

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

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

TO: President and Village Board of Trustees

FROM: David A. Hulseberg, Village Manager

DATE: November 26, 2012 (COW)(B of T): December 6, 2012

TITLE: Ordinance Providing for the Levy and Assessment of Taxes for the Fiscal Year beginning June 1, 2012 and ending December 31, 2012 for the Village of Lombard

SUBMITTED BY: Timothy Sexton, Director of Finance

**BACKGROUND/POLICY IMPLICATIONS:**

The 2012 property tax levy was presented to the Finance Committee at their meeting on November 26, 2012. The staff report on the proposed 2012 Tax Levy is attached. Below is the general overall summary of the tax levy:

- 3.00% CPI Increase
- 0.01% Increase for Fire Pension Exempt Amount
- 0.60% Estimate for New Growth
- 3.61% Overall Increase for Proposed Levy

It is estimated that new growth will account for 0.6% of the increase in the levy. If there is no new growth, there will be no levy for this.

The Finance Committee, at their regular meeting on November 26, 2012, voted unanimously to recommend the proposed tax levy to the President and Board of Trustees. Waiver of first reading is requested in order to file the 2012 tax levy ordinance with the DuPage County Clerk as required by law.

**REVIEW** (as needed):

Village Attorney XX _____	Date _____
Finance Director XX _____	Date _____
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.**



To: Finance Committee  
From: Timothy Sexton, Director of Finance  
Date: November 15, 2012  
Subject: Proposed 2012 Property Tax Levy

### INTRODUCTION

The 2012 Proposed Property Tax Levy for the Village of Lombard is presented for your review and recommendation to the Village Board. The recommendation is summarized on **Attachment A** and is explained in detail in this report. The tax levy has been prepared in accordance with the requirements of the Property Tax Extension Limitation Act (Tax Cap) and the Truth in Taxation Act.

### EAV ASSUMPTIONS

The following is a comparison of the projected 2012 estimated Equalized Assessed Valuation (EAV), including increases in both the base EAV as well as increases due to new construction/annexations for the Village of Lombard, as compared to the 2011 actual EAV.

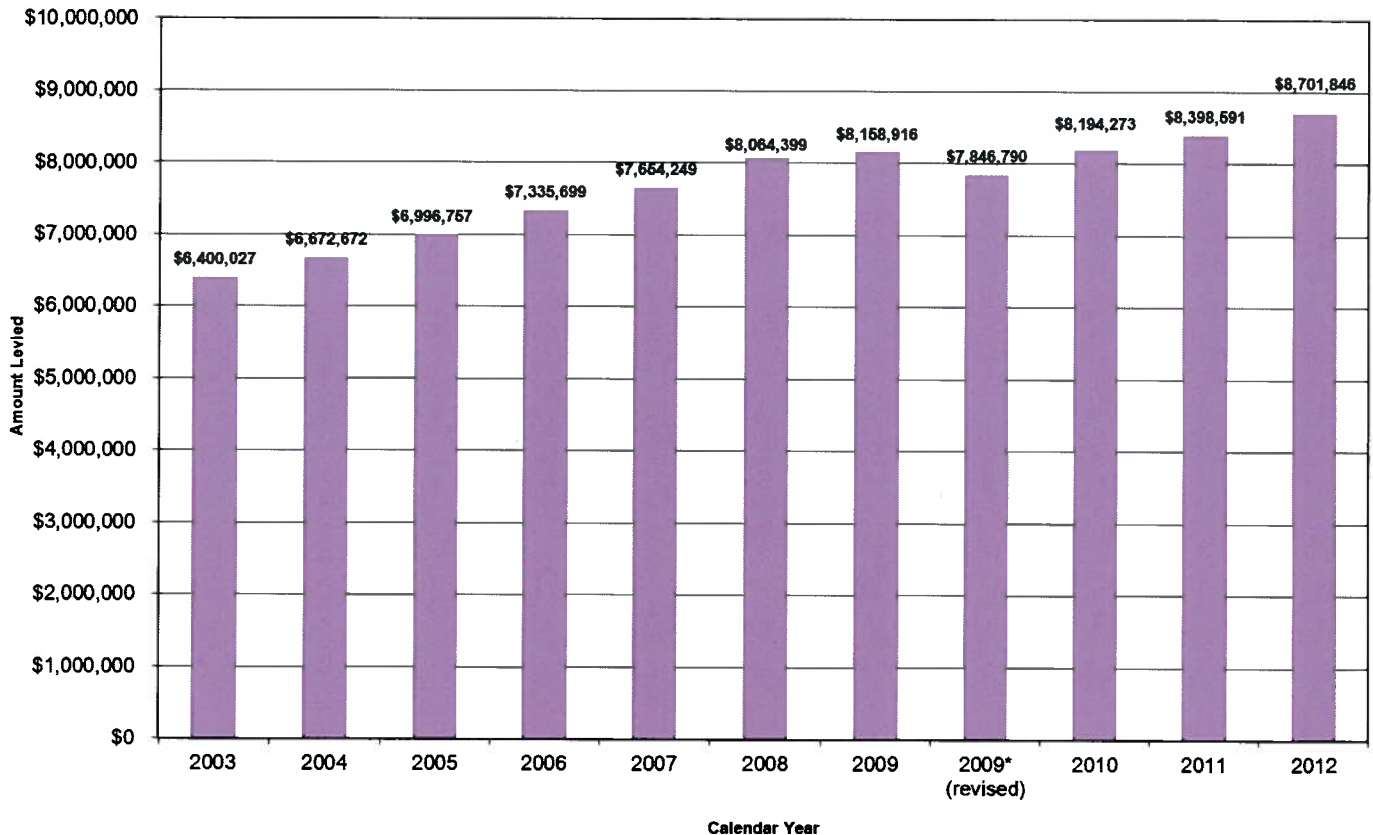
	<u>2012 Est</u>	<u>2011 Actual</u>	<u>Increase over Prior Year</u>	
			<u>Incr. over PY</u>	<u>Percent</u>
Base EAV	\$ 1,382,502,578	\$ 1,495,923,634	-113,421,056	-7.58%
New Construction/ Annexations	\$ 9,000,000	\$ 5,164,941	3,835,059	74.25%
Total	\$ 1,391,502,578	\$ 1,501,088,575	-109,585,997	-7.30%

**Attachment B** shows a history of EAV growth in the Village over the last ten years. The Dupage County Supervisor of Assessments estimated a 7.90% decrease to the 2011 base EAV.

