

070694

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

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: William T. Lichter, Village Manager

DATE: November 28, 2007 (COW)(B of T): December 6, 2007

TITLE: Ordinances Providing for the Levy and Assessment of Taxes for the Fiscal Year beginning June 1, 2007 and ending May 31, 2008 for the Village of Lombard and the Helen M. Plum Memorial Library.

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

The 2007 property tax levy was presented to the Finance Committee at their meeting on November 26, 2007. In addition, the tax levy for the Helen M. Plum Memorial Library was presented to the Finance Committee at this meeting. By state statute, the Village Board of Trustees must approve the library's tax levy. The staff report on the proposed 2007 Tax Levy is attached. The Finance Committee voted unanimously to recommend the proposed tax levy to the President and Board of Trustees at their regular meeting on December 6, 2007.

Waiver of first reading is required in order to file the 2007 tax levy ordinances with the DuPage County Clerk by the last Tuesday in December as required by law.

REVIEW (as needed):

Village Attorney XX _____ Date _____
Finance Director XX Anna M. Boyer Date 11/27/07
Village Manager XX W.M. Lichter Date 11/29/07

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 16, 2007

Subject: Proposed 2007 Property Tax Levy

INTRODUCTION

The 2007 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

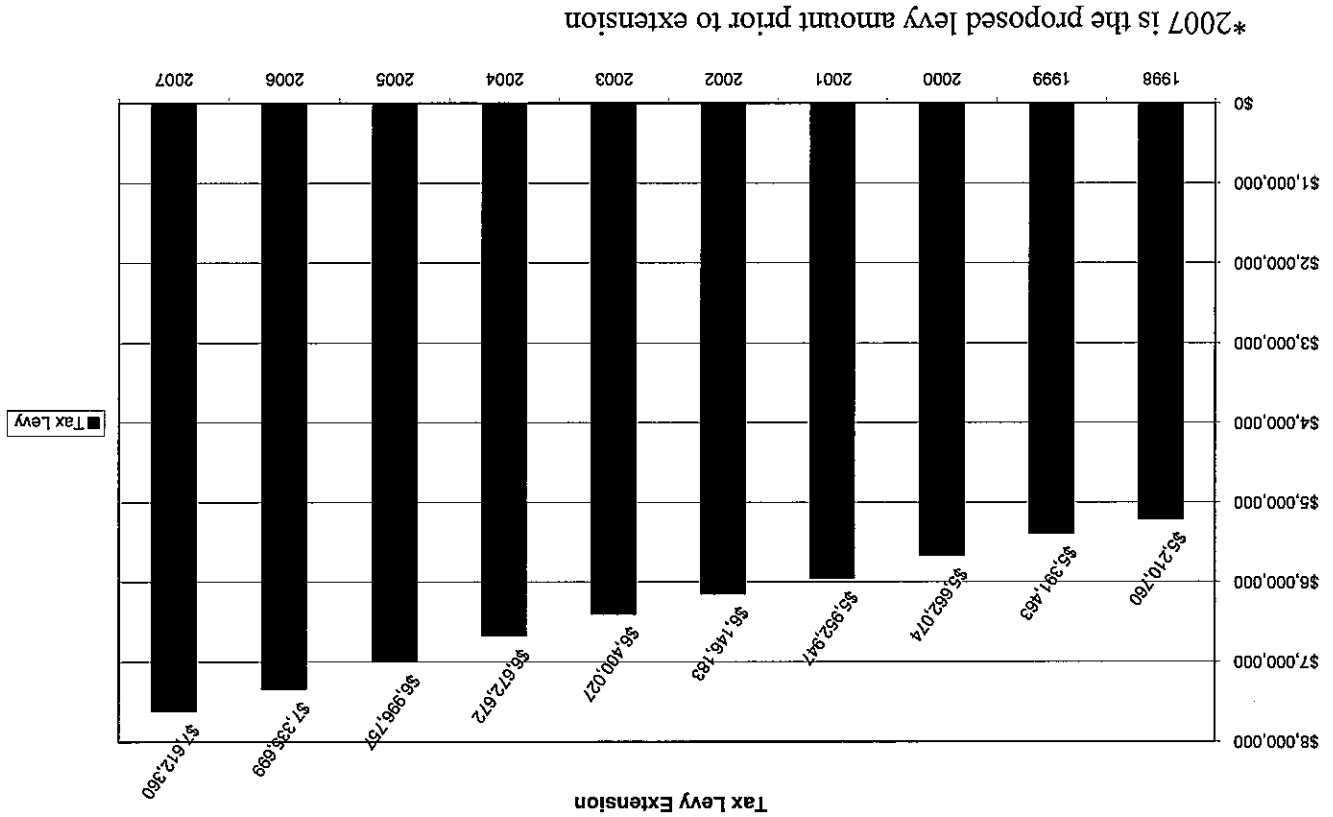
The following is a comparison of the projected 2007 estimated Equalized Assessed Valuation (EAV), including increases in both the base EAV as well as increases due to new construction/annexations for the Village of Lombard, as compared to the 2006 actual EAV.

	2007 Est	2006 Actual	Incr. Over PY	Percent
Base EAV	\$1,615,050,573	\$1,510,622,046	\$104,428,527	6.91%
New Construction/Annexations	\$20,995,657	\$21,159,020	-\$163,363	-0.77%
Total	\$1,636,046,230	\$1,531,781,066	\$104,265,164	6.81%

Attachment B shows a history of EAV growth in the Village over the last ten years.

