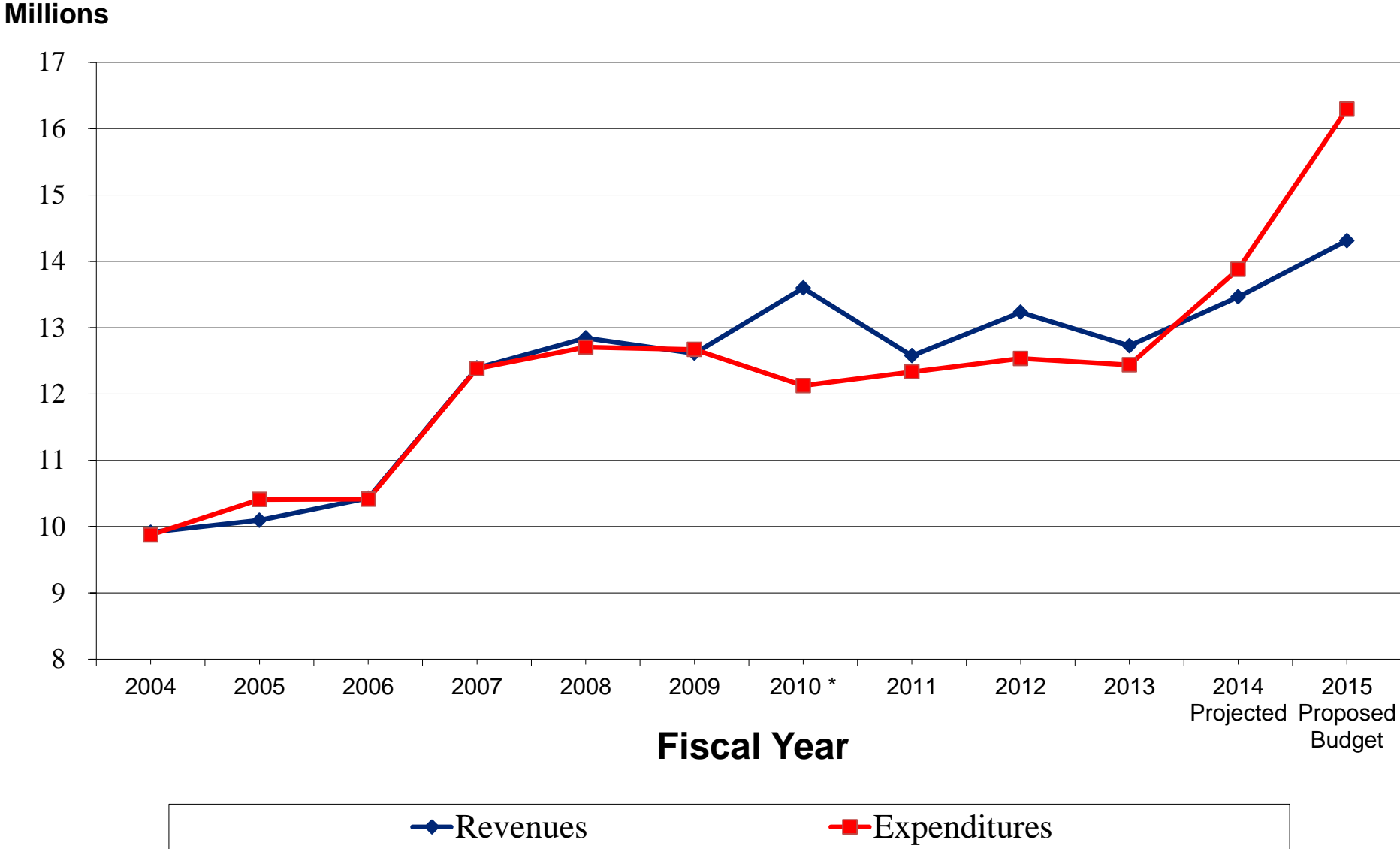


Village of North Riverside