**2012 PROPOSED PROPERTY TAX LEVY**

The Village's tax levy is made up of two component areas: the Corporate Levy and Special Levies. The Village has not had a bonded debt tax levy since 1994. For 2012, the total proposed tax levy for the Village of Lombard is \$8,701,846, an increase of \$303,256 or 3.61% over the prior year's extended levy. **Attachment C** compares the 2011 extended levy to the 2012 proposed levy in detail. Below is a ten-year comparison of property tax extensions.

Tax Levy Extension History



\*\$312,126 was transferred from the Village's aggregate tax extension base when the Plum Library was converted to a Library District

\*\*2012 is the proposed levy amount prior to extension

**SPECIAL LEVIES:**

**POLICE AND FIREFIGHTERS' PENSION FUNDS:**

Since 1992, the Village has used an independent actuary to determine the annual tax levy requirements for both the Police and Firefighters' Pension Funds. The Village's actuary, Mr. Timothy Sharpe, has completed the annual actuarial analysis for the Police and Firefighters' Pension Funds. Copies of the actuarial reports for June 1, 2012 are available upon request.

The actuarial analysis indicates that the tax levy requirement for the Police Pension Fund for 2012 is \$2,429,515, an increase of \$294,967 or 13.82% more than the prior year's extended levy. The Police Pension FYE 2012 investments earned 1.50%. The increase in salaries was less than assumed and the investment return was also less than assumed. The reduced investment return is the main reason for the increase in the tax levy requirement. The Percent Funded has decreased from 68.8% last year to 66.7% this year.

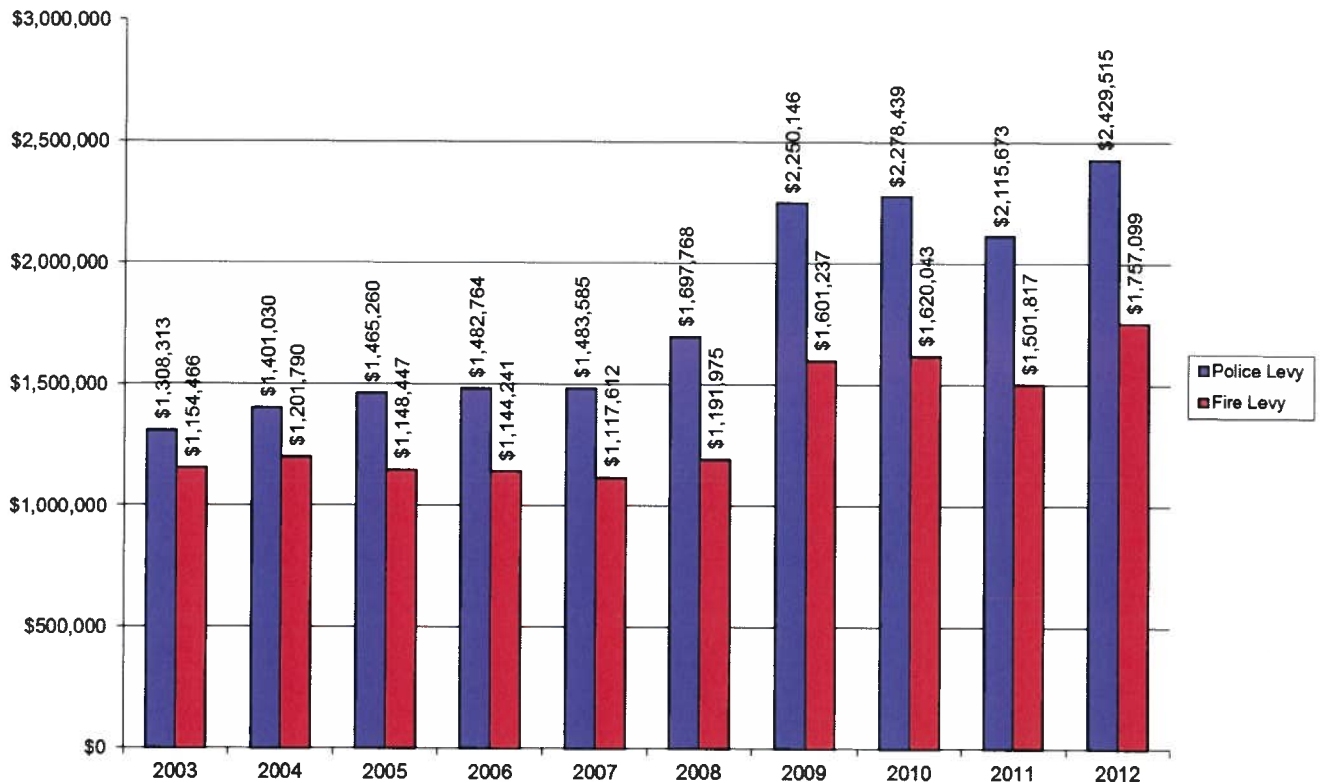
The tax levy requirement for the Firefighters' Pension Fund for 2012 is \$1,757,099, an increase of \$239,498 or 15.78% more than the prior year's extended levy. The Firefighters' Pension FYE 2012 investments earned 1.32%. The Percent Funded has decreased from 81.4% last year to 78.6% this year. In July 2004, the Illinois legislature passed a new firefighters' pension bill to expand pension benefits for firefighters. Included in this legislation was a provision that exempted from the tax cap any increases in the tax levy due to the new benefits of this legislation. Therefore, of the \$1,757,099 tax levy for the Firefighters' Pension Fund, \$1,606,924 is included in the calculation for the tax cap, and \$150,175 is exempt from the tax cap. This is an increase of \$66, or 0.04%, more than last years extended levy of \$150,109.

