

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

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

TO: President and Village Board of Trustees
FROM: Scott Niehaus, Village Manager
DATE: November 11, 2014 (COW)(B of T): November 20, 2014
TITLE: Ordinance Providing for the Levy and Assessment of Taxes for the Fiscal Year beginning January 1, 2014 and ending December 31, 2014 for the Village of Lombard

BACKGROUND/POLICY IMPLICATIONS:

The 2014 property tax levy was presented to the Finance Committee at their meeting on September 22, 2014. The staff report on the Statutorily Permissible 2014 Tax Levy is attached. Below is the general overall summary of the tax levy:

2014 Statutorily Permissible Levy		\$8,765,381	
2013 Levy Extended		<u>\$8,667,914</u>	
Increase in Levy		\$ 97,467	1.12%
CPI		\$ 127,145	1.46%
New Growth	+	<u>\$ 61,509</u>	0.71%
		\$ 188,654	
Fire Pension (exempt)	-	<u>(\$ 91,187)</u>	(1.05%)
2014 Total Increase		\$ 97,467	

It is estimated that new growth will account for 0.7% 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 September 22, 2014, voted unanimously to recommend the statutorily permissible 2014 tax levy to the President and Board of Trustees.

REVIEW (as needed):
Village Attorney XX _____ Date _____
Finance Director XX _____ Date _____
Village Manager XX _____ Date _____

ORDINANCE _____

AN ORDINANCE PROVIDING FOR THE LEVY AND ASSESSMENT OF TAXES FOR THE FISCAL YEAR BEGINNING JANUARY 1, 2014, AND ENDING DECEMBER 31, 2014, 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 January 1, 2014, and ending December 31, 2014 of the Village of Lombard is hereby ascertained to be the sum of EIGHT MILLION SEVEN HUNDRED SIXTY FIVE THOUSAND THREE HUNDRED EIGHTY ONE DOLLARS (\$8,765,381).

Section 2: EIGHT MILLION SEVEN HUNDRED SIXTY FIVE THOUSAND THREE HUNDRED EIGHTY ONE DOLLARS (\$8,765,381) 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 January 1, 2014 and ending December 31, 2014 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 January 1, 2014 and ending December 31, 2014, said Ordinance passed by the President and Board of Trustees of the Village of Lombard at the legally convened meeting of December 4, 2014, 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 NINE HUNDRED TEN THOUSAND FIVE HUNDRED FOURTY ONE DOLLARS (\$910,541) for Liability Insurance purposes, and detailed as follows:

<u>270</u>	<u>LIABILITY INSURANCE</u>	<u>AMOUNT</u> <u>BUDGETED</u>	<u>TO BE RAISED</u> <u>BY TAX LEVY</u>
71110	Salaries & Benefits	\$ 187,430	\$ 187,430
73110	Operating Supplies	8,900	8,900
75010	Training & Travel	750	750
75020	Dues & Subscriptions	1,230	1,230
75350	Risk Management Services	239,080	239,080
75510	Insurance Premiums	302,640	302,640
75520	Insurance Claims	<u>\$ 170,511</u>	<u>\$ 170,511</u>
	Total	<u>\$ 910,541</u>	<u>\$ 910,541</u>

Section 4: There is hereby authorized a tax levy in the amount of SEVEN HUNDRED SEVENTY THOUSAND FIVE HUNDRED NINETY FIVE DOLLARS (\$770,595) for the Illinois Municipal Retirement Fund purposes and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
101	IMRF		
71440	IMRF Village	745,510	745,510
33100	IMRF Reserve	\$ 25,085	\$ 25,085
	Total	<u>\$ 770,595</u>	<u>\$ 770,595</u>

Section 5: There is hereby authorized a tax levy in the amount of SIX HUNDRED TWENTY TWO THOUSAND EIGHT DOLLARS (\$622,008) for the Social Security purposes and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
101	SOCIAL SECURITY		
71420	Social Security-Village	\$ 329,690	\$ 329,690
71430	Medicare-Village	\$ 247,930	\$ 247,930
33100	Social Security Reserve	\$ 44,388	\$ 44,388
	Total	<u>\$ 622,008</u>	<u>\$ 622,008</u>

