

For Inclusion on Board Agenda

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION

080723

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: David A. Hulseberg, Village Manager *DAH*
DATE: November 25, 2008 (COW)(B of T): December 4, 2008
TITLE: Ordinances Providing for the Levy and Assessment of Taxes for the Fiscal Year beginning June 1, 2008 and ending May 31, 2009 for the Village of Lombard and the Helen M. Plum Memorial Library.

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

The 2008 property tax levy was presented to the Finance Committee at their meeting on November 24, 2008. 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 2008 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 4, 2008. Action is required in order to file the 2008 tax levy ordinances with the DuPage County Clerk by the last Tuesday in December as required by law.

REVIEW (as needed):

Village Attorney XX _____
Finance Director XX _____
Village Manager XX _____
Date 11/25/08
Date 11/25/08

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 21, 2008
 Subject: Proposed 2008 Property Tax Levy

INTRODUCTION

The 2008 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

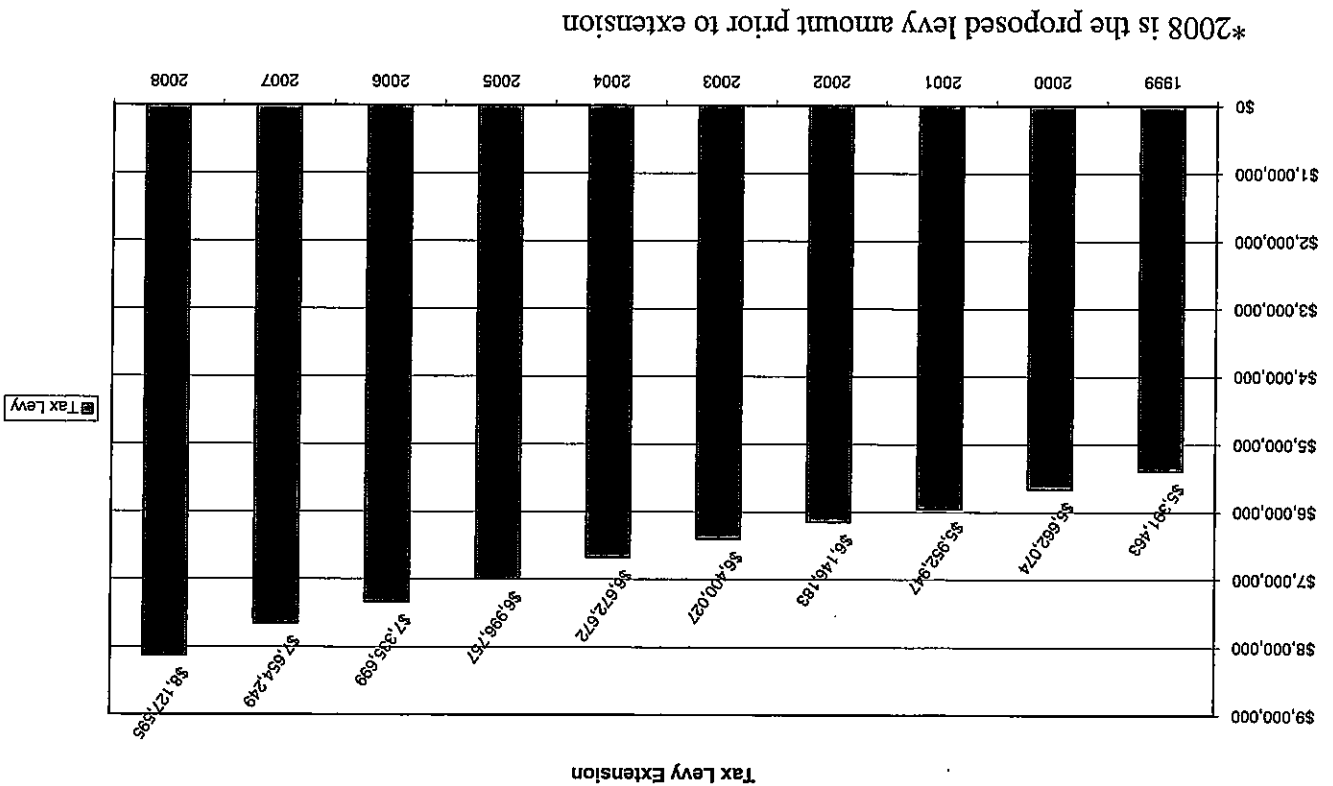
The following is a comparison of the projected 2008 estimated Equalized Assessed Valuation (EAV), including increases in both the base EAV as well as increases due to new construction/annexations for the Village of Lombard, as compared to the 2007 actual EAV.

