7.15%	6.12%	6.12%	6.11%	5.56%	5.44%	5.22%	5.13%	4.95%	5.51%

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

VILLAGE OF RIVERSIDE, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2019 (Unaudited)

Tax Levy Year	Residential Property	Commercial Property	Industrial Property*	Less: Tax-Exempt Property
2009	\$ 356,129,187	\$ 25,963,811	\$ 3,188,706	\$ -
2010	363,637,772	23,502,103	3,096,627	-
2011	307,614,181	19,567,476	3,086,936	-
2012	280,422,450	18,211,974	2,946,329	-
2013	260,997,605	17,125,024	2,811,041	-
2014	251,791,903	14,659,768	483,542	-
2015	242,010,511	14,170,009	506,079	-
2016	251,469,041	14,780,434	577,842	-
2017	298,130,505	16,847,755	631,512	-
2018	286,871,124	16,150,115	672,912	-

Data Source: Office of the County Clerk

* Includes taxable assessed value of railroad property.

** Property tax rates per \$100 of assessed valuation.

*** Assessed values are established by Cook County and equalized by the State of Illinois to approximate one-third of fair value.

Total Taxable Assessed Value	Total Direct Tax Rate**	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value***
385,281,704	1.1832	\$ 1,155,845,112	33.3333%
390,236,502	1.2023	1,170,709,506	33.3333%
330,268,593	1.4496	990,805,779	33.3333%
301,580,753	1.6319	904,742,259	33.3333%
280,933,670	1.7821	842,801,010	33.3333%
266,935,213	1.9138	800,805,639	33.3333%
256,686,599	2.0076	770,059,797	33.3333%
266,827,317	1.9488	800,481,951	33.3333%
315,609,772	1.6870	946,829,316	33.3333%
303,694,151	1.8185	911,082,453	33.3333%

VILLAGE OF RIVERSIDE, ILLINOIS

Property Tax Burden on Taxpayers in the Village - Last Ten Tax Levy Years
December 31, 2019 (Unaudited)

Tax Levy Year	Total Taxable Assessed Value	Total Direct Tax Rate*	Estimated Village Tax Burden	Property Tax Rate*	Estimated Total Property Tax Burden	Village Tax Burden as a Percent of Total Tax Burden
2009	\$ 385,278,704	1.1832	\$ 4,558,618	7.9960	\$ 30,806,885	14.8%
2010	390,236,502	1.2023	4,691,813	8.2260	32,100,855	14.6%
2011	330,268,593	1.4496	4,787,574	9.8500	32,531,456	14.7%
2012	301,580,753	1.6319	4,921,496	10.9470	33,014,045	14.9%
2013	280,933,670	1.7821	5,006,519	11.7190	32,922,617	15.2%
2014	266,935,213	1.9138	5,108,606	12.4100	33,126,660	15.4%
2015	267,168,175	2.0076	5,363,668	12.8950	34,451,336	15.6%
2016	266,827,317	1.9488	5,199,931	12.5630	33,521,516	15.5%
2017	315,609,772	1.6870	5,324,337	11.1570	35,212,582	15.1%
2018	303,694,151	1.8185	5,522,678	11.7360	35,641,546	15.5%
Change from 2009 to 2018	(81,584,553)	0.6353	964,060	3.7400	4,834,661	0.7%

Data Source: Office of the Cook County Clerk

* Property tax rates are per \$100 of assessed valuation

VILLAGE OF RIVERSIDE, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years*
December 31, 2019 (Unaudited)

	2009	2010	2011
Village Direct Rates			
Corporate	0.2649	0.2280	0.3107
Debt Service	0.1440	0.1729	0.1729
Police Pension	0.1645	0.1655	0.1855
IMRF	-	0.0303	0.0356
Street and Bridge	-	-	-
Recreation	0.0271	0.0660	0.0790
Fire Protection	0.1792	0.1767	0.2075
Police Protection	0.1792	0.1767	0.2075
Audit	0.0041	0.0042	0.0049
Public Liability Insurance	0.0640	0.0505	0.0593
Street Lighting	0.0077	0.0076	0.0089
School Crossing Guards	-	0.0076	0.0089
Parks and Maintenance	0.0205	0.0202	0.0207
Ambulance Service	0.1024	0.1009	0.1186
Forestry	0.0256	0.0252	0.0296
Handicapped	-	-	-
Total Direct Rates	1.1832	1.2023	1.4496
Overlapping Rates			
County of Cook	0.3940	0.4230	0.4620
Forest Preserve District	0.0490	0.0510	0.0580
Consolidated Elections	0.0210	-	0.0250
Metropolitan Water Recl.	0.2610	0.2740	0.3200
Des Plaines Valley Mosq.	0.0110	0.0110	0.0140
High School District	2.1790	2.2750	2.7120
Triton Community Coll.	0.2140	0.2250	0.2670
Riverside Public Library	0.2380	0.2430	0.2930
Village of Riverside	1.1840	1.2030	1.4500
School District No. 96	3.3030	3.3740	4.0710
Riverside Township	0.0690	0.0700	0.0840
Riverside Township General	0.0060	0.0070	0.0090
Riverside Mental Health	0.0670	0.0700	0.0850
Total Overlapping Rates	7.9960	8.2260	9.8500

Data Source: Office of the Cook County Clerk

* Property tax rates are per \$100 of assessed valuation. All properties in the Village share the same overlapping districts with the exception of the Township. 2% of the Village is located in Lyons Township while 98% of the Village is located in Riverside Township and related districts (Road & Bridges, General Assistance and Mental Health) are not shown above.

VILLAGE OF RIVERSIDE, ILLINOIS

Principal Property Taxpayers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2019 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018
0.3950	0.4173	0.4184	0.3708	0.2717	0.2075	0.2834	
0.1902	0.2076	0.2240	0.2340	0.2262	0.1910	0.2007	
0.2097	0.2531	0.2685	0.3686	0.4658	0.4328	0.4682	
0.0388	0.0420	0.0461	0.0467	0.0447	0.0620	0.0339	
-	-	-	0.0187	0.0179	0.0152	0.0079	
0.0729	0.0724	0.0715	0.0688	0.0633	0.0537	0.0581	
0.2262	0.2448	0.2767	0.2800	0.2680	0.2277	0.2204	
0.2262	0.2448	0.2767	0.2800	0.2680	0.2277	0.2519	
0.0054	0.0058	0.0061	0.0063	0.0066	0.0053	0.0056	
0.0639	0.0739	0.0823	0.0799	0.0743	0.0653	0.0582	
0.0097	0.0105	0.0111	0.0149	0.0136	0.0091	0.0063	
0.0097	0.0105	0.0055	0.0093	0.0089	0.0076	0.0079	
0.0226	0.0245	0.0295	0.0299	0.0286	0.0243	0.0252	
0.1293	0.1399	0.1531	0.1549	0.1483	0.1214	0.1259	
0.0323	0.0350	0.0443	0.0448	0.0429	0.0364	0.0378	
-	-	-	-	-	-	0.0271	
1.6319	1.7821	1.9138	2.0076	1.9488	1.6870	1.8185	
0.5310	0.5600	0.5680	0.5520	0.5330	0.4960	0.4890	
0.0630	0.0690	0.0690	0.0690	0.0630	0.0620	0.0600	
-	0.0310	-	0.0340	-	0.0310	-	
0.3700	0.4170	0.4300	0.4260	0.4060	0.4020	0.3960	
0.0150	0.0160	0.0160	0.0170	0.0170	0.0150	0.0150	
2.9400	3.0620	3.2240	3.3270	3.3510	2.9510	3.1040	
0.2690	0.3250	0.3360	0.3520	0.3300	0.3060	0.3240	
0.3310	0.3620	0.3890	0.4090	0.3980	0.3460	0.3680	
1.6320	1.7830	1.9140	2.0080	1.9490	1.6870	1.8190	
4.5940	4.8720	5.2280	5.4530	5.2750	4.6470	4.9330	
0.0940	0.1020	0.1070	0.1120	0.1080	0.0960	0.1020	
0.0100	0.0110	0.0120	0.0130	0.0130	0.0120	0.0130	
0.0980	0.1090	0.1170	0.1230	0.1200	0.1060	0.1130	
10.9470	11.7190	12.4100	12.8950	12.5630	11.1570	11.7360	

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
MacNeal Management Services	\$ 920,329	1	0.30%	\$ 569,061	1	0.15%
Property Rental Inc.	596,131	2	0.20%			
Individual	409,372	3	0.13%	506,251	3	0.13%
353 Burlington LLC	387,966	4	0.13%	296,670	5	0.08%
Lion Dev II LLC	309,671	5	0.10%			
World Fuel Services	306,029	6	0.10%			
First American Bank Corp	283,456	7	0.09%	484,156	4	0.13%
Bank of America	269,053	8	0.09%			
Individual	202,986	9	0.07%			
7 Eleven Inc.	168,958	10	0.06%			
Reliable Management				539,712	2	0.14%
Individual				246,588	6	0.06%
Individual				242,881	7	0.06%
Individual				213,354	8	0.06%
River West Property Management				203,795	9	0.05%
Individual				190,078	10	0.05%
	3,853,951		1.27%	3,492,546		0.91%

Data Source: Office of the Cook County Treasurer

VILLAGE OF RIVERSIDE, ILLINOIS

Property Tax Levies and Collections - Last Ten Tax Levy Years
December 31, 2019 (Unaudited)

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 (a)
2010	\$ 4,695,611	\$ 4,530,418	96.48%	\$ 97,109	\$ 4,627,527	98.55%
2011	4,789,919	4,683,461	97.78%	23,097	4,706,558	98.26%
2012	4,922,768	4,786,493	97.23%	82,645	4,869,138	98.91%
2013	5,010,146	4,892,903	97.66%	67,284	4,960,187	99.00%
2014	5,110,230	5,004,270	97.93%	64,980	5,069,250	99.20%
2015	5,155,027	5,094,975	98.84%	14,897	5,109,872	99.12%
2016	5,201,539	5,149,231	98.99%	13,124	5,162,355	99.25%
2017	5,321,381	5,222,104	98.13%	-	5,222,104	98.13%
2018	5,522,741	5,445,621	98.60%	-	5,445,621	98.60%
2019	6,154,484	N/A	N/A	N/A	N/A	N/A

Data Source: Office of the Cook County Clerk

* The collections to date information is through February 28, 2018.

