

**VILLAGE OF LOMBARD**  
**REQUEST FOR BOARD OF TRUSTEES ACTION**  
**For Inclusion on Board Agenda**

  X   Resolution or Ordinance (Blue) \_\_\_\_\_ *Waiver of First Requested*  
Recommendations of Boards, Commissions & Committees (Green)  
Other Business (Pink)

TO: President and Village Board of Trustees

FROM: Scott Niehaus, Village Manager

DATE: March 31, 2014 (COW)(B of T): April 3, 2014

TITLE: AN ORDINANCE PROVIDING FOR THE ABATEMENT OF  
A PORTION OF THE TAX LEVY FOR THE VILLAGE OF LOMBARD,  
DUPAGE COUNTY, ILLINOIS, FOR THE FISCAL YEAR  
BEGINNING JANUARY 1, 2013 AND ENDING DECEMBER 31, 2013

**BACKGROUND/POLICY IMPLICATIONS:**

At the November 21, 2013 Board of Trustees meeting, the board voted to freeze the 2013 tax levy at the amount extended for the 2012 levy (\$8,667,319). When DuPage County receives our requested levy, they automatically extend the levy by adding an additional 1% to account for loss and cost of collection. This resulted in the tax levy exceeding the original levy amount.

In order to make the 2013 tax levy be the same as 2012, it is necessary to abate (reduce) the original 2013 tax levy by \$74,427. This will result in the 2013 tax levy being the same amount as the 2012 tax levy, consistent with what the Board approved in November. A draft copy of this ordinance had to be filed with the DuPage County Clerk by Monday, March 31, 2014 to be included on the final tax bills. Therefore, staff requests that the Board of Trustees approve the attached ordinance to abate \$74,427

**REVIEW** (as needed):

Village Attorney XX	_____	Date	_____
Finance Director XX	<u>Timothy Seta</u>	Date	<u>4/1/14</u>
Village Manager XX	_____	Date	_____

**NOTE: All materials must be submitted to and approved by the Village Manager's Office by 12:00 Noon, Wednesday, prior to the Board Agenda distribution.**

ORDINANCE NO. \_\_\_\_\_

**AN ORDINANCE PROVIDING FOR  
THE ABATEMENT OF A PORTION OF THE TAX LEVY  
FOR THE VILLAGE OF LOMBARD, DUPAGE COUNTY, ILLINOIS,  
FOR THE FISCAL YEAR  
BEGINNING JANUARY 1, 2013 AND ENDING DECEMBER 31, 2013**

**WHEREAS**, the President and Board of Trustees of the Village of Lombard (the "Village") approved a tax levy for the Village for the fiscal year beginning January 1, 2013 and ending December 31, 2013 (the "2013 Fiscal Year"), in the total amount of Eight Million Six Hundred Sixty-Seven Thousand Three Hundred Nineteen and No/100 Dollars (\$8,667,319.00) (the "Original Levy Amount"), pursuant to Ordinance No. 6898, adopted November 21, 2013 (the "2013 Tax Levy Ordinance"), and filed with the DuPage County Clerk's Office on December 10, 2013; and

**WHEREAS**, the President and Board of Trustees levied the Original Levy Amount, so that the tax levy for the 2013 Fiscal Year would be in the same amount as the tax levy extended for the previous fiscal year; and

**WHEREAS**, the DuPage County Clerk's Office has informed the Village that, as the DuPage County Clerk's Office adds a one percent (1%) loss and cost of collection factor (the "Levy Increase") to the amount of the Village's proposed annual tax levy, the Original Levy Amount will be increased by one percent (1%) when the DuPage County Clerk's Office extends the Village's tax levy for the 2013 Fiscal Year; and

**WHEREAS**, the Levy Increase will result in a tax levy being extended by the DuPage County Clerk's Office, for the Village's 2013 Fiscal Year, in an amount in excess of the Original Levy Amount; and

**WHEREAS**, the President and Board of Trustees have determined that, in order to cause the tax levy for the Village's 2013 Fiscal Year to be the same, when extended by the DuPage County Clerk's Office, as the tax levy extended for the prior fiscal year, it is necessary to abate a portion of the Original Tax Levy for the 2013 Fiscal Year, to take into account the increase in the tax levy as a result of the Levy Increase by the DuPage County Clerk's Office;

**NOW, THEREFORE, BE IT ORDAINED** by the President and Board of Trustees of the Village of Lombard, DuPage County, Illinois, as follows:

**SECTION 1:** That the tax levy for the Village's 2013 Fiscal Year, as set forth in the 2013 Tax Levy Ordinance, be, and the same is, hereby reduced and abated in the total amount of Seventy-Four Thousand Four Hundred Twenty-Seven and No/100 Dollars (\$74,427.00), so as to provide for a tax levy for the Village's 2013 Fiscal Year in the total amount of Eight Million Five Hundred Ninety-Two Thousand Eight Hundred Ninety-Two and No/100 Dollars (\$8,592,892.00), with said abatement to be allocated to the various tax levy amounts set forth in the 2013 Tax Levy Ordinance, as follows:

1230	LIABILITY INSURANCE	AMOUNT BUDGETED	ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE	ABATEMENT AMOUNT	AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT
711110	Salaries & Benefits	\$158,530	\$158,530	0	\$158,530
733140	Operating Supplies	\$600	\$600	0	\$600
755320	Training & Travel	\$250	\$250	0	\$250
755340	Dues & Subscriptions	\$1,150	\$1,150	0	\$1,150
755685	Claims Admin. Services	\$85,000	\$85,000	0	\$85,000
755695	Risk Management Services	\$23,000	\$23,000	0	\$23,000
755870	Retained Losses	\$632,183	\$632,183	\$9,713	\$622,470
	<b>TOTAL</b>	<b>\$900,713</b>	<b>\$900,713</b>	<b>\$9,713</b>	<b>\$891,000</b>