	2008 Est.	2007 Actual	Incr. Over PY	Percent
Base EAV	\$1,708,924,293	\$1,611,611,151	\$97,313,142	6.04%
New Construction	\$34,178,486	\$29,522,890	\$4,655,596	15.77%
Annexations	\$1,743,102,779	\$1,641,134,041	\$101,968,738	6.21%
Total				

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

2008 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 2008, the total proposed tax levy for the Village of Lombard is \$8,127,595, an increase of \$473,347 or 6.18% over the prior year's extended levy. **Attachment C** compares the 2007 extended levy to the 2008 proposed levy in detail. Below is a ten-year comparison of property tax extensions.



*2008 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, 2008 are included with this report.

The actuarial analysis indicates that the tax levy requirement for the Police Pension Fund for 2008 is \$1,712,424, an increase of \$228,839 or 15.42% over the prior year's extended levy. The Police Pension levy has an increase this year due to less than expected investment returns during FYE 2008, which were 2.73% compared with the actuarial assumed rate of return of 7.50%. In addition, there was one disability awarded during FYE 2008.

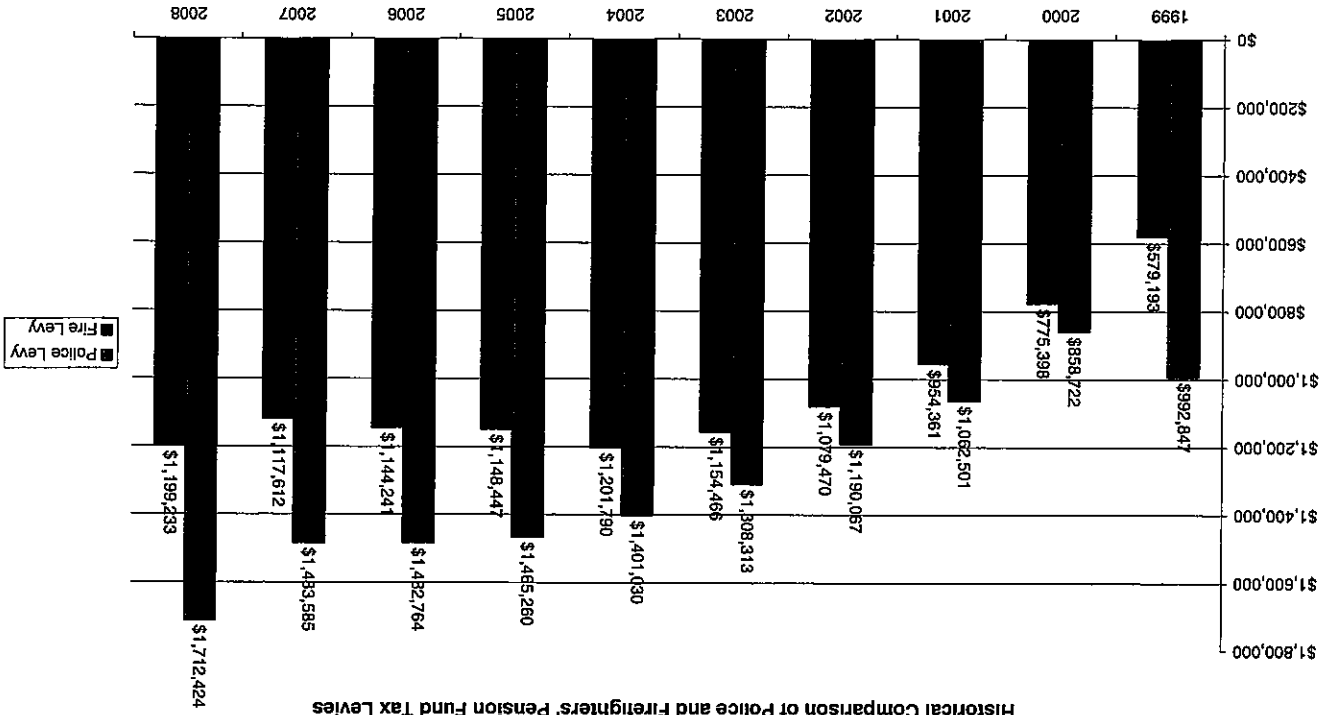
The tax levy requirement for the Firefighters' Pension Fund for 2008 is \$1,199,233, an increase of \$81,621 or 7.30% more than the prior year's extended levy. The Firefighters' Pension Levy has an increase this year due to less than expected investment returns during FYE 2008, which were 1.89% compared 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 \$1,199,233 tax levy for the Firefighters' Pension Fund, \$1,154,168 is included in the calculation for the tax cap, and \$45,065 is exempt from the tax cap.