(a) May include interest or refunds.

N/A - Not Available

VILLAGE OF RIVERSIDE, ILLINOIS

Sales Tax Revenue by Category - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

General Merchandise	2010	2011	2012
	\$	\$	\$
Food	132,810	148,004	141,636
Drinking and Eating Places	56,171	57,488	58,127
Apparel	4,364	(2,057)	-
Furniture & H.H. & Radio	-	3,692	2,138
Lumber, Building Hardware	7,154	6,228	5,920
Automobile and Filling Stations	51,669	57,193	53,451
Drugs and Miscellaneous Retail	36,515	33,962	41,389
Agriculture and All Others	184,102	193,177	189,326
Manufacturers	7,656	-	1,079
Other*	4,018	2,444	713
Totals	484,459	500,131	493,779
Village Direct Sales Tax Rate	2.00%	2.00%	2.00%

Data Source: Illinois Department of Revenue

* Categories without any amounts listed have less than four taxpayers; therefore, the Illinois Department of Revenue has declined to provide the sales tax data for those categories to protect the confidentiality of the individual taxpayers. Nonetheless, the total of the censored sales tax data has been listed in the other category and is reflected in the annual totals.

VILLAGE OF RIVERSIDE, ILLINOIS

Direct and Overlapping Sales Tax Rates - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019
-	-	-	-	-	-	-	-
127,130	129,728	110,216	100,444	109,619	158,245	162,724	
62,698	60,833	58,510	65,230	95,676	93,748	90,710	
-	-	-	-	-	-	739	
3,177	2,666	1,875	2,709	1,469	1,350	7,454	
7,241	9,186	11,286	8,558	5,399	3,310	2,336	
49,999	46,341	46,435	49,094	47,459	73,162	81,243	
34,115	38,979	39,246	37,945	39,316	38,205	39,802	
196,399	176,146	169,099	155,834	190,106	94,731	109,921	
779	1,752	2,357	2,560	3,629	3,329	3,629	
480	555	507	605	683	1,048	-	
482,018	466,186	439,531	422,979	493,356	467,128	498,558	
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	

Fiscal Year	Village Direct Rate	Overlapping Rates			State Rate
		Regional Transportation Authority Rate	Cook County Rate	Cook County Rate	
2010	2.00%	1.00%	1.50%	1.50%	5.00%
2011	2.00%	1.00%	1.50%	1.50%	5.00%
2012	2.00%	1.00%	1.50%	1.50%	5.00%
2013	2.00%	1.00%	1.00%	1.00%	5.00%
2014	2.00%	1.00%	1.00%	1.00%	5.00%
2015	2.00%	1.00%	1.00%	1.00%	5.00%
2016	2.00%	1.00%	2.00%	2.00%	5.00%
2017	2.00%	1.00%	2.00%	2.00%	5.00%
2018	2.00%	1.00%	2.00%	2.00%	5.00%
2019	2.00%	1.00%	2.00%	2.00%	5.00%

Data Source: Illinois Department of Revenue

Note: Effective January 1, 2013, the Cook County sales tax rate decreased by .50%.
Effective January 1, 2016, the Cook County sales tax rate increased by .1%.

VILLAGE OF RIVERSIDE, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

Fiscal Year	Governmental Activities		Alternative Revenue Source
	General Obligation Bonds	Alternative Revenue Source	
2010	\$ 1,285,697	\$ 2,302,244	\$ 4,213,925
2011	1,305,774	1,937,495	4,055,855
2012	800,849	1,932,745	3,769,013
2013	834,925	1,480,530	3,526,661
2014	298,000	1,475,780	3,213,237
2015	2,800,949	979,581	2,899,814
2016	2,290,177	974,831	2,571,391
2017	2,376,405	459,339	2,232,968
2018	1,849,633	459,339	1,889,545
2019	1,303,861	459,339	1,541,119

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.

Business-Type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
\$ 1,408,659	\$ 9,210,525	2.99%	\$ 1,037.81
1,872,339	9,171,463	2.38%	1,033.40
1,800,099	8,302,706	2.15%	935.52
1,700,094	7,542,210	1.96%	849.83
1,600,088	6,587,105	1.71%	742.21
1,500,082	8,180,426	2.12%	921.74
1,400,076	7,236,475	1.88%	815.38
1,300,070	6,368,782	1.65%	717.61
1,200,064	5,398,581	1.40%	608.29
1,100,059	4,404,378	1.14%	496.27

VILLAGE OF RIVERSIDE, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

Fiscal Year	General Obligation Bonds	Less: Amounts Available	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2010	\$ 1,285,697	\$ 263,770	\$ 1,021,927	0.27%	\$ 115.15
2011	1,305,774	257,000	1,048,774	0.27%	118.17
2012	800,849	273,194	527,655	0.16%	59.45
2013	834,925	271,806	563,119	0.19%	63.45
2014	298,000	294,000	4,000	0.00%	0.45
2015	2,800,949	272,256	2,528,693	0.95%	284.92
2016	2,290,177	327,172	1,963,005	0.76%	221.18
2017	2,376,405	349,616	2,026,789	0.76%	228.37
2018	1,849,633	372,985	1,476,648	0.47%	166.38
2019	1,303,861	400,150	903,711	0.30%	101.83

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

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

VILLAGE OF RIVERSIDE, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2019 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Village (1)	Village Share of Debt	Village Debt Per Capita (3)
Village of Riverside (2)	\$ 1,763,200	100.000%	\$ 1,763,200	\$ 198.7
Overlapping Debt				
Cook County	2,803,851,750	0.190%	5,327,318	600.3
Cook County Forest Preserve District	131,815,000	0.190%	250,449	28.2
Metropolitan Water Reclamation District	2,274,859,669	0.190%	4,322,233	487.0
Lyons Township	520,000	0.140%	728	0.1
High School District Number 208	31,895,000	35.480%	11,316,346	1,275.1
Community College District Number 504	39,995,000	3.470%	1,387,827	156.4
Total Overlapping Debt	5,282,936,419		22,604,901	2,547
Total Direct and Overlapping Debt	5,284,699,619		24,368,101	2,746

Data Source: Office of the Cook County Clerk

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

(2) Gross bonded debt does not include alternate revenue source bonds supported by Enterprise Fund revenues.

(3) See the Schedule of Demographic and Economic Statistics for population data.

VILLAGE OF RIVERSIDE, ILLINOIS

Schedule of Legal Debt Margin - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

	2010	2011	2012	2013
Legal Debt Limit	\$ 33,230,288	33,657,898	28,485,666	26,011,340
Total Net Debt Applicable to Limit	1,290,000	1,309,000	803,000	836,000
Legal Debt Margin	31,940,288	32,348,898	27,682,666	25,175,340
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	3.88%	3.89%	2.82%	3.21%

Data Source: Audited Financial Statements

	2014	2015	2016	2017	2018	2019
Legal Debt Limit	24,230,529	23,023,162	22,139,219	23,013,856	27,221,343	26,193,621
Total Net Debt Applicable to Limit	298,000	2,569,000	2,084,000	2,196,000	1,695,000	1,175,000
Legal Debt Margin	23,932,529	20,454,162	20,055,219	20,817,856	25,526,343	25,018,621
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	1.23%	11.16%	9.41%	9.54%	6.23%	4.49%

Legal Debt Margin Calculation for Fiscal Year 2019

Assessed Value	\$ 303,694,151
Bonded Debt Limit - 8.625% of Assessed Value	26,193,621
Amount of Debt Applicable to Limit	1,175,000
Legal Debt Margin	25,018,621

VILLAGE OF RIVERSIDE, ILLINOIS

Pledged-Revenue Coverage - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

Fiscal Year	Water Revenue Bonds			
	Water Charges and Other	Less Operating Expenses	Net Available Revenue	Coverage
2010	\$ 2,709,604	1,552,542	1,157,062	2.79
2011	2,689,984	1,428,126	1,261,858	2.91
2012	2,946,708	1,789,698	1,157,010	2.53
2013	2,876,780	1,989,427	887,353	0.46
2014	2,818,857	2,108,710	710,147	2.89
2015	2,914,322	2,331,556	582,766	2.39
2016	2,993,715	2,424,909	568,806	2.30
2017	3,304,073	2,348,330	955,743	3.79
2018	3,205,775	2,276,845	928,930	3.76
2019	3,079,553	2,525,879	553,674	2.26

Revenue Stream

Fiscal Year	GO Bonds of 2003		GO Bonds of 2005		GO Bonds of 2011	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 55,000	95,271	185,000	79,600	-	-
2011	60,000	47,141	195,000	72,760	-	22,379
2012	-	-	200,000	65,650	85,000	73,169
2013	-	-	1,655,000	31,025	75,000	71,769
2014	-	-	-	-	75,000	70,456
2015	-	-	-	-	75,000	69,144
2016	-	-	-	-	80,000	66,888
2017	-	-	-	-	85,000	66,888
2018	-	-	-	-	85,000	61,837
2019	-	-	-	-	85,000	59,713

Data Source: Audited Financial Statements

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

Fiscal Year	IEPA Loan L17-4322		IEPA Loan L17-4323		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$1,504,844	-	\$367,494	-	\$1,872,338	-
2011	-	-	-	-	-	-
2012	-	-	-	-	-	-
2013	-	-	-	-	-	-
2014	-	-	-	-	-	-
2015	-	-	-	-	-	-
2016	-	-	-	-	-	-
2017	-	-	-	-	-	-
2018	-	-	-	-	-	-
2019	-	-	-	-	-	-

VILLAGE OF RIVERSIDE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2010	8,875	\$ 308,069,000	\$ 34,712	5.40%
2011	8,875	385,574,375	43,445	4.70%
2012	8,875	385,574,375	43,445	4.10%
2013	8,875	385,574,375	43,445	6.90%
2014	8,875	385,574,375	43,445	5.20%
2015	8,875	385,574,375	43,445	4.50%
2016	8,875	385,574,375	43,445	4.60%
2017	8,875	385,574,375	43,445	3.70%
2018	8,875	385,574,375	43,445	2.60%
2019	8,875	385,574,375	43,445	2.70%

Data Sources: Illinois Department of Employment Security (IDES) and U.S. Department of Commerce, Bureau of the Census

Note: Beginning in 2011, per capita personal income figure represents per capita money income as defined and published in the 2010 U.S. census.