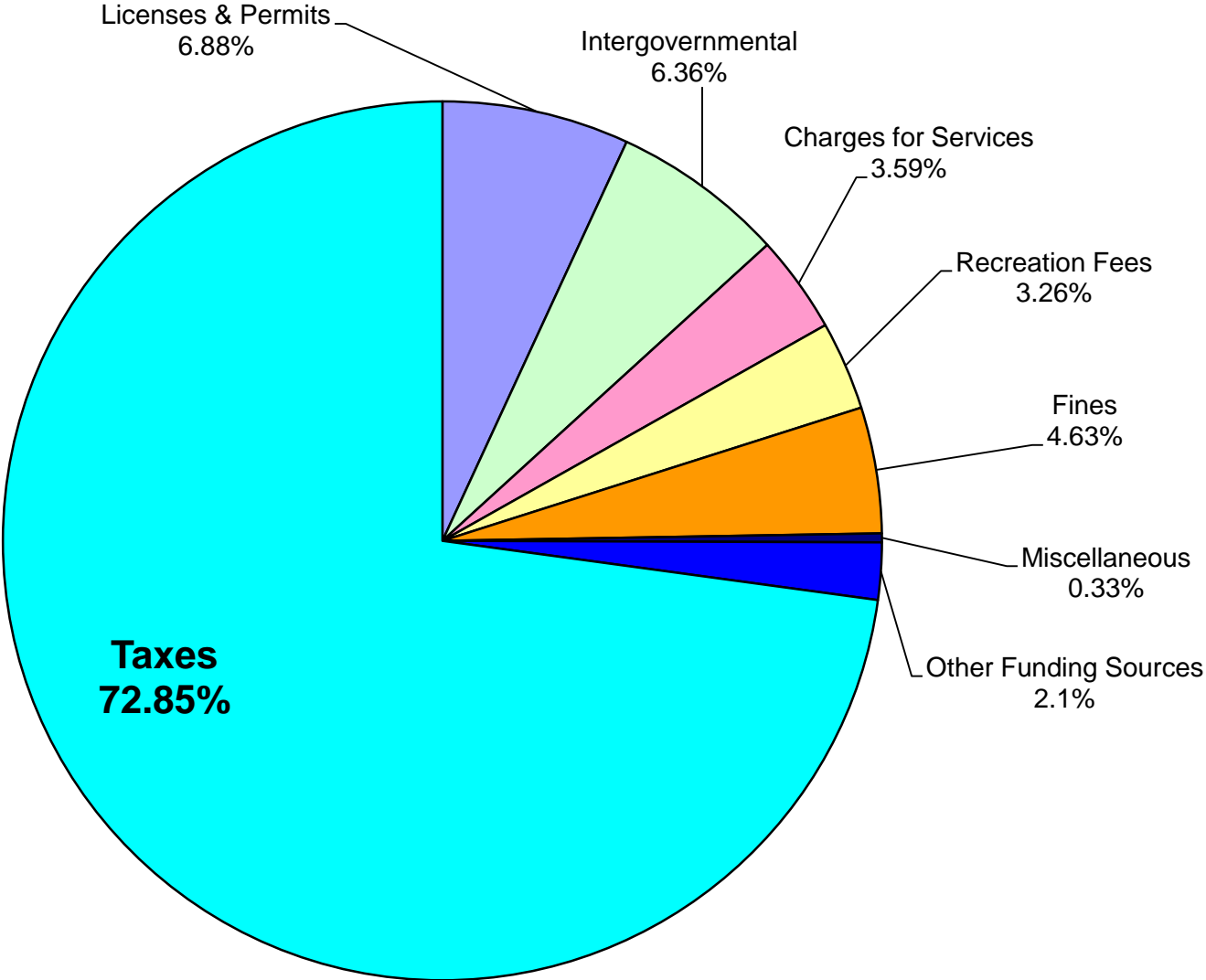


Proposed Budget
Fiscal Year 2014 - 2015

