

RESOLUTION R-2022-15

A Resolution Supporting Restoration of LGDF Revenue – House Bill 4169 and Senate Bill 3010

WHEREAS, municipalities across the State of Illinois provide essential services to their residents that include public safety support, transportation and storm/wastewater infrastructure and community health services along with many others; and

WHEREAS, the State of Illinois has maintained a long-held agreement with municipalities to support and invest in these local services which impact every resident in the state through the Local Government Distributive Fund (LGDF), which includes the collection and distribution of tax revenues on behalf of municipalities; and

WHEREAS, since the state income tax was adopted in 1969, state government has shared a percentage of total income tax collections through the LGDF with municipalities on a per capita basis in lieu of a local income tax; and

WHEREAS, these shared revenues have been significantly reduced by the State since 2011 from 10% to now 6.06%; and

WHEREAS, municipalities depend on LGDF dollars, which can account between 10 and 20% of a municipality's operating budget, to lessen the burden on taxpayers and reduce the reliance on property taxes; and

WHEREAS, House Bill 4169 and Senate Bill 3010 have been introduced in the 102nd Illinois General Assembly to amend the Illinois Income Tax Act to increase the net revenue realized from the tax imposed to be deposited into the LGDF from the current 6.06% to 8%.

NOW, THEREFORE BE IT RESOLVED, that the City of Wheaton urges the General Assembly and the Governor to restore a portion of the LGDF payments of the original promised 10% rate to at least the 8% rate so municipalities across Illinois may provide basic levels of service and lessen the reliance on property taxes.

DATED this 7th day of February 2022.

ATTEST:

Andrea Rosedale
City Clerk

Philip J. Sneed
Mayor

Roll Call Vote:

Ayes: Councilwoman Fitch
Councilwoman Robbins
Councilman Weller
Councilwoman Bray-Parker
Councilman Brown
Mayor Suess

Nays: None

Absent: Councilman Barbier
Motion Carried Unanimously