

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
 Other Post-Employment Benefit Plan

- Schedule of Employer Contributions
 Illinois Municipal Retirement Fund
 Police Pension Fund
 Firefighters' Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability
 Illinois Municipal Retirement Fund
 Police Pension Fund
 Firefighters' Pension Fund

- Schedule of Investment Returns
 Police Pension Fund
 Firefighters' Pension Fund

- Budgetary Comparison Schedule
 General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF LOMBARD, ILLINOIS

Other Post-Employment Benefit Plan

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
December 31, 2016**

Funding Progress

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5)
5/31/12	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
12/31/12 *	-	11,524,801	0.00%	11,524,801	19,669,192	58.59%
12/31/13	-	14,391,729	0.00%	14,391,729	19,916,749	72.26%
12/31/14	N/A	N/A	N/A	N/A	N/A	N/A
12/31/15	-	9,759,171	0.00%	9,759,171	20,724,663	47.09%
12/31/16	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Period Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
5/31/12	\$ 271,576	\$ 493,589	55.02%
12/31/12 *	158,419	287,927	55.02%
12/31/13	329,452	1,085,030	30.36%
12/31/14	414,941	1,128,431	36.77%
12/31/15	400,034	531,762	75.23%
12/31/16	437,699	553,032	79.15%

The Village is required to have an actuarial valuation performed biennially.

* For the seven months ended December 31, 2012.

VILLAGE OF LOMBARD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

December 31, 2016

Calendar Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 1,199,444	\$ 1,245,964	\$ 46,520	\$ 7,615,518	16.36%
2016	1,392,045	1,392,045	-	7,577,819	18.37%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	27 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012)

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
December 31, 2016**

Calendar Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 2,537,087	\$ 2,537,579	\$ 492	\$ 6,331,082	40.08%
2016	2,940,772	2,936,167	(4,605)	6,589,512	44.56%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary Increases	4.75%
Investment Rate of Return	7.00%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP 2014 Projected to 2017

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Employer Contributions

December 31, 2016

Calendar Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 2,007,514	\$ 2,008,243	\$ 729	\$ 5,725,023	35.08%
2016	2,035,216	2,034,905	(311)	6,357,452	32.01%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary Increases	4.75%
Investment Rate of Return	7.00%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP 2014 Projected to 2017

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2016**

	<u>12/31/2015</u>	<u>12/31/2016</u>
Total Pension Liability		
Service Cost	\$ 791,529	830,041
Interest	5,347,448	5,565,299
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	1,033,943	(237,225)
Change of Assumptions	89,660	(361,558)
Benefit Payments, Including Refunds of Member Contributions	(4,210,801)	(4,320,449)
Net Change in Total Pension Liability	3,051,779	1,476,108
Total Pension Liability - Beginning	<u>73,295,286</u>	<u>76,347,065</u>
Total Pension Liability - Ending	<u><u>76,347,065</u></u>	<u><u>77,823,173</u></u>
Plan Fiduciary Net Position		
Contributions - Employer	\$ 1,245,964	1,392,045
Contributions - Members	347,456	352,751
Net Investment Income	309,847	4,423,634
Benefit Payments, Including Refunds of Member Contributions	(4,210,801)	(4,320,449)
Other (Net Transfer)	2,810,809	469,833
Net Change in Plan Fiduciary Net Position	503,275	2,317,814
Plan Net Position - Beginning	<u>63,278,002</u>	<u>63,781,277</u>
Plan Net Position - Ending	<u><u>63,781,277</u></u>	<u><u>66,099,091</u></u>
Employer's Net Pension Liability	<u><u>\$ 12,565,788</u></u>	<u><u>11,724,082</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.54%	84.93%
Covered-Employee Payroll	\$ 7,615,518	7,577,819
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	165.00%	154.72%

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Police Pension Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability December 31, 2016

	12/31/2015	12/31/2016
Total Pension Liability		
Service Cost	\$ 1,455,364	1,531,546
Interest	5,957,834	6,688,180
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	(542,772)	622,457
Change of Assumptions	7,281,562	(3,244,715)
Benefit Payments, Including Refunds of Member Contributions	(3,556,531)	(3,880,431)
Net Change in Total Pension Liability	10,595,457	1,717,037
Total Pension Liability - Beginning	86,890,181	97,485,638
Total Pension Liability - Ending	97,485,638	99,202,675
Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,537,579	2,936,167
Contributions - Members	653,110	695,084
Net Investment Income	792,942	3,223,224
Benefit Payments, Including Refunds of Member Contributions	(3,556,531)	(3,880,431)
Administrative Expense	(44,419)	(42,302)
Net Change in Plan Fiduciary Net Position	382,681	2,931,742
Plan Net Position - Beginning	57,989,465	58,372,146
Plan Net Position - Ending	58,372,146	61,303,888
Employer's Net Pension Liability	\$ 39,113,492	37,898,787
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	59.88%	61.80%
Covered-Employee Payroll	\$ 6,331,082	6,589,512
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	617.80%	575.14%

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2016**

	2015	2016
Total Pension Liability		
Service Cost	\$ 1,513,082	1,562,481
Interest	4,614,739	5,171,731
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	(596,117)	1,174,979
Change of Assumptions	5,332,533	(2,512,331)
Benefit Payments, Including Refunds of Member Contributions	(2,822,892)	(2,991,521)
Net Change in Total Pension Liability	8,041,345	2,405,339
Total Pension Liability - Beginning	67,336,293	75,377,638
Total Pension Liability - Ending	75,377,638	77,782,977
Plan Fiduciary Net Position		
Contributions - Employer	\$ 2,008,243	2,034,905
Contributions - Members	564,175	583,561
Net Investment Income	25,474	2,827,910
Benefit Payments, Including Refunds of Member Contributions	(2,822,892)	(2,991,521)
Administrative Expense	(43,309)	(50,476)
Net Change in Plan Fiduciary Net Position	(268,309)	2,404,379
Plan Net Position - Beginning	52,418,876	52,150,567
Plan Net Position - Ending	52,150,567	54,554,946
Employer's Net Pension Liability	\$ 23,227,071	23,228,031
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.19%	70.14%
Covered-Employee Payroll	\$ 5,725,023	6,357,452
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	405.71%	365.37%

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
December 31, 2016**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	1.38%
2016	5.66%

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
December 31, 2016**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	0.11%
2016	5.72%

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LOMBARD, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2016**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 16,966,710	16,966,710	16,799,314
Licenses and Permits	1,115,430	1,115,430	1,121,197
Intergovernmental	17,541,740	17,541,740	17,560,002
Charges for Services	4,116,030	4,116,030	4,017,724
Fines and Forfeits	976,090	976,090	876,196
Interest	70,010	70,010	40,813
Miscellaneous	195,750	195,750	860,446
Total Revenues	40,981,760	40,981,760	41,275,692
Expenditures			
General Government	8,384,836	8,384,836	7,924,067
Public Safety	26,723,722	26,723,722	26,853,707
Physical Environment	1,599,880	1,599,880	1,629,603
Public Works	4,503,298	4,503,298	4,146,747
Total Expenditures	41,211,736	41,211,736	40,554,124
Excess (Deficiency) of Revenues Over (Under) Expenditures	(229,976)	(229,976)	721,568
Other Financing Sources (Uses)			
Transfers In	541,820	541,820	587,926
Transfers Out	-	-	(1,119,423)
	541,820	541,820	(531,497)
Net Change in Fund Balance	311,844	311,844	190,071
Fund Balance - Beginning			19,028,776
Fund Balance - Ending			19,218,847