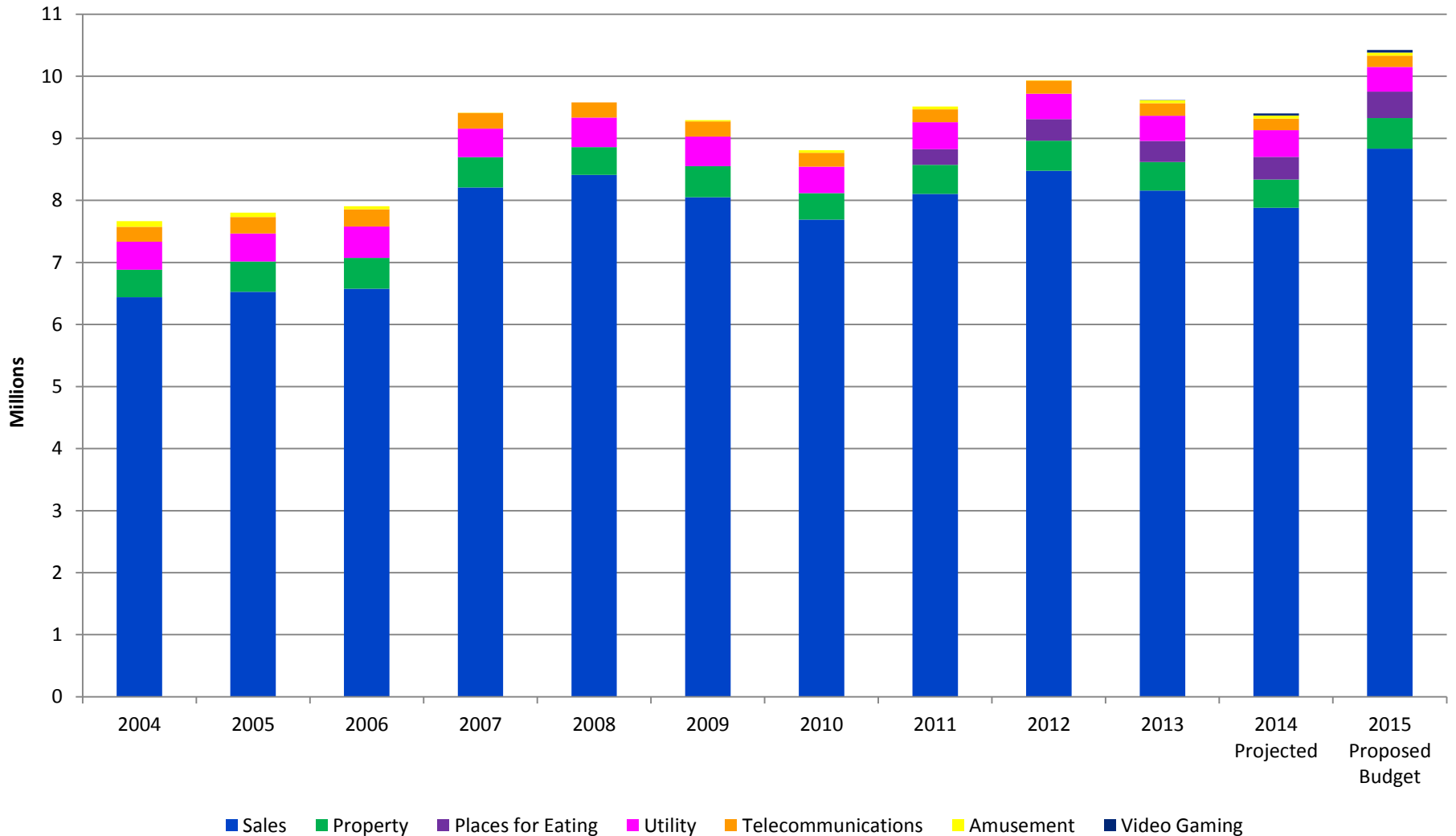
Operating Revenues vs. Expenses General Fund



