



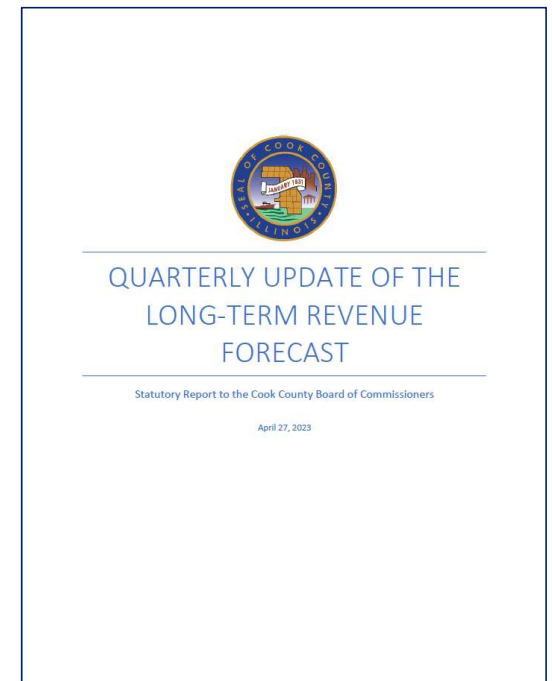
Quarterly Long-Term Forecast Update

June 28, 2023



Independent Revenue Forecasting Commission

- Established by ordinance in 2018
- 4 members:
 - CFO serves as Chair
 - 2 appointed members from the academic community
 - 1 appointed member of the public with expertise in public finance
- Reviews quarterly 5-year revenue forecasts prepared by the CFO
- Makes recommendations to the CFO on revenue forecasting and methodology



<https://cook-county.legistar.com/View.ashx?M=F&ID=12000526&GUID=A1A24E2E-F58E-42D7-A1C8-C317FA719C82>

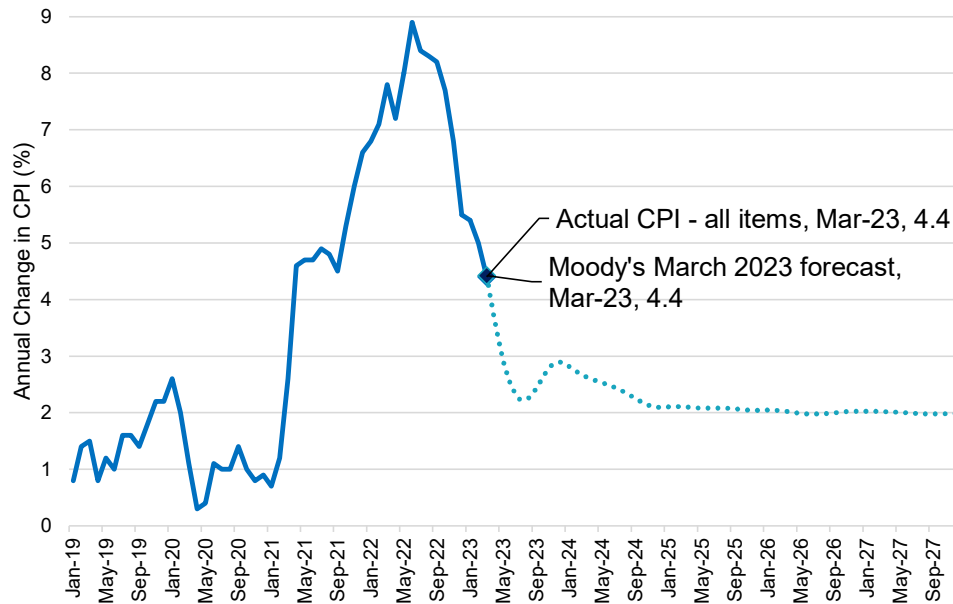


General Fund long-term forecast

Economic update

Inflation growth continued to decline from its June 2022 peak, but the deceleration has been slower than expected.

Year over year percent change in Consumer Price Index, Chicago MSA, actual and forecasted, 2019-27



Sources: U.S. Bureau of Labor Statistics, March 2023; Moody's Analytics, March 2023

After experiencing 5.9% growth in 2021 and 2.1% in 2022, **U.S. economic growth** is projected to slow in 2023 as the economy faces elevated interest rates as the Fed tries to bring down inflation. However, Moody's and Wall Street Journal forecasts are generally higher than previously projected.

