






To: Finance Committee  
From: Timothy Sexton, Director of Finance   
Date: November 10, 2011  
Subject: Proposed 2011 Property Tax Levy

### INTRODUCTION

The 2011 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 2011 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 2010 actual EAV.

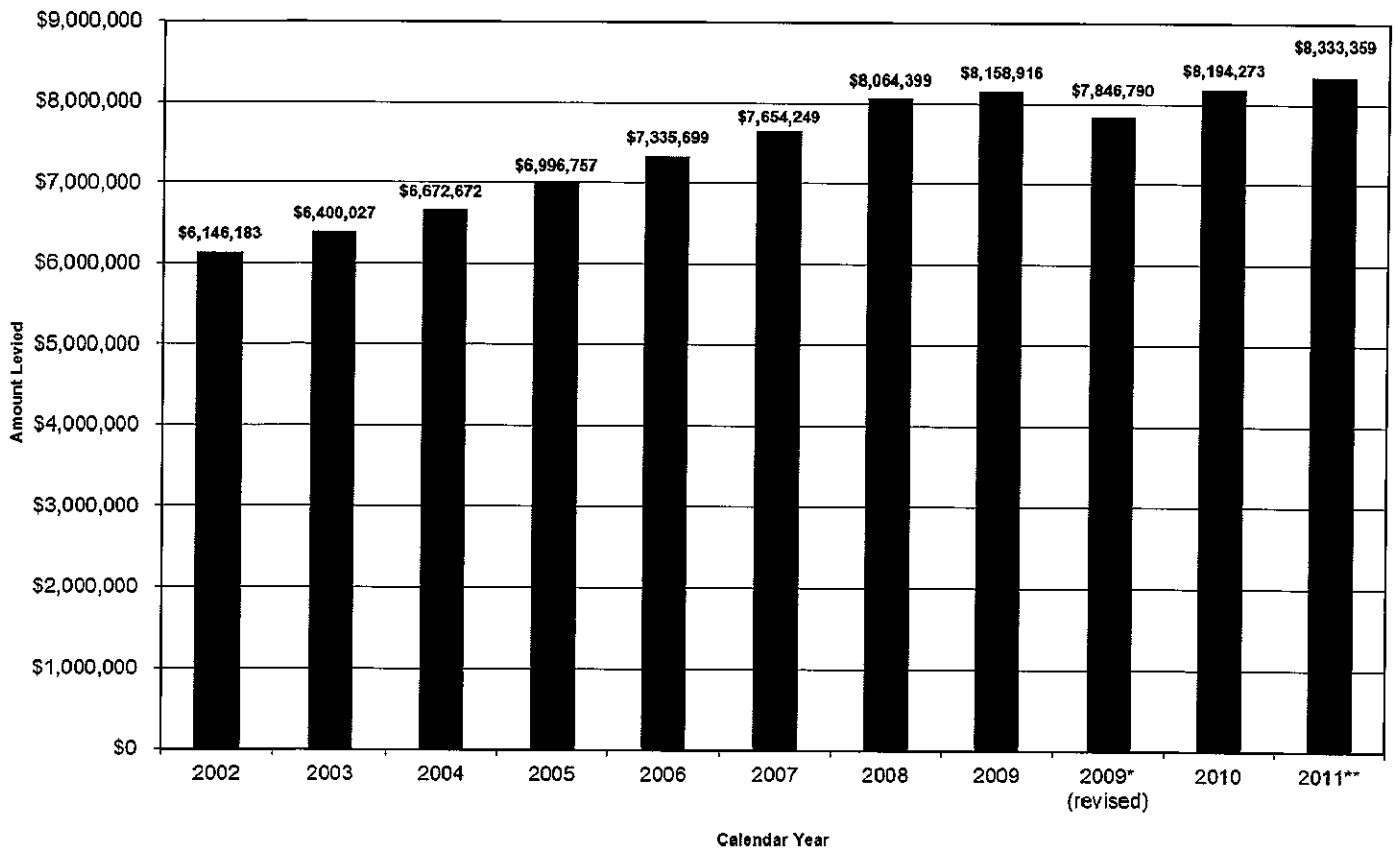
	<u>2011 Est</u>	<u>2010 Actual</u>	<u>Increase over Prior Year</u>	
			<u>Incr. over PY</u>	<u>Percent</u>
Base EAV	\$ 1,503,770,155	\$ 1,614,591,663	-110,821,508	-7.37%
New Construction/ Annexations	\$ 6,000,000	\$ 7,073,380	-1,073,380	-17.89%
Total	\$ 1,509,770,155	\$ 1,621,665,043	-111,894,888	-7.41%

**Attachment B** shows a history of EAV growth in the Village over the last ten years. The Dupage County Supervisor of Assessments estimated at least a 6.90% decrease to the 2011 base EAV.