The Police and Firefighters' Pension Funds will see a net combined increase of \$534,465 or 14.63% more than last year's extended levy. A comparison of the annual requirements for this year and last year is shown on **ATTACHMENT D**.

The annual actuarially determined tax levy requirement for the Police Pension Fund, expressed as a percentage of payroll, increased from 36.07% for 2011 to 41.42% for 2012. The Firefighters' Pension Fund tax levy requirement, expressed as a percentage of payroll, increased from 27.56% for 2011 to 32.24% for 2012.

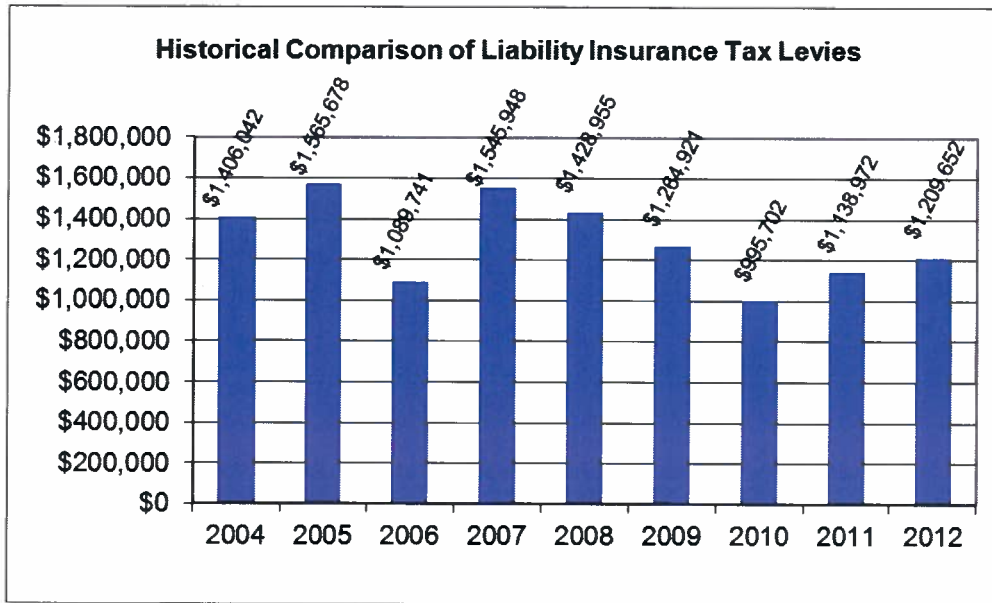
The chart below displays a history of the Police and Firefighters' Pension Fund tax levies over the past ten years. The Village's overall tax levy has increased since 2003 by \$2,301,819 in actual dollars or 35.97% in ten years. As depicted in the chart below, the combined levies for the Police and Firefighters' Pension Funds alone have increased by \$1,723,835 or 75.96% in the same period. The net effect is that 74.89% of new tax levy dollars over and above the 2002 levels are going to fund the increases in the Police and Firefighters' Pension Fund levies.

**Historical Comparison of Police and Firefighters' Pension Fund Tax Levies**



**LIABILITY INSURANCE:**

The 2012 Proposed Tax Levy for Liability Insurance is \$1,209,652, or \$70,680 more than the 2011 levy. The Village has an actuarial study conducted every other year in order to determine the Village's reserve requirements for Liability Insurance. The study performed this year determined the reserve requirements to be \$2,578,310 as of 12/31/12. In addition, the Village's financial policies require that an additional 10% of expenditures, or \$157,469, be maintained to cover additional unanticipated insurance costs or reserve requirements. Therefore, in addition to the actuarially determined reserve requirements of \$2,578,310, an additional \$157,469 should be reserved, bringing the required account balance to \$2,735,779. The levy amount needed to maintain this account balance is \$1,209,652, which is \$70,680 or 6.21% more than last year's levy. To put the current year tax levy into perspective, the chart below shows tax levies for 2004-2011.



\*2012 is the proposed levy amount prior to extension

**IMRF/SOCIAL SECURITY:**

**ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF):** The Village's contribution rate, expressed as a percentage of payroll, increased from 13.48% in 2011 to 14.52% in 2012. The Village has received information from IMRF that indicates that the Village's rate for 2013 will increase from 14.52% to 15.45%. The 2012 proposed levy for IMRF is \$755,194, an increase of \$306,369 or 68.26% more than last year's levy for the Village's portion of IMRF. The increase is due to the conversion to a calendar year fiscal year, and the seven month short fiscal year. As a matter of comparison, the 2012 proposed levy is \$2,741, or 0.36%, more than the 2010 levy.

**SOCIAL SECURITY/MEDICARE:** The 2012 proposed levy for Social Security/Medicare is \$608,858. This is a \$281,621, or 86.06%, increase over the amount levied last year for the Village's portion. This increase is due to the conversion to a calendar year fiscal year, and the seven month short fiscal year.