The Police and Firefighters' Pension Funds will see a net combined increase of \$310,460 or 11.94% over last year's extended levy. A comparison of the annual requirements for this year and last year is shown on **ATTACHMENT D**.

The annual actuarially determined tax levy requirement for the Police Pension Fund, expressed as a percentage of payroll, increased from 26.76% for 2007 to 29.65% for 2008. The Firefighters' Pension Fund tax levy requirement, expressed as a percentage of payroll, increased from 22.42% for 2007 to 23.21% for 2008.

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 1999 by \$2,736,132 in actual dollars or 50.75% in ten years. As depicted in the chart below, the combined levies for the Police and Firefighters' Pension Funds alone have increased by \$1,339,617 or 85.22% in the same period. The net effect is that 48.96% of new tax dollars over and above the 1999 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 2008 Proposed Tax Levy for Liability Insurance is \$1,439,858, or \$106,090 less than the 2007 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 \$2,244,870 as of 12/31/09. In addition, the Village's financial policies require that an additional 10% of expenditures, or \$180,070, be maintained to cover additional unanticipated insurance costs or reserve requirements. Therefore, in addition to the actuarially determined reserve requirements of \$2,244,870, an additional \$180,070 should be reserved, bringing the required account balance to \$2,424,940. The levy amount needed to maintain this account balance is \$1,439,858, which is \$106,090 or 6.86% below last year's levy. As discussed during the tax levy process last year, the main reason for the significant increase in the 2007 levy was that the Village had very low claims experience during FYE 2005 and FYE 2006, which led to a much higher account balance than anticipated. However, claims during FYE 2007 returned to their historic norms, resulting in the tax levy increasing back to previous levels. The reason for the significant decrease in the levy this year is that the Village had low claims experience in FYE 2008, more in line with what the Village experienced during FYE 2005 and FYE 2006, again leading to a higher account balance than anticipated. To put the current year tax levy into perspective, the tax levies for Tax Year 2004, 2005, 2006 and 2007 were \$1,406,042, \$1,565,678, \$1,089,741 and \$1,545,948 respectively.

IMRF/SOCIAL SECURITY:

ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF): The Village's contribution rate, expressed as a percentage of payroll, increased from 10.08% in 2007 to 10.18% in 2008. The Village has received information from IMRF that indicates that the Village's rate for 2009 will increase from 10.18% to 10.36%. In addition, staff has estimated the Village's 2010 rate to be 10.74%. There have been no major changes to IMRF benefit levels in many years. The IMRF costs for next year are estimated at \$797,140, an increase of \$27,448 or 3.57% over the extended levy last year. The estimated increase in the 2010 rate is the main reason for the increase in IMRF costs, along with regular salary increases.

SOCIAL SECURITY/MEDICARE: The 2008 proposed levy for Social Security/Medicare is \$749,952. This is a \$32,776, or 4.57% increase over the amount levied 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 10.36% of payroll for IMRF, means that the total pension cost for non-sworn Village personnel, expressed as a percentage of payroll, is 18.01% as compared to 29.65% for sworn Police and 23.21% 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 1999 tax levy year. Over the last ten years, combined levies for these three levies have increased by \$562,604 or 59.51% as compared to the increases in the combined Police and Firefighters' Pension Fund levies of \$1,339,617 or 85.22% 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 \$871,550.

II CORPORATE LEVY:

General Corporate Levy: The 2008 proposed General Corporate Levy totals \$1,357,438, an increase of \$154,487 or 12.84% over last year's extended levy.

There are two major factors resulting in this increase in the Corporate Levy. First, the overall levy increased 6.16% over the prior year, due to the CPI increase of 4.1% and the new growth for the year. Secondly, there is a decrease in the Liability Insurance levy for the 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	\$2,883,722	
Audit	0	
Liability Insurance	5,000	
TOTAL	\$2,888,722	

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 2008 the December 2007 national CPI was 4.1%. In addition to this amount, we levy for new construction and annexations that are expected to add an additional 2.0% in 2008, bringing our total increase allowed under the tax cap to 6.1%. 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 .4638/\$100 of EAV to .4637/\$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 .4637/\$100 of EAV, the Firefighters Pension Fund will also levy .0026/\$100 of EAV, making the total Village levy .4663/\$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 remain approximately the same at \$442.