2007 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 2007, the total proposed tax levy for the Village of Lombard is \$7,612,360, an increase of \$276,661 or 3.77% over the prior year's extended levy. **Attachment C** compares the 2006 extended levy to the 2007 proposed levy in detail. Below is a ten-year comparison of property tax extensions.



*2007 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, 2007 are included with this report.

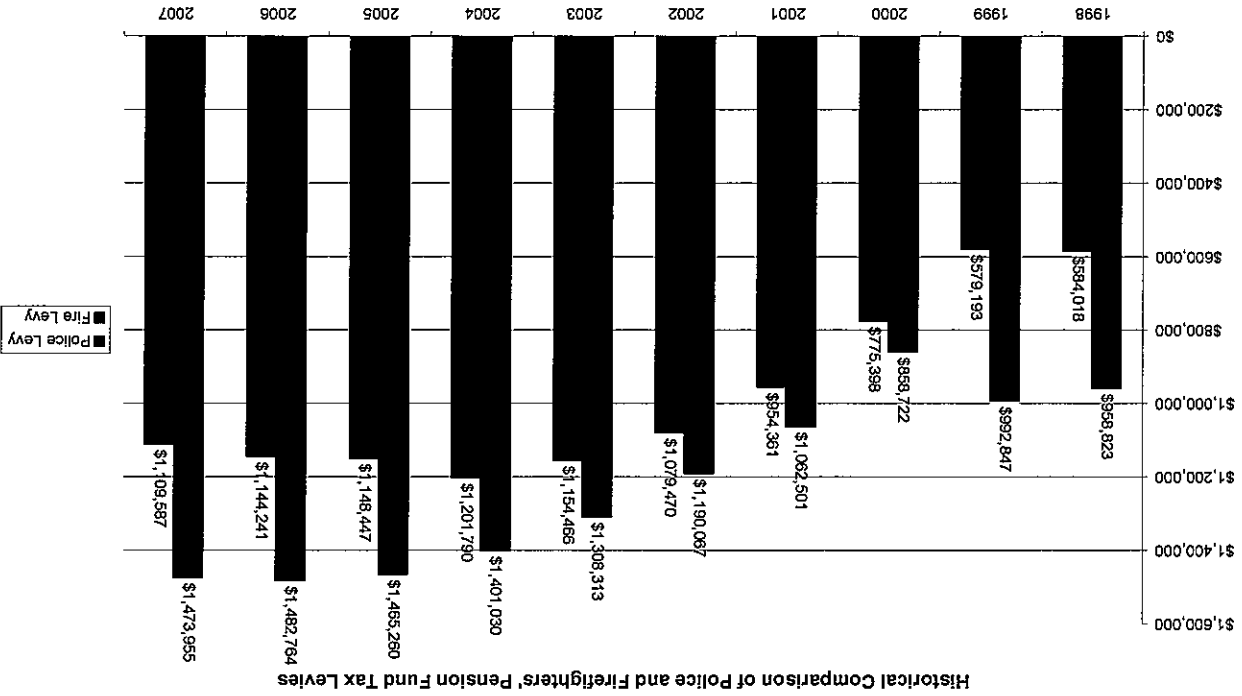
The actuarial analysis indicates that the tax levy requirement for the Police Pension Fund for 2007 is \$1,473,955, a decrease of \$8,809 or 0.59% under the prior year's extended levy. The Police Pension levy has a decrease this year due to the large investment returns during FYE 2007, which were 12.89%, compared with the actuarial assumed rate of return of 7.50%.

The tax levy requirement for the Firefighters' Pension Fund for 2007 is \$1,109,587, a decrease of \$34,654 or 3.03% less than the prior year's extended levy. Despite adding five additional members and one disability during the year, the levy decreased due to the large investment returns during FYE 2007, which were 13.03%, compared with the actuarial assumed rate of return of 7.50%. 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 \$1,109,587 tax levy for the Firefighters' Pension Fund, \$1,067,891 is included in the calculation for the tax cap, and \$41,696 is exempt from the tax cap.

The Police and Firefighters' Pension Funds will see a net combined decrease of \$43,463 or 1.65% under 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, decreased from 28.37% for 2006 to 26.76% for 2007. The Firefighters' Pension Fund tax levy requirement, expressed as a percentage of payroll, decreased from 25.45% for 2006 to 22.42% for 2007.

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 1998 by \$2,401,600 in actual dollars or 46.09% in ten years. As depicted in the chart below, the combined levies for the Police and Firefighters' Pension Funds alone have increased by \$999,005 or 64.75% in the same period. The net effect is that 41.60% of new tax levies over and above the 1998 levels are going to fund the increases in the Police and Firefighters' Pension Fund levies.



LIABILITY INSURANCE:

The 2007 Proposed Tax Levy for Liability Insurance is \$1,536,337, or \$447,241 more than the 2006 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 last year determined the reserve requirements to be \$1,796,904 as of 12/31/08. In addition, the Village's financial policies require that an additional 10% of expenditures, or \$179,873, be maintained to cover additional unanticipated insurance costs or reserve requirements. Therefore, in addition to the actuarially determined reserve requirements of \$1,796,904, an additional \$179,873 should be reserved, bringing the required account balance to \$1,976,777. The levy amount needed to maintain this account balance is \$1,536,337. As discussed during the tax levy process last year, the main reason for the significant increase in the levy this year is that the Village had very low claims experience during FYE 2005 and FYE 2006, which led to a much higher account balance than anticipated. Claims during FYE 2007 returned to their historic norms, resulting in the tax levy increasing back to previous levels. To put the current year tax levy into perspective, the tax levies for Tax Year 2004, 2005, and 2006 were \$1,406,042, \$1,565,678 and \$1,089,741 respectively.