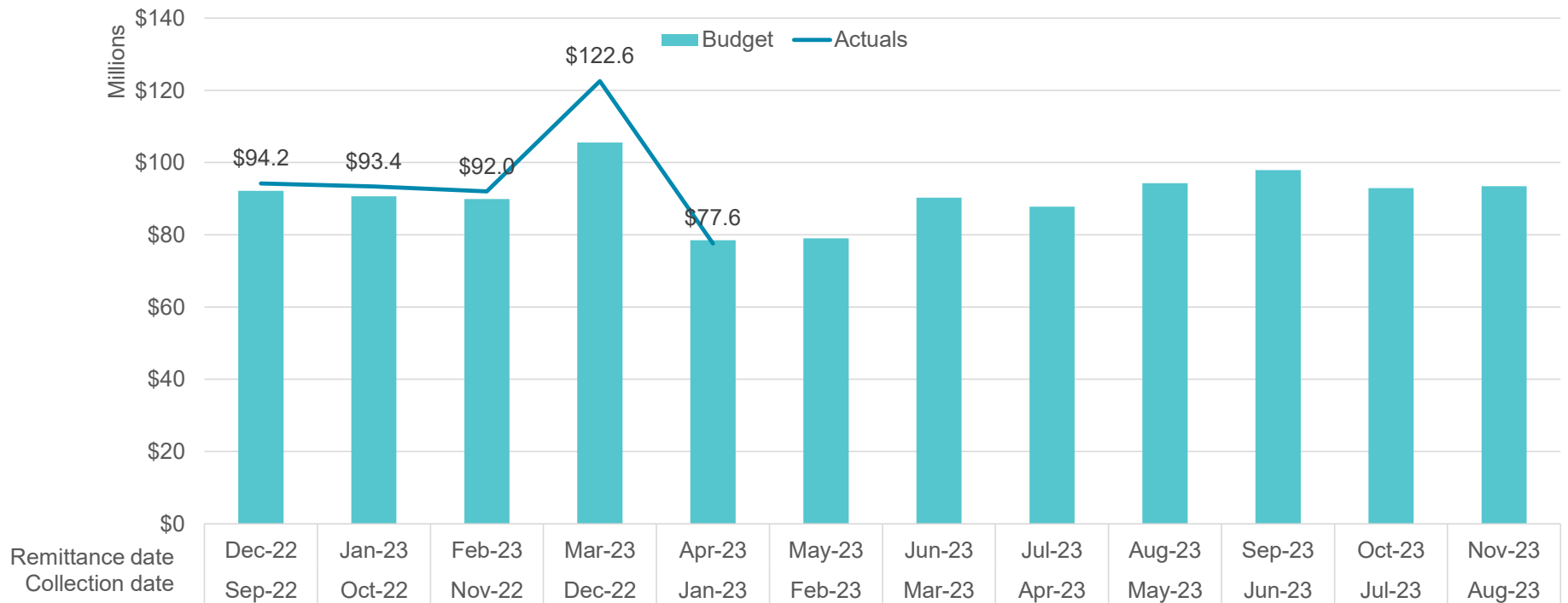
Real GDP forecasts

Year	Federal Reserve	Moody's	Survey of Professional Forecasters	
			Wall Street Journal	
2023	0.4%	1.2%	1.3%	0.5%
2024	1.2%	1.4%	1.4%	1.6%
2025	1.9%	2.2%	2.2%	2.2%
2026	1.8%	2.2%	1.5%	2.2%

Sources: Federal Open Market Committee, March 2023; Moody's Analytics, March 2023; Survey of Professional Forecasters, February 2023; Wall Street Journal Economic Forecasting Survey, April 2023