**2011 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 2011, the total proposed tax levy for the Village of Lombard is \$8,333,359, an increase of \$139,086 or 1.70% over the prior year's extended levy. **Attachment C** compares the 2010 extended levy to the 2011 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

\*\*2011 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, 2011 are available upon request.

The actuarial analysis indicates that the tax levy requirement for the Police Pension Fund for 2011 is \$2,115,673, a decrease of \$162,766 or 7.14% less than the prior year's extended levy. The Police Pension FYE 2011 investments earned 14.92%. The increase in salaries was less than assumed and the investment return was greater than assumed. Those two factors caused the decrease in the tax levy requirement. The Percent Funded has increased from 62.60% last year to 68.80% this year.

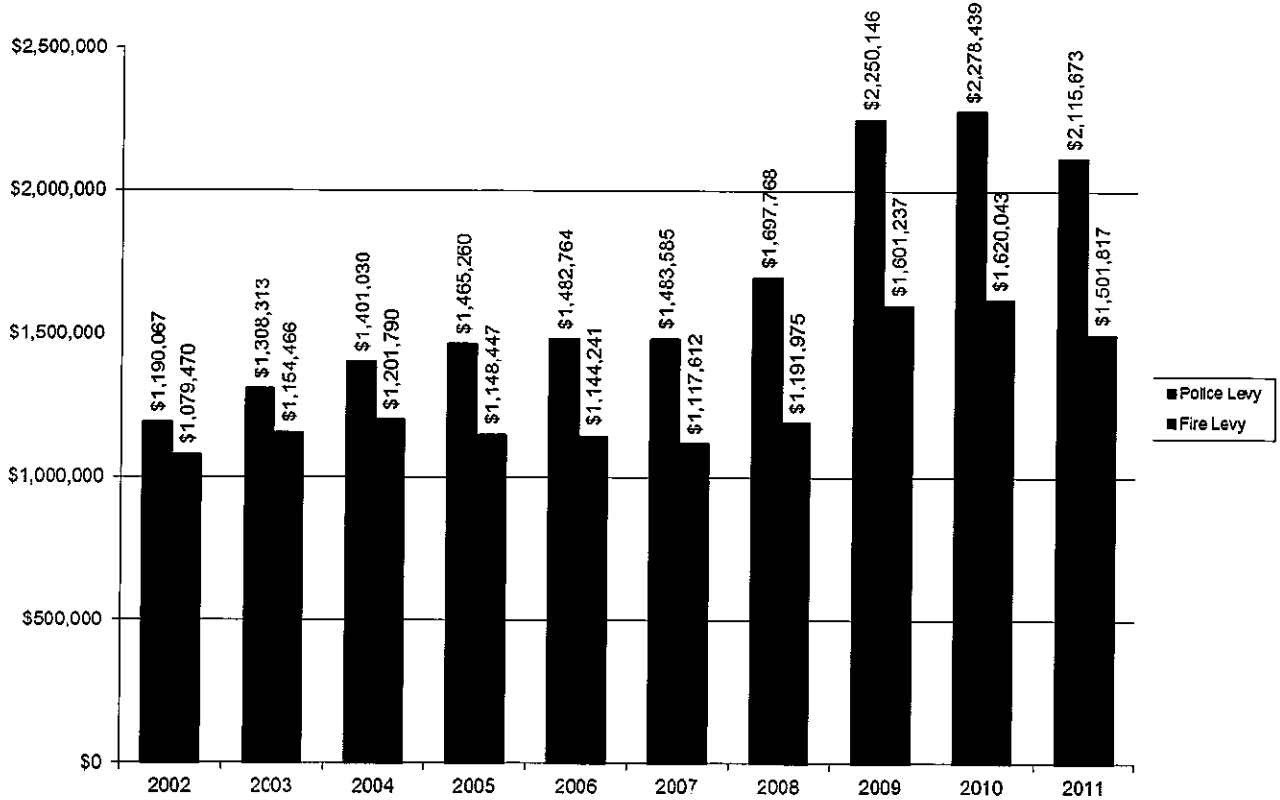
The tax levy requirement for the Firefighters' Pension Fund for 2011 is \$1,501,817, a decrease of \$118,226 or 7.30% less than the prior year's extended levy. The Firefighters' Pension FYE 2011 investments earned 14.38%. The investment return was much greater than assumed which caused decrease in the tax levy requirement. The Percent Funded has increased from 74.70% last year to 81.40% 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 \$1,501,817 tax levy for the Firefighters' Pension Fund, \$1,353,984 is included in the calculation for the tax cap, and \$147,833 is exempt from the tax cap. This is a decrease of \$14,334, or 8.84%, less than last years extended levy of \$162,167.