The contribution rate for the Village expressed as a percentage of payroll is 6.20% for Social Security and 1.45% for Medicare, for a total of 7.65%. This amount, combined with the 15.45% of payroll for IMRF, means that the total pension cost for non-sworn Village personnel, expressed as a percentage of payroll, is 23.10% as compared to 41.42% for sworn Police and 32.24% for sworn Fire personnel. For sworn Police and Fire personnel hired after 1986, the Village also contributes 1.45% for Medicare in addition to the pension costs above.

**Attachment E** shows the historical comparison of IMRF, Social Security and Medicare rates and wage bases since the 2003 tax levy year. Over the last ten years, combined levies for these levies have increased by \$287,125 or 29.44% as compared to the

increases in the combined Police and Firefighters' Pension Fund levies of \$1,347,953 or 59.39% over the same period.

**PUBLIC BENEFIT:**

State statute provides that the Village can levy to the maximum rate of \$.05/\$100 of EAV for the Public Benefit Fund to pay for a portion of the Village's share of special assessment projects. The amount of this year's Public Benefit levy is \$695,751. As long as the EAV continues to decrease, the amount of Public Benefit will also continue to decrease.

**CORPORATE LEVY:**

**General Corporate Levy:** The 2012 proposed General Corporate Levy totals \$1,245,777, an decrease of \$866,073 or 41.81% under last year's extended levy. However, this is also misleading due to the conversion to a calendar year. As a matter of comparison, the 2012 proposed levy is \$7,576, or 0.62%, less than the 2010 levy.

So while there is proposed an overall increase of \$303,256 in the entire tax levy, none of this increase is going to the General Corporate levy. Rather, the entire increase is going to the special levies, resulting in the \$7,576 decrease in the General Corporate levy, as compared to 2010.

**TAX RATES:**

The tax cap limits our base tax levy increase over the prior year's extended levy to 5% or the national CPI as reported for December prior to adoption of the levy. For tax year 2012 the December 2011 national CPI increase was 3.0%. We also levy for new construction and annexations that are expected to add an additional 0.6% in 2012. Finally, the exempt portion of the Firefighters' Pension Fund increased by 0.04% in 2012. These factors bring our total increase allowed to 3.61%. This addition for new growth benefits the Village only for the first year it goes on the tax rolls. Next year this amount is rolled into our prior year's extension, which is capped by the CPI increase.

Based on this proposed levy, the tax capped portion of the tax rates for the Village next year are expected to increase from .5495/\$100 of EAV to .6146/\$100 of EAV. As mentioned earlier, the Firefighters' Pension Fund is now allowed to levy for the additional costs associated with the July 2004 fire pension legislation, with these costs being exempt from the tax caps. So in addition to the tax cap levy of .6146/\$100 of EAV, the Firefighters Pension Fund will also levy .0108/\$100 of EAV, making the total Village levy .6254/\$100 of EAV.

Based on the total estimated EAV along with the number of households in Lombard per the most recent census, the Village's share of the tax bill for the average homeowner is expected to increase approximately \$8.18 to \$310.01, or a 2.71% increase.

A ten-year comparison of tax rates can be found in **Attachment F**. As this comparison indicates, the projected 2012 property tax rate for the Village of Lombard of .6254/\$100 of EAV is .1054/\$100 of EAV or 20.27% higher than it was ten years ago.

**IMPACT OF THE PROPERTY TAX EXTENSION LIMITATION ACT:**

The proposed 2012 Property Tax Levy for the Village of Lombard has been developed in order to comply with the provisions of the Property Tax Extension Limitation Act. An increase due to new growth of 0.6% has been provided for in the calculations. However, if this new growth estimate or the increase in the current tax base EAV is not realized, it may be necessary to reduce our levy at a later date. Toward the end of March 2013, the DuPage County Clerk will notify us if we are required to reduce our tax levy further as a result of our final extended 2012 tax levy. At that time we will be given the opportunity to decide if we want proportional reductions in all levies or if the reduction (if any) should come from one or more levies.

**TRUTH IN TAXATION CALCULATION:**

For purposes of complying with the statutory requirements of the Truth in Taxation Act, we must compare our 2011 Aggregate Extended Levy to our 2012 Proposed Levy. If the amount of the increase in the levy is 5% or greater, a public hearing must be held by the Village Board. The 2011 Aggregate Extended Levy for the Village was \$8,398,591. The 2012 proposed levy for the Village is \$8,701,846, an increase of \$303,255 or 3.61%. Therefore, a public hearing is not required.

The Finance Committee's recommendation on the 2012 Property Tax Levy will be on the agenda for Village Board consideration and approval at their December 6, 2012 meeting.



**ATTACHMENT A  
PROPOSED VILLAGE OF LOMBARD PROPERTY TAX LEVY  
TAX YEAR 2012**

3.0% CPI  
0.7% NEW GROWTH ESTIMATE

<b>ASSUMPTIONS</b>		
AGGREGATE EXTENSION FOR 2011 TAX YEAR (Excl Fire Pension-Exempt from Tax Cap)	VILLAGE	\$8,248,482
	FIRE PENSION-EXEMPT	\$150,109
	<b>TOTAL</b>	<b>\$8,398,591</b>
2012 PROJECTED BASE EAV		<b>\$1,382,502,578</b>
2012 PROJECTED "NEW GROWTH"		<b>\$9,000,000</b>
2012 TOTAL PROJECTED EAV		<b>\$1,391,502,578</b>