FY 2023 sales tax revenue compared to forecast



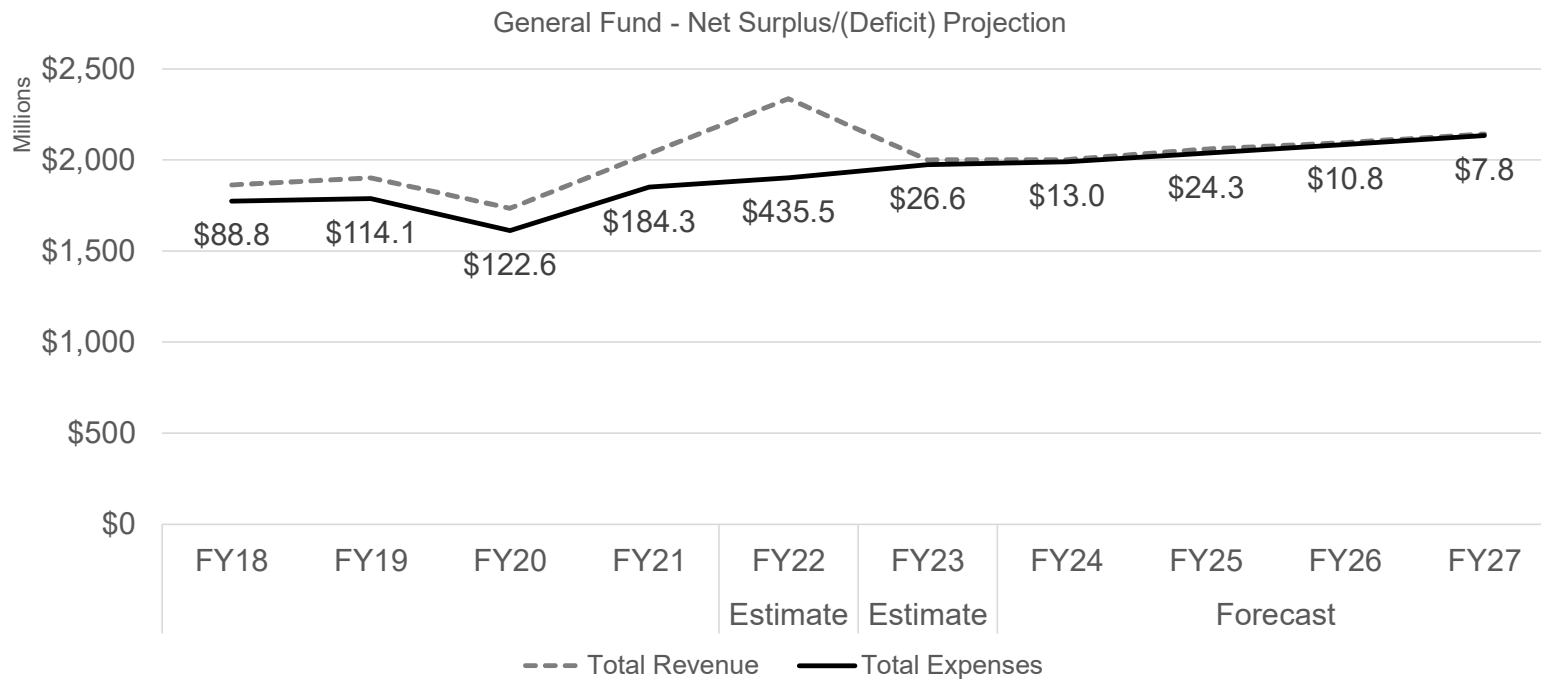


General Fund forecast – major changes from January 2023 forecast

Revenue source	April forecast FY2023	Percent change in forecast FY2023	Amount change in forecast from January 2023 forecast				
			FY2023	FY2024	FY2025	FY2026	FY2027
400010-Property Taxes	\$260.9	(2.6%)	(\$6.7)	(\$2.4)	(\$4.0)	(\$2.7)	(\$1.7)
401150-County Sales Tax	\$1,119.9	2.5%	\$27.5	\$40.6	\$33.6	\$28.7	\$21.9
401350-Amusement Tax	\$39.5	5.7%	\$2.3	\$2.4	\$2.5	\$2.6	\$2.7
401430-Cigarette Tax	\$82.0	(4.8%)	(\$4.0)	(\$3.5)	-	-	-
401550-Hotel Accommodations Tax	\$30.6	7.0%	\$2.1	\$1.9	\$2.1	\$2.2	\$2.2
401590 - Sports Wagering Tax	\$9.1	22.7%	\$2.1	\$1.3	\$0.7	\$0.1	(\$0.5)
402100-County Treasurer	\$63.9	11.3%	\$4.5	(\$1.9)	(\$1.1)	(\$1.7)	(\$2.4)
402150-County Clerk	\$39.5	(7.2%)	(\$3.8)	\$11.9	\$12.2	\$12.4	\$12.6
402548-Clerk of the Circuit Court Fees	\$52.3	(3.3%)	(\$2.1)	(\$4.5)	(\$7.1)	(\$9.7)	(\$12.3)
406010-State of Illinois	\$57.9	3.5%	\$2.0	(\$0.2)	(\$2.6)	(\$3.9)	(\$5.3)
407080-Other	\$13.7	17.2%	\$2.4	\$0.3	\$0.3	\$0.3	\$0.3
Subtotal major changes	\$1,769.3	1.5%	\$26.2	\$45.8	\$36.6	\$28.2	\$17.4
Other GF revenues	\$231.6	0.2%	\$0.4	(\$6.1)	(\$2.8)	(\$4.7)	(\$4.2)
Total GF revenues	\$2,000.9	1.3%	\$26.6	\$39.8	\$33.9	\$23.5	\$13.3