The Police and Firefighters' Pension Funds will see a net combined decrease of \$280,993 or 7.21% less 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, decreased from 38.86% for 2010 to 36.07% for 2011. The Firefighters' Pension Fund tax levy requirement, expressed as a percentage of payroll, decreased from 30.50% for 2010 to 27.56% for 2011.

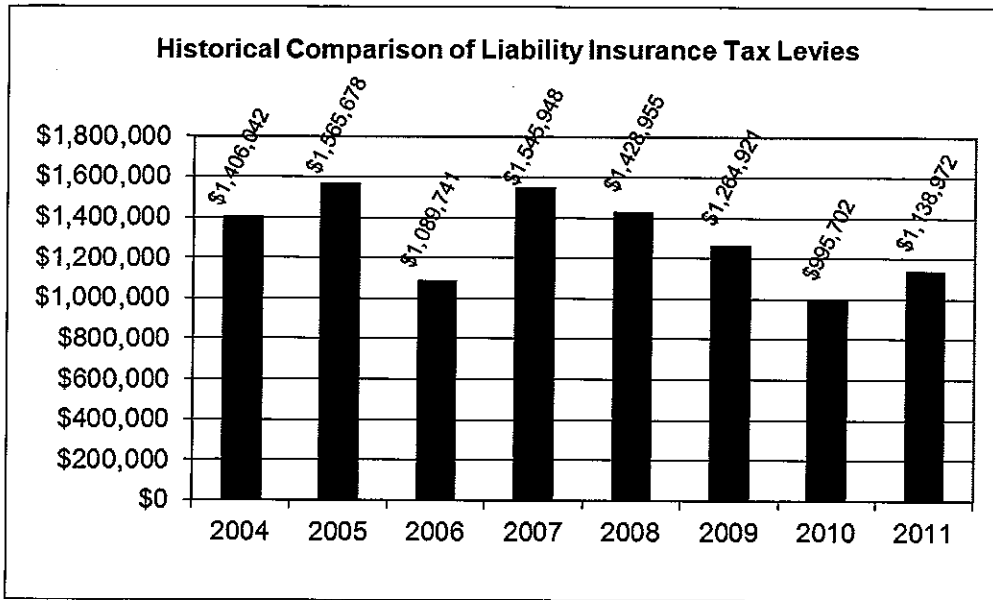
The chart below displays a history of the Police and Firefighters' Pension Fund tax levies over the past ten years. The Village's overall tax levy has increased since 2002 by \$2,187,176 in actual dollars or 35.59% in ten years. As depicted in the chart below, the combined levies for the Police and Firefighters' Pension Funds alone have increased by \$1,347,953 or 59.39% in the same period. The net effect is that 61.63% 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 2011 Proposed Tax Levy for Liability Insurance is \$1,138,972, or \$143,270 more than the 2010 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 \$2,537,697 as of 12/31/12. In addition, the Village's financial policies require that an additional 10% of expenditures, or \$174,623, be maintained to cover additional unanticipated insurance costs or reserve requirements. Therefore, in addition to the actuarially determined reserve requirements of \$2,537,697, an additional \$174,623 should be reserved, bringing the required account balance to \$2,712,320. The levy amount needed to maintain this account balance is \$1,138,972, which is \$143,270 or 14.39% more than last year's levy. To put the current year tax levy into perspective, the chart below shows tax levies for 2004-2011.