A ten-year comparison of tax rates can be found in **Attachment F**. As this comparison indicates, the projected 2008 property tax rate for the Village of Lombard of .4663/\$100 of EAV is .1142/\$100 of EAV or 19.67% lower than it was ten years ago.

IMPACT OF THE PROPERTY TAX EXTENSION LIMITATION ACT:

The proposed 2008 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 2.0% 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 2009, the DuPage County Clerk will notify us if we are required to reduce our tax levy further as a result of our final extended 2008 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 2007 Aggregate Extended Levy to our 2008 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 2007 Aggregate Extended Levy for the Village and Library combined was \$10,376,891. The 2008 proposed levy for the Village and the Library combined is \$11,016,317, an increase of \$639,426 or 6.16%. Therefore, a public hearing is required and will be held prior to the December 4, 2008 Board of Trustees meeting.

The Finance Committee's recommendation on the 2008 Property Tax Levy will be on the agenda for Village Board consideration and approval with waiver of first reading at their December 4, 2008 meeting.

ATTACHMENT A

PROPOSED PROPERTY TAX LEVY TAX YEAR 2008 (VILLAGE & LIBRARY COMBINED)

2.0% NEW GROWTH ESTIMATE

ASSUMPTIONS	
AGGREGATE EXTENSION FOR 2007 TAX YEAR (Excl Fire Pension-Exempt from Tax Cap)	VILLAGE \$7,611,580
	LIBRARY \$2,722,641
	TOTAL \$10,376,891
2008 PROJECTED BASE EAV	\$1,708,924,294
2008 PROJECTED "NEW GROWTH"	\$34,178,486
2008 TOTAL PROJECTED EAV	\$1,743,102,780

2008 PROPOSED LEVIES	AMOUNT	RATE
CORPORATE	1,357,438	0.0779
POLICE PENSION	1,712,424	0.0982
PUBLIC BENEFIT	871,550	0.0500
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	1,154,168	0.0662
IMRF	797,140	0.0457
LIBRARY INSURANCE	1,439,856	0.0826
SOCIAL SECURITY	749,952	0.0430
TOTAL (VILLAGE ONLY)	8,082,530	0.4637
FIREFIGHTERS' PENSION-EXEMPT FROM TAX CAP	45,065	0.0026
TOTAL (VILLAGE ONLY)-INCL ADD'L FIRE LEVY	8,127,595	0.4663
LIBRARY CORPORATE	2,883,722	0.1654
AUDIT	0	0.0000
LIBRARY INSURANCE	5,000	0.0003
TOTAL (LIBRARY ONLY)	2,888,722	0.1657

GRAND TOTAL (VILLAGE & LIBRARY)	11,016,317	0.6320
GRAND TOTAL (VILLAGE & LIBRARY)-EXEMPT FROM TAX CAP	45,065	0.0026
GRAND TOTAL (VILLAGE & LIBRARY)-SUBJECT TO TAX CAP	10,971,252	0.6294

TRUTH-IN-TAXATION CALCULATION

CURRENT YEAR PROPOSED LEVY	11,016,317
PRIOR YEAR EXTENDED LEVY	10,376,891
INCREASE IN LEVY	639,426
PERCENTAGE INCREASE IN LEVY	6.16%
PUBLIC HEARING REQUIRED	YES

ATTACHMENT B

**Historical Comparison of EAV Growth
1999-2008**

	Base EAV	Inc. over PY	New Construction	% of Base	Annexations	% of Base	Total % of Base	Total EAV	Inc. over PY
Actual 1999	912,051,407	2.4%	15,462,265	1.7%	1,248,290	0.1%	1.8%	928,761,962	4.3%
Actual 2000	959,725,030	3.3%	19,464,418	2.0%	1,086,440	0.1%	2.1%	980,275,888	5.5%
Actual 2001	1,032,615,161	5.3%	16,802,620	1.6%	484,760	0.0%	1.7%	1,049,902,541	7.1%
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%
Estimate 2008	1,708,924,294	4.1%	32,469,562	1.9%	1,708,924	0.1%	2.0%	1,743,102,779	6.2%
Average Inc. Last 5 Years (1)		5.6%		1.4%		0.2%	1.6%		7.3%

Note (1) Average includes Actual Years 2003-2007.