General Fund

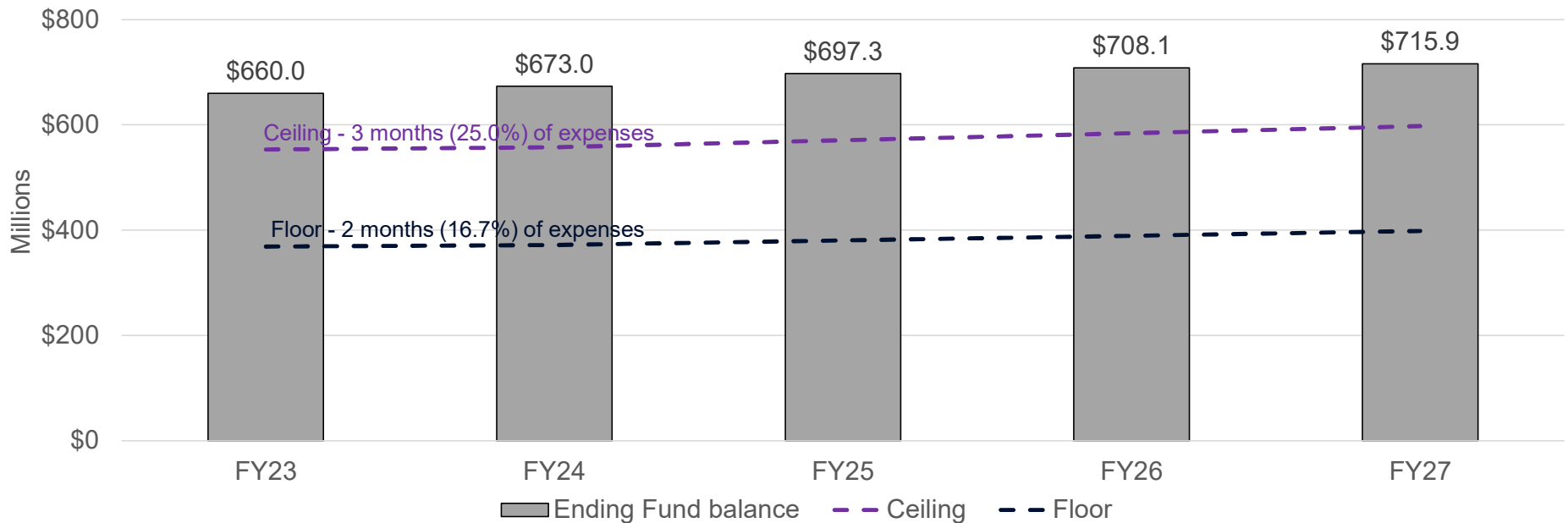


The amounts displayed along the lines in the chart represent the net surplus or (deficit) corresponding to the fiscal year when considering the total revenue against total expenses