\*2011 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 13.01% in 2010 to 13.48% in 2011. The Village has received information from IMRF that indicates that the Village's rate for 2012 will increase from 13.48% to 14.52%. In addition, staff has estimated the Village's 2013 rate to be 14.52%. The 2011 proposed levy for IMRF is \$444,344, a decrease of \$308,109 or 36.57% less than last year's levy for the Village's portion of IMRF. The decrease is based on the conversion to a calendar year fiscal year, and the upcoming seven month short fiscal year.

**SOCIAL SECURITY/MEDICARE:** The 2011 proposed levy for Social Security/Medicare is \$322,811. This is a \$209,095, or a 34.81% decrease under the amount levied last year for the Village's portion. This decrease is attributed mainly to reduced budgets for regular and overtime salaries due to the seven month 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 14.52% of payroll for IMRF, means that the total pension cost for non-sworn Village personnel, expressed as a percentage of payroll, is 22.17% as compared to 36.07% for sworn Police and 27.56% 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 2002 tax levy year. Over the last ten years, combined levies for these levies have decreased by \$210,917 or -21.62% 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. However, this is not good comparison for the current

year, as the levies for IMRF, Social Security and Medicare are reduced this year due to the seven month fiscal year.

**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 \$754,885.

**CORPORATE LEVY:**

**General Corporate Levy:** The 2011 proposed General Corporate Levy totals \$2,054,857, an increase of \$841,852 or 81.96% over last year's extended levy.

There are two major factors resulting in this increase in the Corporate Levy. First, the overall levy increased 1.70% over the prior year, due to the CPI increase of 1.50% and the new growth for the year. Secondly, there is a decrease in the IMRF, Medicare/Social Security, Police and Fire Pension levy for the reasons previously discussed.

**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 2011 the December 2010 national CPI was 1.5%. We also levy for new construction and annexations that are expected to add an additional .4% in 2011. Finally, the exempt portion of the Firefighters' Pension Fund decreased by 0.2% in 2011. These factors bring our total increase allowed to 1.70%. Essentially, 1.3% of this increase is attributable to all existing properties, and the other 0.4% is attributable only to new growth. 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 increase from .4953/\$100 of EAV to .5422/\$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 .5422/\$100 of EAV, the Firefighters Pension Fund will also levy .0098/\$100 of EAV, making the total Village levy .5520/\$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 increase approximately \$6 to \$519, or a 1.3% increase.

A ten-year comparison of tax rates can be found in **Attachment F**. As this comparison indicates, the projected 2011 property tax rate for the Village of Lombard of .5520/\$100 of EAV is .0185/\$100 of EAV or 3.47% higher than it was ten years ago.

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

The proposed 2011 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 0.4% 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 2012, the DuPage County Clerk will notify us if we are required to reduce our tax levy further as a result of our final extended 2011 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 2010 Aggregate Extended Levy to our 2011 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 2010 Aggregate Extended Levy for the Village was \$8,194,273. The 2011 proposed levy for the Village is \$8,333,359, an increase of \$139,086 or 1.70%. Therefore, a public hearing is not required.

The Finance Committee's recommendation on the 2011 Property Tax Levy will be on the agenda for Village Board consideration and approval at their November 20, 2011 meeting.



**ATTACHMENT A  
PROPOSED VILLAGE OF LOMBARD PROPERTY TAX LEVY  
TAX YEAR 2011**

1.5% CPI

0.4% NEW GROWTH ESTIMATE

<b>ASSUMPTIONS</b>		
AGGREGATE EXTENSION FOR 2010 TAX YEAR (Excl Fire Pension-Exempt from Tax Cap)	VILLAGE	\$8,032,107
	FIRE PENSION-EXEMPT	\$162,167
	<b>TOTAL</b>	<b>\$8,194,273</b>
2011 PROJECTED BASE EAV		\$1,503,770,155
2011 PROJECTED "NEW GROWTH"		\$6,000,000
2011 TOTAL PROJECTED EAV		<b>\$1,509,770,155</b>