IMRF/SOCIAL SECURITY:

ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF): The Village's contribution rate, expressed as a percentage of payroll, decreased from 10.74% in 2006 to 10.08% in 2007. The Village has received information from IMRF that indicates that the Village's rate for 2008 will increase from 10.08% to 10.18%. In addition, staff has estimated the Village's 2009 rate to be 10.58%. There have been no major changes to IMRF benefit levels in many years. The IMRF costs for next year are estimated at \$764,184, an increase of \$53,438 or 7.52% over the extended levy last year. The estimated increase in the 2009 rate is the main reason for the increase in IMRF costs, along with regular salary increases.

SOCIAL SECURITY/MEDICARE: The 2007 proposed levy for Social Security/Medicare is \$711,999. This is a \$25,761, or 3.75% increase over the amount proposed last year. This increase is also attributed mainly to regular salary increases.

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 10.18% of payroll for IMRF, means that the total pension cost for non-sworn Village personnel, expressed as a percentage of payroll, is 17.83% as compared to 26.76% for sworn Police and 22.42% 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 1998 tax levy year. Over the last ten years, combined levies for these three levies have increased by \$530,714 or 56.13% as compared to the

increases in the combined Police and Firefighters' Pension Fund levies of \$999,005 or 64.75% 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. For the 2002 through 2005 tax levies, due to the uncertain economic conditions and the need for revenue to stabilize the General Fund, the Village Board approved a staff recommendation to levy \$.025/\$100 in Public Benefit and the rest in the General Corporate. Last year, it was determined that the corporate fund had sufficient revenues to fund operations without this additional amount, and this continues again in this year. Therefore, it is the recommendation of staff that the Village levy to the maximum rate of \$.05/\$100 of EAV for the Public Benefit Fund for the proposed 2007 tax levy. The amount of this year's Public Benefit levy is \$818,023.

II CORPORATE LEVY:

General Corporate Levy: The 2007 proposed General Corporate Levy totals \$1,198,275, a decrease of \$267,639 or 18.26% below last year's extended levy. While the overall tax levy increased \$276,661 over the prior year from the CPI increase of 2.5% and the new growth for the year, there is a decrease in the current year's Corporate Levy due to the significant increase in the Liability Insurance levy for the various reasons previously discussed.

HELEN M. PLUM MEMORIAL LIBRARY:

The library is required to have its levy adopted by the Village of Lombard Board of Trustees. The library has provided the Village with its proposed tax levy request as follows:

Corporate	\$2,694,160	
Audit	2,000	
Liability Insurance	10,000	
TOTAL	<u>\$2,706,160</u>	

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 2007 the December 2006 national CPI was 2.5%. In addition to this amount, we levy for new construction and annexations that are expected to add an additional 1.3% in 2007, bringing our total increase allowed under the tax cap to 3.78%. 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, tax rates for the Village next year are expected to decrease from .4760/\$100 of EAV to .4627/\$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 .4627/\$100 of EAV, the Firefighters Pension Fund will also levy .0026/\$100 of EAV, making the total Village levy .4653/\$100 of EAV.

For the typical homeowner with a \$300,000 house, the Village's share of the tax bill on that property is expected to drop by approximately \$14 from \$455 to \$442.

A ten-year comparison of tax rates can be found in **Attachment F**. As this comparison indicates, the projected 2007 property tax rate for the Village of Lombard of .4653/\$100 of EAV is .1200/\$100 of EAV or 20.50% lower than it was ten years ago.

IMPACT OF THE PROPERTY TAX EXTENSION LIMITATION ACT:

The proposed 2007 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 1.3% 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 2008, the DuPage County Clerk will notify us if we are required to reduce our tax levy further as a result of our final extended 2007 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 as selected by the Village Board. This decision, if necessary, would be made next spring by the Village Board.

TRUTH IN TAXATION CALCULATION:

For purposes of complying with the statutory requirements of the Truth in Taxation Act, we must compare our 2006 Aggregate Extended Levy to our 2007 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 2006 Aggregate Extended Levy for the Village and Library combined was \$9,942,791. The 2007 proposed levy for the Village and the Library combined is \$10,318,520, an increase of \$375,729 or 3.78%. Therefore, no public hearing is required this year.

The Finance Committee's recommendation on the 2007 Property Tax Levy will be on the agenda for Village Board consideration and approval with waiver of first reading at their December 6, 2007 meeting.