Section 6: There is hereby authorized a tax levy in the amount of TWO MILLION FIVE HUNDRED THIRTY SEVEN THOUSAND EIGHTY SEVEN DOLLARS (\$2,537,087) for the Police Pension Fund, and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
710	POLICE PENSION FUND		
71550	Police Pension Payments	\$2,537,087	\$ 2,537,087
	Total	<u>\$2,537,087</u>	<u>\$ 2,537,087</u>

Section 7: There is hereby authorized a tax levy in the amount of TWO MILLION SEVEN THOUSAND FIVE HUNDRED SEVENTEEN DOLLARS (\$2,007,517)** for the Firefighters' Pension Fund, and detailed as follows:

		AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
<u>720</u>	<u>FIREFIGHTERS' PENSION FUND</u>		
71550	Fire Pension Payments	\$2,007,517	\$ 2,007,517
	Total	<u>\$2,007,517</u>	<u>\$2,007,517**</u>

** Of the total tax levy in the amount of TWO MILLION SEVEN THOUSAND FIVE HUNDRED SEVENTEEN DOLLARS (\$2,007,517) for the Firefighters' Pension Fund, ONE MILLION NINE HUNDRED SEVEN THOUSAND ONE HUNDRED FOURTY ONE DOLLARS (\$1,907,141) is subject to the Property Tax Extension Limitation Act (Tax Cap), and ONE HUNDRED THOUSAND THREE HUNDRED SEVENTY SIX DOLLARS (\$100,376) 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 THIRTY EIGHT THOUSAND THREE HUNDRED NINETY FOUR DOLLARS (\$638,394) for Public Benefit purposes, and detailed as follows:

		AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
<u>310</u>	<u>PUBLIC BENEFIT FUND</u>		
78010	SA Bonds-Principal & Interest	\$ 638,394	\$ 638,394
	Total	<u>\$ 638,394</u>	<u>\$ 638,394</u>

Section 9: There is hereby authorized a tax levy in the amount of ONE MILLION TWO HUNDRED SEVENTY NINE THOUSAND TWO HUNDRED THIRTY NINE DOLLARS (\$1,279,239) for the General Corporate Fund, and detailed as follows:

		AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
<u>101</u>	<u>GENERAL CORPORATE FUND HEALTH INSURANCE</u>		
71240	BC/BS Blue Advantage HMO	\$1,279,239	\$ 1,279,239
	Total	<u>\$1,279,239</u>	<u>\$ 1,279,239</u>

SUMMARY OF THE TOTAL AMOUNT TO BE
RAISED BY TAX LEVY

LIABILITY INSURANCE	\$910,541
ILLINOIS MUNICIPAL RETIREMENT FUND	770,595
SOCIAL SECURITY	622,008
POLICE PENSION FUND	2,537,087
FIREFIGHTERS' PENSION FUND-SUBJECT TO TAX CAP	1,907,141
PUBLIC BENEFIT FUND	638,394
GENERAL CORPORATE FUND	<u>1,279,239</u>
TOTAL TO BE RAISED BY TAX LEVY- SUBJECT TO TAX CAP	8,665,005
FIREFIGHTERS' PENSION FUND-EXEMPT FROM TAX CAP – PURSUANT TO PUBLIC ACT 93-689	<u>100,376</u>
TOTAL TO BE RAISED BY TAX LEVY	<u>\$8,765,381</u>

Section 10: The total amount of EIGHT MILLION SEVEN HUNDRED SIXTY FIVE THOUSAND THREE HUNDRED EIGHTY ONE DOLLARS (\$8,765,381) 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 SIXTY FIVE THOUSAND THREE HUNDRED EIGHTY ONE DOLLARS (\$8,765,381).

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, 2014.

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.

Tax Levy Ordinance No. _____
Fiscal Year January 1, 2014 to December 31, 2014
Page 5

Passed on first reading this ____ day of _____, 2014.

First reading waived by action of the Board of Trustees this ____ day of _____, 2014.

Passed on second reading this ____ day of _____, 2014.

Ayes: _____

Nays: _____

Absent: _____

Approved this ____ day of _____, 2014.