VILLAGE OF RIVERSIDE, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2019 (Unaudited)

Employer	2019			2010		
	Employees	Rank	Percentage of Total Village Population	Employees	Rank	Percentage of Total Village Population
Pinacle Decorating, Inc.	25	1	0.28%			
Mosbrook Design, Inc.	20	2	0.23%			
World Fuel Services, Corp.	15	3	0.17%			
Burlington Realty, Inc.	15	3	0.17%	13	5	0.15%
Ridgeland Associates, Inc	12	4	0.14%			
Ronbu, Inc.	10	5	0.11%			
Village Realty	8	6	0.09%			
Teannas, Co., Inc.	7	7	0.08%	7	7	0.08%
Barr Systems, Inc.	6	8	0.07%	6	10	0.07%
Patek & Associates	6	9	0.07%	6	8	0.07%
Scola Specialty Advertising Co.	6	10	0.07%			
Watermark Physicians Services, Inc.				50	1	0.56%
Texor Petroleum Co.				20	2	0.23%
Century 21/Village Realty, Inc				15	3	0.17%
American Cancer Society				13	4	0.15%
Father & Sons, Inc.				12	6	0.14%
	130		1.46%	142		1.60%

Data Source: Illinois Manufacturers Directory and Illinois Services Directory

Note: This schedule does not include government employers.

VILLAGE OF RIVERSIDE, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government										
Boards and Commissions	0.60	0.35 (b)	0.43	0.37	0.37	1.20	1.49	1.15	1.15	1.65
Village Manager	2.00	2.00	2.00	2.00	2.00	3.00	2.50	2.00	2.00	2.00
Finance	4.93	5.06 (c)	4.83	5.00	5.00	5.00	5.50	5.75	5.25	5.00
Village Clerk (a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)
Community Development	2.25	2.25	2.40	2.56	3.10 (e)	3.15	3.14	3.14	3.29	3.00
Public Safety										
Police										
Administration	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.50	4.50
Officers	16.80	17.80	19.55	17.80	17.80	18.00	18.00	18.00	17.00	18.00
Dispatchers	5.20	5.20	5.50	4.86	4.98	5.05	5.13	4.63	-	-
Crossing Guards	3.00	3.00	2.50	2.63	2.88	3.00	3.50	2.40	2.81	2.90
Fire										
Administration	1.36	1.36	1.35	1.40	1.40	1.25	1.17	1.30	2.35	1.90
Firefighters and Officers	12.00	12.00	12.13	12.10	12.36	10.14	11.08	11.78	10.75	11.80
Public Works										
Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00
Maintenance/Operators/Forester	9.75	9.50	9.15	8.97	9.63	9.55	9.48	9.35	9.70	8.00
Recreation										
Administration	2.49	2.49	2.75	2.68	2.63	2.73	3.72	3.00	3.00	4.00
Assistants/Referees	1.44	1.52	1.90	5.76 (d)	5.59	8.00 (f)	6.06 (f)	7.74	7.75	9.90
Totals	66.82	67.53	69.49	71.13	72.74	75.07	75.77	75.24	72.55	75.65

Data Source: Annual Budget Reports

(a) The Village Clerk is paid a monthly stipend per Village Code.

(b) The Village eliminated the position of part-time director of the Historical Commission beginning with the 2011 budget.

(c) In 2011, the Village budgeted for a part-time student intern.

(d) During 2013, the Village expanded the program offerings in the Parks and Recreation department. As a result, several positions were newly created during the year.

(e) During 2014, the Community Development department was restructured and a full-time inspector position was created.

(f) During 2015, the Parks and Recreation department expanded its KinderKids and Summer Camp programs and as a result several positions were newly created.

VILLAGE OF RIVERSIDE, ILLINOIS

Construction - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

Fiscal Year	Commercial Construction		Residential Construction	
	Number of Units	Value	Number of Units	Value
2010	18	\$ 753,948	696	\$ 6,751,990
2011	7	57,859	609	5,833,514
2012	6	468,993	608	7,415,107
2013	10	205,908	708	7,035,029
2014	4	69,991	802	10,226,603
2015	7	216,925	815	12,032,443
2016	38	2,332,017	867	11,723,654
2017	39	863,447	791	15,109,950
2018	41	571,238	773	10,427,590
2019	16	310,738	799	9,465,695

Data Source: Building Department records

Note: Construction values declared by applicants at time of application.

VILLAGE OF RIVERSIDE, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

	2010	2011	2012
Public Safety			
Police			
Physical Arrests	452	467	428
Parking Violations	1,947	1,988	2,106
Traffic Violations	3,696	4,057	3,668
Fire			
Number of Emergency Responses	1,557	1,522	1,485
Number of Fire Related Responses	800	711	639
Number of EMS Related Responses	757	811	846
Number of Fires Extinguished	N/A	3	3
Public Works			
Miles of Streets Resurfaced	1.0	1.0	1.0
Number of Trees Planted	N/A	N/A	N/A
Water Main Breaks Repaired	N/A	N/A	N/A
Tons of Street Salt Used	1,000	150	150
Catch Basin/Manholes Replaced	N/A	N/A	N/A
Recreation			
Number of Program Registrations*	3,769	3,722	4,225

Data Source: Various Village Departments

N/A - Not Available

VILLAGE OF RIVERSIDE, ILLINOIS

Library Operating Statistics - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

	2013	2014	2015	2016	2017	2018	2019
	466	468	473	502	496	379	392
	2,331	1,827	1,762	2,008	1,958	1,950	2,465
	2,569	2,722	2,666	2,473	2,141	2,265	3,102
	1,539	1,828	1,706	1,763	1,513	1,607	1,616
	596	949	795	857	631	698	760
	943	879	911	906	882	909	856
	4	2	1	19	11	37	41
	0.3	0.3	2.3	3.0	0.9	2.5	0.9
	N/A	193	200	189	205	39	100
	N/A	8	3	2	12	15	10
	700	500	400	125	425	500	375
	N/A	3	4	9	2	4	0
	4,368	4,480	5,039	4,312	5,194	5,340	6,294

	2010	2011	2012	2013
Total Holdings	101,062	99,220	96,220	89,557
Library Attendance	128,856	124,553	131,444	125,717
Adult Circulation	81,240	78,088	76,179	72,364
YS Circulation	62,921	58,760	58,261	53,172
Interlibrary Loans Loaned	22,089	20,088	21,509	19,749
Borrowed	18,637	17,245	18,555	18,558
OPAC Requests	13,986	14,078	15,149	14,345
Reciprocal Borrowing Loaned/Non Patrons PRL Patrons/Other	25,789	20,398	18,213	17,257
	20,836	20,641	19,498	18,115
Reference Questions	17,032	14,810	13,947	13,346
Phone Reference	1,125	954	804	699
Internet Usage	19,557	19,099	19,743	15,748
New Material Added	7,270	6,353	5,051	4,320
Program Attendance	11,435	11,913	13,512	12,788
Faxes Sent	551	534	581	472
Notary Service	148	68	165	144

Data Source: Library Records

N/A - not available

VILLAGE OF RIVERSIDE, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2019 (Unaudited)

	2014	2015	2016	2017	2018	2019	2010	2011	2012
Public Safety									
Police	80,244	77,917	66,124	64,547	64,675	63,272			
Stations	127,092	133,349	130,297	119,768	117,908	117,326	1	1	1
Squad Cars	69,748	74,169	75,572	66,696	67,694	61,804	9	9	9
Fire	56,437	55,700	54,725	68,082	65,668	64,129	2	2	2
Fire Stations	17,202	16,910	16,639	14,059	13,018	12,580	2	2	2
Fire Engines	18,764	17,592	16,212	15,031	15,720	15,743	2	2	2
Fire Trucks	13,606	13,928	14,724	14,510	14,976	14,715	1	1	1
Ambulances							2	2	2
Fire Hydrants							425	389	389
Public Works									
Streets (Miles)							35	35	35
Water									
Water Mains (Miles)	16,119	15,439	11,523	10,658	9,876	8,984	34	34	34
Number of Metered Accounts	17,113	15,997	14,934	15,627	15,017	14,715	3,270	3,270	3,270
Wastewater									
Sewers (Miles)	15,796	13,200	13,159	14,035	8,774	16,070	50	50	50
Number of Parks	704	N/A	N/A	N/A	N/A	N/A	43	43	43
Park Areas (Acres)	16,174	15,301	13,883	13,123	12,377	11,152	125	125	125
Recreation									
Number of Parks and Playgrounds	3,669	4,580	3,869	3,437	3,111	3,017	7	7	7
Park Areas (Acres)	17,253	16,986	18,106	18,715	18,635	16,887	9	9	9
	540	401	380	342	331	272			
	110	106	121	178	191	217			

Data Source: Various Village Departments

2013	2014	2015	2016	2017	2018	2019
1 11	1 11	1 11	1 11	1 11	1 11	1 11
2	2	2	2	2	2	2
2	2	2	2	2	2	2
1	1	1	1	1	1	1
2	2	2	2	2	2	2
389	389	389	427	427	427	427
35	35	35	35	35	35	35
34	34	34	34	34	34	34
3,270	3,120	3,074	3,140	3,142	3,149	3,144
50	50	50	50	50	50	50
43	43	43	43	43	43	43
125	125	125	125	125	125	125
7	7	7	7	7	7	7
9	9	9	9	9	9	9

APPENDIX B
DESCRIBING BOOK-ENTRY-ONLY ISSUANCE

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

2. DTC, the world’s largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has Standard & Poor’s rating: AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

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

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

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

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

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

8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Village or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Village or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. A Beneficial Owner shall give notice to elect to have its Securities purchased or tendered, through its Participant, to any Tender/Remarketing Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to any Tender/Remarketing Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to any Tender/Remarketing Agent's DTC account.