ATTACHMENT A

PROPOSED PROPERTY TAX LEVY TAX YEAR 2007 (VILLAGE & LIBRARY COMBINED)

1.3% NEW GROWTH ESTIMATE

ASSUMPTIONS	
AGGREGATE EXTENSION FOR 2006 TAX YEAR	\$7,291,278
(Excl Fire Pension-Exempt from Tax Cap)	
FIRE PENSION-EXEMPT	\$44,422
LIBRARY	\$2,607,091
TOTAL	\$9,942,791
2007 PROJECTED BASE EAV	\$1,615,050,573
2007 PROJECTED "NEW GROWTH"	\$20,995,657
2007 TOTAL PROJECTED EAV	\$1,636,046,231

2007 PROPOSED LEVIES	AMOUNT	RATE
CORPORATE	1,198,275	0.0732
POLICE PENSION	1,473,955	0.0901
PUBLIC BENEFIT	818,023	0.0500
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	1,067,891	0.0653
IMRF	764,184	0.0467
LIABILITY INSURANCE	1,536,337	0.0939
SOCIAL SECURITY	711,999	0.0435
TOTAL (VILLAGE ONLY)	7,570,664	0.4627
FIREFIGHTERS' PENSION-EXEMPT FROM TAX CAP	41,696	0.0026
TOTAL (VILLAGE ONLY)-INCL ADD'L FIRE LEVY	7,612,360	0.4653
LIBRARY CORPORATE	2,694,160	0.1647
AUDIT	2,000	0.0001
LIABILITY INSURANCE	10,000	0.0006
TOTAL (LIBRARY ONLY)	2,706,160	0.1654
GRAND TOTAL (VILLAGE & LIBRARY)	10,318,520	0.6307
GRAND TOTAL (VILLAGE & LIBRARY)-EXEMPT FROM TAX CAP	41,696	0.0026
GRAND TOTAL (VILLAGE & LIBRARY)-SUBJECT TO TAX CAP	10,276,824	0.6281

TRUTH-IN-TAXATION CALCULATION

CURRENT YEAR PROPOSED LEVY	10,318,520
PRIOR YEAR EXTENDED LEVY	9,942,791
INCREASE IN LEVY	375,729
PERCENTAGE INCREASE IN LEVY	3.78%

NO

ATTACHMENT A

COMPARISON OF PROPOSED TAX RATES TO LIMITING RATE PROJECTIONS

STEP 1: PROJECTED TAX RATE		VILLAGE	0.4627		
		LIBRARY	0.1654		
		TOTAL	0.6281		
STEP 2: NUMERATOR OF LIMITING RATE:		VILLAGE	\$7,291,278	x	102.5% =
		LIBRARY	\$2,607,091	x	102.5% =
		TOTAL	\$9,898,369	x	102.5% =
					\$10,145,828
STEP 3: DENOMINATOR OF LIMITING RATE:		VILLAGE	\$1,636,046,231	-	
		LIBRARY	\$20,995,657	-	
					\$1,615,050,573
STEP 4: LIMITING RATE		VILLAGE	\$7,473,560	/	\$1,615,050,573 =
		LIBRARY	\$2,672,269	/	\$1,615,050,573 =
		TOTAL	\$10,145,828	/	\$1,615,050,573 =
					0.6281
STEP 5: FACTOR TO REDUCE RATES:		VILLAGE	0.4627 / 0.4627	=	1.0000
		LIBRARY	0.1654 / 0.1654	=	1.0000
STEP 6: APPLY FACTOR TO REDUCE RATES:		NEW RATES ARE:			
		CORPORATE	0.0732 x 1.0000	=	0.0732
		POLICE PENSION	0.0901 x 1.0000	=	0.0901
		PUBLIC BENEFIT	0.0500 x 1.0000	=	0.0500
		FIREMEN'S PENSION	0.0653 x 1.0000	=	0.0653
		IMRF	0.0467 x 1.0000	=	0.0467
		LIABILITY INSURANCE	0.0939 x 1.0000	=	0.0939
		SOCIAL SECURITY	0.0435 x 1.0000	=	0.0435
		TOTAL VILLAGE ONLY	0.4627		
		LIBRARY CORPORATE	0.1647 x 1.0000	=	0.1647
		AUDIT	0.0001 x 1.0000	=	0.0001
		LIABILITY INSURANCE	0.0006 x 1.0000	=	0.0006
		TOTAL LIBRARY ONLY	0.1654		
		GRAND TOTAL (VILLAGE & LIBRARY)	0.6281		
STEP 7: EXTEND TAXES		VILLAGE	0.4627 x	\$1,636,046,231 =	7,570,664
		LIBRARY	0.1654 x	\$1,636,046,231 =	2,706,160
		TOTAL	0.6282		10,276,824

ATTACHMENT B

**Historical Comparison of EAV Growth
1998-2007**

	Base EAV	Inc. over PY	New Construction	% of Base	Annexations	% of Base	Total % of Base	Total EAV	Inc. over PY
Actual 1998	872,161,787	4.2%	11,504,040	0.3%	6,605,830	0.8%	2.1%	890,271,657	5.0%
Actual 1999	912,051,407	4.6%	15,462,265	1.7%	1,248,290	0.1%	1.8%	928,761,962	4.3%
Actual 2000	959,725,030	5.2%	19,464,418	2.0%	1,086,440	0.1%	2.1%	980,275,888	5.5%
Actual 2001	1,032,615,161	7.6%	16,802,620	1.6%	484,760	0.0%	1.7%	1,049,902,541	7.1%
Actual 2002	1,133,736,219	9.8%	15,814,040	1.4%	2,498,990	0.2%	1.6%	1,152,049,249	9.7%
Actual 2003	1,210,390,279	6.8%	14,797,760	1.2%	5,586,440	0.5%	1.7%	1,230,774,479	6.8%
Actual 2004	1,314,201,845	8.6%	21,918,090	1.7%	2,967,450	0.2%	1.9%	1,339,087,385	8.8%
Actual 2005	1,396,561,379	6.3%	15,522,320	1.1%	2,259,590	0.2%	1.3%	1,414,343,289	5.6%
Actual 2006	1,510,622,046	8.2%	18,944,540	1.3%	2,214,480	0.1%	1.4%	1,531,781,067	8.3%
Estimate 2007	1,615,050,573	6.9%	20,995,657	1.3%	0	0.0%	1.3%	1,636,046,230	6.8%
Average Inc. Last 5 years (1)		7.9%		1.3%		0.2%	1.6%		7.9%

Note (1) Average includes Actual Years 2002-2006.