<b>2012 PROPOSED LEVIES - WITH 3% CPI</b>	<b>AMOUNT</b>	<b>RATE</b>
CORPORATE	1,245,777	0.0895
POLICE PENSION	2,429,515	0.1746
PUBLIC BENEFIT	695,751	0.0500
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	1,606,924	0.1155
IMRF	755,194	0.0543
LIABILITY INSURANCE	1,209,652	0.0869
SOCIAL SECURITY	608,858	0.0438
<b>TOTAL (VILLAGE ONLY)</b>	<b>8,551,671</b>	<b>0.6146</b>
FIREFIGHTERS' PENSION-EXEMPT FROM TAX CAP	150,175	0.0108
<b>TOTAL (VILLAGE ONLY)-INCL ADD'L FIRE LEVY</b>	<b>8,701,846</b>	<b>0.6254</b>
<b>TRUTH-IN-TAXATION CALCULATION</b>		

CURRENT YEAR PROPOSED LEVY	8,701,846
PRIOR YEAR EXTENDED LEVY	8,398,591
INCREASE IN LEVY	<u>303,256</u>
PERCENTAGE INCREASE IN LEVY	<u>3.61%</u>

<b>PUBLIC HEARING REQUIRED</b>	<b>NO</b>
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**ATTACHMENT B**  
**Historical Comparison of EAV Growth**  
**2003-2012**

	Base EAV	Inc. over PY	New Construction	% of Base	Annexations	% of Base	Total % of Base	Total EAV	Inc. over PY
Actual 2003	1,210,390,279	5.1%	14,797,760	1.20%	5,586,440	0.46%	1.66%	1,230,774,479	6.83%
Actual 2004	1,314,201,845	6.8%	21,918,090	1.64%	2,967,450	0.23%	1.86%	1,339,087,385	8.80%
Actual 2005	1,396,561,379	4.3%	15,522,320	1.10%	2,259,590	0.16%	1.26%	1,414,343,289	5.62%
Actual 2006	1,510,622,046	6.8%	18,944,540	1.24%	2,214,480	0.15%	1.38%	1,531,781,067	8.30%
Actual 2007	1,611,611,152	5.2%	29,522,890	1.80%	0	0.00%	1.80%	1,641,134,041	7.14%
Actual 2008	1,747,757,097	6.5%	19,814,840	1.12%	936,560	0.05%	1.17%	1,768,508,497	7.76%
Actual 2009	1,736,937,384	-1.8%	15,652,330	0.89%	-621,460	-0.04%	0.86%	1,751,968,254	-0.94%
Actual 2010	1,614,591,663	-7.8%	6,900,850	0.43%	172,530	0.01%	0.44%	1,621,665,043	-7.44%
Actual 2011	1,495,923,634	-7.8%	5,164,941	0.34%	0	0.00%	0.34%	1,501,088,575	-7.44%
Estimate 2012	1,382,502,578	-7.9%	9,000,000	0.65%	0	0.00%	0.65%	1,391,502,578	-7.30%
<b>Average Inc. Last 5 years (1)</b>		<b>-1.1%</b>		<b>0.9%</b>		<b>0.0%</b>	<b>0.9%</b>		<b>3.0%</b>

Note (1) Average includes Actual Years 2007-2011.

**ATTACHMENT C**

**COMPARISON OF 2011 PROPERTY TAX LEVY AS EXTENDED**

**vs.**

**2012 PROPERTY TAX LEVY AS PROPOSED**

<b>VILLAGE</b>	<b>2011 EXTENDED LEVY</b>		<b>2012 PROPOSED LEVY</b>		<b>INCREASE/DECREASE</b>	
	<b>RATE</b>	<b>AMOUNT</b>	<b>RATE</b>	<b>AMOUNT</b>	<b>%</b>	<b>AMOUNT</b>
<b>CORPORATE</b>	0.1380	2,071,502	0.0866	1,205,429	-41.81%	-866,073
<b>POLICE PENSION</b>	0.1422	2,134,548	0.1746	2,429,515	13.82%	294,967
<b>PUBLIC BENEFIT</b>	0.0499	749,043	0.0500	695,751	-7.11%	-53,292
<b>FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP</b>	0.0911	1,367,492	0.1155	1,606,924	17.51%	239,432
<b>IMRF</b>	0.0299	448,825	0.0543	755,194	68.26%	306,369
<b>LIABILITY INSURANCE</b>	0.0766	1,149,834	0.0898	1,250,000	8.71%	100,166
<b>SOCIAL SECURITY</b>	0.0218	327,237	0.0438	608,858	86.06%	281,621
<b>TOTAL VILLAGE SUBJECT TO TAX CAP</b>	<b>0.5495</b>	<b>8,248,482</b>	<b>0.6146</b>	<b>8,551,671</b>	<b>3.68%</b>	<b>303,189</b>
<b>FIREFIGHTERS' PENSION-NOT SUBJECT TO TAX CAP</b>	0.0100	150,109	0.0108	150,175	0.04%	66
<b>TOTAL VILLAGE LEVY</b>	<b>0.5595</b>	<b>8,398,591</b>	<b>0.6254</b>	<b>8,701,846</b>	<b>3.61%</b>	<b>303,255</b>

**ATTACHMENT D**

**COMPARISON OF ANNUAL TAX LEVY REQUIREMENTS  
FOR POLICE AND FIREFIGHTERS' PENSION FUNDS  
TAX YEAR 2011 vs. 2012**

	<u>A</u>	<u>B</u>	<u>C</u>	
	<u>2011 Extended TAX LEVY</u>	<u>ACTUARY AS OF 6/1/12</u>	<u>INC./(DEC.) OVER 2011</u>	
			<u>AMOUNT</u>	<u>PERCENT</u>
<b>POLICE PENSION FUND</b>	\$2,134,548	\$2,429,515	\$294,967	13.82%
<b>FIREFIGHTERS' PENSION FUND</b>				
Subject to Tax Cap	\$1,367,492	\$1,606,924	\$239,432	17.51%
Exempt from Tax Cap	\$150,109	\$150,175	\$66	0.04%
<b>TOTAL FIREFIGHTERS' PENSION FUND</b>	<u>\$1,517,601</u>	<u>\$1,757,099</u>	<u>\$239,498</u>	<u>15.78%</u>
<b>TOTAL</b>	<u>\$3,652,149</u>	<u>\$4,186,614</u>	<u>\$534,465</u>	<u>14.63%</u>

**NOTES:**

A. Amount levied and extended by the County Clerk for the 2011 Village Tax Levy.

B. Updated Actuarial Valuations based on membership data and asset information as of 5/31/12. The actuarial assumptions and actuarial cost methods used were the same as used last year.