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

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

12. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Village believes to be reliable, but the Village takes no responsibility for the accuracy thereof.

APPENDIX C

PROPOSED FORM OF OPINION OF BOND COUNSEL

PROPOSED FORM OF OPINION OF BOND COUNSEL

[LETTERHEAD OF CHAPMAN AND CUTLER LLP]

[TO BE DATED CLOSING DATE]

Village of Riverside
Cook County, Illinois

We hereby certify that we have examined certified copy of the proceedings (the “*Proceedings*”) of the Village of Riverside, Cook County, Illinois (the “*Village*”), passed preliminary to the issue by the Village of its fully registered General Obligation Bonds, Series 2020B (the “*Bonds*”), to the amount of \$_____, dated _____, 2020, due serially on December 1 of the years and in the amounts and bearing interest as follows:

2021	\$	%
2022		%
2023		%
2024		%
2025		%
2026		%
2027		%
2028		%
2029		%
2030		%
2031		%
2032		%
2033		%
2034		%

he Bonds due on or after December 1, 20__, being subject to redemption prior to maturity at the option of the Village as a whole or in part in any order of their maturity as determined by the Village (less than all of the Bonds of a single maturity to be selected by the Bond Registrar), on December 1, 20__, or on any date thereafter, at the redemption price of par plus accrued interest to the redemption date, as provided in the Proceedings, and we are of the opinion that the Proceedings show lawful authority for said issue under the laws of the State of Illinois now in force.

We further certify that we have examined the form of bond prescribed for said issue and find the same in due form of law, and in our opinion said issue, to the amount named, is valid and legally binding upon the Village and is payable from any funds of the Village legally available for such purpose, and all taxable property in the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency,

moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

It is our opinion that, subject to the Village's compliance with certain covenants, under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended (the "*Code*"). Failure to comply with certain of such Village covenants could cause interest on the Bonds to be includible in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. Ownership of the Bonds may result in other federal tax consequences to certain taxpayers, and we express no opinion regarding any such collateral consequences arising with respect to the Bonds.

It is also our opinion that the Bonds are "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

We express no opinion herein as to the accuracy, adequacy or completeness of any information furnished to any person in connection with any offer or sale of the Bonds.

In rendering this opinion, we have relied upon certifications of the Village with respect to certain material facts within the Village's knowledge. Our opinion represents our legal judgment based upon our review of the law and the facts that we deem relevant to render such opinion and is not a guarantee of a result. This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

APPENDIX D

**VILLAGE OF RIVERSIDE
COOK COUNTY, ILLINOIS**

**EXCERPTS OF FISCAL YEAR 2019 AUDITED FINANCIAL STATEMENTS
RELATING TO THE VILLAGE'S PENSION PLANS AND
OTHER POSTEMPLOYMENT BENEFITS**

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

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 two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the Village at 27 Riverside Road, 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 on-line 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.

The aggregate amounts recognized for the pension plans are:

	Pension Expense	Pension Liability	Deferred Outflows	Deferred Inflows
IMRF				
Village	\$ 334,701	590,112	349,334	(596,441)
Library	77,704	133,552	79,060	(134,985)
Police Pension	1,803,237	18,280,969	1,626,783	3,018,558
	2,215,642	19,004,633	2,055,177	2,287,132

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	71
Inactive Plan Members Entitled to but not yet Receiving Benefits	64
Active Plan Members	<u>52</u>
Total	<u><u>187</u></u>

A detailed breakdown of IMRF membership for inactive members for the Village and Library is unavailable. The above numbers include all inactive members.

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2019, the Village's contribution was 8.31% of covered payroll.

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions Interest Rate	7.25%
Salary Increases	3.39% - 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality tables was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.75%
Domestic Equities	37.00%	7.15%
International Equities	18.00%	7.25%
Real Estate	9.00%	6.25%
Blended	7.00%	3.20% - 8.50%
Cash and Cash Equivalents	1.00%	2.50%

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Discount Rate

The discount rate used to measure the total pension liability was 7.25% in the current year and the prior year. 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 Library 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 projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village's net pension liability 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:

	Current		1% Increase
	1% Decrease	Discount Rate	
	(6.25%)	(7.25%)	(8.25%)
Net Pension Liability/(Asset)			
Village	\$ 2,436,331	590,112	(916,060)
Library	551,382	133,552	(207,320)
Totals	2,987,713	723,664	(1,123,380)

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Changes in the Net Pension Liability

	Village	Library	Total
Total Pension Liability			
Service Cost	\$ 245,730	55,613	301,343
Interest	926,330	214,530	1,140,860
Differences Between Expected and Actual Experience	172,788	39,105	211,893
Change of Assumptions	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(660,655)	(149,517)	(810,172)
Net Change in Total Pension Liability	684,193	159,731	843,924
Total Pension Liability - Beginning	13,062,744	2,927,664	15,990,408
Total Pension Liability - Ending	13,746,937	3,087,395	16,834,332
Plan Fiduciary Net Position			
Contributions - Employer	194,671	44,057	238,728
Contributions - Members	141,899	32,114	174,013
Net Investment Income	2,126,078	481,167	2,607,245
Benefit Payments, Including Refunds of Member Contributions	(660,655)	(149,517)	(810,172)
Other (Net Transfer)	33,855	7,662	41,517
Net Change in Plan Fiduciary Net Position	1,835,848	415,483	2,251,331
Plan Net Position - Beginning	11,320,977	2,538,360	13,859,337
Plan Net Position - Ending	13,156,825	2,953,843	16,110,668
Employer's Net Pension Liability	590,112	133,552	723,664

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2019, the Village recognized pension expense of \$334,701 and the Library recognized pension expense of \$77,704 for a total pension expense of \$412,405. At December 31, 2019, the Village and Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Village		Library		Totals
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference Between Expected and Actual Experience	\$ 189,915	(14,735)	42,981	(3,335)	214,826
Change in Assumptions	159,419	(79,754)	36,079	(18,050)	97,694
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(501,952)	-	(113,600)	(615,552)
Total Deferred Amounts Related to IMRF	349,334	(596,441)	79,060	(134,985)	(303,032)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources	
	Village	Library
2020	18,889	4,274
2021	(52,667)	(11,919)
2022	50,118	11,342
2023	(263,447)	(59,622)
2024	-	-
Thereafter	-	-
Totals	(247,107)	(55,925)

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

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 President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At December 31, 2019, 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	2
Active Plan Members	<u>20</u>
	<u><u>39</u></u>

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 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 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.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – 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 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 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 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 ½ 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 December 31, 2019, the Village's contribution was 68.00% of covered payroll.

Concentrations. At year-end, the Fund does not have any investments over 5 percent of net plan position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions Interest Rate	7.00%
Salary Increases	5.50%
Cost of Living Adjustments	3.00%
Inflation	3.00%

Mortality rates were based on an independent actuary 2016 Illinois Police Mortality Rates.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. 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 Library 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 projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – 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 liability of the Village calculated using the discount rate as well as what the Village's net pension liability 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 (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ 22,730,302	18,280,969	14,705,308

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 28,152,165	9,085,203	19,066,962
Changes for the Year:			
Service Cost	485,662	-	485,662
Interest on the Total Pension Liability	1,791,658	-	1,791,658
Difference Between Expected and Actual Experience of the Total Pension Liability	(717,948)	-	(717,948)
Changes of Assumptions	453,499	-	453,499
Changes of Benefit Terms	165,373	-	165,373
Contributions - Employer	-	1,400,208	(1,400,208)
Contributions - Members	-	198,197	(198,197)
Net Investment Income	-	1,399,929	(1,399,929)
Benefit Payments, including Refunds of Employee Contributions	(1,176,354)	(1,176,354)	-
Administrative Expense	-	(34,097)	34,097
Net Changes	1,001,890	1,787,883	(785,993)
Balances at December 31, 2019	29,154,055	10,873,086	18,280,969

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2019, the Village recognized pension expense of \$1,803,237. At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 4,125	(882,366)	(878,241)
Change in Assumptions	1,580,624	(2,136,192)	(555,568)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	42,034	-	42,034
Total Deferred Amounts Related to Police Pension	1,626,783	(3,018,558)	(1,391,775)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2020	\$ (4,478)
2021	(467,099)
2022	(503,162)
2023	(334,228)
2024	(44,703)
Thereafter	(38,105)
Total	(1,391,775)

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 100 percent of health insurance premiums for non-Medicare-eligible retirees and 100 percent of supplemental health insurance premiums for Medicare-eligible retirees. The plan also provides all retirees with dental and vision insurance. The retiree is responsible for the full cost of coverage.

Plan Membership. As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

	Village	Library	Totals
Inactive Plan Members Currently Receiving Benefits	10	1	11
Inactive Plan Members Entitled to but not yet Receiving Benefits	-	-	-
Active Plan Members	49	4	53
Totals	59	5	64

Total OPEB Liability

The Village's total OPEB liability was measured as of December 31, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.50%
Salary Increases	2.75%
Discount Rate	2.74%
Healthcare Cost Trend Rates	6.87% for 2019, decreasing 0.2% per year to an ultimate rate of 5.0% for 2028 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

The discount rate was based on The Bond Buyer 20-Bond GO Index.