New Growth % = 2.0%

0.0413

ATTACHMENT C

COMPARISON OF 2007 PROPERTY TAX LEVY AS EXTENDED
 VS.
 2008 PROPERTY TAX LEVY AS PROPOSED

VILLAGE	2007 EXTENDED LEVY		2008 PROPOSED LEVY		INCREASE/ DECREASE	
	RATE	AMOUNT	RATE	AMOUNT	RATE	AMOUNT
CORPORATE	0.0733	1,202,951	0.0779	1,357,438	6.30%	154,487
POLICE PENSION	0.0904	1,483,585	0.0982	1,712,424	8.65%	228,839
PUBLIC BENEFIT	0.0498	817,285	0.0500	871,551	0.40%	54,266
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	0.0655	1,074,943	0.0662	1,154,168	1.07%	79,225
IMRF	0.0469	769,692	0.0457	797,140	-2.56%	27,448
LIABILITY INSURANCE	0.0942	1,545,948	0.0826	1,439,858	-12.29%	-106,090
SOCIAL SECURITY	0.0437	717,176	0.0430	749,952	-1.60%	32,776
TOTAL VILLAGE SUBJECT TO TAX CAP	0.4638	7,611,580	0.4637	8,082,531	-0.03%	470,951
FIREFIGHTERS' PENSION-NOT SUBJECT TO TAX CAP	0.0026	42,669	0.0026	45,065	0.00%	2,396
TOTAL VILLAGE LEVY	0.4664	7,654,249	0.4663	8,127,596	-0.03%	473,347

COMPARISON OF ANNUAL TAX LEVY REQUIREMENTS FOR POLICE AND FIREFIGHTERS' PENSION FUNDS TAX YEAR 2007 vs. 2008

ATTACHMENT D

	A	B	C
	2007 Extended TAX LEVY	ACTUARY AS OF 6/1/08	AMOUNT PERCENT
			INC./DEC.) OVER 2007
POLICE PENSION FUND	\$1,483,585	\$1,712,424	\$228,839 15.42%
FIREFIGHTERS' PENSION FUND	\$1,074,943	\$1,154,168	\$79,225 7.37%
Subject to Tax Cap			
Exempt from Tax Cap	\$42,669	\$45,065	\$2,396 5.61%
TOTAL FIREFIGHTERS' PENSION FUND	\$1,117,612	\$1,199,233	\$81,621 7.30%
TOTAL	\$2,601,197	\$2,911,657	\$310,460 11.94%

NOTES:

A. Amount levied and extended by the County Clerk for the 2007 Village Tax Levy.

B. Updated Actuarial Valuations based on membership data and asset information as of 5/31/08. The actuarial assumptions and actuarial cost methods used were the same as used last year.

C. Increase in 2008 tax levy request over 2007 extended levy.

	2007	2008
	AS LEVIED PERCENT OF PAYROLL	AS LEVIED PERCENT OF PAYROLL
POLICE PENSION FUND	\$739,163 13.42%	\$791,244 13.70%
Employer's Share of Normal Cost		
Annual Amount Required to Amortize		
Undfunded Liability over 40 years	\$734,792 13.34%	\$921,180 15.95%
Subsequent to 7/1/93 as a Level % of Pay		
Annual Actuarial Requirement as a Percentage of Payroll	\$1,473,955 26.76%	\$1,712,424 29.65%
FIREFIGHTERS' PENSION FUND	\$777,207 15.70%	\$786,678 15.22%
Employer's Share of Normal Cost		
Annual Amount Required to Amortize		
Undfunded Liability over 40 years	\$332,380 6.72%	\$412,555 7.98%
Subsequent to 7/1/93 as a Level % of Pay		
Annual Actuarial Requirement as a Percentage of Payroll	\$1,109,587 22.42%	\$1,199,233 23.21%

**ATTACHMENT E
ANALYSIS OF IMRF FUND
IMRF/SOCIAL SECURITY/MEDICARE
RATES, WAGE BASES & TAX LEVIES
CALENDAR YEARS 2000 - 2009**

IMRF			
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE
2009	10.36%	4.50%	NONE
2008	10.18%	4.50%	NONE
2007	10.08%	4.50%	NONE
2006	10.74%	4.50%	NONE
2005	9.61%	4.50%	NONE
2004	8.71%	4.50%	NONE
2003	6.55%	4.50%	NONE
2002	6.14%	4.50%	NONE
2001	6.90%	4.50%	NONE
2000	8.07%	4.50%	NONE