ATTACHMENT C

COMPARISON OF 2006 PROPERTY TAX LEVY AS EXTENDED
 VS.
 2007 PROPERTY TAX LEVY AS PROPOSED

VILLAGE	2006 EXTENDED LEVY		2007 PROPOSED LEVY		INCREASE/ DECREASE	
	RATE	AMOUNT	RATE	AMOUNT	RATE	AMOUNT
CORPORATE	0.0957	1,465,914	0.0732	1,198,275	-23.51%	-267,639
POLICE PENSION	0.0968	1,482,764	0.0901	1,473,955	-6.92%	-8,809
PUBLIC BENEFIT	0.0494	756,700	0.0500	818,023	1.21%	61,323
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	0.0718	1,099,819	0.0653	1,067,891	-9.05%	-31,928
IMRF	0.0464	710,746	0.0467	764,184	0.65%	53,438
LIABILITY INSURANCE	0.0711	1,089,096	0.0939	1,536,337	32.07%	447,241
SOCIAL SECURITY	0.0448	686,238	0.0435	711,999	-2.90%	25,761
TOTAL VILLAGE SUBJECT TO TAX CAP	0.4760	7,291,277	0.4627	7,570,664	-2.79%	279,387
FIREFIGHTERS' PENSION-NOT SUBJECT TO TAX CAP	0.0029	44,422	0.0026	41,696	-10.34%	-2,726
TOTAL VILLAGE LEVY	0.4789	7,335,699	0.4653	7,612,360	-2.84%	276,661

**COMPARISON OF ANNUAL TAX LEVY REQUIREMENTS
FOR POLICE AND FIREFIGHTERS' PENSION FUNDS
TAX YEAR 2006 VS. 2007**

ATTACHMENT D

	A	B	C
	2006 Extended TAX LEVY	ACTUARY AS OF 6/1/07	AMOUNT PERCENT
	A	B	C
	INC./DEC.) OVER 2006		
POLICE PENSION FUND	\$1,482,764	\$1,473,955	(\$8,809) -0.59%
FIREFIGHTERS' PENSION FUND	\$1,099,819	\$1,067,891	(\$31,928) -2.90%
Subject to Tax Cap			
Exempt from Tax Cap	\$44,422	\$41,696	(\$2,726) -6.14%
TOTAL FIREFIGHTERS' PENSION FUND	\$1,144,241	\$1,109,587	(\$34,654) -3.03%
TOTAL	\$2,627,005	\$2,583,542	(\$43,463) -1.65%

NOTES:
A. Amount levied and extended by the County Clerk for the 2006 Village Tax Levy.

B. Updated Actuarial Valuations based on membership data and asset information as of 5/31/07. The actuarial assumptions and actuarial cost methods used were the same as used last year.

C. Increase in 2007 tax levy request over 2006 extended levy.

	2006	2007	
	AS LEVIED	AS LEVIED	PERCENT OF PAYROLL
	AS LEVIED	AS LEVIED	PERCENT OF PAYROLL
POLICE PENSION FUND	\$697,733	\$739,163	13.42%
Employer's Share of Normal Cost			
Annual Amount Required to Amortize	\$786,903	\$734,792	13.34%
Unfunded Liability over 40 years			
Subsequent to 7/1/93 as a Level % of Pay	\$1,484,636	\$1,473,955	26.76%
FIREFIGHTERS' PENSION FUND	\$714,445	\$777,207	15.70%
Employer's Share of Normal Cost			
Annual Amount Required to Amortize	\$428,312	\$332,380	6.72%
Unfunded Liability over 40 years			
Subsequent to 7/1/93 as a Level % of Pay	\$1,142,757	\$1,109,587	22.42%

**ATTACHMENT E
ANALYSIS OF IMRF FUND
IMRF/SOCIAL SECURITY/MEDICARE
RATES, WAGE BASES & TAX LEVIES
CALENDAR YEARS 1999 - 2008**

IMRF			
CALENDAR YEAR	EMPLOYERS CONTRIBUTION	EMPLOYEES CONTRIBUTION	WAGE BASE
1999	8.89%	4.50%	NONE
2000	8.07%	4.50%	NONE
2001	6.90%	4.50%	NONE
2002	6.14%	4.50%	NONE
2003	6.55%	4.50%	NONE
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

SOCIAL SECURITY/MEDICARE			
CALENDAR YEAR	EMPLOYERS CONTRIBUTION	EMPLOYEES CONTRIBUTION	WAGE BASE SS MEDICARE
1999	7.65%	7.65%	\$72,600 Unlimited
2000	7.65%	7.65%	\$76,200 Unlimited
2001	7.65%	7.65%	\$80,400 Unlimited
2002	7.65%	7.65%	\$84,900 Unlimited
2003	7.65%	7.65%	\$87,000 Unlimited
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

