



VILLAGE OF POPLAR GROVE

"A Great Place to Call Home"

VILLAGE BOARD OF TRUSTEES

Monday, May 01, 2023 - 6:00 PM

200 N. Hill Street, Poplar Grove, IL 61065

AGENDA

CALL TO ORDER

ROLL CALL

PLEDGE OF ALLEGIANCE

APPROVAL OF PHONE PARTICIPATION (Roll Call)

APPROVAL OF AGENDA (Voice Vote)

PUBLIC COMMENT *Public Comment is encouraged. The Village Board will receive comments from the public, pursuant to State Statutes. Comments will be limited to five minutes on topics relating to the Village of Poplar Grove. Be further advised that matters brought up at this time may be referred to the appropriate committee or individual for further discussion or consideration.*

NEW BUSINESS

- [1.](#) Motion to discuss/approve **Resolution 2023-14** a resolution of the Village of Poplar Grove, Illinois approving purchase of a chassis for a Ford F750 plow truck from Lindco Equipment Sales
- [2.](#) Motion to approve **Resolution 2023-15** a resolution of the Village of Poplar Grove, Illinois endorsing passage of general assembly bills regarding the restoration of the Local Government Distributive Fund

ADJOURN SINE DIE

SWEARING IN OF ELECTED OFFICIALS

3. Swearing in of Trustee Owen Costanza
4. Swearing in of Trustee Jeff Goings
5. Swearing in of Trustee Betsy Straw
6. Swearing in of Trustee Kristi Richardson

NEW BUSINESS

7. Motion to discuss/approve Village Board nomination of Trustee to serve as Administration chair

GOOD OF THE VILLAGE

Board of Trustees Meeting May 10, 2023 - 7:00 pm

Board of Trustees Meeting May 17, 2023 - 7:00 pm

Planning and Zoning May 24, 2023 - 6:00 pm

Village Hall Closed May 29, 2023 Memorial Day

ADJOURNMENT (Voice Vote)

KJA 04/28/2023



P.O. Box 101768
Atlanta, GA 30392
Voice: (219)795-1448
Fax: (219)736-0892

INVOICE

Invoice Number: 230462C-SWL
Invoice Date: Apr 17, 2023
Page: 1

Item 1.

**ALL PAYMENT TO BE MAILED TO
PO BOX 101768 ATLANTA, GA 30392**

Bill To:

Poplar Grove, Village of
200 N Hill St
Poplar Grove, IL 60165

Ship to:

Poplar Grove, Village of
200 N Hill St
Poplar Grove, IL 60165

Customer ID	Customer PO	Payment Terms	
Poplar Grove-01	LOP David Howie	Net 30 Days	
Sales Rep ID	Shipping Method	Ship Date	Due Date
51622	Best Way		5/17/23

Quantity	Item	Description	Unit Price	Amount
1.00		SOURCEWELL CONTRACT:		
1.00		CONTRACT HOLDER: Viking-Cives		
1.00		CONTRACT NUMBER: 062222-VCM		
1.00		CONTRACT MATURITY DATE: 08/15/2026		
1.00		CHASSIS CONTRACT NUMBER:		
		SW-TK0556		
1.00		CONTRACT NUMBERS: NJ2500,		
		SW-TK0554, SW-TK0510, SW-SP0100,		
		SW-SP0410, SW-SP0355, SW-SP0310		
1.00				
1.00		SOURCEWELL MEMBER:		
1.00		MEMBER NUMBER: 151165		
1.00		MEMBER: Village of Poplar Grove		
1.00		CONTACT: David Howe		
1.00		PHONE: 815-765-3201		
1.00		E-MAIL: mhilden@villageofpoplargo.com		
1.00				
1.00		SOURCEWELL CHASSIS:		
1.00	F750-RDF01784	Ford 2024 F750 Medium Duty, 35,700	93,320.00	93,320.00
		GVWR, VIN # 1FDYF7DX5RDF00089		
Subtotal				93,320.00
Sales Tax				
Total Invoice Amount				93,320.00
Payment/Credit Applied				
TOTAL				93,320.00

Check/Credit Memo No:

**All overdue invoices are subject to a late charge of 1% per month.
No returns or exchanges will be authorized after 30 days.
10% cancellation fee charged on all cancelled orders.
20% restocking fee on all returns or exchanges.**