C. Increase in 2012 tax levy request over 2011 extended levy.

	<u>2011</u>		<u>2012</u>	
	<u>AS LEVIED</u>	<u>PERCENT OF PAYROLL</u>	<u>AS LEVIED</u>	<u>PERCENT OF PAYROLL</u>
<b><u>POLICE PENSION FUND</u></b>				
Employer's Share of Normal Cost	\$805,106	13.73%	\$865,837	14.76%
Annual Amount Required to Amortize Unfunded Liability over 40 years Subsequent to 7/1/93 as a Level % of Pay	<u>\$1,310,567</u>	<u>22.34%</u>	<u>\$1,563,678</u>	<u>26.66%</u>
<b>Annual Actuarial Requirement as a Percentage of Payroll</b>	<u>\$2,115,673</u>	<u>36.07%</u>	<u>\$2,429,515</u>	<u>41.42%</u>
<b><u>FIREFIGHTERS' PENSION FUND</u></b>				
Employer's Share of Normal Cost	\$864,152	15.86%	\$941,188	17.27%
Annual Amount Required to Amortize Unfunded Liability over 40 years Subsequent to 7/1/93 as a Level % of Pay	<u>\$637,665</u>	<u>11.70%</u>	<u>\$815,911</u>	<u>14.97%</u>
<b>Annual Actuarial Requirement as a Percentage of Payroll</b>	<u>\$1,501,817</u>	<u>27.56%</u>	<u>\$1,757,099</u>	<u>32.24%</u>

**ATTACHMENT E  
ANALYSIS OF IMRF FUND  
IMRF/SOCIAL SECURITY/MEDICARE  
RATES, WAGE BASES & TAX LEVIES  
CALENDAR YEARS 2004 - 2013**

<b>IMRF</b>				
<b>CALENDAR YEAR</b>	<b>EMPLOYER'S CONTRIBUTION</b>	<b>EMPLOYEE'S CONTRIBUTION</b>	<b>WAGE BASE</b>	
2004	8.71%	4.50%	NONE	
2005	9.61%	4.50%	NONE	
2006	10.74%	4.50%	NONE	
2007	10.08%	4.50%	NONE	
2008	10.18%	4.50%	NONE	
2009	10.36%	4.50%	NONE	
2010	11.40%	4.50%	NONE	
2011	13.48%	4.50%	NONE	
2012	14.52%	4.50%	NONE	
2013	15.45%	4.50%	NONE	

<b>SOCIAL SECURITY/MEDICARE</b>						
<b>CALENDAR YEAR</b>	<b>EMPLOYER'S CONTRIBUTION</b>	<b>EMPLOYEE'S CONTRIBUTION</b>	<b>WAGE BASE</b>			
			<b>SS</b>	<b>MEDICARE</b>		
2004	7.65%	7.65%	\$87,900	Unlimited		
2005	7.65%	7.65%	\$90,000	Unlimited		
2006	7.65%	7.65%	\$94,200	Unlimited		
2007	7.65%	7.65%	\$97,500	Unlimited		
2008	7.65%	7.65%	\$102,000	Unlimited		
2009	7.65%	7.65%	\$106,800	Unlimited		
2010	7.65%	7.65%	\$106,800	Unlimited		
2011	7.65%	5.65%	\$106,800	Unlimited		
2012	7.65%	5.65%	\$110,100	Unlimited		
2013	7.65%	7.65%	\$113,700	Unlimited		

<b>Property Tax Levies (IMRF, SS &amp; Medicare combined)</b>				
<b>TAX LEVY YEAR</b>	<b>TAX LEVY*</b>	<b>INC./(DEC.) OVER PY</b>		
		<b>AMOUNT</b>	<b>PERCENT</b>	
2003	\$1,076,927	\$98,855	10.11%	
2004	\$1,145,970	\$69,043	6.41%	
2005	\$1,265,837	\$119,867	10.46%	
2006	\$1,396,984	\$131,147	10.36%	
2007	\$1,486,868	\$89,884	6.43%	
2008	\$1,536,834	\$139,850	10.01%	
2009	\$1,668,399	\$181,531	12.21%	
2010	\$1,284,359	-\$252,475	-16.43%	
2011	\$767,155	-\$517,204	-31.00%	
2012	\$1,364,052	\$596,897	46.47%	

<b>Total increase</b>		
<b>2003-2012</b>	<b>\$287,125</b>	<b>29.44%</b>
<b>Avg. Annual Inc.</b>	<b>\$28,713</b>	<b>2.94%</b>

\*2003-2011 as extended; 2012 prior to extension

ATTACHMENT F

**VILLAGE OF LOMBARD  
HISTORICAL TAX RATE INFORMATION  
2003-2012**

<b>LEVY YEAR</b>	<b>TOTAL TAX RATE (1)</b>	<b>VILLAGE ONLY</b>	<b>VILLAGE SHARE OF TOTAL</b>
<b>2003</b>	6.3134	0.5200	8.24%
<b>2004</b>	6.1595	0.4983	8.09%
<b>2005</b>	6.1611	0.4947	8.03%
<b>2006</b>	6.0824	0.4789	7.87%
<b>2007</b>	6.0154	0.4664	7.75%
<b>2008</b>	5.8555	0.4560	7.79%
<b>2009</b>	6.0421	0.4657	7.71%
<b>2010</b>	6.6908	0.5053	7.55%
<b>2011</b>	7.3561	0.5595	7.61%
<b>2012</b>	TBD	0.6254	TBD

NOTE (1) This table is based on tax code 6011. There are 30 tax codes in Lombard and each receives a different property tax bill depending on whether the area is included within a given taxing district's boundaries. This tax code was selected as an example only.