SOCIAL SECURITY/MEDICARE			
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE
2009	7.65%	7.65%	Unlimited
2008	7.65%	7.65%	Unlimited
2007	7.65%	7.65%	Unlimited
2006	7.65%	7.65%	Unlimited
2005	7.65%	7.65%	Unlimited
2004	7.65%	7.65%	Unlimited
2003	7.65%	7.65%	Unlimited
2002	7.65%	7.65%	Unlimited
2001	7.65%	7.65%	Unlimited
2000	7.65%	7.65%	Unlimited

Property Tax Levies (IMRF, SS & Medicare combined)			
TAX LEVY	TAX INC/(DEC.) OVER PY	AMOUNT	PERCENT
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%
2008	\$1,547,092	\$70,909	4.80%

Total Increase	1999-2008	\$562,604	59.51%
Avg. Annual Inc.		\$56,260	5.95%

*2000-2008 as extended; 2009 prior to extension

**VILLAGE OF LOMBARD
HISTORICAL TAX RATE INFORMATION
1999-2008**

ATTACHMENT F

YEAR	TOTAL TAX RATE (1)	VILLAGE ONLY	TOTAL VILLAGE SHARE OF
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	6.0154	0.4664	7.75%
2008	TBD	0.4663	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, 2008, AND
ENDING MAY 31, 2009, 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, 2008, and ending May 31, 2009 of the Village of Lombard is hereby ascertained to be the sum of EIGHT MILLION ONE HUNDRED TWENTY SEVEN THOUSAND FIVE HUNDRED NINETY FIVE DOLLARS (\$8,127,595).

Section 2: EIGHT MILLION ONE HUNDRED TWENTY SEVEN THOUSAND FIVE

HUNDRED NINETY FIVE DOLLARS (\$8,127,595) 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, 2008 and ending May 31, 2009 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, and for the Social Security Fund, for the Police Pension Fund, for the Firefighters' Pension Fund, and for the 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, 2008 and ending May 31, 2009, said Ordinance passed by the President and Board of Trustees of the Village of Lombard at the legally convened meeting of April 17, 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 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 FOUR HUNDRED THIRTY NINE THOUSAND EIGHT HUNDRED FIFTY EIGHT DOLLARS (\$1,439,858) for Liability Insurance purposes, and detailed as follows:

1230	LIABILITY INSURANCE	BUDGETED	AMOUNT	TO BE RAISED	BY TAX LEVY
711110	Salaries & Benefits	\$ 144,740	\$ 144,740	\$	144,740
733140	Operating Supplies	1,600	1,600		1,600
733440	Books & Literature	100	100		100
755320	Training & Travel	8,650	8,650		8,650
755340	Dues & Subscriptions	1,430	1,430		1,430
755680	Legal Services	500	500		500
755685	Claims Admin. Services	37,210	37,210		37,210
755690	Brokerage Services	40,130	40,130		40,130
755695	Risk Management Services	31,750	31,750		31,750
755870	Retained Losses	1,016,920	1,016,920		1,016,920
756040	Policies & Bonds	385,390	385,390		156,828
	Total	\$1,668,420	\$1,668,420		\$ 1,439,858

Section 4: There is hereby authorized a tax levy in the amount of SEVEN HUNDRED NINETY SEVEN THOUSAND ONE HUNDRED FORTY DOLLARS (\$797,140) for the Illinois Municipal Retirement Fund purposes and detailed as follows:

1010	IMRF			
711630	IMRF Village	\$ 560,830		
711640	IMRF Library	158,130		
334740	IMRF Reserve	78,180		
	Total	<u>\$ 797,140</u>		
			<u>\$ 797,140</u>	
				TO BE RAISED
				BY TAX LEVY
				BUDGETED

Section 5: There is hereby authorized a tax levy in the amount of SEVEN HUNDRED FORTY NINE THOUSAND NINE HUNDRED FIFTY TWO DOLLARS (\$749,952) for the Social Security purposes and detailed as follows:

1010	SOCIAL SECURITY			
711530	Social Security-Village	\$ 349,510		
711540	Social Security-Library	102,210		
711570	Medicare-Village	205,620		
711580	Medicare-Library	23,900		
334740	Social Security Reserve	68,712		
	Total	<u>\$ 749,952</u>		
			<u>\$ 749,952</u>	
				TO BE RAISED
				BY TAX LEVY
				BUDGETED

Section 6: There is hereby authorized a tax levy in the amount of ONE MILLION SEVEN HUNDRED TWELVE THOUSAND FOUR HUNDRED TWENTY FOUR DOLLARS (\$1,712,424) for the Police Pension Fund, and detailed as follows:

7100	POLICE PENSION FUND			
712100	Police Pension Payments	\$2,316,570		
	Total	<u>\$2,316,570</u>		
			<u>\$ 1,712,424</u>	
				TO BE RAISED
				BY TAX LEVY
				BUDGETED