Keith Giagnorio
Village President

ATTEST:

Sharon Kuderna
Village Clerk

APPROVAL AS TO FORM:

Thomas Bayer
Village Attorney

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

I, **KEITH GIAGNORIO**, the duly qualified and acting presiding officer of the **VILLAGE OF LOMBARD**, DuPage County, Illinois, do hereby certify that the 2014 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 7th day of November, 2014.

Village President



To: Finance Committee
From: Timothy Sexton, Director of Finance
Date: November 11, 2014
Subject: Statutorily Permissible 2014 Property Tax Levy

INTRODUCTION

The 2014 Statutorily Permissible 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

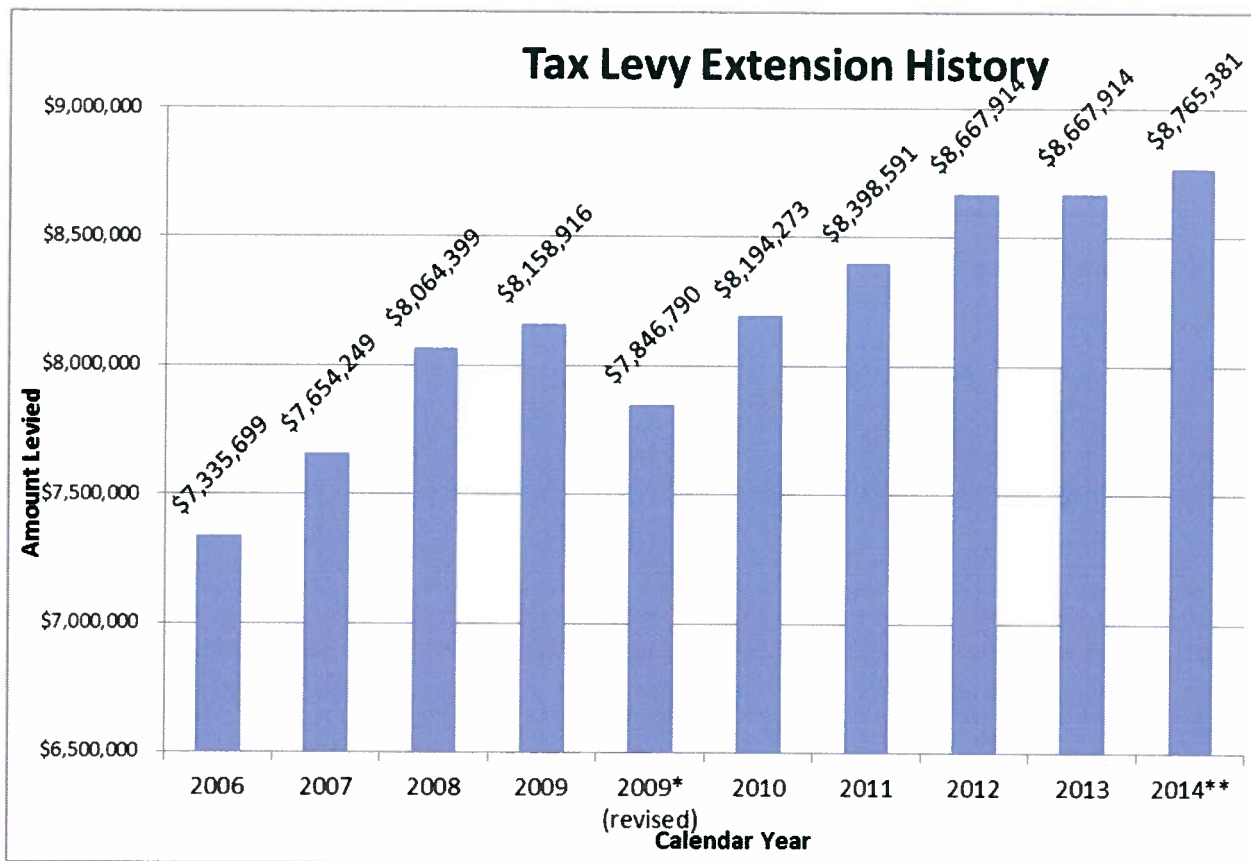
The following is a comparison of the projected 2014 estimated Equalized Assessed Valuation (EAV), including increases in both the base EAV as well as increases due to new construction/annexations for the Village of Lombard, as compared to the 2013 actual EAV.