<b>2011 PROPOSED LEVIES - WITH 1.5% CPI</b>	<b>AMOUNT</b>	<b>RATE</b>
CORPORATE	2,054,857	0.1361
POLICE PENSION	2,115,673	0.1401
PUBLIC BENEFIT	754,885	0.0500
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	1,353,984	0.0897
IMRF	444,344	0.0294
LIABILITY INSURANCE	1,138,972	0.0754
SOCIAL SECURITY	322,811	0.0214
<b>TOTAL (VILLAGE ONLY)</b>	<b>8,185,526</b>	<b>0.5422</b>
FIREFIGHTERS' PENSION-EXEMPT FROM TAX CAP	147,833	0.0098
<b>TOTAL (VILLAGE ONLY) INCL ADD'L FIRE LEVY</b>	<b>8,333,359</b>	<b>0.5520</b>
<b>TRUTH IN TAXATION CALCULATION</b>		

CURRENT YEAR PROPOSED LEVY	8,333,359
PRIOR YEAR EXTENDED LEVY	8,194,273
INCREASE IN LEVY	<u>139,086</u>
PERCENTAGE INCREASE IN LEVY	<u>1.70%</u>

<b>PUBLIC HEARING REQUIRED</b>	<b>NO</b>
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**ATTACHMENT B**  
**Historical Comparison of EAV Growth**  
**2002-2011**

	Base EAV	Inc. over PY	New Construction	% of Base	Annexations	% of Base	Total % of Base	Total EAV	Inc. over PY
Actual 2002	1,133,736,219	8.0%	15,814,040	1.4%	2,498,990	0.2%	1.6%	1,152,049,249	9.7%
Actual 2003	1,210,390,279	5.1%	14,797,760	1.2%	5,586,440	0.5%	1.7%	1,230,774,479	6.8%
Actual 2004	1,314,201,845	6.8%	21,918,090	1.7%	2,967,450	0.2%	1.9%	1,339,087,385	8.8%
Actual 2005	1,396,561,379	4.3%	15,522,320	1.1%	2,259,590	0.2%	1.3%	1,414,343,289	5.6%
Actual 2006	1,510,622,046	6.8%	18,944,540	1.3%	2,214,480	0.1%	1.4%	1,531,781,067	8.3%
Actual 2007	1,611,611,152	5.2%	29,522,890	1.8%	0	0.0%	1.8%	1,641,134,041	7.1%
Actual 2008	1,747,757,097	6.5%	19,814,840	1.1%	936,560	0.1%	1.2%	1,768,508,497	7.8%
Actual 2009	1,736,937,384	-1.8%	15,652,330	0.9%	-621,460	0.0%	0.9%	1,751,968,254	-0.9%
Actual 2010	1,614,591,663	-7.8%	6,900,850	0.4%	172,530	0.0%	0.4%	1,621,665,043	-7.4%
Estimate 2011	1,503,770,155	-7.3%	6,000,000	0.4%	0	0.0%	0.4%	1,509,770,155	-6.9%
Average Inc. Last 5 years (1)		1.8%		1.1%		0.0%	1.1%		3.0%

Note (1) Average includes Actual Years 2006-2010.