Property Tax Levies (IMRF, SS & Medicare combined)			
TAX LEVY	TAX	INC./DEC.) OVER PY	PERCENT
1998	\$945,469	\$568	0.06%
1999	\$984,488	\$39,019	4.13%
2000	\$926,360	-\$58,128	-5.90%
2001	\$975,359	\$48,999	5.29%
2002	\$978,072	\$2,713	0.28%
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	\$1,396,876	\$131,039	10.35%
2007	\$1,476,183	\$79,307	5.68%

Total Increase	1998-2007	1998-2007
	\$530,714	56.13%
Avg. Annual Inc.	\$53,071	5.61%

*1997-2005 as extended; 2006 prior to extension

**VILLAGE OF LOMBARD
HISTORICAL TAX RATE INFORMATION
1998-2007**

ATTACHMENT F

YEAR	TOTAL TAX RATE (1)	VILLAGE ONLY	TOTAL VILLAGE SHARE OF
1998	6.6639	0.5853	8.78%
1999	6.5501	0.5805	8.86%
2000	6.4565	0.5776	8.95%
2001	6.3126	0.5670	8.98%
2002	5.9530	0.5335	8.96%
2003	6.3134	0.5200	8.24%
2004	6.1595	0.4983	8.09%
2005	6.1611	0.4947	8.03%
2006	6.0824	0.4789	7.87%
2007	TBD	0.4653	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.

**AN ORDINANCE PROVIDING FOR THE LEVY AND ASSESSMENT OF
TAXES FOR THE FISCAL YEAR BEGINNING JUNE 1, 2007, AND
ENDING MAY 31, 2008, 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, 2007, and ending May 31, 2008 of the Village of Lombard is hereby ascertained to be the sum of SEVEN MILLION SIX HUNDRED TWELVE THOUSAND THREE HUNDRED SIXTY DOLLARS (\$7,612,360).

Section 2: SEVEN MILLION SIX HUNDRED TWELVE THOUSAND THREE HUNDRED SIXTY DOLLARS (\$7,612,360) 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, 2007 and ending May 31, 2008 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, 2007 and ending May 31, 2008, said Ordinance passed by the President and Board of Trustees of the Village of Lombard at the legally convened meeting of April 19, 2007, 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 FIVE HUNDRED THIRTY SIX THOUSAND THREE HUNDRED THIRTY SEVEN DOLLARS (\$1,536,337) for Liability Insurance purposes, and detailed as follows:

1230	LIABILITY INSURANCE	BUDGETED	AMOUNT	TO BE RAISED	BY TAX LEVY
711110	Salaries & Benefits	\$ 153,090	\$ 153,090	\$	153,090
733140	Operating Supplies	1,600	1,600		1,600
733440	Books & Literature	100	100		100
755320	Training & Travel	6,040	6,040		6,040
755340	Dues & Subscriptions	1,050	1,050		1,050
755680	Legal Services	500	500		500
755685	Claims Admin. Services	36,070	36,070		36,070
755690	Brokerage Services	38,220	38,220		38,220
755695	Risk Management Services	31,250	31,250		31,250
755870	Retained Losses	968,490	968,490		968,490
756040	Policies & Bonds	439,370	439,370		299,927
	Total	\$1,678,360	\$1,678,360		\$ 1,536,337

Section 4: There is hereby authorized a tax levy in the amount of SEVEN HUNDRED SIXTY FOUR THOUSAND ONE HUNDRED EIGHTY FOUR DOLLARS (\$764,184) for the Illinois Municipal Retirement Fund purposes and detailed as follows:

1010	IMRF	AMOUNT	TO BE RAISED
711630	IMRF Village	\$ 557,680	
711640	IMRF Library	133,720	
334740	IMRF Reserve	72,784	
	Total	<u>\$ 764,184</u>	<u>\$ 764,184</u>
		BUDGETED	BY TAX LEVY

Section 5: There is hereby authorized a tax levy in the amount of SEVEN HUNDRED ELEVEN THOUSAND NINE HUNDRED NINETY NINE DOLLARS (\$711,999) for the Social Security purposes and detailed as follows:

1010	SOCIAL SECURITY	AMOUNT	TO BE RAISED
711530	Social Security-Village	\$ 348,870	
711540	Social Security-Library	89,690	
711570	Medicare-Village	196,960	
711580	Medicare-Library	20,980	
334740	Social Security Reserve	55,499	
	Total	<u>\$ 711,999</u>	<u>\$ 711,999</u>
		BUDGETED	BY TAX LEVY

Section 6: There is hereby authorized a tax levy in the amount of ONE MILLION FOUR HUNDRED SEVENTY THREE THOUSAND NINE HUNDRED FIFTY FIVE DOLLARS (\$1,473,955) for the Police Pension Fund, and detailed as follows:

7100	POLICE PENSION FUND	AMOUNT	TO BE RAISED
712100	Police Pension Payments	\$2,071,910	
733620	Administrative Exp-Pension Fund	92,000	
	Total	<u>\$2,163,910</u>	<u>\$ 1,473,955</u>
		BUDGETED	BY TAX LEVY

Section 7: There is hereby authorized a tax levy in the amount of ONE MILLION ONE HUNDRED NINE THOUSAND FIVE HUNDRED EIGHTY SEVEN DOLLARS (\$1,109,587)** for the Firefighters' Pension Fund, and detailed as follows:

7200	FIREFIGHTERS' PENSION FUND	AMOUNT	TO BE RAISED
712200	Fire Pension Payments	\$ 831,220	
733620	Administrative Exp-Pension Fund	65,000	
687720	Pension Reserve	213,367	
	Total	<u>\$1,109,587</u>	<u>\$1,109,587**</u>