	<u>2013 Actual</u>	<u>2014 Estimate</u>	<u>Increase over Prior Year</u>	
			<u>Incr. over PY</u>	<u>Percent</u>
Base EAV	\$ 1,280,541,067	\$ 1,267,788,494	-12,752,573	-1.01%
New Construction/ Annexations	\$ 5,118,090	\$ 9,000,000	3,881,910	43.13%
Total	\$ 1,285,659,157	\$ 1,276,788,494	-8,870,663	-0.69%

Attachment B shows a history of EAV growth in the Village over the last ten years. The Dupage County Supervisor of Assessments estimated a 1.39% decrease to the 2013 base EAV.

2014 STATUTORILY PERMISSIBLE 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 2014, the total statutorily permissible tax levy for the Village of Lombard is \$8,765,381, an increase of \$97,467 or 1.12% over the prior year’s extended levy. **Attachment C** compares the 2013 extended levy to the 2014 statutorily permissible levy in detail. Below is a ten-year comparison of property tax extensions.



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

**2014 is the statutorily permissible 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 January 1, 2014 are available upon request.

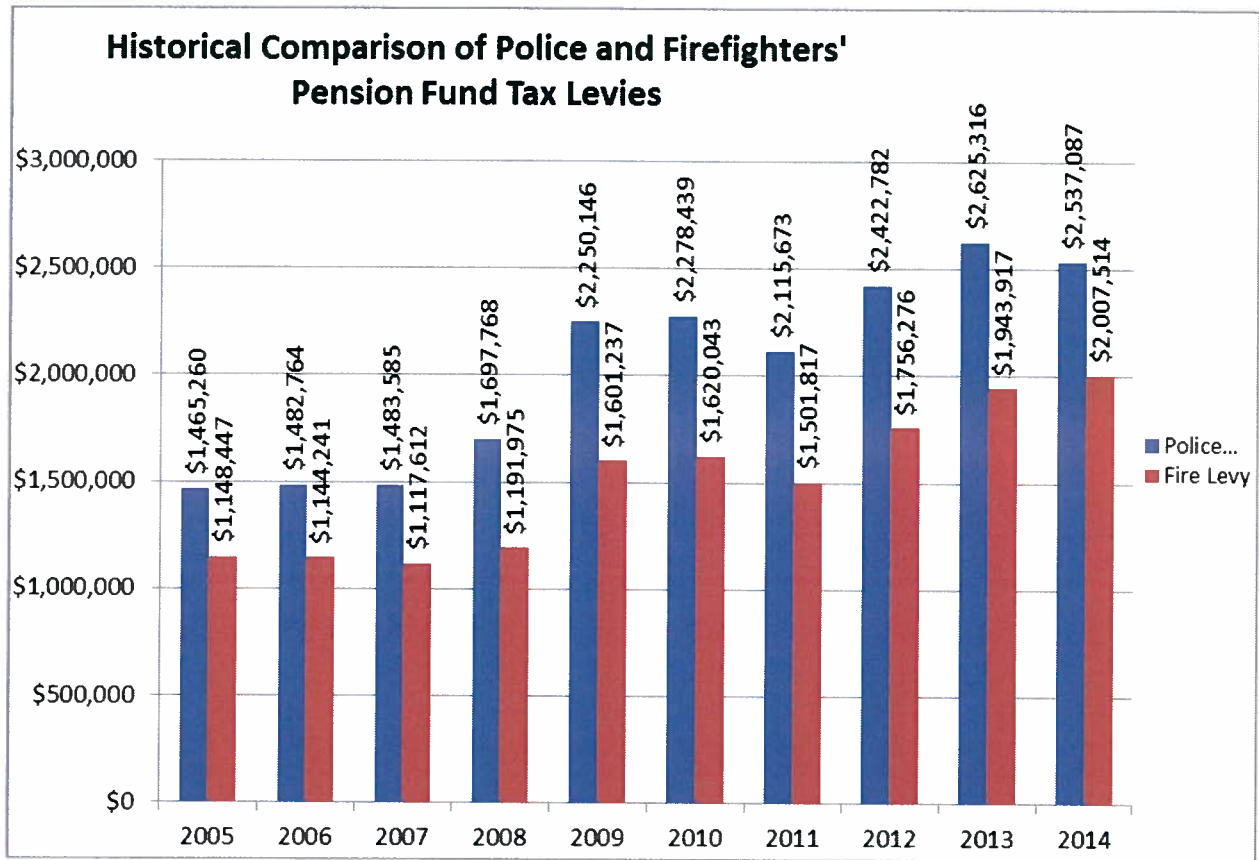
The actuarial analysis indicates that the tax levy requirement for the Police Pension Fund for 2014 is \$2,537,087, a decrease of \$88,229 or 3.36% less than the prior year's extended levy. There were no unexpected changes with respect to the Fund's investments from the prior year (annualized investment return 11.98%). The decrease in the Tax Levy is due to the decrease in the annual payroll and the investment return was greater than assumed. The Percent Funded has increased from 66.40% last year to 68.90% this year.