ATTACHMENT C

COMPARISON OF 2010 PROPERTY TAX LEVY AS EXTENDED  
 vs.  
 2011 PROPERTY TAX LEVY AS PROPOSED

VILLAGE	2010 EXTENDED LEVY		2011 PROPOSED LEVY		INCREASE/DECREASE	
	RATE	AMOUNT	RATE	AMOUNT	RATE	AMOUNT
CORPORATE	0.0748	1,213,005	0.1361	2,054,857	81.96%	841,852
POLICE PENSION	0.1405	2,278,439	0.1401	2,115,673	-0.26%	-162,766
PUBLIC BENEFIT	0.0495	802,724	0.0500	754,885	1.01%	-47,839
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	0.0899	1,457,877	0.0897	1,353,984	-0.24%	-103,893
IMRF	0.0464	752,453	0.0294	444,344	-36.57%	-308,109
LIABILITY INSURANCE	0.0614	995,702	0.0754	1,138,972	22.87%	143,270
SOCIAL SECURITY	0.0328	531,906	0.0214	322,811	-34.81%	-209,095
<b>TOTAL VILLAGE SUBJECT TO TAX CAP</b>	<b>0.4953</b>	<b>8,032,107</b>	<b>0.5422</b>	<b>8,185,526</b>	<b>9.46%</b>	<b>153,419</b>
FIREFIGHTERS' PENSION-NOT SUBJECT TO TAX CAP	0.0100	162,167	0.0098	147,833	-2.08%	-14,334
<b>TOTAL VILLAGE LEVY</b>	<b>0.5053</b>	<b>8,194,273</b>	<b>0.5520</b>	<b>8,333,359</b>	<b>9.23%</b>	<b>139,086</b>

**ATTACHMENT D**

**COMPARISON OF ANNUAL TAX LEVY REQUIREMENTS  
FOR POLICE AND FIREFIGHTERS' PENSION FUNDS  
TAX YEAR 2010 vs. 2011**

	<u>A</u>	<u>B</u>	<u>C</u>	
	2010 Extended TAX LEVY	ACTUARY AS OF 6/1/11	INC./(DEC.) OVER 2010	
			AMOUNT	PERCENT
<b>POLICE PENSION FUND</b>	\$2,278,439	\$2,115,673	(\$162,766)	-7.14%
<b>FIREFIGHTERS' PENSION FUND</b>				
Subject to Tax Cap	\$1,457,877	\$1,353,984	(\$103,893)	-7.13%
Exempt from Tax Cap	\$162,167	\$147,833	(\$14,334)	-8.84%
<b>TOTAL FIREFIGHTERS' PENSION FUND</b>	\$1,620,043	\$1,501,817	(\$118,226)	-7.30%
<b>TOTAL</b>	\$3,898,483	\$3,617,490	(\$280,993)	-7.21%

**NOTES:**

- A. Amount levied and extended by the County Clerk for the 2010 Village Tax Levy.
- B. Updated Actuarial Valuations based on membership data and asset information as of 5/31/11. The actuarial assumptions and actuarial cost methods used were the same as used last year.
- C. Increase in 2011 tax levy request over 2010 extended levy.

	<u>2010</u>		<u>2011</u>	
	AS LEVIED	PERCENT OF PAYROLL	AS LEVIED	PERCENT OF PAYROLL
<b><u>POLICE PENSION FUND</u></b>				
Employer's Share of Normal Cost	\$829,068	14.13%	\$805,106	13.73%
Annual Amount Required to Amortize Unfunded Liability over 40 years Subsequent to 7/1/93 as a Level % of Pay	\$1,450,163	24.72%	\$1,310,567	22.34%
<b>Annual Actuarial Requirement as a Percentage of Payroll</b>	<b>\$2,279,231</b>	<b>38.86%</b>	<b>\$2,115,673</b>	<b>36.07%</b>
<b><u>FIREFIGHTERS' PENSION FUND</u></b>				
Employer's Share of Normal Cost	\$844,547	15.93%	\$864,152	15.86%
Annual Amount Required to Amortize Unfunded Liability over 40 years Subsequent to 7/1/93 as a Level % of Pay	\$772,773	14.58%	\$637,665	11.70%
<b>Annual Actuarial Requirement as a Percentage of Payroll</b>	<b>\$1,617,320</b>	<b>30.50%</b>	<b>\$1,501,817</b>	<b>27.56%</b>

**ATTACHMENT E  
ANALYSIS OF IMRF FUND  
IMRF/SOCIAL SECURITY/MEDICARE  
RATES, WAGE BASES & TAX LEVIES  
CALENDAR YEARS 2003 - 2012**

<b>IMRF</b>				
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE	
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	
2009	10.36%	4.50%	NONE	
2010	11.40%	4.50%	NONE	
2011	13.48%	4.50%	NONE	
2012	14.52%	4.50%	NONE	

<b>SOCIAL SECURITY/MEDICARE</b>					
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE		
			SS	MEDICARE	
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	
2009	7.65%	7.65%	\$106,800	Unlimited	
2010	7.65%	7.65%	\$106,800	Unlimited	
2011	7.65%	7.65%	\$106,800	Unlimited	
2012	7.65%	7.65%	\$106,800	Unlimited	