** Of the total tax levy in the amount of ONE MILLION ONE HUNDRED NINE THOUSAND FIVE HUNDRED EIGHTY SEVEN DOLLARS (\$1,109,587) for the Firefighters' Pension Fund, ONE MILLION SIXTY SEVEN THOUSAND EIGHT HUNDRED NINETY ONE DOLLARS (\$1,067,891) is subject to the Property Tax Extension Limitation Act (Tax Cap), and FORTY ONE THOUSAND SIX HUNDRED NINETY SIX DOLLARS (\$41,696) 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 EIGHT HUNDRED EIGHTEEN THOUSAND TWENTY THREE DOLLARS (\$818,023) for Public Benefit purposes, and detailed as follows:

6810	PUBLIC BENEFIT FUND	AMOUNT	TO BE RAISED
788100	SA Bonds-Principal & Interest	\$813,225	
334710	Public Benefit Reserve	4,798	
	Total	<u>\$818,023</u>	<u>\$ 818,023</u>

Section 9: There is hereby authorized a tax levy in the amount of ONE MILLION ONE HUNDRED NINETY EIGHT THOUSAND TWO HUNDRED SEVENTY FIVE DOLLARS (\$1,198,275) for the General Corporate Fund, and detailed as follows:

1010	GENERAL CORPORATE FUND	AMOUNT	TO BE RAISED
HEALTH INSURANCE	BUDGETED		
711330	Blue Cross/Blue Shield Plan	\$ 927,850	\$ 927,850
711350	Life and AD & D Insurance	25,590	25,590
711370	BC/BS Blue Advantage HMO	185,520	185,520
711380	Blue Cross/Blue Shield HMO/IL	785,310	785,310
	Total	<u>\$1,924,270</u>	<u>\$ 1,198,275</u>

SUMMARY OF THE TOTAL AMOUNT TO BE
 RAISED BY TAX LEVY

\$1,536,337	LIABILITY INSURANCE
764,184	ILLINOIS MUNICIPAL RETIREMENT FUND
711,999	SOCIAL SECURITY
1,473,955	POLICE PENSION FUND
1,067,891	FIREFIGHTERS' PENSION FUND-SUBJECT TO TAX CAP
818,023	PUBLIC BENEFIT FUND
1,198,275	GENERAL CORPORATE FUND
	TOTAL TO BE RAISED BY TAX LEVY-
7,570,664	SUBJECT TO TAX CAP
	FIREFIGHTERS' PENSION FUND-EXEMPT FROM TAX CAP - PURSUANT TO PUBLIC ACT 93-689
41,696	TOTAL TO BE RAISED BY TAX LEVY
<u>\$7,612,360</u>	

Section 10: The total amount of SEVEN MILLION SIX HUNDRED TWELVE THOUSAND THREE HUNDRED SIXTY DOLLARS (\$7,612,360) 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 SEVEN MILLION SIX HUNDRED TWELVE THOUSAND THREE HUNDRED SIXTY DOLLARS (\$7,612,360).

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, 2007.

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 _____, 2007.

First reading waived by action of the Board of Trustees this _____ day of _____, 2007.

Passed on second reading this _____ day of _____, 2007.

Ayes: _____

Nays: _____

Absent: _____

Approved this _____ day of _____, 2007.

William J. Mueller
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, **WILLIAM J. MUELLER**, the duly qualified and acting presiding officer of the **VILLAGE OF LOMBARD**, DuPage County, Illinois, do hereby certify that the 2007 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, 2007.

Village President

ORDINANCE

AN ORDINANCE PROVIDING FOR THE LEVY AND ASSESSMENT OF TAXES FOR THE FISCAL YEAR BEGINNING JUNE 1, 2007, AND ENDING MAY 31, 2008 FOR THE HELEN M. PLUM MEMORIAL LIBRARY OF THE VILLAGE OF LOMBARD, DUPAGE COUNTY, STATE OF ILLINOIS

WHEREAS, the Village of Lombard has established a free public library pursuant to Section 2-2 of the Local Library Act of the Illinois Revised Statutes, 1985 edition; and

WHEREAS, the Board of Trustees of the Helen M. Plum Memorial Library of the Village of Lombard has requested that certain sums of money be raised by Tax Levy for the fiscal year beginning June 1, 2007, and ending May 31, 2008.

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 total amount of appropriation for all corporate purposes legally made which are to be raised from the tax levy for the fiscal year beginning June 1, 2007, and ending May 31, 2008, for the Helen M. Plum Memorial Library of the Village of Lombard is hereby ascertained to be the sum of TWO MILLION SEVEN HUNDRED SIX THOUSAND ONE HUNDRED SIXTY DOLLARS (\$2,706,160).