The tax levy requirement for the Firefighters' Pension Fund for 2014 is \$2,007,514, an increase of \$63,600 or 3.27% more than the prior year's extended levy. There were no unexpected changes with respect to the Fund's investments from the prior year (annualized investment return 11.49%). The increase in the Tax Levy is due to the increase in salaries and the new incident of disability, and was offset due to the investment return was greater than assumed. The Percent Funded has increased slightly from 77.00% last year to 77.80% this year.

The Police and Firefighters' Pension Funds will see a net combined decrease of \$24,629 or -0.54% less than last year's extended levy. A comparison of the annual requirements for this year and last year is shown on **ATTACHMENT D**.

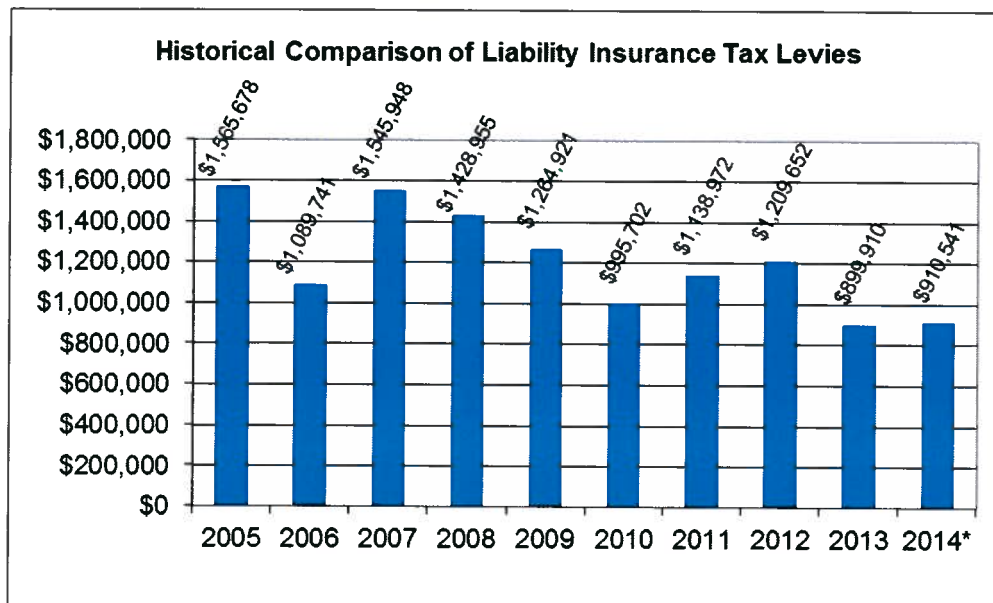
The annual actuarially determined tax levy requirement for the Police Pension Fund, expressed as a percentage of payroll, decreased from 44.78% for 2013 to 43.25% for 2014. The Firefighters' Pension Fund tax levy requirement, expressed as a percentage of payroll, increased from 35.68% for 2013 to 36.84% for 2014.

The chart on the next page 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 2005 by \$1,768,624 in actual dollars or 25.28% in ten years. As depicted in the chart below, the combined levies for the Police and Firefighters' Pension Funds alone have increased by \$1,930,894 or 74.18% in the same period. The net effect is that all new tax levy dollars over and above the 2005 levels are going to fund the increases in the Police and Firefighters' Pension Fund levies.



