



# Board of Commissioners of Cook County

118 North Clark Street  
Chicago, IL

## Legislation Details (With Text)

**File #:** 16-5932      **Version:** 2      **Name:** FISCAL YEAR 2017 REVENUE INITIATIVE AND MODIFICATION OF FUTURE COOK COUNTY HOME RULE AND PROPERTY TAXES

**Type:** Resolution      **Status:** Approved

**File created:** 10/12/2016      **In control:** Finance Committee

**On agenda:** 10/13/2016      **Final action:** 11/10/2016

**Title:**

**Sponsors:** TONI PRECKWINKLE (President), JOHN P. DALEY, STANLEY MOORE, LARRY SUFFREDIN, LUIS ARROYO JR, RICHARD R. BOYKIN, JERRY BUTLER, JOHN A. FRITCHEY, BRIDGET GAINER, JESÚS G. GARCÍA, GREGG GOSLIN, EDWARD M. MOODY, SEAN M. MORRISON, TIMOTHY O. SCHNEIDER, PETER N. SILVESTRI, DEBORAH SIMS, ROBERT STEELE, JEFFREY R. TOBOLSKI

**Indexes:**

**Code sections:**

**Attachments:**

Date	Ver.	Action By	Action	Result
11/10/2016	1	Board of Commissioners	approve as amended	Pass
11/10/2016	1	Finance Committee	recommend for approval as amended	Pass
11/10/2016	1	Finance Committee	amend	Pass
10/13/2016	1	Board of Commissioners		

**PROPOSED AMENDMENT TO ITEM 16-5932  
(Finance Public Hearing and Committee 11/10/2016)**

**UPDATED WITH SPONSORS ADDED**

**Sponsored by:** TONI PRECKWINKLE, President, and JOHN P. DALEY, STANLEY MOORE, LARRY SUFFREDIN, LUIS ARROYO JR., RICHARD R. BOYKIN, JERRY BUTLER, JOHN A. FRITCHEY, BRIDGET GAINER, JESÚS G. GARCÍA, GREGG GOSLIN, EDWARD M. MOODY, SEAN M. MORRISON, TIMOTHY O. SCHNEIDER, PETER N. SILVESTRI, DEBORAH SIMS, ROBERT B. STEELE and JEFFREY R. TOBOLSKI, Cook County Board of Commissioners

**PROPOSED RESOLUTION**

**FISCAL YEAR 2017 REVENUE INITIATIVE AND MODIFICATION OF FUTURE COOK COUNTY HOME RULE AND PROPERTY TAXES**

**WHEREAS**, since FY 2011, the overall full time employee positions (“FTE”) have decreased by over 2,000 FTE’s, with the General, Health and Grant Funds realizing a 10% reduction since FY 2011; and

**WHEREAS**, through the passage of the FY 2016 Annual Appropriation Bill, Cook County Board President, Toni Preckwinkle (“President”) and the Cook County Board of Commissioners took significant steps to promote the long-term sustainability of County government; and

**WHEREAS**, given the fiscal challenges facing the County in FY 2016, additional expenditure reductions and new

sources of revenue were implemented in order to begin to address the County's long-term needs in a responsible manner so as not to unduly burden the children and grandchildren of current taxpayers with extensive debt and unfunded pension liabilities at the County Employees' and Officers' Annuity and Benefit Fund of Cook County; and

**WHEREAS**, despite efforts to continue to streamline services and hold the line on revenue increases in FY 2017, the County's Preliminary Budget forecast released in June projected a budget shortfall of \$174.3 million for FY 2017; and

**WHEREAS**, the fact remains that 87% of the County's operating budget goes to Public Health and Public Safety; revenues fail to keep pace with the rate of inflation; and technology, pharmaceutical and other costs have historically exceeded the rate of inflation; and

**WHEREAS**, in order to continue to build a fiscally sound foundation with long term financial sustainability, efforts have been undertaken in the proposed FY 2017 budget recommendation to further streamline County services; reduce vacant and filled positions; prioritize the delivery of critical public safety and health services; and address the County's revenue needs; and

**WHEREAS**, the FY 2017 budget recommendation includes an additional one percent reduction in positions; includes the layoff of 300 employees; implements non-personnel reductions and proposes various management initiatives as cost saving measures; and

**WHEREAS**, the FY 2017 budget recommendation includes over \$78 million in expenditure reductions; however, to seek additional expenditure reductions would result in a significant impairment of our public health and public safety operations; and

**WHEREAS**, in order to prevent devastating cuts to the County's public safety and public health operations, a one cent per ounce sweetened beverage tax is being sought to generate the funds needed to cover the remaining \$74.6 million deficit for FY 2017; and

**WHEREAS**, implementing a sweetened beverage tax on both sugar sweetened and artificially sweetened beverages will not only allow the County to address various public safety and health funding needs but it is an important public health initiative to discourage sweetened beverage consumption among youth and adults which over time should assist in lowering obesity rates, preventing type 2 diabetes, ~~reducing~~ reduce cardiovascular disease, ~~reducing~~ reduce kidney decline in women and ~~reducing~~ reduce other serious health problems; and

**WHEREAS**, implementing a sweetened beverage tax on largely consumed sweetened beverages could result in healthier beverage and food choices by both youth and adults and a healthier Cook County community long term; and

**WHEREAS**, proposing a new revenue initiative, streamlining services, reducing vacant positions and implementing layoffs are not easy choices; however, Cook County and its leadership must continue to act responsibly to address the long-term needs of the County's residents and taxpayers and balance the proposed sweetened beverage tax with cuts.

**NOW, THEREFORE, BE IT RESOLVED**, that the President and the Cook County Board of Commissioners do hereby support passing a one cent per ounce sweetened beverage tax in an effort to improve public health as well as cover the remaining \$74 million deficit for the FY 2017 budget and avoid devastating cuts to the County's public health and public safety budgets; and

**BE IT FURTHER RESOLVED**, that following a three year fiscal forecast and planning exercise undertaken by the Bureau of Finance, the sweetened beverage tax revenue estimates for FY 2018 and FY 2019 would allow the County to maintain the proposed streamlined services levels recommended in the FY 2017 budget in FY 2018 and 2019; and

**BE IT FURTHER RESOLVED**, that the President and the Cook County Board of Commissioners do hereby resolve upon passage, implementation and enforcement of the proposed sweetened beverage tax, that the President and the Cook County Board of Commissioners will not further increase any of the tax rates provided in the County's home rule tax ordinances in FY 2017, FY 2018 or FY 2019 or deviate from the property tax restrictions provided in the County's Cook County Property Tax Relief Ordinance as provided in Chapter 74, Article II, Section 74-38 of the County's Code of Ordinances for at least the next two ensuing fiscal years.