<b>Property Tax Levies (IMRF, SS &amp; Medicare combined)</b>				
TAX LEVY YEAR	TAX LEVY*	INC./(DEC.) OVER PY		
		AMOUNT	PERCENT	
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	\$1,396,984	\$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%	

<b>Total increase</b>		
<b>2002-2011</b>	<b>(\$210,917)</b>	<b>-21.62%</b>
<b>Avg. Annual Inc.</b>	<b>(\$21,092)</b>	<b>-2.16%</b>

\*2002-2010 as extended; 2011 prior to extension

ATTACHMENT F

**VILLAGE OF LOMBARD  
HISTORICAL TAX RATE INFORMATION  
2002-2011**

<b>LEVY YEAR</b>	<b>TOTAL TAX RATE (1)</b>	<b>VILLAGE ONLY</b>	<b>VILLAGE SHARE OF TOTAL</b>
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	6.0154	0.4664	7.75%
2008	5.8555	0.4560	7.79%
2009	6.0421	0.4657	7.71%
2010	6.6908	0.5053	7.55%
2011	TBD	0.5520	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, 2011, AND  
ENDING MAY 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, 2011, and ending May 31, 2012 of the Village of Lombard is hereby ascertained to be the sum of EIGHT MILLION THREE HUNDRED THIRTY THREE THOUSAND THREE HUNDRED FIFTY NINE DOLLARS (\$8,333,359).

Section 2: EIGHT MILLION THREE HUNDRED THIRTY THREE THOUSAND THREE HUNDRED FIFTY NINE DOLLARS (\$8,333,359) 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, 2011 and ending May 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, 2011 and ending May 31, 2012, said Ordinance passed by the President and Board of Trustees of the Village of Lombard at the legally convened meeting of November 17, 2011, 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 ONE HUNDRED THIRTY EIGHT THOUSAND NINE HUNDRED SEVENTY TWO DOLLARS (\$1,138,972) for Liability Insurance purposes, and detailed as follows:

<u>1230</u>	<u>LIABILITY INSURANCE</u>	<u>AMOUNT</u> <u>BUDGETED</u>	<u>TO BE RAISED</u> <u>BY TAX LEVY</u>
711110	Salaries & Benefits	\$ 118,670	\$ 118,670
733140	Operating Supplies	1,400	1,400
755320	Training & Travel	1,000	1,000
755340	Dues & Subscriptions	1,050	1,050
755680	Legal Services	500	500
755685	Claims Admin. Services	37,930	37,930
755690	Brokerage Services	39,830	39,830
755695	Risk Management Services	22,940	22,940
755870	Retained Losses	915,652	915,652
	Total	<u>\$ 1,138,972</u>	<u>\$ 1,138,972</u>



Section 4: There is hereby authorized a tax levy in the amount of FOUR HUNDRED FOURTY FOUR THOUSAND THREE HUNDRED FOURTY FOUR DOLLARS (\$444,344) for the Illinois Municipal Retirement Fund purposes and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
<u>1010</u>	<u>IMRF</u>		
711630	IMRF Village	\$ 444,344	\$ 444,344
	Total	<u>\$ 444,344</u>	<u>\$ 444,344</u>

Section 5: There is hereby authorized a tax levy in the amount of THREE HUNDRED TWENTY TWO THOUSAND EIGHT HUNDRED ELEVEN DOLLARS (\$322,811) for the Social Security purposes and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
<u>1010</u>	<u>SOCIAL SECURITY</u>		
711530	Social Security-Village	\$ 322,811	\$ 322,811
	Total	<u>\$ 322,811</u>	<u>\$ 322,811</u>

Section 6: There is hereby authorized a tax levy in the amount of TWO MILLION ONE HUNDRED FIFTEEN THOUSAND SIX HUNDRED SEVENTY THREE DOLLARS (\$2,115,673) for the Police Pension Fund, and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
<u>7100</u>	<u>POLICE PENSION FUND</u>		
712100	Police Pension Payments	\$3,079,010	\$ 2,115,673
	Total	<u>\$3,079,010</u>	<u>\$ 2,115,673</u>