<b>1010</b>	<b>IMRF</b>	<b>AMOUNT BUDGETED</b>	<b>ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE</b>	<b>ABATEMENT AMOUNT</b>	<b>AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT</b>
711630	IMRF Village	\$775,169	\$775,169	\$8,169	\$767,000
	<b>TOTAL</b>	<b>\$775,169</b>	<b>\$775,169</b>	<b>\$8,169</b>	<b>\$767,000</b>

<b>1010</b>	<b>SOCIAL SECURITY</b>	<b>AMOUNT BUDGETED</b>	<b>ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE</b>	<b>ABATEMENT AMOUNT</b>	<b>AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT</b>
711530	Social Security – Village	\$365,140	\$365,140	0	\$365,140
711570	Medicare – Village	\$249,930	\$249,930	0	\$249,930
334740	Social Security Reserve	\$11,475	\$11,475	\$7,545	\$3,930
	<b>TOTAL</b>	<b>\$626,545</b>	<b>\$626,545</b>	<b>\$7,545</b>	<b>\$619,000</b>

<b>7100</b>	<b>POLICE PENSION FUND</b>	<b>AMOUNT BUDGETED</b>	<b>ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE</b>	<b>ABATEMENT AMOUNT</b>	<b>AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT</b>
712100	Police Pension Payments	\$2,626,542	\$2,626,542	\$27,542	\$2,599,000
	<b>TOTAL</b>	<b>\$2,626,542</b>	<b>\$2,626,542</b>	<b>\$27,542</b>	<b>\$2,599,000</b>

<b>7200</b>	<b>FIREFIGHTERS' PENSION FUND</b>	<b>AMOUNT BUDGETED</b>	<b>ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE</b>	<b>ABATEMENT AMOUNT</b>	<b>AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT</b>
712200	Fire Pension Payments	\$1,944,317	\$1,944,317	\$20,317	\$1,924,000
	<b>TOTAL</b>	<b>\$1,944,317</b>	<b>\$1,944,317</b>	<b>\$20,317*</b>	<b>\$1,924,000**</b>

\*Of the total tax levy abatement in the amount of Twenty Thousand Three Hundred Seventeen and No/100 Dollars (\$20,317.00) for the Firefighters' Pension Fund, Seventeen Thousand Nine Hundred Twenty-Six and No/100 Dollars (\$17,926.00) is for the portion of the tax levy that is subject to the Property Tax Extension Limitation Act (Tax Cap), and Two Thousand Three Hundred Ninety-One and

No/100 Dollars (\$2,391.00) is for the portion of the tax levy that is exempt from the Property Tax Extension Limitation Act (Tax Cap) pursuant to Public Act 93-689.

\*\*Of the total tax levy after the abatement, in the amount of One Million Nine Hundred Twenty-Four Thousand and No/100 Dollars (\$1,924,000.00) for the Firefighters' Pension Fund, One Million Seven Hundred Thirty-Five and No/100 Dollars (\$1,735,000.00) is subject to the Property Tax Extension Limitation Act (Tax Cap), and One Hundred Eighty-Nine Thousand and No/100 Dollars (\$189,000.00) is for the portion exempt from the Property Tax Extension Limitation Act (Tax Cap) pursuant to Public Act 93-689.

6810	PUBLIC BENEFIT FUND	AMOUNT BUDGETED	ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE	ABATEMENT AMOUNT	AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT
788100	SA Bonds – Principal & Interest	\$650,892	\$650,892	0	\$650,892
	<b>TOTAL</b>	<b>\$650,892</b>	<b>\$650,892</b>	<b>0</b>	<b>\$650,892</b>

1010	GENERAL CORPORATE FUND HEALTH INSURANCE	AMOUNT BUDGETED	ORIGINAL AMOUNT TO BE RAISED BY TAX LEVY PURSUANT TO THE 2013 TAX LEVY ORDINANCE	ABATEMENT AMOUNT	AMOUNT TO BE RAISED BY TAX LEVY, FOR THE VILLAGE'S 2013 FISCAL YEAR, AFTER THE ABATEMENT
711370	BC/BS Blue Advantage HMO	\$1,143,141	\$1,143,141	\$1,141	\$1,142,000
	<b>TOTAL</b>	<b>\$1,143,141</b>	<b>\$1,143,141</b>	<b>\$1,141</b>	<b>\$1,142,000</b>

**SECTION 2:** That a certified copy of this Ordinance be filed forthwith with the County Clerk of DuPage County, Illinois.

**SECTION 3:** That this Ordinance shall be in full force and effect from and after its passage and approval as provided by law.

Passed on first reading this \_\_\_\_ day of \_\_\_\_\_, 2014.

First reading waived by action of the Board of Trustees this 3rd day of April, 2014.

Passed on second reading this 3rd day of April, 2014.

AYES: \_\_\_\_\_

NAYS: \_\_\_\_\_

ABSENT: \_\_\_\_\_

**APPROVED** this 3rd day of April, 2014.

\_\_\_\_\_  
Keith Giagnorio, Village President

**ATTEST:**

\_\_\_\_\_  
Janet Downer, Deputy Village Clerk