LIABILITY INSURANCE:

The 2014 Proposed Tax Levy for Liability Insurance is \$910,541, or \$10,579 more than the 2013 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 \$2,494,938 as of 12/31/14. In addition, the Village's financial policies require that an additional 10% of expenditures, or \$176,604, be maintained to cover additional unanticipated insurance costs or reserve requirements. Therefore, in addition to the actuarially determined reserve requirements of \$2,494,938, an additional \$176,604 should be reserved, bringing the required account balance to \$2,671,542. The levy amount needed to maintain this account balance is \$910,541, which is \$10,579 or 1.18% more than last year's levy. To put the current year tax levy into perspective, the chart on page 5 shows tax levies for 2005-2014.



*2014 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, decreased from 15.45% in 2013 to 15.11% in 2014. The Village has received information from IMRF that indicates that the Village's rate for 2015 will increase from 15.11% to 15.75%. The 2015 proposed levy for IMRF is \$770,595, a decrease of \$4,657 or 0.60% less than last year's levy for the Village's portion of IMRF.

SOCIAL SECURITY/MEDICARE: The 2014 proposed levy for Social Security/Medicare is \$622,008. This is a decrease of \$4,108, or 0.65%, less than the amount levied last year for the Village's portion.

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 15.75% of payroll for IMRF, means that the total pension cost for non-sworn Village personnel, expressed as a percentage of payroll, is 23.40% as compared to 43.25% for sworn Police and 36.84% 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 2006 tax levy year. Over the last ten years, combined levies for these levies have increased by \$126,766 or 11.06% as compared to the increases in the combined Police and Firefighters' Pension Fund levies of \$1,930,894 or 74.18% 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 \$638,394. As long as the EAV continues to decrease, the amount of Public Benefit will also continue to decrease.

CORPORATE LEVY:

General Corporate Levy: The 2014 proposed General Corporate Levy totals \$1,279,239, an increase of \$124,717 or 10.80% over last year's extended levy. In the future, it is anticipated that the pension levies will use all the funds currently allocated for the General Corporate Levy.

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 2014 the December 2013 national CPI increase was 1.5%. We also levy for new construction and annexations that are expected to add an additional 0.70% in 2014. Finally, the exempt portion of the Firefighters' Pension Fund decreased by 47.60% in 2014. The exempt portion was reduced because the Village actuary chose to change the method of calculation. These factors bring our total increase allowed to 1.12%. 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 statutorily permissible levy, the tax capped portion of the tax rates for the Village next year are expected to increase from .6593/\$100 of EAV to .6787/\$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 .6787/\$100 of EAV, the Firefighters Pension Fund will also levy .0079/\$100 of EAV, making the total Village levy .6865/\$100 of EAV.

A ten-year comparison of tax rates can be found in **Attachment F**. As this comparison indicates, the projected 2014 property tax rate for the Village of Lombard of .6865/\$100 of EAV is .1918/\$100 of EAV or 38.77% higher than it was ten years ago.

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 \$3.11 to \$305.50, or a 1.03% increase.

IMPACT OF THE PROPERTY TAX EXTENSION LIMITATION ACT:

The Statutorily Permissible 2014 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 0.70% 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 2015, the DuPage County Clerk will notify us if we are required to reduce our tax levy further as a result of our final extended 2014 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 2013 Aggregate Extended Levy to our 2014 Statutorily Permissible 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 2013 Aggregate Extended Levy for the Village was \$8,667,914. The 2014 statutorily permissible levy for the Village is \$8,765,381, an increase of \$97,467 or 1.12%. Therefore, a public hearing is not required.

The Finance Committee's recommendation on the 2014 Property Tax Levy will be on the agenda for Village Board approval at their November 20, 2014 meeting.