RESOLUTION NUMBER: 2023-14

**A RESOLUTION OF THE VILLAGE OF POPLAR GROVE, ILLINOIS
APPROVING PURCHASE OF A CHASSIS FOR A FORD F750 PLOW TRUCK FROM
LINDCO EQUIPMENT SALES**

WHEREAS, the Village of Poplar Grove (“Village”) is in need of a plow truck to provide public works services to the community; and

WHEREAS, the Village desires to purchase and have built a Ford 2024 F750 Plow Truck from Lindco Equipment Sales (“Lindco”) in accordance with the Invoice attached hereto as Exhibit A and incorporated herein; and

WHEREAS, it has become necessary to purchase parts from Lindco for the truck, including a chassis, at this time, in the amount of \$93,320.00; and

WHEREAS, Section 1-10-4 of the Village of Poplar Grove Code of Ordinances states: PURCHASES BETWEEN \$2,501.00—State limit. Purchases of materials, equipment, services or supplies between \$2,501.00 and the state limit are made by obtaining three written quotes where practical and the approvals of the Village Treasurer and Village President. Physical records regarding dates, contacts and quotes received shall be retained in the Department's files along with utilization of purchase order forms and by a two-thirds (2/3) vote of the corporate authorities, the Village hereby waives the public bid requirement for purchases exceeding \$20,001.00; and

WHEREAS, the waiver is necessary in order to purchase the chassis for the Ford 2024 F750 which is a piece of equipment not readily available from other sources in a timely manner from Lindco at a cost of \$93,320.00; and

WHEREAS, the Village finds that it is in the best interest of the Village and its citizens to approve the invoice from Lindco attached hereto as Exhibit A.

NOW THEREFORE, BE IT RESOLVED by the Village President and Board of Trustees of the Village of Poplar Grove, Illinois as follows:

1. The above recitals are incorporated herein and made a part hereof.
2. The Village hereby approves the expenditure to Lindco Equipment Sales in the amount of \$93,320.00 for the purchase of a chassis for a Ford 2024 F750 Plow Truck as set forth in the Invoice attached hereto as Exhibit A.

PASSED UPON MOTION BY: _____

SECONDED BY: _____

BY ROLL CALL VOTE THIS _____, _____, 2023

AS FOLLOWS:

VOTING “AYE”: _____

VOTING “NAY”: _____

ABSENT, ABSTAIN, OTHER: _____

APPROVED: _____, 2023

VILLAGE PRESIDENT

ATTEST:

VILLAGE CLERK

EXHIBIT A – INVOICE FROM LINDCO EQUIPMENT SALES

LGDF Restoration Analysis

MFY	LGDF Effective %	Total Income Taxes Distributed	PG Income Taxes Received	PG % of Total	Total Income Taxes @ 10% LGDF	PG Income Taxes @ 10% LGDF	Difference
2010	0.1	\$1,151,589,787.21	\$233,505.90	0.000202768	\$1,151,589,787.21	\$233,505.90	\$0.00
2011	0.06	\$1,151,266,555.99	\$229,221.95	0.000199104	\$1,918,777,593.32	\$382,036.58	(\$152,814.63)
2012	0.06	\$1,195,566,945.64	\$388,225.10	0.000324721	\$1,992,611,576.07	\$647,041.83	(\$258,816.73)
2013	0.06	\$1,317,750,035.05	\$452,675.38	0.000343521	\$2,196,250,058.42	\$754,458.97	(\$301,783.59)
2014	0.06	\$1,423,336,646.84	\$489,472.04	0.000343891	\$2,372,227,744.73	\$815,786.73	(\$326,314.69)
2015	0.08	\$1,452,037,028.82	\$491,925.45	0.000338783	\$1,815,046,286.03	\$614,906.81	(\$122,981.36)
2016	0.08	\$1,898,044,496.91	\$482,082.68	0.000253989	\$2,372,555,621.14	\$602,603.35	(\$120,520.67)
2017	0.08	\$1,461,664,990.58	\$474,798.25	0.000324834	\$1,827,081,238.23	\$593,497.81	(\$118,699.56)
2018	0.0545	\$1,429,841,188.21	\$455,495.38	0.000318564	\$2,623,561,813.23	\$835,771.34	(\$380,275.96)
2019	0.0575	\$1,550,673,730.10	\$487,678.10	0.000314494	\$2,696,823,878.43	\$848,135.83	(\$360,457.73)
2020	0.0545	\$1,748,940,674.26	\$544,414.95	0.000311283	\$3,209,065,457.36	\$998,926.51	(\$454,511.56)
2021	0.0606	\$1,941,749,097.00	\$575,823.75	0.000296549	\$3,204,206,430.69	\$950,204.21	(\$374,380.46)
2022	0.0606	\$2,259,067,163.11	\$724,628.79	0.000320765	\$3,727,833,602.49	\$1,195,757.08	(\$471,128.29)
Total							(\$3,442,685.24)
Average							(\$286,890.44)
Comparison (City of Rockford)							
2010	0.1	\$1,151,589,787.21	\$11,922,702.80	0.010353255	\$1,151,589,787.21	\$11,922,702.80	\$0.00
2011	0.06	\$1,151,266,555.99	\$11,703,966.48	0.010166166	\$1,918,777,593.32	\$19,506,610.80	(\$7,802,644.32)
2012	0.06	\$1,195,566,945.64	\$12,427,826.36	0.010394923	\$1,992,611,576.07	\$20,713,043.93	(\$8,285,217.57)
2013	0.06	\$1,317,750,035.05	\$13,776,813.94	0.010454801	\$2,196,250,058.42	\$22,961,356.57	(\$9,184,542.63)
2014	0.06	\$1,423,336,646.84	\$14,896,690.33	0.010466034	\$2,372,227,744.73	\$24,827,817.22	(\$9,931,126.89)
2015	0.08	\$1,452,037,028.82	\$14,971,359.45	0.010310591	\$1,815,046,286.03	\$18,714,199.31	(\$3,742,839.86)
2016	0.08	\$1,898,044,496.91	\$16,291,836.12	0.008583485	\$2,372,555,621.14	\$20,364,795.15	(\$4,072,959.03)
2017	0.08	\$1,461,664,990.58	\$14,450,104.55	0.009886058	\$1,827,081,238.23	\$18,062,630.69	(\$3,612,526.14)
2018	0.0545	\$1,429,841,188.21	\$14,862,630.41	0.010394602	\$2,623,561,813.23	\$27,270,881.49	(\$12,408,251.08)
2019	0.0575	\$1,550,673,730.10	\$14,842,089.41	0.009571381	\$2,696,823,878.43	\$25,812,329.41	(\$10,970,240.00)
2020	0.0545	\$1,748,940,674.26	\$16,568,818.68	0.009473631	\$3,209,065,457.36	\$30,401,502.17	(\$13,832,683.49)
2021	0.0606	\$1,941,749,097.00	\$17,524,719.33	0.009025223	\$3,204,206,430.69	\$28,918,678.76	(\$11,393,959.43)
2022	0.0606	\$2,259,067,163.11	\$21,746,224.92	0.009626197	\$3,727,833,602.49	\$35,884,859.60	(\$14,138,634.68)
Total							(\$109,375,625.11)
Average							(\$9,114,635.43)



103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB1116

Introduced 1/12/2023, by Rep. Anthony DeLuca

SYNOPSIS AS INTRODUCED:

35 ILCS 5/901

Amends the Illinois Income Tax Act. Increases the amount transferred from the General Revenue Fund to the Local Government Distributive Fund. Effective immediately.

LRB103 00010 HLH 45010 b

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LRB103 00010 HLH 45010 b

1 AN ACT concerning revenue.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Income Tax Act is amended by
5 changing Section 901 as follows:

6 (35 ILCS 5/901)

7 Sec. 901. Collection authority.

8 (a) In general. The Department shall collect the taxes
9 imposed by this Act. The Department shall collect certified
10 past due child support amounts under Section 2505-650 of the
11 Department of Revenue Law of the Civil Administrative Code of
12 Illinois. Except as provided in subsections (b), (c), (e),
13 (f), (g), and (h) of this Section, money collected pursuant to
14 subsections (a) and (b) of Section 201 of this Act shall be
15 paid into the General Revenue Fund in the State treasury;
16 money collected pursuant to subsections (c) and (d) of Section
17 201 of this Act shall be paid into the Personal Property Tax
18 Replacement Fund, a special fund in the State Treasury; and
19 money collected under Section 2505-650 of the Department of
20 Revenue Law of the Civil Administrative Code of Illinois shall
21 be paid into the Child Support Enforcement Trust Fund, a
22 special fund outside the State Treasury, or to the State
23 Disbursement Unit established under Section 10-26 of the

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1 Illinois Public Aid Code, as directed by the Department of
2 Healthcare and Family Services.