**Section 7:** There is hereby authorized a tax levy in the amount of ONE MILLION FIVE HUNDRED ONE THOUSAND EIGHT HUNDRED SEVENTEEN DOLLARS (\$1,501,817)\*\* for the Firefighters' Pension Fund, and detailed as follows:

		AMOUNT	TO BE RAISED
7200	FIREFIGHTERS' PENSION FUND	BUDGETED	BY TAX LEVY
712200	Fire Pension Payments	\$1,777,450	\$ 1,501,817
	Total	<u>\$1,777,450</u>	<u>\$1,501,817**</u>

\*\* Of the total tax levy in the amount of ONE MILLION FIVE HUNDRED ONE THOUSAND EIGHT HUNDRED SEVENTEEN DOLLARS (\$1,501,817) for the Firefighters' Pension Fund, ONE MILLION THREE HUNDRED FIFTY THREE THOUSAND NINE HUNDRED EIGHTY FOUR DOLLARS (\$1,353,984) is subject to the Property Tax Extension Limitation Act (Tax Cap), and ONE HUNDRED FOURTY SEVEN THOUSAND EIGHT HUNDRED THIRTY THREE DOLLARS (\$147,833) 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 SEVEN HUNDRED FIFTY FOUR THOUSAND EIGHT HUNDRED EIGHTY FIVE DOLLARS (\$754,885) for Public Benefit purposes, and detailed as follows:

		AMOUNT	TO BE RAISED
6810	PUBLIC BENEFIT FUND	BUDGETED	BY TAX LEVY
788100	SA Bonds-Principal & Interest	\$ 754,885	\$ 754,885
	Total	<u>\$ 754,885</u>	<u>\$ 754,885</u>

**Section 9:** There is hereby authorized a tax levy in the amount of TWO MILLION FIFTY FOUR THOUSAND EIGHT HUNDRED FIFTY SEVEN DOLLARS (\$2,054,857) for the General Corporate Fund, and detailed as follows:

		AMOUNT	TO BE RAISED
1010	GENERAL CORPORATE FUND HEALTH INSURANCE	BUDGETED	BY TAX LEVY
711330	Blue Cross/Blue Shield Plan	\$ 978,520	\$ 978,520
711350	Life and AD & D Insurance	23,450	23,450
711370	BC/BS Blue Advantage HMO	1,048,420	1,048,420
711380	BC/BS HMO	676,140	4,467
	Total	<u>\$2,726,530</u>	<u>\$ 2,054,857</u>

SUMMARY OF THE TOTAL AMOUNT TO BE  
RAISED BY TAX LEVY

LIABILITY INSURANCE	\$1,138,972
ILLINOIS MUNICIPAL RETIREMENT FUND	444,344
SOCIAL SECURITY	322,811
POLICE PENSION FUND	2,115,673
FIREFIGHTERS' PENSION FUND-SUBJECT TO TAX CAP	1,353,984
PUBLIC BENEFIT FUND	754,885
GENERAL CORPORATE FUND	<u>2,054,857</u>
TOTAL TO BE RAISED BY TAX LEVY- SUBJECT TO TAX CAP	8,185,526
FIREFIGHTERS' PENSION FUND-EXEMPT FROM TAX CAP – PURSUANT TO PUBLIC ACT 93-689	<u>147,833</u>
TOTAL TO BE RAISED BY TAX LEVY	<u>\$8,333,359</u>

Section 10: The total amount of EIGHT MILLION THREE HUNDRED THIRTY THREE THOUSAND THREE HUNDRED FIFTY NINE DOLLARS (\$8,333,359) 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 THREE HUNDRED THIRTY THREE THOUSAND THREE HUNDRED FIFTY NINE DOLLARS (\$8,333,359).

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, 2011.

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 \_\_\_\_\_, 2011.

First reading waived by action of the Board of Trustees this \_\_\_\_ day of \_\_\_\_\_, 2011.

Passed on second reading this \_\_\_\_ day of \_\_\_\_\_, 2011.

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

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

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

Approved this \_\_\_\_ day of \_\_\_\_\_, 2011.

\_\_\_\_\_  
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 2011 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 17th day of November, 2011.

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