Section 7: There is hereby authorized a tax levy in the amount of ONE MILLION ONE HUNDRED NINETY NINE THOUSAND TWO HUNDRED THIRTY THREE DOLLARS (\$1,199,233)** for the Firefighters' Pension Fund, and detailed as follows:

TO BE RAISED	AMOUNT	BUDGETED	BY TAX LEVY
7200	FIREFIGHTERS' PENSION FUND		
712200	Fire Pension Payments	\$ 928,210	\$ 928,210
733620	Administrative Exp-Pension Fund	65,000	65,000
687720	Pension Reserve	206,023	206,023
	Total	<u>\$1,199,233</u>	<u>\$1,199,233**</u>

** Of the total tax levy in the amount of ONE MILLION ONE HUNDRED NINETY NINE THOUSAND TWO HUNDRED THIRTY THREE DOLLARS (\$1,199,233) for the Firefighters' Pension Fund, ONE MILLION ONE HUNDRED FIFTY FOUR THOUSAND ONE HUNDRED SIXTY EIGHT DOLLARS (\$1,154,168) is subject to the Property Tax Extension Limitation Act (Tax Cap), and FORTY FIVE THOUSAND SIXTY FIVE DOLLARS (\$45,065) 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 SEVENTY ONE THOUSAND FIVE HUNDRED FIFTY ONE DOLLARS (\$871,550) for Public Benefit purposes, and detailed as follows:

TO BE RAISED	AMOUNT	BUDGETED	BY TAX LEVY
6810	PUBLIC BENEFIT FUND		
788100	SA Bonds-Principal & Interest	\$1,008,265	\$ 871,550
	Total	<u>\$1,008,265</u>	<u>\$ 871,550</u>

Section 9: There is hereby authorized a tax levy in the amount of ONE MILLION THREE HUNDRED FIFTY SEVEN THOUSAND FOUR HUNDRED THIRTY EIGHT DOLLARS (\$1,357,438) for the General Corporate Fund, and detailed as follows:

TO BE RAISED	AMOUNT	BUDGETED	BY TAX LEVY
1010	GENERAL CORPORATE FUND		
711330	HEALTH INSURANCE		
711350	Blue Cross/Blue Shield Plan	\$1,057,160	\$ 1,057,160
711370	Life and AD & D Insurance	25,280	25,280
	BC/BS Blue Advantage HMO	355,080	274,998
	Total	<u>\$1,437,520</u>	<u>\$ 1,357,438</u>

SUMMARY OF THE TOTAL AMOUNT TO BE
 RAISED BY TAX LEVY

\$1,439,858	LIABILITY INSURANCE
797,140	ILLINOIS MUNICIPAL RETIREMENT FUND
749,952	SOCIAL SECURITY
1,712,424	POLICE PENSION FUND
	FIREFIGHTERS' PENSION FUND-SUBJECT
1,154,168	TO TAX CAP
871,550	PUBLIC BENEFIT FUND
1,357,438	GENERAL CORPORATE FUND
	TOTAL TO BE RAISED BY TAX LEVY-
8,082,530	SUBJECT TO TAX CAP
	FIREFIGHTERS' PENSION FUND-EXEMPT
	FROM TAX CAP - PURSUANT TO
45,065	PUBLIC ACT 93-689
<u>\$8,127,595</u>	TOTAL TO BE RAISED BY TAX LEVY

Section 10: The total amount of EIGHT MILLION ONE HUNDRED TWENTY SEVEN

THOUSAND FIVE HUNDRED NINETY FIVE DOLLARS (\$8,127,595) 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 ONE HUNDRED TWENTY SEVEN THOUSAND FIVE HUNDRED NINETY FIVE DOLLARS

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, 2008.

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 _____, 2008.

First reading waived by action of the Board of Trustees this _____ day of _____, 2008.

Passed on second reading this _____ day of _____, 2008.

Ayes: _____

Nays: _____

Absent: _____

Approved this _____ day of _____, 2008.

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 2008 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 4th day of December, 2008.

Village President

ORDINANCE

AN ORDINANCE PROVIDING FOR THE LEVY AND ASSESSMENT OF TAXES FOR THE FISCAL YEAR BEGINNING JUNE 1, 2008, AND ENDING MAY 31, 2009 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, 2008, and ending May 31, 2009.