3 (b) Local Government Distributive Fund.

4 (1) Beginning August 1, 2017 and continuing through
5 July 31, 2022, the Treasurer shall transfer each month
6 from the General Revenue Fund to the Local Government
7 Distributive Fund an amount equal to the sum of: (i) 6.06%
8 (10% of the ratio of the 3% individual income tax rate
9 prior to 2011 to the 4.95% individual income tax rate
10 after July 1, 2017) of the net revenue realized from the
11 tax imposed by subsections (a) and (b) of Section 201 of
12 this Act upon individuals, trusts, and estates during the
13 preceding month; (ii) 6.85% (10% of the ratio of the 4.8%
14 corporate income tax rate prior to 2011 to the 7%
15 corporate income tax rate after July 1, 2017) of the net
16 revenue realized from the tax imposed by subsections (a)
17 and (b) of Section 201 of this Act upon corporations
18 during the preceding month; and (iii) beginning February
19 1, 2022, 6.06% of the net revenue realized from the tax
20 imposed by subsection (p) of Section 201 of this Act upon
21 electing pass-through entities.

22 (2) Beginning August 1, 2022 and continuing through
23 June 30, 2023, the Treasurer shall transfer each month
24 from the General Revenue Fund to the Local Government
25 Distributive Fund an amount equal to the sum of: (i) 6.16%
26 of the net revenue realized from the tax imposed by

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1 subsections (a) and (b) of Section 201 of this Act upon
2 individuals, trusts, and estates during the preceding
3 month; (ii) 6.85% of the net revenue realized from the tax
4 imposed by subsections (a) and (b) of Section 201 of this
5 Act upon corporations during the preceding month; and
6 (iii) 6.16% of the net revenue realized from the tax
7 imposed by subsection (p) of Section 201 of this Act upon
8 electing pass-through entities.

9 (3) Beginning July 1, 2023 and continuing through June
10 30, 2024, the Treasurer shall transfer each month from the
11 General Revenue Fund to the Local Government Distributive
12 Fund an amount equal to the sum of: (i) 8.5% of the net
13 revenue realized from the tax imposed by subsections (a)
14 and (b) of Section 201 of this Act upon individuals,
15 trusts, and estates during the preceding month; (ii)
16 9.355% of the net revenue realized from the tax imposed by
17 subsections (a) and (b) of Section 201 of this Act upon
18 corporations during the preceding month; and (iii) 8.5% of
19 the net revenue realized from the tax imposed by
20 subsection (p) of Section 201 of this Act upon electing
21 pass-through entities.

22 (4) Beginning July 1, 2024 and continuing through June
23 30, 2025, the Treasurer shall transfer each month from the
24 General Revenue Fund to the Local Government Distributive
25 Fund an amount equal to the sum of: (i) 9% of the net
26 revenue realized from the tax imposed by subsections (a)

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1 and (b) of Section 201 of this Act upon individuals,
2 trusts, and estates during the preceding month; (ii) 9.57%
3 of the net revenue realized from the tax imposed by
4 subsections (a) and (b) of Section 201 of this Act upon
5 corporations during the preceding month; and (iii) 9% of
6 the net revenue realized from the tax imposed by
7 subsection (p) of Section 201 of this Act upon electing
8 pass-through entities.

9 (5) Beginning July 1, 2025 and continuing through June
10 30, 2026, the Treasurer shall transfer each month from the
11 General Revenue Fund to the Local Government Distributive
12 Fund an amount equal to the sum of: (i) 9.5% of the net
13 revenue realized from the tax imposed by subsections (a)
14 and (b) of Section 201 of this Act upon individuals,
15 trusts, and estates during the preceding month; (ii)
16 9.785% of the net revenue realized from the tax imposed by
17 subsections (a) and (b) of Section 201 of this Act upon
18 corporations during the preceding month; and (iii) 9.5% of
19 the net revenue realized from the tax imposed by
20 subsection (p) of Section 201 of this Act upon electing
21 pass-through entities.