**ATTACHMENT A
 STATUTORILY PERMISSIBLE VILLAGE OF LOMBARD PROPERTY TAX LEVY
 TAX YEAR 2014**

1.5% CPI
 0.70% NEW GROWTH ESTIMATE

ASSUMPTIONS		
AGGREGATE EXTENSION FOR 2013 TAX YEAR (Excl Fire Pension-Exempt from Tax Cap)	VILLAGE	\$8,476,351
	FIRE PENSION-EXEMPT	\$191,563
	TOTAL	\$8,667,914
2014 PROJECTED BASE EAV		\$1,267,788,494
2014 PROJECTED "NEW GROWTH"		\$9,000,000
2014 TOTAL PROJECTED EAV		\$1,276,788,494

2014 STATUTORILY PERMISSIBLE LEVIES - WITH 1.5% CPI	AMOUNT	RATE
CORPORATE	1,279,239	0.1002
POLICE PENSION	2,537,087	0.1987
PUBLIC BENEFIT	638,394	0.0500
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	1,907,141	0.1494
IMRF	770,595	0.0604
LIABILITY INSURANCE	910,541	0.0713
SOCIAL SECURITY	622,008	0.0487
TOTAL (VILLAGE ONLY)	8,665,005	0.6787
FIREFIGHTERS' PENSION-EXEMPT FROM TAX CAP	100,376	0.0079
TOTAL (VILLAGE ONLY)-INCL ADD'L FIRE LEVY	8,765,381	0.6865

CURRENT YEAR PROPOSED LEVY	8,765,381
PRIOR YEAR EXTENDED LEVY	8,667,914
INCREASE IN LEVY	<u>97,467</u>
PERCENTAGE INCREASE IN LEVY	<u>1.12%</u>

PUBLIC HEARING REQUIRED	NO
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ATTACHMENT B
Historical Comparison of EAV Growth
2005-2014

	Base EAV	Inc. over PY	New Construction	% of Base	Annexations	% of Base	Total % of Base	Total EAV	Inc. over PY
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%
Actual 2012	1,371,256,878	-8.6%	2,981,126	0.22%	0	0.00%	0.22%	1,374,238,004	-8.45%
Actual 2013	1,280,541,067	-6.8%	5,118,090	0.40%	0	0.00%	0.40%	1,285,659,157	-6.45%
Estimated 2014	1,267,788,494	-1.4%	9,000,000	0.70%	0	0.00%	0.70%	1,276,788,494	-0.69%
Average Inc. Last 5 years (1)		-6.6%		0.5%		0.0%	0.5%		-6.1%

Note (1) Average includes Actual Years 2009-2013.

ATTACHMENT C

**COMPARISON OF 2013 PROPERTY TAX LEVY AS EXTENDED
vs.
2014 STATUTORILY PERMISSIBLE PROPERTY TAX LEVY**

VILLAGE	2013 EXTENDED LEVY		2014 PROPOSED LEVY		INCREASE/DECREASE	
	RATE	AMOUNT	RATE	AMOUNT	%	AMOUNT
CORPORATE	0.0898	1,154,522	0.1002	1,279,239	10.80%	124,717
POLICE PENSION	0.2042	2,625,316	0.1987	2,537,087	-3.36%	-88,229
PUBLIC BENEFIT	0.0500	642,830	0.0500	638,394	-0.69%	-4,436
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	0.1363	1,752,353	0.1494	1,907,141	8.83%	154,788
IMRF	0.0603	775,252	0.0604	770,595	-0.60%	-4,657
LIABILITY INSURANCE	0.0700	899,961	0.0713	910,541	1.18%	10,580
SOCIAL SECURITY	0.0487	626,116	0.0487	622,008	-0.66%	-4,108
TOTAL VILLAGE SUBJECT TO TAX CAP	0.6593	8,476,351	0.6787	8,665,005	2.23%	188,654
FIREFIGHTERS' PENSION-NOT SUBJECT TO TAX CAP	0.0149	191,563	0.0079	100,376	-47.60%	-91,187
TOTAL VILLAGE LEVY	0.6742	8,667,914	0.6865	8,765,381	1.12%	97,467