General Fund – fund balance

Unassigned Ending Fund Balance Projection



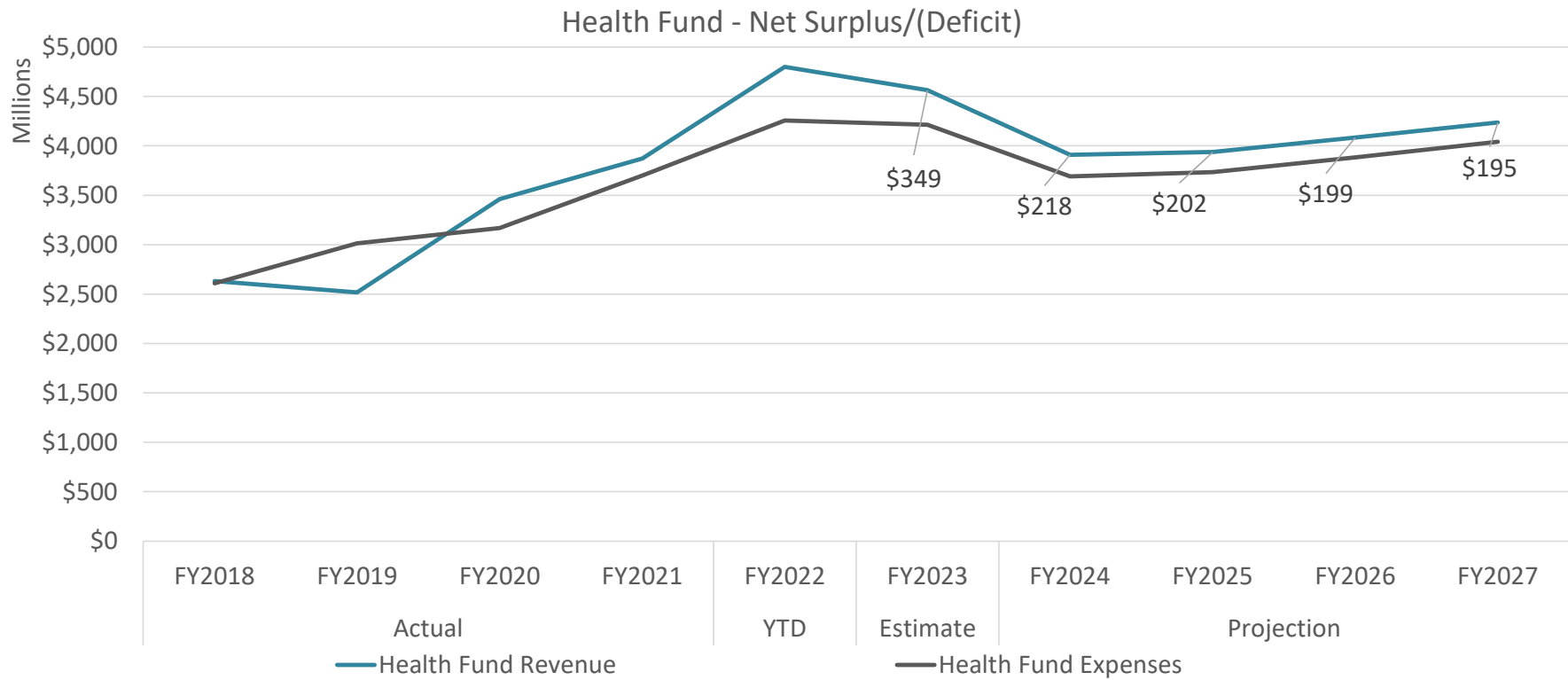
- Floor represents 2 months of projected annual expenses and Ceiling represents 3 months of projected annual expenses
 - Floor and ceiling calculations determined pursuant to Government Finance Officers Association (GFOA) recommendations and Cook County's Fund Diversity And Stabilization/Financial Reserve Policy.
- Fund balance remains above ceiling (25% of expenses) in the long-term
- Floor and ceiling incorporate both General Fund and Transportation Related Home Rule Taxes Fund expenses
- Excludes a total of \$416.5 million in assigned fund balance



Health Fund long-term forecast



Health Fund Net Surplus/(Deficit)