Active Mortality rates were based on IMRF Mortality which follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study. These Rates are Improved Generationally using MP-2017 Improvement Rates and Weighted Based on the IMRF December 31, 2017 Actuarial Valuation. Retiree and Spousal IMRF Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2017 Improvement Rates.

Change in the Total OPEB Liability

	Village	Library	Totals
Balance at December 31, 2018	\$ 1,863,080	\$ 77,708	\$ 1,940,788
Changes for the Year:			
Service Cost	37,125	1,464	38,589
Interest on the Total Pension Liability	78,370	(1,134)	77,236
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	-	-	-
Changes of Assumptions or Other Inputs	362,523	14,298	376,821
Benefit Payments	(108,915)	(4,296)	(113,211)
Net Changes	369,103	10,332	379,435
Balance at December 31, 2019	\$ 2,232,183	\$ 88,040	\$ 2,320,223

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using a Single Discount Rate of 2.74%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.74%)	Current Discount Rate (2.74%)	1% Increase (3.74%)
Village	\$ 2,514,556	\$ 2,232,183	\$ 2,000,349
Library	99,177	88,040	78,896
Total OPEB Liability	\$ 2,613,733	\$ 2,320,223	\$ 2,079,245

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Village	\$ 1,936,659	\$ 2,232,183	\$ 2,595,020
Library	76,384	88,040	102,351
Total OPEB Liability	\$ 2,013,043	\$ 2,320,223	\$ 2,697,371

VILLAGE OF RIVERSIDE, ILLINOIS

Notes to the Financial Statements
December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2019, the Village recognized OPEB expense of \$357,719 and the Library recognized OPEB expense of \$10,776. Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB. At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Village	Library	Totals
	Deferred Outflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ -	-	-
Change in Assumptions	-	-	-
Net Difference Between Projected and Actual	-	-	-
Total Deferred Amounts Related to OPEB	-	-	-

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources	
	Village	Library
2020	\$ -	-
2021	-	-
2022	-	-
2023	-	-
2024	-	-
Thereafter	-	-
Totals	-	-

VILLAGE OF RIVERSIDE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Employer Contributions
December 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 292,030	\$ 292,030	\$ -	\$ 2,837,995	10.29%
2016	309,291	309,291	-	3,035,247	10.19%
2017	316,713	331,986	15,273	3,111,130	10.67%
2018	280,768	280,768	-	2,933,822	9.57%
2019	194,671	194,671	-	2,342,615	8.31%
Library	44,057	44,057	-	530,173	8.31%
Totals	238,728	238,728	-	2,872,788	8.31%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	MP-2017 (base year 2015)

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Employer Contributions
December 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 660,319	\$ 707,016	\$ 46,697	\$ 1,756,312	40.26%
2015	695,931	737,331	41,400	2,139,927	34.46%
2016	918,533	963,918	45,385	1,835,834	52.51%
2017	1,206,641	1,229,856	23,215	1,895,499	64.88%
2018	1,326,236	1,348,498	22,262	1,919,062	70.27%
2019	1,380,343	1,400,208	19,865	2,059,055	68.00%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	2.50% - 13.13%
Investment Rate of Return	6.50%
Retirement Age	50-70
Mortality	Independent Actuary 2016 Illinois Police Mortality Rates

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2019

	12/31/2015		12/31/17		12/31/18		12/31/2019		Totals
	Total		Total		Total	Village	Library		
Total Pension Liability									
Service Cost	\$ 291,242		338,083	310,150	245,730	245,730	55,613	301,343	301,343
Interest	933,118		1,053,201	1,100,263	926,330	926,330	214,530	1,140,860	1,140,860
Differences Between Expected and Actual Experience	233,057		469,685	(44,256)	172,788	172,788	39,105	211,893	211,893
Change of Assumptions	17,971		(502,678)	478,810	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(524,022)		(694,357)	(739,313)	(660,655)	(660,655)	(149,517)	(810,172)	(810,172)
Net Change in Total Pension Liability	951,366		663,934	1,105,654	684,193	684,193	159,731	843,924	843,924
Total Pension Liability - Beginning	12,557,963		14,220,820	14,884,754	13,062,744	13,062,744	2,927,664	15,990,408	15,990,408
Total Pension Liability - Ending	13,509,329		14,884,754	15,990,408	13,746,937	13,746,937	3,087,395	16,834,332	16,834,332
Plan Fiduciary Net Position									
Contributions - Employer	\$ 292,030		331,986	280,768	194,671	194,671	44,057	238,728	238,728
Contributions - Members	142,336		142,446	133,967	141,899	141,899	32,114	174,013	174,013
Net Investment Income	61,006		2,182,427	(811,468)	2,126,078	2,126,078	481,167	2,607,245	2,607,245
Benefit Payments, Including Refunds of Member Contributions	(524,022)		(694,357)	(739,313)	(660,655)	(660,655)	(149,517)	(810,172)	(810,172)
Other (Net Transfer)	(176,566)		(14,869)	134,398	33,855	33,855	7,662	41,517	41,517
Net Change in Plan Fiduciary Net Position	(205,216)		1,947,633	(1,001,648)	1,835,848	1,835,848	415,483	2,251,331	2,251,331
Plan Net Position - Beginning	12,245,962		12,913,352	14,860,985	11,320,977	11,320,977	2,538,560	13,859,337	13,859,337
Plan Net Position - Ending	12,040,746		14,860,985	13,859,337	13,156,825	13,156,825	2,953,843	16,110,668	16,110,668
Employer's Net Pension Liability	\$ 1,468,583		23,769	2,131,071	590,112	590,112	133,552	723,664	723,664
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	89.13%		99.84%	86.67%	95.71%	95.71%	95.67%	95.70%	95.70%
Covered Payroll	\$ 2,837,995		3,111,130	2,933,822	2,342,615	2,342,615	530,173	2,872,788	2,872,788
Employer's Net Pension Liability as a Percentage of Covered Payroll	51.75%		0.76%	72.64%	25.19%	25.19%	25.19%	25.19%	25.19%

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2019

	2014	2015	2016	2017	2018	2019
Total Pension Liability		525,938	487,409	516,946	460,033	485,662
Service Cost	\$ 300,608	1,250,292	1,808,871	1,656,911	1,735,749	1,791,658
Interest	1,114,941	-	-	-	-	165,373
Changes of Benefit Terms	-	(74,120)	(358,933)	7,734	(168,037)	(717,948)
Differences Between Expected and Actual Experience	736,842	5,245,627	(3,313,397)	(1,657,190)	-	453,499
Change of Assumptions	5,148,795	(1,095,380)	(1,097,218)	(1,165,905)	(1,158,778)	(1,176,354)
Benefit Payments, Including Refunds of Member Contributions	(1,075,442)					
Net Change in Total Pension Liability	6,225,744	5,852,357	(2,473,268)	(641,504)	868,967	1,001,890
Total Pension Liability - Beginning	18,319,869	24,545,613	30,397,970	27,924,702	27,283,198	28,152,165
Total Pension Liability - Ending	24,545,613	30,397,970	27,924,702	27,283,198	28,152,165	29,154,055
Plan Fiduciary Net Position		737,331	963,918	1,229,856	1,348,498	1,400,208
Contributions - Employer	\$ 707,016	181,145	180,996	178,457	192,444	198,197
Contributions - Members	170,803	(124,563)	328,352	623,163	(509,525)	1,399,929
Net Investment Income	352,550	(1,095,380)	(1,097,218)	(1,165,905)	(1,158,778)	(1,176,354)
Benefit Payments, Including Refunds of Member Contributions	(1,075,442)	(16,102)	(20,327)	(18,154)	(27,603)	(34,097)
Administrative Expense	(92,071)					
Net Change in Plan Fiduciary Net Position	62,856	(317,569)	355,721	847,417	(154,964)	1,787,883
Plan Net Position - Beginning	8,291,742	8,354,598	8,037,029	8,392,750	9,240,167	9,085,203
Plan Net Position - Ending	8,354,598	8,037,029	8,392,750	9,240,167	9,085,203	10,873,086
Employer's Net Pension Liability	\$ 16,191,015	22,360,941	19,531,952	18,043,031	19,066,962	18,280,969
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.04%	26.44%	30.05%	33.87%	32.27%	37.30%
Covered Payroll	\$ 1,756,312	2,139,927	1,835,834	1,895,499	1,919,062	2,059,055
Employer's Net Pension Liability as a Percentage of Covered Payroll	92.188%	1044.94%	1063.93%	951.89%	993.56%	887.83%

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Investment Returns
December 31, 2019

Fiscal Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2014	4.33%
2015	(1.53%)
2016	5.38%
2017	8.47%
2018	(5.51%)
2019	15.68%

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF RIVERSIDE, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
December 31, 2019

	12/31/2018		12/31/2019		Totals
	Total	Village	Library	Totals	
Total OPEB Liability					
Service Cost	\$ 41,202	37,125	1,464	38,589	
Interest	69,528	78,370	(1,134)	77,236	
Changes in Benefit Terms	-	-	-	-	
Differences Between Expected and Actual Experience	-	-	-	-	
Change of Assumptions or Other Inputs	(135,489)	362,523	14,298	376,821	
Benefit Payments	(108,268)	(108,915)	(4,296)	(113,211)	
Net Change in Total OPEB Liability	(133,027)	369,103	10,332	379,435	
Total OPEB Liability - Beginning	2,073,815	1,863,080	77,708	1,940,788	
Total OPEB Liability - Ending	1,940,788	2,232,183	88,040	2,320,223	
Covered Payroll	\$ 4,106,613	4,398,181	173,470	4,571,651	
Total OPEB Liability as a Percentage of Covered Payroll	47.26%	50.75%	50.75%	50.75%	

Notes:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Benefit Terms. There was no change in the retirees' share of health insurance premiums.

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

Fiscal Year	PPO	HMO
2020	6.87%	6.42%
2021	6.63%	6.24%
2022	6.40%	6.07%
2023	6.17%	5.89%
2024	5.93%	5.71%
2025	5.70%	5.53%
2026	5.47%	5.36%
2027	5.23%	5.18%
2028	5.00%	5.00%
Ultimate	5.00%	5.00%

In 2019, there was no change in the healthcare trend rates from the prior year.