22 (6) Beginning on July 1, 2026, the Treasurer shall
23 transfer each month from the General Revenue Fund to the
24 Local Government Distributive Fund an amount equal to: (i)
25 10% of the net revenue realized from the tax imposed on
26 individuals, trusts, estates, and corporations by

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1 subsections (a) and (b) of Section 201 of this Act during
2 the preceding month; and (ii) 10% of the net revenue
3 realized from the tax imposed by subsection (p) of Section
4 201 of this Act upon electing pass-through entities.

5 Net revenue realized for a month shall be defined as the
6 revenue from the tax imposed by subsections (a) and (b) of
7 Section 201 of this Act which is deposited in the General
8 Revenue Fund, the Education Assistance Fund, the Income Tax
9 Surcharge Local Government Distributive Fund, the Fund for the
10 Advancement of Education, and the Commitment to Human Services
11 Fund during the month minus the amount paid out of the General
12 Revenue Fund in State warrants during that same month as
13 refunds to taxpayers for overpayment of liability under the
14 tax imposed by subsections (a) and (b) of Section 201 of this
15 Act.

16 Notwithstanding any provision of law to the contrary,
17 beginning on July 6, 2017 (the effective date of Public Act
18 100-23), those amounts required under this subsection (b) to
19 be transferred by the Treasurer into the Local Government
20 Distributive Fund from the General Revenue Fund shall be
21 directly deposited into the Local Government Distributive Fund
22 as the revenue is realized from the tax imposed by subsections
23 (a) and (b) of Section 201 of this Act.

24 (c) Deposits Into Income Tax Refund Fund.

25 (1) Beginning on January 1, 1989 and thereafter, the
26 Department shall deposit a percentage of the amounts

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1 collected pursuant to subsections (a) and (b)(1), (2), and
2 (3) of Section 201 of this Act into a fund in the State
3 treasury known as the Income Tax Refund Fund. Beginning
4 with State fiscal year 1990 and for each fiscal year
5 thereafter, the percentage deposited into the Income Tax
6 Refund Fund during a fiscal year shall be the Annual
7 Percentage. For fiscal year 2011, the Annual Percentage
8 shall be 8.75%. For fiscal year 2012, the Annual
9 Percentage shall be 8.75%. For fiscal year 2013, the
10 Annual Percentage shall be 9.75%. For fiscal year 2014,
11 the Annual Percentage shall be 9.5%. For fiscal year 2015,
12 the Annual Percentage shall be 10%. For fiscal year 2018,
13 the Annual Percentage shall be 9.8%. For fiscal year 2019,
14 the Annual Percentage shall be 9.7%. For fiscal year 2020,
15 the Annual Percentage shall be 9.5%. For fiscal year 2021,
16 the Annual Percentage shall be 9%. For fiscal year 2022,
17 the Annual Percentage shall be 9.25%. For fiscal year
18 2023, the Annual Percentage shall be 9.25%. For all other
19 fiscal years, the Annual Percentage shall be calculated as
20 a fraction, the numerator of which shall be the amount of
21 refunds approved for payment by the Department during the
22 preceding fiscal year as a result of overpayment of tax
23 liability under subsections (a) and (b)(1), (2), and (3)
24 of Section 201 of this Act plus the amount of such refunds
25 remaining approved but unpaid at the end of the preceding
26 fiscal year, minus the amounts transferred into the Income

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1 Tax Refund Fund from the Tobacco Settlement Recovery Fund,
2 and the denominator of which shall be the amounts which
3 will be collected pursuant to subsections (a) and (b)(1),
4 (2), and (3) of Section 201 of this Act during the
5 preceding fiscal year; except that in State fiscal year
6 2002, the Annual Percentage shall in no event exceed 7.6%.
7 The Director of Revenue shall certify the Annual
8 Percentage to the Comptroller on the last business day of
9 the fiscal year immediately preceding the fiscal year for
10 which it is to be effective.