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, 2008, and ending May 31, 2009, for the Helen M. Plum Memorial Library of the Village of Lombard is hereby ascertained to be the sum of TWO MILLION EIGHT HUNDRED EIGHTY EIGHT THOUSAND SEVEN HUNDRED TWENTY TWO DOLLARS (\$2,888,722).

Section 2: TWO MILLION EIGHT HUNDRED EIGHTY EIGHT THOUSAND SEVEN HUNDRED TWENTY TWO DOLLARS (\$2,888,722) being the total of appropriations heretofore legally made, which are to be raised by tax levy for the current fiscal year beginning June 1, 2008, and ending May 31, 2009, 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, 2008, and ending May 31, 2009, 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 EIGHT HUNDRED EIGHTY THREE THOUSAND SEVEN HUNDRED TWENTY TWO DOLLARS (\$2,883,722) 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	\$1,837,914	\$1,837,914
HEALTH AND LIFE INSURANCE	228,116	228,116
TRAINING AND TRAVEL	30,350	30,350
TUITION REIMBURSEMENT	3,200	3,200
EMPLOYEE ASSISTANCE PROGRAM	2,250	2,250
PAYROLL PROCESSING	4,000	4,000
PERSONNEL - MISCELLANEOUS	7,600	7,600
ADULT BOOKS	167,347	167,347
YOUTH BOOKS	75,600	75,600
ADULT AUDIO VISUAL	37,979	37,979
YOUTH AUDIO VISUAL	37,400	37,400
COLLECTION MAINTENANCE	1,000	1,000
PERIODICALS - ADULT	27,388	27,388
PERIODICALS - YOUTH	3,200	3,200
MICROFORM	18,757	18,757
ELECTRONIC DATABASES	104,988	104,988
TEEN PERIODICALS	300	300
COLLECTION MANAGEMENT	2,880	2,880
SUPPLIES	61,250	61,250
POSTAGE	23,875	23,875
TELEPHONE	9,600	9,600
PUBLIC RELATIONS	20,889	20,889
PROGRAMS - ADULT	4,860	4,860
PROGRAMS - YOUNG PEOPLE'S	16,200	16,200
PROGRAMS - TEENS	1,000	1,000
DUES	4,452	4,452
COPIER	27,087	27,087
EQUIPMENT RENTAL & MAINTENANCE	4,500	4,500
AUTOMATION PURCHASE / REPAIR	91,263	91,263
INNOVAC PURCHASE AND MAINTENANCE	40,000	28,477
OCLC	27,000	0
LIBRARY OPERATIONS - MISC.	2,675	0
BANKCARD CHARGES	750	0
BUILDING MAINTENANCE	28,665	0
GROUNDS MAINTENANCE	13,100	0
SECURITY	12,700	0
MAINTENANCE MATERIALS	11,500	0
UTILITIES	22,400	0
REPLACEMENTS & LONG TERM REPAIR	55,941	0
BUILDING & CONTENTS INSURANCE	6,450	0
PROFESSIONAL SERVICES	20,800	0
FURNITURE / EQUIPMENT PURCHASE	28,364	0
FACILITIES - MISCELLANEOUS	500	0
Total	\$1,837,914	\$1,837,914

TOTAL	\$3,126,090	\$2,883,722
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Section 4: There is hereby authorized a tax levy in the amount of FIVE THOUSAND DOLLARS (\$5,000) 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	\$19,200	\$5,000
Total	\$19,200	\$5,000

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

Operating Fund	\$2,883,722	
Liability Insurance	5,000	
TOTAL TO BE RAISED BY TAX LEVY	\$2,888,722	

Section 5: The total amount of TWO MILLION EIGHT HUNDRED EIGHTY EIGHT THOUSAND SEVEN HUNDRED TWENTY TWO DOLLARS (\$2,888,722) ascertained as aforesaid in Sections 3 and 4 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 6: This LEVY ORDINANCE is adopted pursuant to the procedures as set forth in the Illinois Municipal Code and The Illinois Local Library Act.

Section 7: There is hereby certified to the County Clerk of DuPage County, Illinois, the several sums aforesaid, constituting said total amount of TWO MILLION EIGHT HUNDRED EIGHTY EIGHT THOUSAND SEVEN HUNDRED TWENTY TWO DOLLARS (\$2,888,722) 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, 2008.

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 _____, 2008.

First reading waived by action of the Board of Trustees this _____ day of _____, 2008.
Passed on second reading this _____ day of _____, 2008.

Ayes: _____

Nays: _____

Absent: _____

Approved this _____ day of _____, 2008.

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 _____, 2008.

Brigitte O'Brien
Village Clerk