VILLAGE OF RIVERSIDE, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 5,566,734	5,566,734	5,427,130
Licenses and Permits	930,080	930,080	1,049,456
Intergovernmental	1,390,000	1,561,850	1,615,858
Charges for Services	1,248,809	1,248,809	1,290,195
Fines and Forfeitures	218,000	218,000	216,030
Interest	25,025	25,025	65,706
Miscellaneous	269,602	269,602	301,615
Total Revenues	9,648,250	9,820,100	9,965,990
Expenditures			
General Government	1,844,085	1,990,935	1,849,942
Public Safety	6,372,515	6,372,515	6,258,475
Highways and Streets	470,815	470,815	494,618
Culture and Recreation	1,053,495	1,078,495	1,058,946
Total Expenditures	9,740,910	9,912,760	9,661,981
Excess (Deficiency) of Revenues Over (Under) Expenditures	(92,660)	(92,660)	304,009
Other Financing Sources (Uses)			
Transfers In	50,000	50,000	50,000
Transfers Out	-	-	(497,627)
	50,000	50,000	(447,627)
Net Change in Fund Balance	(42,660)	(42,660)	(143,618)
Fund Balance - Beginning			4,266,377
Fund Balance - Ending			4,122,759

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OFFICIAL BID FORM
(Closed Speer Auction)

Village of Riverside
27 Riverside Road
Riverside, Illinois 60546

June 18, 2020
Speer Financial, Inc.

President and Board of Trustees:

For the \$1,500,000* General Obligation Bonds, Series 2020B (the "Bonds"), of the Village of Riverside, Cook County, Illinois (the "Village"), as described in the annexed Official Notice of Sale, which is expressly made a part of this bid, we will pay you \$ _____ (no less than \$1,485,000) to the date of delivery for Bonds, expected to be on or about July 7, 2020, bearing interest as follows (each rate a multiple of 1/8 or 1/100 of 1%). **The premium, if any, is subject to adjustment allowing the same \$ _____ gross spread per \$1,000 bond as bid herein.**

MATURITIES* - DECEMBER 1

\$ 70,000	2021	\$110,000	2028
90,000	2022	115,000	2029
95,000	2023	115,000	2030
95,000	2024	120,000	2031
100,000	2025	125,000	2032
105,000	2026	125,000	2033
105,000	2027	130,000	2034

Any consecutive maturities may be aggregated into term bonds at the option of the bidder, in which case the mandatory redemption provisions shall be on the same schedule as above.

The Bonds are to be executed and delivered to us in accordance with the terms of this bid accompanied by the approving legal opinion of Chapman and Cutler LLP, Chicago, Illinois. The Village will pay for the legal opinion. The underwriter agrees to apply for CUSIP numbers within 24 hours and pay the fee charged by the CUSIP Service Bureau and will accept the Bonds with the CUSIP numbers as entered on the Bonds.

This bid is a firm offer for the purchase of the Bonds identified in the Notice of Sale, on the terms set forth in this Official Bid Form and the Notice of Sale, and is not subject to any conditions, except as permitted by the Notice of Sale. If the Competitive Sale Requirements are not met, the bidder selects the following rule to establish the issue price of the maturities of Bonds for which 10% is not sold to the Public on the date hereof, applied on a maturity-by-maturity basis (mark one):

10% Test: the first price at which 10% of a maturity of the Bonds is sold to the Public for the following maturities: _____

Hold-the-Offering-Price Rule: the Initial Offering Price of that maturity for the following maturities: _____

By submitting this bid, we confirm that we have an established industry reputation for underwriting new issuances of municipal bonds. [If the bidder cannot confirm an established industry reputation for underwriting new issuances of municipal bonds, the preceding sentence should be crossed out.]

As evidence of our good faith, if we are the winning bidder, we will wire transfer the amount of TWO PERCENT OF PAR (the "Deposit") WITHIN TWO HOURS after the bid opening time to the Village's good faith bank and under the terms provided in the Official Notice of Sale for the Bonds. Alternatively, we have wire transferred or enclosed herewith a check payable to the order of the Treasurer of the Village in the amount of the Deposit under the terms provided in the Official Notice of Sale for the Bonds.

Form of Deposit (Check One)

Prior to Bid Opening:
Certified/Cashier's Check
Wire Transfer

Within TWO hours of Bidding:
Wire Transfer

Amount: \$30,000

Account Manager Information

Name _____
Address _____
By _____
City _____ State/Zip _____
Direct Phone (_____) _____
FAX Number (_____) _____
E-Mail Address _____

Bidders Option Insurance

<p>We have purchased insurance from:</p> <p><u>Name of Insurer</u> (Please fill in)</p> <p>_____</p> <p>Premium: _____</p> <p>Maturities: (Check One)</p> <p><input type="checkbox"/> _____ Years</p> <p><input type="checkbox"/> All</p>

The foregoing bid was accepted and the Bonds sold pursuant to an ordinance adopted by the President and the Board of Trustees, and receipt is hereby acknowledged of the Deposit which is being held in accordance with the terms of the annexed Official Notice of Sale.

VILLAGE OF RIVERSIDE, COOK COUNTY, ILLINOIS

President

*Subject to change.

----- **NOT PART OF THE BID** -----
(Calculation of true interest cost)

	Bid	Post Sale Revision
Gross Interest	\$	
Less Premium	\$	
True Interest Cost	\$	
True Interest Rate	%	%
TOTAL BOND YEARS	12,710.00	
AVERAGE LIFE	8.473 Years	Years

OFFICIAL NOTICE OF SALE

\$1,500,000*

VILLAGE OF RIVERSIDE

Cook County, Illinois

General Obligation Bonds, Series 2020B

(Closed Speer Auction)

The Village of Riverside, Cook County, Illinois (the "Village"), will receive electronic bids on the SpeerAuction ("*SpeerAuction*") website address "www.SpeerAuction.com" for its \$1,500,000* General Obligation Bonds, Series 2020B (the "Bonds"), on an all or none basis between 10:00 A.M. and 10:15 A.M., C.D.T., Thursday, June 18, 2020. To bid, bidders must have: (1) completed the registration form on the SpeerAuction website, and (2) requested and received admission to the Village's sale (as described below). Award will be made or all bids rejected at a meeting of the Village on that date. The Village reserves the right to change the date or time for receipt of bids. Any such change shall be made not less than twenty-four (24) hours prior to the revised date and time for receipt of the bids for the Bonds and shall be communicated by publishing the changes in the Amendments Page of the SpeerAuction webpage and through *Thomson Municipal News*.

The Bonds are valid and legally binding upon the Village and are payable from any funds of the Village legally available for such purpose, and all taxable property of the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

Method of bidding: All-or-none bids must be submitted via internet address www.SpeerAuction.com. *No telephone, telefax or personal delivery bids will be accepted.* The use of SpeerAuction shall be at the bidder's risk and expense and the Village shall have no liability with respect thereto, including (without limitation) liability with respect to incomplete, late arriving and non-arriving bids.

To bid via the SpeerAuction webpage, bidders must first visit the SpeerAuction webpage where, if they have not previously registered with either SpeerAuction, Grant Street Group (the "Auction Administrator") or any other website administered by the Auction Administrator, they may register and then request admission to bid on the Bonds. Bidders will be notified prior to the scheduled bidding time of their eligibility to bid. Only registered broker-dealers and dealer banks with DTC clearing arrangements will be eligible to bid.

The "Rules" of the SpeerAuction bidding process may be viewed on the SpeerAuction webpage and are incorporated herein by reference. Bidders must comply with the Rules of SpeerAuction in addition to the requirements of the Village's Official Notice of Sale. In the event the Rules of SpeerAuction and this Official Notice of Sale conflict, this Official Notice of Sale shall be controlling.

All bids must be submitted on the SpeerAuction webpage. Bidders may change and submit bids as many times as they choose during the sale period but may not delete a submitted bid. The last bid submitted by a bidder before the deadline for receipt of bids will be compared to all other final bids to determine the winning bidder. During the bidding, no bidder will see any other bidder's bid nor the status of their bid relative to other bids (*e.g.*, whether their bid is a leading bid). The bidder bears all risk of transmission failure. Any questions regarding bidding on the SpeerAuction website should be directed to Grant Street Group at (412) 391-5555 x370.

Establishment of Issue Price

(a) The winning bidder shall assist the Village in establishing the issue price of the Bonds and shall execute and deliver to the Village at Closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the Public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as **Exhibit A** to this Official Notice of Sale, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the Village and Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel"). All actions to be taken by the Village under this Official Notice of Sale to establish the issue price of the Bonds may be taken on behalf of the Village by the Village's municipal advisor, Speer Financial, Inc., Chicago, Illinois ("Speer") and any notice or report to be provided to the Village may be provided to Speer.

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

- (1) the Village shall disseminate this Official Notice of Sale to potential Underwriters in a manner that is reasonably designed to reach potential Underwriters;
- (2) all bidders shall have an equal opportunity to bid;
- (3) the Village may receive bids from at least three Underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- (4) the Village anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest true interest cost), as set forth in this Official Notice of Sale.

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

*Subject to change.