11 (2) Beginning on January 1, 1989 and thereafter, the
12 Department shall deposit a percentage of the amounts
13 collected pursuant to subsections (a) and (b)(6), (7), and
14 (8), (c) and (d) of Section 201 of this Act into a fund in
15 the State treasury known as the Income Tax Refund Fund.
16 Beginning with State fiscal year 1990 and for each fiscal
17 year thereafter, the percentage deposited into the Income
18 Tax Refund Fund during a fiscal year shall be the Annual
19 Percentage. For fiscal year 2011, the Annual Percentage
20 shall be 17.5%. For fiscal year 2012, the Annual
21 Percentage shall be 17.5%. For fiscal year 2013, the
22 Annual Percentage shall be 14%. For fiscal year 2014, the
23 Annual Percentage shall be 13.4%. For fiscal year 2015,
24 the Annual Percentage shall be 14%. For fiscal year 2018,
25 the Annual Percentage shall be 17.5%. For fiscal year
26 2019, the Annual Percentage shall be 15.5%. For fiscal

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1 year 2020, the Annual Percentage shall be 14.25%. For
2 fiscal year 2021, the Annual Percentage shall be 14%. For
3 fiscal year 2022, the Annual Percentage shall be 15%. For
4 fiscal year 2023, the Annual Percentage shall be 14.5%.
5 For all other fiscal years, the Annual Percentage shall be
6 calculated as a fraction, the numerator of which shall be
7 the amount of refunds approved for payment by the
8 Department during the preceding fiscal year as a result of
9 overpayment of tax liability under subsections (a) and
10 (b) (6), (7), and (8), (c) and (d) of Section 201 of this
11 Act plus the amount of such refunds remaining approved but
12 unpaid at the end of the preceding fiscal year, and the
13 denominator of which shall be the amounts which will be
14 collected pursuant to subsections (a) and (b) (6), (7), and
15 (8), (c) and (d) of Section 201 of this Act during the
16 preceding fiscal year; except that in State fiscal year
17 2002, the Annual Percentage shall in no event exceed 23%.
18 The Director of Revenue shall certify the Annual
19 Percentage to the Comptroller on the last business day of
20 the fiscal year immediately preceding the fiscal year for
21 which it is to be effective.

22 (3) The Comptroller shall order transferred and the
23 Treasurer shall transfer from the Tobacco Settlement
24 Recovery Fund to the Income Tax Refund Fund (i)
25 \$35,000,000 in January, 2001, (ii) \$35,000,000 in January,
26 2002, and (iii) \$35,000,000 in January, 2003.

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1 (d) Expenditures from Income Tax Refund Fund.

2 (1) Beginning January 1, 1989, money in the Income Tax
3 Refund Fund shall be expended exclusively for the purpose
4 of paying refunds resulting from overpayment of tax
5 liability under Section 201 of this Act and for making
6 transfers pursuant to this subsection (d), except that in
7 State fiscal years 2022 and 2023, moneys in the Income Tax
8 Refund Fund shall also be used to pay one-time rebate
9 payments as provided under Sections 208.5 and 212.1.

10 (2) The Director shall order payment of refunds
11 resulting from overpayment of tax liability under Section
12 201 of this Act from the Income Tax Refund Fund only to the
13 extent that amounts collected pursuant to Section 201 of
14 this Act and transfers pursuant to this subsection (d) and
15 item (3) of subsection (c) have been deposited and
16 retained in the Fund.

17 (3) As soon as possible after the end of each fiscal
18 year, the Director shall order transferred and the State
19 Treasurer and State Comptroller shall transfer from the
20 Income Tax Refund Fund to the Personal Property Tax
21 Replacement Fund an amount, certified by the Director to
22 the Comptroller, equal to the excess of the amount
23 collected pursuant to subsections (c) and (d) of Section
24 201 of this Act deposited into the Income Tax Refund Fund
25 during the fiscal year over the amount of refunds
26 resulting from overpayment of tax liability under

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1 subsections (c) and (d) of Section 201 of this Act paid
2 from the Income Tax Refund Fund during the fiscal year.

3 (4) As soon as possible after the end of each fiscal
4 year, the Director shall order transferred and the State
5 Treasurer and State Comptroller shall transfer from the
6 Personal Property Tax Replacement Fund to the Income Tax
7 Refund Fund an amount, certified by the Director to the
8 Comptroller, equal to the excess of the amount of refunds
9 resulting from overpayment of tax liability under
10 subsections (c) and (d) of Section 201 of this Act paid
11 from the Income Tax Refund Fund during the fiscal year
12 over the amount collected pursuant to subsections (c) and
13 (d) of Section 201 of this Act deposited into the Income
14 Tax Refund Fund during the fiscal year.