ATTACHMENT D

**COMPARISON OF ANNUAL TAX LEVY REQUIREMENTS
FOR POLICE AND FIREFIGHTERS' PENSION FUNDS
TAX YEAR 2013 vs. 2014**

	<u>A</u>	<u>B</u>	<u>C</u>	
	<u>2013 Extended TAX LEVY</u>	<u>ACTUARY AS OF 1/1/14</u>	<u>INC./(DEC.) OVER 2013</u>	
			<u>AMOUNT</u>	<u>PERCENT</u>
POLICE PENSION FUND	\$2,625,316	\$2,537,087	(\$88,229)	-3.36%
FIREFIGHTERS' PENSION FUND				
Subject to Tax Cap	\$1,752,353	\$1,907,141	\$154,788	8.83%
Exempt from Tax Cap	\$191,563	\$100,376	(\$91,187)	-47.60%
TOTAL FIREFIGHTERS' PENSION FUND	<u>\$1,943,917</u>	<u>\$2,007,517</u>	<u>\$63,600</u>	<u>3.27%</u>
TOTAL	<u>\$4,569,233</u>	<u>\$4,544,604</u>	<u>(\$24,629)</u>	<u>-0.54%</u>

NOTES:

- A. Amount levied and extended by the County Clerk for the 2013 Village Tax Levy.
- B. Updated Actuarial Valuations based on membership data and asset information as of 12/31/13. The actuarial assumptions and actuarial cost methods used were the same as used last year.
- C. Increase in 2014 tax levy request over 2013 extended levy.

	<u>2013</u>		<u>2014</u>	
	<u>AS LEVIED</u>	<u>PERCENT OF PAYROLL</u>	<u>AS LEVIED</u>	<u>PERCENT OF PAYROLL</u>
<u>POLICE PENSION FUND</u>				
Employer's Share of Normal Cost	\$921,227	15.71%	\$854,488	14.57%
Annual Amount Required to Amortize Unfunded Liability over 40 years Subsequent to 7/1/93 as a Level % of Pay	<u>\$1,705,315</u>	<u>29.07%</u>	<u>\$1,682,599</u>	<u>28.69%</u>
Annual Actuarial Requirement as a Percentage of Payroll	<u>\$2,626,542</u>	<u>44.78%</u>	<u>\$2,537,087</u>	<u>43.25%</u>
<u>FIREFIGHTERS' PENSION FUND</u>				
Employer's Share of Normal Cost	\$986,921	18.11%	\$997,229	18.30%
Annual Amount Required to Amortize Unfunded Liability over 40 years Subsequent to 7/1/93 as a Level % of Pay	<u>\$957,396</u>	<u>17.57%</u>	<u>\$1,010,285</u>	<u>18.54%</u>
Annual Actuarial Requirement as a Percentage of Payroll	<u>\$1,944,317</u>	<u>35.68%</u>	<u>\$2,007,514</u>	<u>36.84%</u>

ATTACHMENT E
ANALYSIS OF IMRF FUND
IMRF/SOCIAL SECURITY/MEDICARE
RATES, WAGE BASES & TAX LEVIES
CALENDAR YEARS 2006 - 2015

IMRF				
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE	
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	
2014	15.11%	4.50%	NONE	
2015	15.75%	4.50%	NONE	

SOCIAL SECURITY/MEDICARE					
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE		
			SS	MEDICARE	
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	
2014	7.65%	7.65%	\$117,000	Unlimited	
2015	7.65%	7.65%	TBD	Unlimited	

Property Tax Levies (IMRF, SS & Medicare combined)				
TAX LEVY YEAR	TAX LEVY*	INC./(DEC.) OVER PY		
		AMOUNT	PERCENT	
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	\$1,298,954	-\$237,880	-15.48%	
2011**	\$776,063	-\$522,891	-31.34%	
2012	\$1,361,870	\$585,807	45.10%	
2013	\$1,401,368	\$39,499	5.09%	
2014	\$1,392,603	-\$8,765	-0.64%	

Total increase			
2005-2014		\$126,766	11.06%
Avg. Annual Inc.		\$12,676.60	1.11%

*2005-2013 as extended; 2014 prior to extension

**The decrease is based on the conversion to a calendar year fiscal year and a 7 month short fiscal year

ATTACHMENT F

**VILLAGE OF LOMBARD
HISTORICAL TAX RATE INFORMATION
2005-2014**

LEVY YEAR	TOTAL TAX RATE (1)	VILLAGE ONLY	VILLAGE SHARE OF TOTAL
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	7.3561	0.5595	7.61%
2012	8.2547	0.6307	7.64%
2013	8.9748	0.6742	7.51%
2014	TBD	0.6865	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.