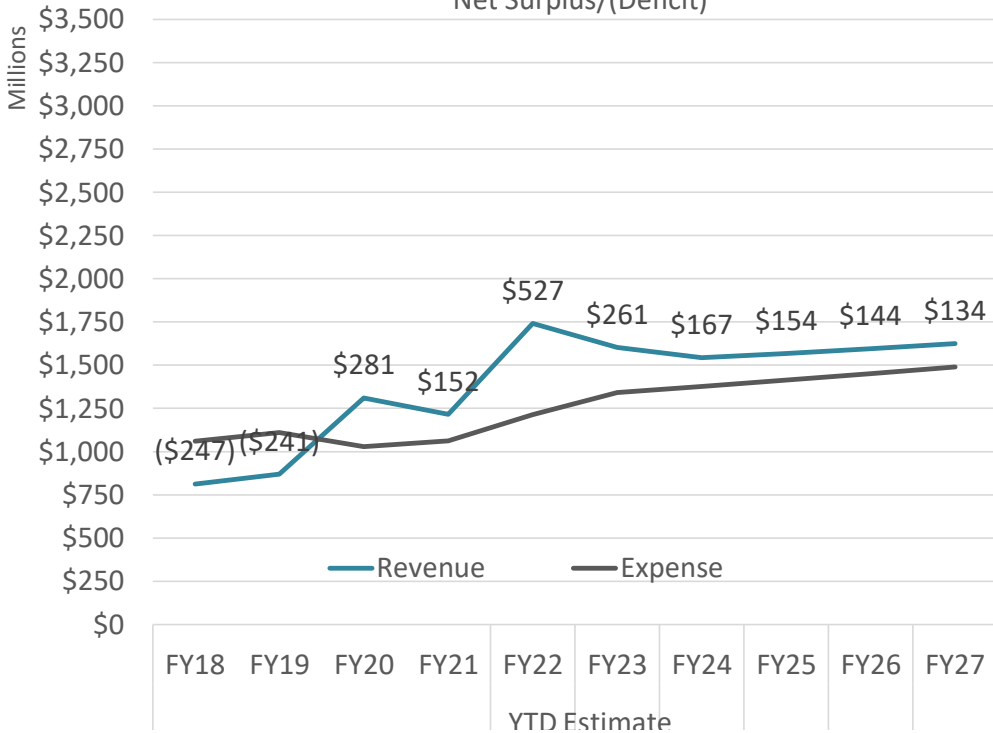
- The amounts displayed along the lines in the chart represent the surplus or deficit corresponding to the fiscal year
- FY2022 estimates indicate a \$542 million surplus within the Health Fund, with \$4.799 billion in revenue and \$4.257 billion in expenses
- FY2023 through FY2027 include offset for domestic claims



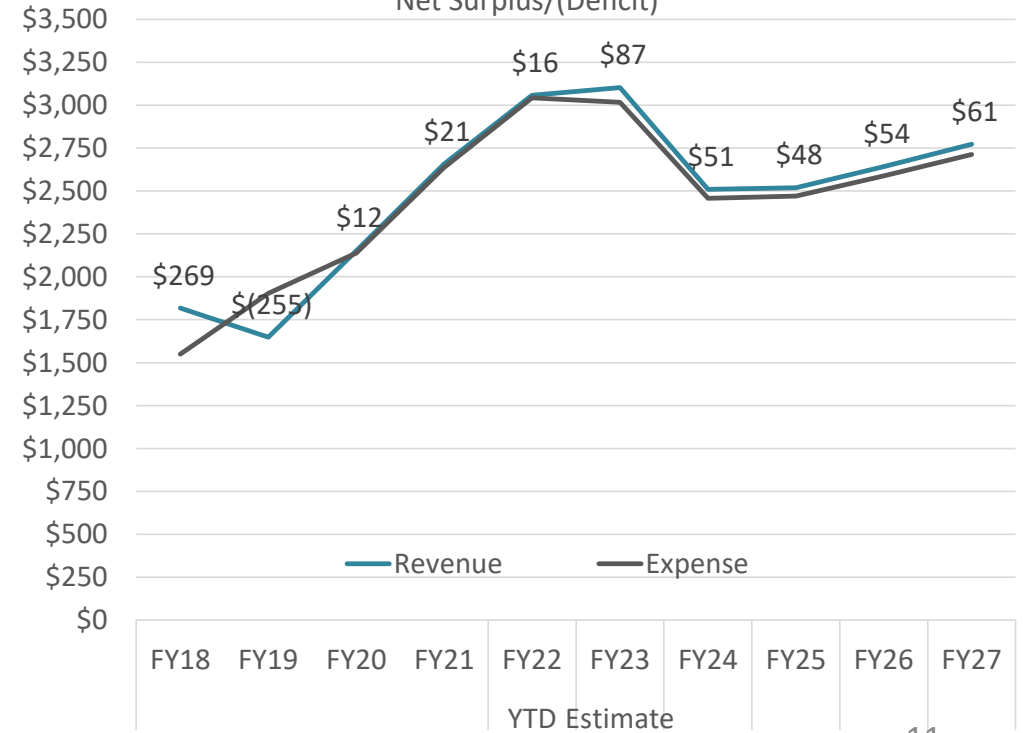
Health Fund

Health Care Services and Health Plan Services

CCH - Health Care Services
Net Surplus/(Deficit)



Health Plan Services (CountyCare)
Net Surplus/(Deficit)



*both charts include CountyCare domestic claims



County Care Membership Actuals and Projections