Section 2: TWO MILLION SEVEN HUNDRED SIX THOUSAND ONE HUNDRED SIXTY DOLLARS (\$2,706,160) being the total of appropriations heretofore legally made, which are to be raised by tax levy for the current fiscal year beginning June 1, 2007, and ending May 31, 2008, for all corporate purposes of the Helen M. Plum Memorial Library of the Village of Lombard for the Helen M. Plum Memorial Library Operating Fund, the Helen M. Plum Memorial Library Audit Fund and the Helen M. Plum Memorial Library Public Liability Insurance Fund as budgeted for the current fiscal year by the Annual Budget Ordinance of the Helen M. Plum Memorial Library for the fiscal year beginning June 1, 2007, and ending May 31, 2008, 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 Library, 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 5, inclusive, as follows:

Section 3: There is hereby authorized a tax levy in the amount of TWO MILLION SIX HUNDRED NINETY FOUR THOUSAND ONE HUNDRED SIXTY SIX DOLLARS (\$2,694,160) for the Helen M. Plum Memorial Library Operating Fund, and detailed as follows:

Helen M. Plum Memorial Library	Amount	To Be Raised
Operating Fund	Budgeted	By Tax Levy
SALARIES	\$1,764,690	\$1,764,690
HEALTH AND LIFE INSURANCE	197,010	197,010
TRAINING AND TRAVEL	35,145	35,145
TUITION REIMBURSEMENT	1,000	1,000
EMPLOYEE ASSISTANCE PROGRAM	1,875	1,875
PAYROLL PROCESSING	4,000	4,000
PERSONNEL - MISCELLANEOUS	7,600	7,600
ADULT BOOKS	179,347	179,347
YOUTH BOOKS	75,600	75,600
ADULT AUDIO VISUAL	26,979	26,979
YOUTH AUDIO VISUAL	20,550	20,550
COLLECTION MAINTENANCE	1,300	1,300
PERIODICALS - ADULT	30,388	30,388
PERIODICALS - YOUTH	3,800	3,800
MICROFORM	20,132	20,132
ELECTRONIC DATABASES	101,538	101,538
TEEN PERIODICALS	300	300
YOUTH VIDEOTAPES	250	250
COLLECTION MANAGEMENT	2,880	2,880
SUPPLIES	61,900	61,900
POSTAGE	36,595	36,595
TELEPHONE	9,100	9,100
PUBLIC RELATIONS	21,362	21,362
PROGRAMS - ADULT	4,860	4,860
PROGRAMS - YOUNG PEOPLES	14,000	14,000
PROGRAMS - TEENS	1,000	1,000
DUES	4,040	4,040
COPIER	18,760	18,760
EQUIPMENT RENTAL & MAINTENANCE	5,450	5,450
AUTOMATION PURCHASE / REPAIR	100,288	42,709
INNOVAC PURCHASE AND MAINTENANCE	36,000	0
OCLC	24,000	0
LIBRARY OPERATIONS - MISC.	2,855	0
BANKCARD CHARGES	600	0
BUILDING MAINTENANCE	31,500	0
GROUNDS MAINTENANCE	11,000	0
SECURITY	12,300	0
MAINTENANCE MATERIALS	9,700	0
UTILITIES	27,000	0
REPLACEMENTS & LONG TERM REPAIR	39,334	0
BUILDING & CONTENTS INSURANCE	7,200	0
PROFESSIONAL SERVICES	4,750	0
FURNITURE / EQUIPMENT PURCHASE	5,050	0

FACILITIES - MISCELLANEOUS	500	
TOTAL	\$2,963,528	\$2,694,160

Section 4: There is hereby authorized a tax levy in the amount of TWO THOUSAND DOLLARS (\$2,000) for the Helen M. Plum Memorial Library Audit Fund, and detailed as follows:

Helen M. Plum Memorial Library	Amount	To Be Raised
Audit Fund	Budgeted	By Tax Levy
Audit Expense	\$3,000	\$2,000
Total	\$3,000	\$2,000

Section 5: There is hereby authorized a tax levy in the amount of TEN THOUSAND DOLLARS (\$10,000) for the Helen M. Plum Memorial Library Liability Insurance Fund, and detailed as follows:

Helen M. Plum Memorial Library	Amount	To Be Raised
Liability Insurance Fund	Budgeted	By Tax Levy
Liability Insurance Expense	\$18,000	\$10,000
Total	\$18,000	\$10,000

SUMMARY OF THE TOTAL AMOUNT TO BE RAISED BY TAX LEVY
FOR THE HELEN M. PLUM MEMORIAL LIBRARY

Operating Fund	\$2,694,160
Audit Fund	2,000
Liability Insurance	10,000
TOTAL TO BE RAISED BY TAX LEVY	\$2,706,160

Section 6: The total amount of TWO MILLION SEVEN HUNDRED SIX THOUSAND ONE HUNDRED SIXTY DOLLARS (\$2,706,160) ascertained as aforesaid in Sections 3 through 5 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 7: This LEVY ORDINANCE is adopted pursuant to the procedures as set forth in the Illinois Municipal Code and The Illinois Local Library Act.

Section 8: There is hereby certified to the County Clerk of DuPage County, Illinois, the several sums aforesaid, constituting said total amount of TWO MILLION SEVEN HUNDRED SIX THOUSAND ONE HUNDRED SIXTY DOLLARS (\$2,706,160) which said total amount

the said Helen M. Plum Memorial Library of the Village of Lombard required to be raised by taxation for the current fiscal year of said Village.

Section 8: 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, 2007.

Section 9: The validity or invalidity of any section of this Ordinance shall not affect the validity or invalidity of any other section.

Section 10: 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 _____, 2007.

First reading waived by action of the Board of Trustees this _____ day of _____, 2007.

Passed on second reading this _____ day of _____, 2007.

Ayes: _____

Nays: _____

Absent: _____

Approved this _____ day of _____, 2007.

William J. Mueller
Village President

ATTEST:

Brigitte O'Brien
Village Clerk

APPROVAL AS TO FORM:

Thomas Bayer
Village Attorney

Published by me in pamphlet form this _____ day of _____, 2007.

Brigitte O'Brien
Village Clerk