**ORDINANCE \_\_\_\_\_**

**AN ORDINANCE PROVIDING FOR THE LEVY AND ASSESSMENT OF  
TAXES FOR THE FISCAL YEAR BEGINNING JUNE 1, 2012, AND  
ENDING DECEMBER 31, 2012, FOR THE VILLAGE OF LOMBARD,  
DUPAGE COUNTY, STATE OF ILLINOIS**

BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF LOMBARD, DUPAGE COUNTY, ILLINOIS as follows:

Section 1: That the total amount of appropriation for all corporate purposes legally made to be collected from the tax levy of the current fiscal year beginning June 1, 2012, and ending December 31, 2012 of the Village of Lombard is hereby ascertained to be the sum of EIGHT MILLION SEVEN HUNDRED ONE THOUSAND EIGHT HUNDRED FOURTY SIX DOLLARS (\$8,701,846).

Section 2: EIGHT MILLION SEVEN HUNDRED ONE THOUSAND EIGHT HUNDRED FOURTY SIX DOLLARS (\$8,701,846) being the total of appropriations heretofore legally made, which are to be collected from the tax levy of the current fiscal year of the Village of Lombard, beginning June 1, 2012 and ending December 31, 2012 for all corporate purposes of said Village of Lombard for the Public Benefit Fund, for the Liability Insurance Fund, for the Illinois Municipal Retirement Fund, for the Social Security Fund, for the Police Pension Fund, for the Firefighters' Pension Fund, and General Corporate Fund, as budgeted for the current fiscal year by the Annual Budget Ordinance of the Village of Lombard for the fiscal year beginning June 1, 2012 and ending December 31, 2012, said Ordinance passed by the President and Board of Trustees of the Village of Lombard at the legally convened meeting of December 6, 2012, be and the same is hereby levied upon all the taxable property in the Village of Lombard subject to taxation for the current fiscal year. The specific amounts as levied for the various funds heretofore named being included herein by being placed in the separate columns under the heading "TO BE RAISED BY TAX LEVY" which appears over the same, the tax being so levied being for the current fiscal year of said Village, and for the said appropriation to be collected for said tax levy, the total of which has been ascertained as aforesaid, and being as set forth in Sections 3 to 9, inclusive, as follows:

Section 3: There is hereby authorized a tax levy in the amount of ONE MILLION TWO HUNDRED NINE THOUSAND SIX HUNDRED FIFTY TWO DOLLARS (\$1,209,652) for Liability Insurance purposes, and detailed as follows:

1230	LIABILITY INSURANCE	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
711110	Salaries & Benefits	\$ 89,600	\$ 89,600
733140	Operating Supplies	300	300
755320	Training & Travel	250	250
755340	Dues & Subscriptions	1,000	1,000
755685	Claims Admin. Services	17,500	17,500
755695	Risk Management Services	11,500	11,500
755700	Other Prof/Tech Services	12,000	12,000
755870	Retained Losses	1,000,000	1,000,000
756420	Misc. Contractual Services	2,200	2,200
334750	Liability Reserve	75,302	75,302
	Total	<u>\$ 1,209,652</u>	<u>\$ 1,209,652</u>

Section 4: There is hereby authorized a tax levy in the amount of SEVEN HUNDRED FIFTY FIVE THOUSAND ONE HUNDRED NINETY FOUR DOLLARS (\$755,194) for the Illinois Municipal Retirement Fund purposes and detailed as follows:

1010	IMRF	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
711630	IMRF Village	\$ 755,194	\$ 755,194
	Total	<u>\$ 755,194</u>	<u>\$ 755,194</u>

Section 5: There is hereby authorized a tax levy in the amount of SIX HUNDRED EIGHT THOUSAND EIGHT HUNDRED FIFTY EIGHT DOLLARS (\$608,858) for the Social Security purposes and detailed as follows:

1010	SOCIAL SECURITY	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
711530	Social Security-Village	\$ 363,640	\$ 363,640
711570	Medicare-Village	\$ 244,100	\$ 244,100
334740	Social Security Reserve	\$ 1,118	\$ 1,118
	Total	<u>\$ 608,858</u>	<u>\$ 608,858</u>

Section 6: There is hereby authorized a tax levy in the amount of TWO MILLION FOUR HUNDRED TWENTY NINE THOUSAND FIVE HUNDRED FIFTEEN DOLLARS (\$2,429,515) for the Police Pension Fund, and detailed as follows:

7100	POLICE PENSION FUND	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
712100	Police Pension Payments	\$1,847,160	\$ 1,847,160
733620	Administrative Expenses	\$ 79,630	\$ 79,630
605200	Pension Reserve	\$ 502,725	\$ 502,725
	Total	<u>\$2,429,515</u>	<u>\$ 2,429,515</u>