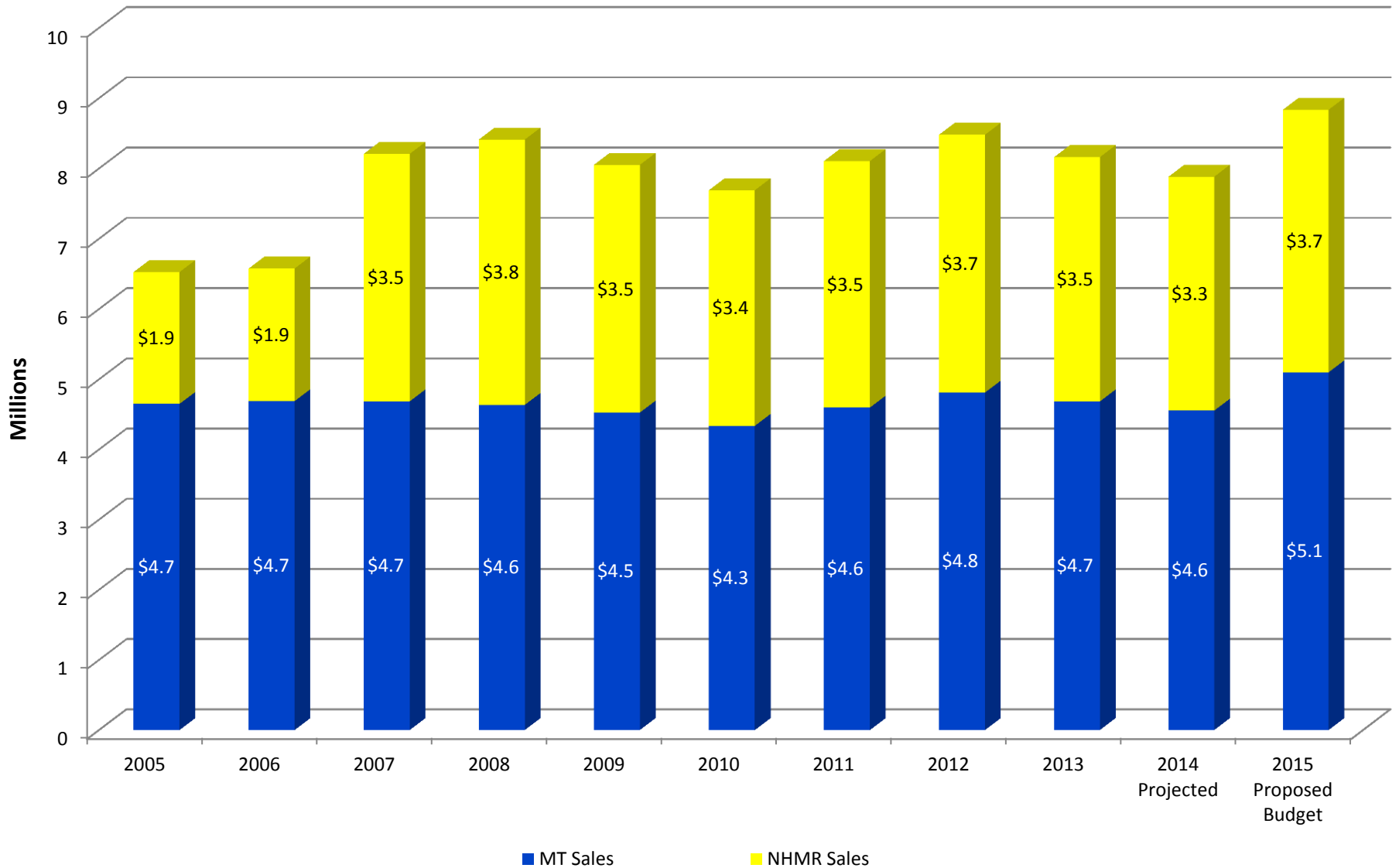
Operating Revenues General Fund



Breakdown of Taxes General Fund

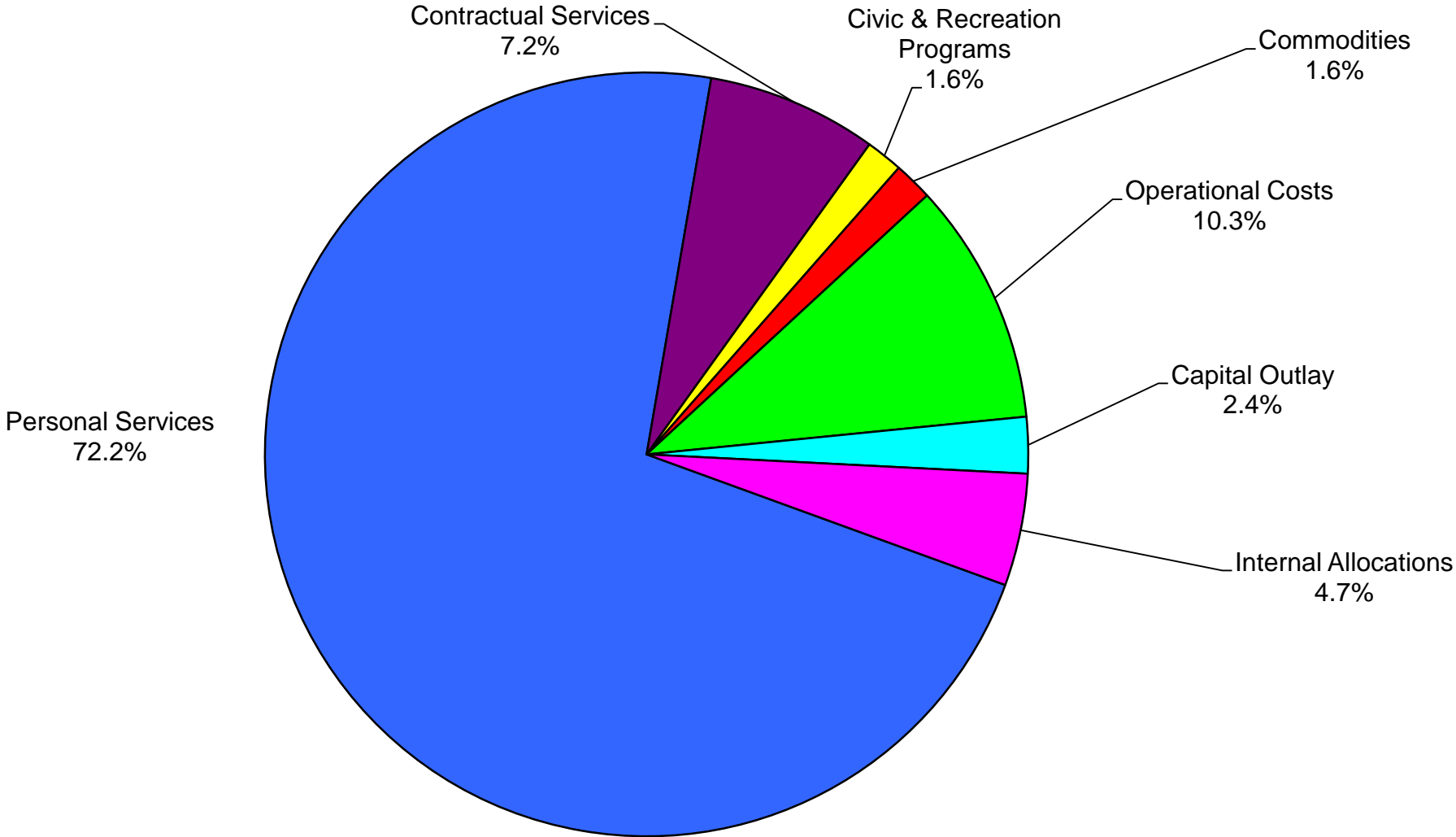


Sales Tax Revenue 10 Year History



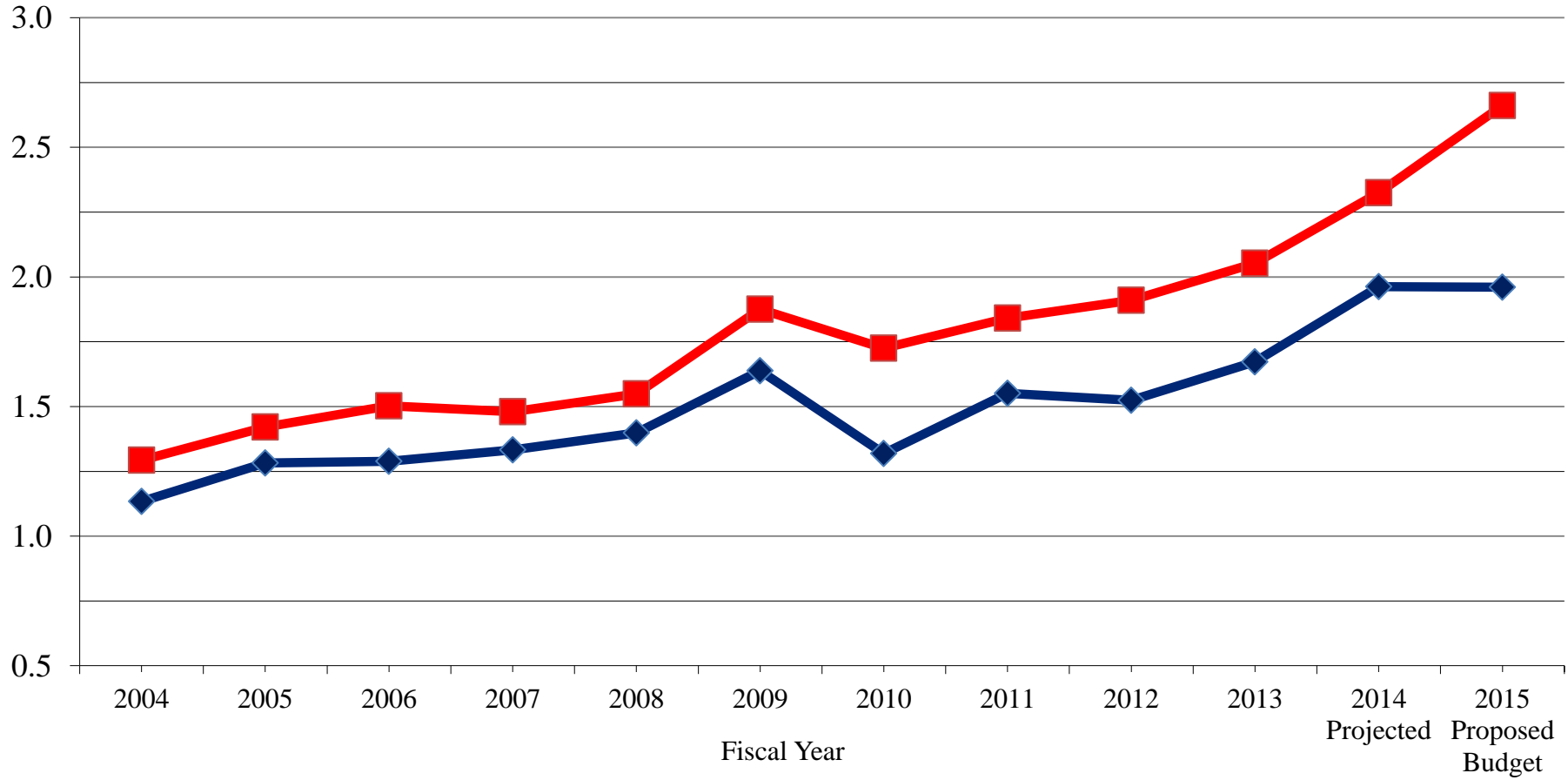