(c) In the event that the competitive sale requirements are not satisfied, the Village shall so advise the winning bidder. Subject to the winning bidder electing the hold-the-offering-price rule described below, the Village shall treat the first price at which 10% of a maturity of the Bonds (the “10% test”) is sold to the Public as the issue price of that maturity, applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity). The winning bidder shall advise the Village if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The Village will not require bidders to comply with the “hold-the-offering-price rule” and therefore does not intend to use the initial offering price to the Public as of the Sale Date of any maturity of the Bonds as the issue price of that maturity, unless the winning bidder elects to comply with the hold-the-offering-price rule. **Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied. Bidders should prepare their bids on the assumption that all of the maturities of the Bonds will be subject to the 10% test in order to establish the issue price of the Bonds unless the winning bidder elects to comply with the hold-the-offering-price rule.**

(d) Until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the Village the prices at which the unsold Bonds of that maturity have been sold to the Public; this reporting obligation shall only extend to the closing date if the competitive sale requirements are satisfied. If the competitive sale requirements are not satisfied or the winning bidder has not elected to apply the hold-the-offering-price rule, that reporting obligation shall continue, whether or not the closing date has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold to the Public. In addition, if the 10% test has not been satisfied with respect to any maturity of the Bonds prior to closing, then the purchaser shall provide the Village with a representation as to the price or prices, as of the date of closing, at which the purchaser reasonably expects to sell the remaining Bonds of such maturity. In the event the winning bidder elects to apply the hold-the-offering-price rule to a maturity or maturities of the Bonds, the reporting obligation described immediately above shall only continue to the closing date with respect to such maturity or maturities.

(e) The Village is not requiring the application of the hold-the-offering-price rule (defined in (f) below) to the Bonds. The Winning Bidder may elect in its final bid form to apply the hold-the-offering-price rule to any or all maturities of the Bonds.

(f) The Village may determine to treat (i) the first price at which 10% of a maturity of the Bonds is sold to the Public as the issue price of that maturity and/or (ii) if the winning bidder elects to apply the hold-the-offering-price rule, as described below, the initial offering price to the Public as of the Sale Date of any maturity of the Bonds as the issue price of that maturity (the “hold-the-offering-price rule”), in each case applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity). The winning bidder may, in its discretion, agree to apply the hold-the-offering-price rule. The Village is not requiring the Bonds to be subject to the hold-the-offering-price rule. If the winning bidder so elects to apply the hold-the-offering-price rule to any maturity of the Bonds, which election will be made in the report of the final interest rates and prices of the Bonds agreed to between the winning bidder and the Village, the winning bidder shall (i) confirm that the Underwriters have offered or will offer the Bonds to the Public on or before the date of award at the offering price or prices (the “initial offering price”), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the Underwriters participating in the purchase of the Bonds, that the Underwriters will neither offer nor sell unsold Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the Public during the period starting on the Sale Date and ending on the earlier of the following:

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

The winning bidder will advise the Village promptly after the close of the fifth (5th) business day after the sale date whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the Public. Within one hour after the award, the winning bidder will inform the Village of the initial offering price for each maturity of the Bonds.

(g) The Village acknowledges that, in making the representations set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The Village further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds.

(h) By submitting a bid, each bidder confirms that:

- (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable: (A) (i) to report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the closing date has occurred, until either all Bonds of that maturity allocated to it have been sold to the public or it is notified by the winning bidder that the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the winning bidder, and (ii) to comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, (B) to promptly notify the winning bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below), and (C) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.

(ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter or dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it whether or not the closing date has occurred, until either all Bonds of that maturity allocated to it have been sold or it is notified by the winning bidder or such underwriter that the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon the request of the winning bidder or such underwriter, and (B) comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder or the underwriter and as set forth in the related pricing wires, which shall be at least until the 10% test has been satisfied as to the Bonds of that maturity or until the close of business on the fifth business day following the date of the award.

(i) Sales of any Bonds to any person that is a Related Party to an Underwriter shall not constitute sales to the Public for purposes of this Official Notice of Sale. Further, for purposes of this Official Notice of Sale:

- (1) "Public" means any person other than an Underwriter or a Related Party;
- (2) "Underwriter" means (A) any person that agrees pursuant to a written contract with the Village (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, including, specifically, the purchaser, and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public);
- (3) a purchaser of any of the Bonds is a "Related Party" to an Underwriter if the Underwriter and the purchaser are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other); and
- (4) "Sale Date" means the date that the Bonds are awarded by the Village to the winning bidder.

The Village reserves the right to reject all proposals, to reject any bid proposal not conforming to this Official Notice of Sale, and to waive any irregularity or informality with respect to any proposal. Additionally, the Village reserves the right to modify or amend this Official Notice of Sale; however, any such modification or amendment shall not be made less than twenty-four (24) hours prior to the date and time for receipt of bids on the Bonds and any such modification or amendment will be announced on the Amendments Page of the SpeerAuction webpage and through *Thomson Municipal News*.

The Bonds will be in fully registered form in the denominations of \$5,000 and integral multiples thereof in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, to which principal and interest payments on the Bonds will be paid. Individual purchases will be in book-entry only form. Interest on each Bond shall be paid by check or draft of the Bond Registrar to the person in whose name such bond is registered at the close of business on the fifteenth day of the month next preceding an interest payment date. The principal of the Bonds shall be payable in lawful money of the United States of America at the principal corporate trust office of the Bond Registrar in Chicago, Illinois. Semiannual interest is due June 1 and December 1 of each year commencing June 1 2021, and is payable by The Bank of New York Mellon Trust Company, National Association, Chicago, Illinois (the "Bond Registrar"). The Bonds are dated as of the date of delivery (expected to be on or about July 7, 2020).

If the winning bidder is not a direct participant of DTC and does not have clearing privileges with DTC, the Bonds will be issued as Registered Bonds in the name of the purchaser. At the request of such winning bidder, the Village will assist in the timely conversion of the Registered Bonds into book-entry bonds with DTC as described herein.

MATURITIES* - DECEMBER 1

\$ 70,000.....	2021	\$110,000.....	2028
90,000.....	2022	115,000.....	2029
95,000.....	2023	115,000.....	2030
95,000.....	2024	120,000.....	2031
100,000.....	2025	125,000.....	2032
105,000.....	2026	125,000.....	2033
105,000.....	2027	130,000.....	2034

Any consecutive maturities may be aggregated into term bonds at the option of the bidder, in which case the mandatory redemption provisions shall be on the same schedule as above.

Bonds due December 1, 2021-2028, inclusive, are not subject to optional redemption. Bonds due December 1, 2029-2034, inclusive, are callable in whole or in part and on any date on or after December 1, 2028, at a price of par and accrued interest. If less than all the Bonds are called, they shall be redeemed in any order of maturity as determined by the Village and within any maturity by lot.

*Subject to change.

All interest rates must be in multiples of one-eighth or one one-hundredth of one percent (1/8 or 1/100 of 1%), and not more than one rate for a single maturity shall be specified. The rates bid shall be in non-descending order. The differential between the highest rate bid and the lowest rate bid shall not exceed three percent (3%). All bids must be for all of the Bonds, must be for not less than \$1,485,000.

Award of the Bonds: The Bonds will be awarded on the basis of true interest cost, determined in the following manner. **True interest cost shall be computed by determining the annual interest rate (compounded semi-annually) necessary to discount the debt service payments on the Bonds from the payment dates thereof to the dated date and to the bid price.** For the purpose of calculating true interest cost, the Bonds shall be deemed to become due in the principal amounts and at the times set forth in the table of maturities set forth above. In the event two or more qualifying bids produce the identical lowest true interest cost, the winning bid shall be the bid that was submitted first in time on the SpeerAuction webpage.

The Bonds will be awarded to the Bidder complying with the terms of this Official Notice of Sale whose bid produces the lowest true interest cost rate to the Village as determined by Speer, which determination shall be conclusive and binding on all Bidders; *provided*, that the Village reserves the right to reject all bids or any non-conforming bid and reserves the right to waive any informality in any bid. Bidders should verify the accuracy of their final bids and compare them to the winning bids reported on the SpeerAuction Observation Page immediately after the bidding.

The premium, if any, is subject to pro rata adjustment if the maturity amounts of the Bonds are changed, allowing the same dollar amount of profit per \$1,000 bond as submitted on the Official Bid Form. The dollar amount of profit must be written on the Official Bid Form for any adjustment to be allowed, and is subject to verification.

The true interest cost of each bid will be computed by SpeerAuction and reported on the Observation Page of the SpeerAuction webpage immediately following the date and time for receipt of bids. These true interest costs are subject to verification by Speer, will be posted for information purposes only and will not signify an actual award of any bid or an official declaration of the winning bid. The Village or Speer will notify the Bidder to whom the Bonds will be awarded, if and when such award is made.

The winning bidder will be required to make the standard filings and maintain the appropriate records routinely required pursuant to MSRB Rules G-8, G-11 and G-32. The winning bidder will be required to pay the standard MSRB charge for Bonds purchased. In addition, the winning bidder who is a member of the Securities Industry and Financial Markets Association ("SIFMA") will be required to pay SIFMA's standard charge per bond.

The winning bidder is required to wire transfer from a solvent bank or trust company to the Village's good faith bank the amount of **TWO PERCENT OF PAR** (the "Deposit") **WITHIN TWO HOURS** after the bid opening time as evidence of the good faith of the Bidder. Alternatively, a Bidder may submit its Deposit upon or prior to the submission of its bid in the form of a certified or cashier's check on, or a wire transfer from, a solvent bank or trust company for **TWO PERCENT OF PAR** payable to the Treasurer of the Village. The Village reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received within such two hour time period provided that such winning bidder's federal wire reference number has been received. In the event the Deposit is not received as provided above, the Village may award the Bonds to the Bidder submitting the next best bid provided such Bidder agrees to such award.

The Deposit of the successful Bidder will be retained by the Village pending delivery of the Bonds and all others will be promptly returned. Should the successful Bidder fail to take up and pay for the Bonds when tendered in accordance with this Official Notice of Sale and said bid, said Deposit shall be retained as full and liquidated damages to the Village caused by failure of the Bidder to carry out the offer of purchase. Such Deposit will otherwise be applied on the purchase price upon delivery of the Bonds. No interest on the Deposit will accrue to the purchaser.