Section 7: There is hereby authorized a tax levy in the amount of ONE MILLION SEVEN HUNDRED FIFTY SEVEN THOUSAND NINETY NINE DOLLARS (\$1,757,099)\*\* for the Firefighters' Pension Fund, and detailed as follows:

7200	FIREFIGHTERS' PENSION FUND	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
712200	Fire Pension Payments	\$1,222,500	\$ 1,222,500
733620	Administrative Expenses	\$ 55,420	\$ 55,420
605200	Pension Reserve	\$ 479,179	\$ 479,179
	Total	<u>\$1,757,099</u>	<u>\$1,757,099**</u>

\*\* Of the total tax levy in the amount of ONE MILLION SEVEN HUNDRED FIFTY SEVEN THOUSAND NINETY NINE DOLLARS (\$1,757,099) for the Firefighters' Pension Fund, ONE MILLION SIX HUNDRED SIX THOUSAND NINE HUNDRED TWENTY FOUR DOLLARS (\$1,606,924) is subject to the Property Tax Extension Limitation Act (Tax Cap), and ONE HUNDRED FIFTY THOUSAND ONE HUNDRED SEVENTY FIVE DOLLARS (\$150,175) is exempt from the Property Tax Extension Limitation Act (Tax Cap) pursuant to Public Act 93-689.

Section 8: There is hereby authorized a tax levy in the amount of SIX HUNDRED NINETY FIVE THOUSAND SEVEN HUNDRED FIFTY ONE DOLLARS (\$695,751) for Public Benefit purposes, and detailed as follows:

6810	PUBLIC BENEFIT FUND	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
788100	SA Bonds-Principal & Interest	\$ 695,751	\$ 695,751
	Total	<u>\$ 695,751</u>	<u>\$ 695,751</u>

Section 9: There is hereby authorized a tax levy in the amount of ONE MILLION TWO HUNDRED FORTY FIVE THOUSAND SEVEN HUNDRED SEVENTY SEVEN DOLLARS (\$1,245,777) for the General Corporate Fund, and detailed as follows:

1010	GENERAL CORPORATE FUND HEALTH INSURANCE	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
711370	BC/BS Blue Advantage HMO	\$1,046,740	\$ 1,046,740
711330	PPO-Blue Cross/Shield	\$ 199,037	\$ 199,037
	Total	<u>\$1,245,777</u>	<u>\$ 1,245,777</u>

SUMMARY OF THE TOTAL AMOUNT TO BE  
RAISED BY TAX LEVY

LIABILITY INSURANCE	\$1,209,652
ILLINOIS MUNICIPAL RETIREMENT FUND	755,194
SOCIAL SECURITY	608,858
POLICE PENSION FUND	2,429,515
FIREFIGHTERS' PENSION FUND-SUBJECT TO TAX CAP	1,606,924
PUBLIC BENEFIT FUND	695,751
GENERAL CORPORATE FUND	<u>1,245,777</u>
TOTAL TO BE RAISED BY TAX LEVY- SUBJECT TO TAX CAP	8,551,671
FIREFIGHTERS' PENSION FUND-EXEMPT FROM TAX CAP – PURSUANT TO PUBLIC ACT 93-689	<u>150,175</u>
TOTAL TO BE RAISED BY TAX LEVY	<u>\$8,701,846</u>

Section 10: The total amount of EIGHT MILLION SEVEN HUNDRED ONE THOUSAND EIGHT HUNDRED FORTY SIX DOLLARS (\$8,701,846) ascertained as aforesaid and detailed in Sections 3 through 9 inclusive herein, be, and the same is hereby levied and assessed on all property subject to taxation within the Village of Lombard, according to the value of said property as that same is assessed and equalized for State and County purposes for the current year.

Section 11: This LEVY ORDINANCE is adopted pursuant to the procedures as set forth in the Illinois Municipal Code and Illinois Pension Code.

Section 12: There is hereby certified to the County Clerk of DuPage County, Illinois, the several sums aforesaid, constituting said total amount and the said total amount of EIGHT MILLION SEVEN HUNDRED ONE THOUSAND EIGHT HUNDRED FORTY SIX DOLLARS (\$8,701,846).

Section 13: The Village Clerk of said Village of Lombard is hereby ordered and directed to file with the County Clerk of DuPage County a certified copy of this Ordinance, prior to the last Tuesday in December, 2012.

Section 14: The validity or invalidity of any section of this Ordinance shall not affect the validity or invalidity of any other section.

Section 15: 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 \_\_\_\_\_, 2012.

First reading waived by action of the Board of Trustees this \_\_\_\_ day of \_\_\_\_\_, 2012.

Passed on second reading this \_\_\_\_ day of \_\_\_\_\_, 2012.

Ayes: \_\_\_\_\_

Nays: \_\_\_\_\_

Absent: \_\_\_\_\_

Approved this \_\_\_\_ day of \_\_\_\_\_, 2012.

\_\_\_\_\_  
Peter Breen  
Acting Village President

ATTEST:

\_\_\_\_\_  
Brigitte O'Brien  
Village Clerk

APPROVAL AS TO FORM:

\_\_\_\_\_  
Thomas Bayer  
Village Attorney

**CERTIFICATE OF COMPLIANCE  
WITH THE TRUTH IN TAXATION ACT**

I, **PETER BREEN**, the duly qualified and acting presiding officer of the **VILLAGE OF LOMBARD**, DuPage County, Illinois, do hereby certify that the 2012 tax levy of said **VILLAGE**, attached hereto, was adopted in full compliance with the provisions of the Illinois "Truth in Taxation Act," (35 ILCS 200/18-55 et seq.).

**IN WITNESS WHEREOF**, I have placed my official signature this 6th day of December, 2012.

\_\_\_\_\_  
Acting Village President