Operating Expenses by Class

FY15 Proposed Budget



Operating Revenues vs. Expenses Water Fund

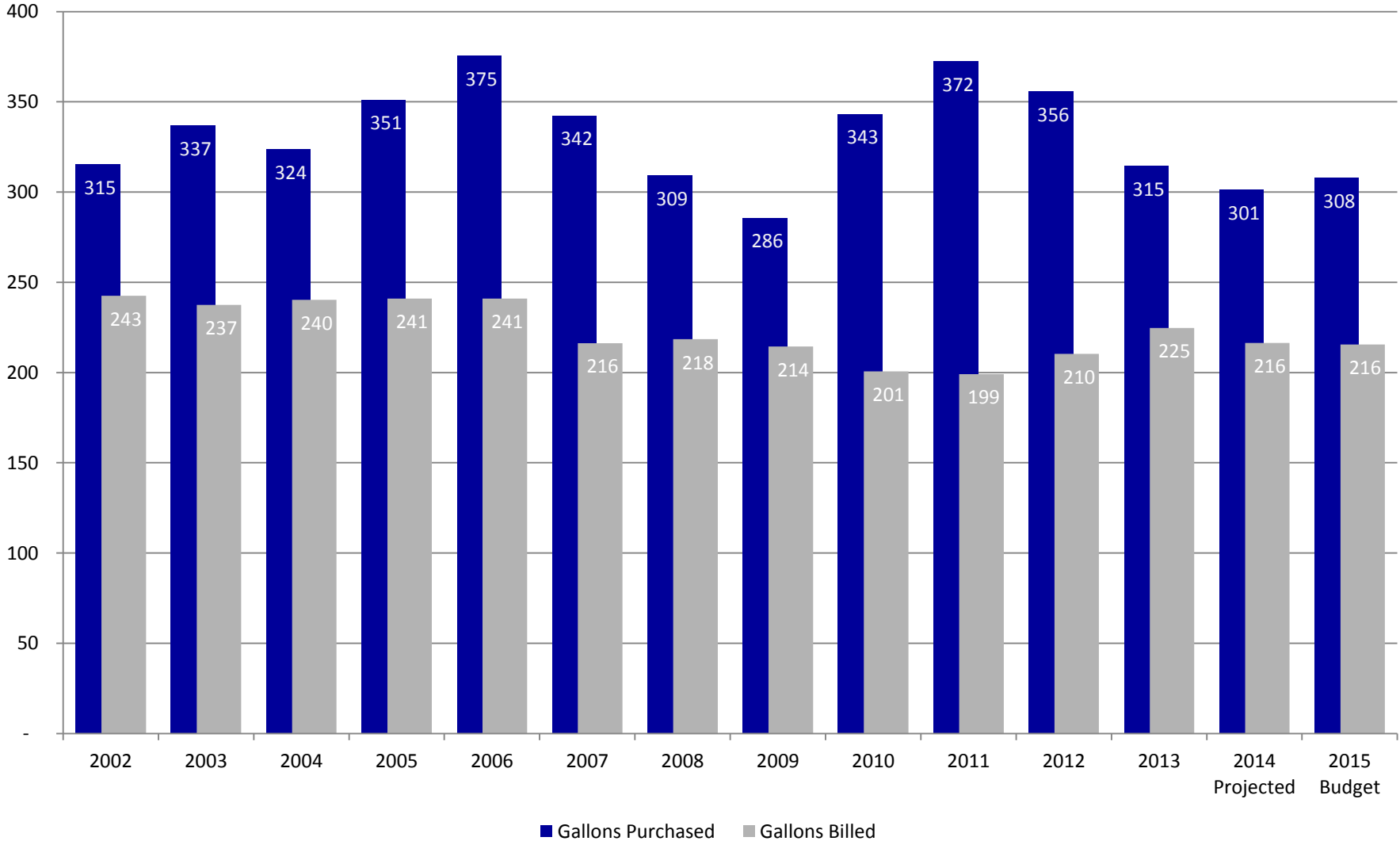
Millions



◆ Revenues ■ Expenses

Gallons Water Purchased vs. Billed Water Fund

Millions



FY14 Revenue Trends

- Sales tax revenues continue to decline for the 2nd straight year
 - \$296,000 under FY14 budget (MT Sales)
 - \$420,000 under FY14 budget (NHMR sales tax)
- State shared revenues strengthening
 - 3rd solid year of growth in state income taxes
 - 8% increase over FY13 (\$48,900)
 - 1st increase in 3 years for PPRT taxes
 - 14% increase over FY13 (\$6,000)
 - 4th consecutive year of growth in local use tax
 - Estimated 6% increase over FY13 (\$6,000)