If a wire transfer is used for the Deposit, it must be sent according to the following wire instructions:

Amalgamated Bank of Chicago
Corporate Trust
30 N. LaSalle Street, 38th Floor
Chicago, IL 60602
ABA # 071003405
Credit To: 3281 Speer Bidding Escrow
RE: Village of Riverside, Cook County, Illinois
bid for \$1,500,000* General Obligation Bonds, Series 2020B

Contemporaneously with such wire transfer, the Bidder shall send an email to biddingscrow@aboc.com with the following information: (1) indication that a wire transfer has been made, (2) the amount of the wire transfer, (3) the issue to which it applies, and (4) the return wire instructions if such Bidder is not awarded the Bonds. The Village and any Bidder who chooses to wire the Deposit hereby agree irrevocably that Speer shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: (i) if the bid is not accepted, Speer shall, at its expense, promptly return the Deposit amount to the unsuccessful bidder; (ii) if the bid is accepted, the Deposit shall be forwarded to the Village; (iii) Speer shall bear all costs of maintaining the escrow account and returning the funds to the Bidder; (iv) Speer shall not be an insurer of the Deposit amount and shall have no liability except if it willfully fails to perform, or recklessly disregards, its duties specified herein; and (v) income earned on the Deposit, if any, shall be retained by Speer.

If a Financial Surety Bond is used for the Deposit, it must be from an insurance company licensed to issue such a bond in the State of Illinois and such bond must be submitted to Speer prior to the opening of the bids. The Financial Surety Bond must identify each Bidder whose deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to a Bidder using a Financial Surety Bond, then that purchaser is required to submit its Deposit to the Village in the form of a certified or cashier's check or wire transfer as instructed by Speer, or the Village not later than 3:00 P.M. on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Bond may be drawn by the Village to satisfy the Deposit requirement.

The Village covenants and agrees to enter into a written agreement or contract, constituting an undertaking (the "Undertaking") to provide ongoing disclosure about the Village for the benefit of the beneficial owners of the Bonds on or before the date of delivery of the Bonds as required under Section (b)(5) of Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934. The Undertaking shall be as described in the Official Statement, with such changes as may be agreed in writing by the Underwriter.

The Underwriter's obligation to purchase the Bonds shall be conditioned upon the Village delivering the Undertaking on or before the date of delivery of the Bonds.

By submitting a bid, any Bidder makes the representation that it understands Bond Counsel represents the Village in the Bond transaction and, if such Bidder has retained Bond Counsel in an unrelated matter, such Bidder represents that the signatory to the bid is duly authorized to, and does consent to and waive for and on behalf of such Bidder any conflict of interest of Bond Counsel arising from any adverse position to the Village in this matter; such consent and waiver shall supersede any formalities otherwise required in any separate understandings, guidelines or contractual arrangements between the Bidder and Bond Counsel.

Bonds will be delivered to the successful purchaser against full payment in immediately available funds as soon as they can be prepared and executed, which is expected to be July 7, 2020. Should delivery be delayed beyond sixty (60) days from the date of sale for any reason beyond the control of the Village except failure of performance by the purchaser, the Village may cancel the award or the purchaser may withdraw the Deposit and thereafter the purchaser's interest in and liability for the Bonds will cease.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts, and interest rates of the Bonds, and any other information required by law or deemed appropriate by the Village, shall constitute a "Final Official Statement" of the Village with respect to the Bonds, as that term is defined in the Rule. Any such addendum or addenda shall, on and after the date thereof, be fully incorporated herein and made a part hereof by reference. Alternatively, such final terms of the Bonds and other information may be included in a separate document entitled "Final Official Statement" rather than through supplementing the Official Statement by an addendum or addenda. By awarding the Bonds to any underwriter or underwriting syndicate, the Village agrees that, no more than seven (7) business days after the date of such award, it shall provide, without cost to the senior managing underwriter of the syndicate to which the Bonds are awarded, up to 100 copies of the Final Official Statement to permit each "Participating Underwriter" (as that term is defined in the Rule) to comply with the provisions of such Rule. The Village shall treat the senior managing underwriter of the syndicate to which the Bonds are awarded as its designated agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter executing and delivering an Official Bid Form with respect to the Bonds agrees thereby that if its bid is accepted by the Village it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

By submission of its bid, the senior managing underwriter of the successful Bidder agrees to supply all necessary pricing information and any Participating Underwriter identification necessary to complete the Official Statement within 24 hours after award of the Bonds. Additional copies of the Final Official Statement may be obtained by Participating Underwriters at cost.

The Village will, at its expense, deliver the Bonds to the purchaser in New York, New York, through the facilities of DTC and will pay for the bond attorney's opinion. At the time of closing, the Village will also furnish to the purchaser the following documents, each dated as of the date of delivery of the Bonds: (1) the unqualified opinion of Chapman and Cutler LLP, Chicago, Illinois, stating that the Bonds are lawful and enforceable obligations of the Village in accordance with their terms; (2) the opinion of Bond Counsel that the interest on the Bonds is exempt from federal income taxes as and to the extent set forth in the Official Statement for the Bonds; and (3) a no litigation certificate by the Village.

The Village intends to designate the Bonds as "qualified tax-exempt obligations" pursuant to the small issuer exception provided by Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The Village has authorized the printing and distribution of an Official Statement containing pertinent information relative to the Village and the Bonds. Copies of such Official Statement or additional information may be obtained from Ms. Karin Johns, Finance Director, Village of Riverside, 27 Riverside Road, Riverside, Illinois 60546; telephone (708) 447-2700 or an electronic copy of this Official Statement is available from the www.speerfinancial.com web site under "Debt Auction Center/Official Statements Sales Calendars/Competitive" from the Municipal Advisor to the Village, Speer Financial, Inc., 230 West Monroe Street, Suite 2630, Chicago, Illinois 60606, telephone (312) 346-3700.

/s/ **JESSICA FRANCES**
Village Manager
VILLAGE OF RIVERSIDE
Cook County, Illinois

/s/ **KARIN JOHNS**
Finance Director
VILLAGE OF RIVERSIDE
Cook County, Illinois

Exhibit A

FORM OF CERTIFICATE OF PURCHASER

The undersigned, on behalf of _____ (the “Purchaser”), hereby certifies as set forth below with respect to the sale and issuance of the \$_____ General Obligation Bonds, Series 2020B (the “Bonds”), of the Village of Riverside, Cook County, Illinois (the “Village”).

I. GENERAL

On the Sale Date, the Purchaser purchased the Bonds from the Village by submitting electronically an “Official Bid Form” responsive to an “Official Notice of Sale” and having its bid accepted by the Village. The Purchaser has not modified the terms of the purchase since the Sale Date.

II. PRICE

Competitive Sale – 3 Bids Received

Reasonably Expected Initial Offering Price.

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

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

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

3 Bids Not Received – At Least 10% of Each Maturity Sold by Closing

As of the date of this certificate, for each Maturity of the Bonds, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Exhibit A* (the “*First Sale Price*”).

3 Bids Not Received – At Least 10% of Certain Maturities Not Sold by Closing; Expected First Sale Price

1. As of the date of this certificate, for each of the _____ Maturities of the Bonds, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Exhibit A* (the “*First Sale Price*”).

2. Expected First Sale Price.

With respect to each of the _____ Maturities of the Bonds:

(a) As of the date of this certificate, the Purchaser has not sold at least 10% of the Bonds of this Maturity at any price.

(b) As of the date of this certificate, the Purchaser reasonably expects that the first sale to the Public of an amount of Bonds of this Maturity equal to 10% or more of this Maturity will be at or below the Expected Sale Price listed on the attached *Exhibit A* (the “*Expected First Sale Price*”).

3 Bids Not Received – At Least 10% of Certain Maturities Not Sold by Closing; Hold-the-Offering-Price Rule

1. As of the date of this certificate, for each of the General Rule Maturities, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Exhibit A* (the “*First Sale Price*”).

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

(b) As set forth in the Official Notice of Sale and the Official Bid Form, the Purchaser has agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, it would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the “*Hold-the-Offering-Price Rule*”), and (ii) any selling group agreement would contain the agreement of each dealer who is a member of the selling group, and any third-party distribution agreement would contain the agreement of each broker-dealer who is a party to the third-party distribution agreement, to comply with the Hold-the-Offering-Price Rule.

(c) No Underwriter (as defined below) has offered or sold any Bonds of any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity during the Holding Period.

III. DEFINED TERMS

[1. “*General Rule Maturities*” means those Maturities of the Bonds not listed in *Exhibit A* hereto as the “Hold-the-Offering-Price Maturities.”]

[2. “*Hold-the-Offering-Price Maturities*” means those Maturities of the Bonds listed in *Exhibit A* hereto as the “Hold-the-Offering-Price Maturities.”]

3. “ *Holding Period* ” means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date (said fifth business day being June __, 2020), or (ii) the date on which the Purchaser has sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.]

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

5. “ *Public* ” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party to an Underwriter.

6. A person is a “ *Related Party* ” to an Underwriter if the Underwriter and the person are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other).

7. “ *Sale Date* ” means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is June __, 2020.

8. “ *Underwriter* ” means (i) any person that agrees pursuant to a written contract with the Village (or with the Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

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

IN WITNESS WHEREOF, I hereunto affix my signature, this ____ day of July, 2020.

_____,
_____, _____

By: _____
Title: _____

EXHIBIT A

The Bonds are dated July 7, 2020, and are due on December 1 of the years and in the amounts, bear interest at the rates and were sold and offered to the Public as described in the attached Certificate of Purchaser at the prices, in percentages and dollars, as follows:

HOLD-THE- OFFERING-PRICE MATURITY IF MARKED (*)	YEAR	PRINCIPAL AMOUNT (\$)	INTEREST RATE (%)	[[EXPECTED OFFERING]	[INITIAL OFFERING]	[[EXPECTED OFFERING]	[INITIAL OFFERING]	TOTAL ISSUE PRICE (\$)
				[EXPECTED FIRST SALE] PRICE (% OF PAR)]	[INITIAL OFFERING]	[EXPECTED FIRST SALE] PRICE (\$)]	[FIRST SALE PRICE OF AT LEAST 10% (% OF PAR)]	

Total

[EXHIBIT B

[PURCHASER'S BID][PRICING WIRE]]