FY14 Revenue Trends

- Property tax protests continue
 - 3rd consecutive year collected less than 90%
 - Multi-year protests settled for 2008 – 2012 Levies
- Building activity increased for 2nd straight year
 - Low vacancy rate in North Riverside Mall
 - Permit fees grew by approximately \$425,000
 - New businesses included Costco & Chick-fil-A
 - Health inspection fees continue to support operational costs
- Fine revenue more than doubled over prior year

FY15 Revenue Assumptions

SALES TAX:

- 3% growth expected over prior fiscal year
- Additional sales tax revenue anticipated over prior year
 - Costco opened for business in November 2013 (7 months)
 - Chick-fil-A opened for business in late March 2014 (11 months)
- New businesses anticipated to open during fiscal year 2015:
 - Red Robin (Nov 2014)
 - Multi-tenant outlot #5 (Fall 2014)
 - Single tenant outlot #2 (Spring 2015)
 - Multi-tenant outlot #3 (late Spring 2015)

FY15 Revenue Assumptions

STATE SHARED REVENUES:

Income Tax:

- FY15 projection is \$97.80 per capita
- Anticipated growth expected at 3.6%

Local Use Tax:

- FY15 projection is \$17.80 per capita
- Expected growth of 4.7% over the prior fiscal year.

Motor Fuel Tax:

- FY15 projection is \$24.30 per capita
- FY15 receipts are expected to continue to grow by a nominal 1.4%.

PPRT (*Personal Property Replacement Tax*):

- FY15 Corporate PPRT taxes are expected to remain flat for the 2nd consecutive year

FY15 Revenue Assumptions

PLACES FOR EATING TAX:

- 1% tax on all eating establishments
 - Currently 40 active restaurants in North Riverside
 - Anticipated growth:
 - FY15 - 2 new restaurants
 - FY16 - 1 new restaurant plus expansion of 1 existing restaurant
 - FY17 - 1 new restaurant

BUILDING PERMITS:

- FY15 New construction projects
 - \$120,000 in permit fees is anticipated on new construction for Red Robin and Costco Outlots #2, #3, and #5
 - Old Advocate building site next to Olive Garden (possible spring 2015)

TELECOMMUNICATION TAX:

- Anticipated 3% reduction over prior fiscal year

FY15 Revenue Assumptions

CHARGES FOR SERVICES:

- Water Fund to post deficit for 12th consecutive year
 - City of Chicago water rate increase effective Jan 2015 (\$.49)
 - Water rate structure not sufficient to cover routine operating costs

RED LIGHT VIOLATIONS:

- Camera on southbound Cermak & Harlem live May 1, 2014
 - 60/40 revenue split with Safespeed
 - Conservative estimate of 200 violations per month

GRANTS:

- Federal grants awarded in FY15
 - \$40,945 Fire Hose Grant
 - 75/25 Federal Cost share for DesPlaines Avenue resurfacing project
 - 80/20 Federal Highway Transportation Grant for 25th Street reconstruction
- State grants awarded in FY15
 - \$29,300 STEP Grant

FY15 Expenditure Assumptions

- Wage assumptions:
 - 2.5% for Non-Union (effective 5/1/2014)
 - 2.5% for Union Police (effective 5/1/2014)
 - 3% for Union TC's (effective 12/1/14)
 - Estimated 2.5% for Union Fire (contract expired 4/30/14)
- WC insurance rates decreased 12% (\$54,000)
- Health insurance rates decreased 5% (\$75,000)
- Contract rates for ambulance services increased 2% (\$15,000)
- Major capital purchases and improvements
 - Short term borrowing to be considered \$750,000

FY15 Expenditure Assumptions

- Debt Service:
 - Retired 2009 installment note to SunTrust FY14
 - Outstanding debt at 4/30/14
 - 2011 Debt Certificates (refinancing & water meters)
 - 2013 Debt Certificates (economic development)
- Pension Funding
 - Fire Pension Fund - \$773,055 ARC
 - 45% funded
 - Police Pension Fund - \$1,092,237 ARC
 - Anticipated mid 40's funded
 - IMRF – 13.29% of payroll in 2015
 - 72% funded