15 (4.5) As soon as possible after the end of fiscal year
16 1999 and of each fiscal year thereafter, the Director
17 shall order transferred and the State Treasurer and State
18 Comptroller shall transfer from the Income Tax Refund Fund
19 to the General Revenue Fund any surplus remaining in the
20 Income Tax Refund Fund as of the end of such fiscal year;
21 excluding for fiscal years 2000, 2001, and 2002 amounts
22 attributable to transfers under item (3) of subsection (c)
23 less refunds resulting from the earned income tax credit,
24 and excluding for fiscal year 2022 amounts attributable to
25 transfers from the General Revenue Fund authorized by
26 Public Act 102-700 ~~this amendatory Act of the 102nd~~

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1 ~~General Assembly.~~

2 (5) This Act shall constitute an irrevocable and
3 continuing appropriation from the Income Tax Refund Fund
4 for the purposes of (i) paying refunds upon the order of
5 the Director in accordance with the provisions of this
6 Section and (ii) paying one-time rebate payments under
7 Sections 208.5 and 212.1.

8 (e) Deposits into the Education Assistance Fund and the
9 Income Tax Surcharge Local Government Distributive Fund. On
10 July 1, 1991, and thereafter, of the amounts collected
11 pursuant to subsections (a) and (b) of Section 201 of this Act,
12 minus deposits into the Income Tax Refund Fund, the Department
13 shall deposit 7.3% into the Education Assistance Fund in the
14 State Treasury. Beginning July 1, 1991, and continuing through
15 January 31, 1993, of the amounts collected pursuant to
16 subsections (a) and (b) of Section 201 of the Illinois Income
17 Tax Act, minus deposits into the Income Tax Refund Fund, the
18 Department shall deposit 3.0% into the Income Tax Surcharge
19 Local Government Distributive Fund in the State Treasury.
20 Beginning February 1, 1993 and continuing through June 30,
21 1993, of the amounts collected pursuant to subsections (a) and
22 (b) of Section 201 of the Illinois Income Tax Act, minus
23 deposits into the Income Tax Refund Fund, the Department shall
24 deposit 4.4% into the Income Tax Surcharge Local Government
25 Distributive Fund in the State Treasury. Beginning July 1,
26 1993, and continuing through June 30, 1994, of the amounts

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1 collected under subsections (a) and (b) of Section 201 of this
2 Act, minus deposits into the Income Tax Refund Fund, the
3 Department shall deposit 1.475% into the Income Tax Surcharge
4 Local Government Distributive Fund in the State Treasury.

5 (f) Deposits into the Fund for the Advancement of
6 Education. Beginning February 1, 2015, the Department shall
7 deposit the following portions of the revenue realized from
8 the tax imposed upon individuals, trusts, and estates by
9 subsections (a) and (b) of Section 201 of this Act, minus
10 deposits into the Income Tax Refund Fund, into the Fund for the
11 Advancement of Education:

12 (1) beginning February 1, 2015, and prior to February
13 1, 2025, 1/30; and

14 (2) beginning February 1, 2025, 1/26.

15 If the rate of tax imposed by subsection (a) and (b) of
16 Section 201 is reduced pursuant to Section 201.5 of this Act,
17 the Department shall not make the deposits required by this
18 subsection (f) on or after the effective date of the
19 reduction.

20 (g) Deposits into the Commitment to Human Services Fund.
21 Beginning February 1, 2015, the Department shall deposit the
22 following portions of the revenue realized from the tax
23 imposed upon individuals, trusts, and estates by subsections
24 (a) and (b) of Section 201 of this Act, minus deposits into the
25 Income Tax Refund Fund, into the Commitment to Human Services
26 Fund:

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1 (1) beginning February 1, 2015, and prior to February
2 1, 2025, 1/30; and

3 (2) beginning February 1, 2025, 1/26.

4 If the rate of tax imposed by subsection (a) and (b) of
5 Section 201 is reduced pursuant to Section 201.5 of this Act,
6 the Department shall not make the deposits required by this
7 subsection (g) on or after the effective date of the
8 reduction.

9 (h) Deposits into the Tax Compliance and Administration
10 Fund. Beginning on the first day of the first calendar month to
11 occur on or after August 26, 2014 (the effective date of Public
12 Act 98-1098), each month the Department shall pay into the Tax
13 Compliance and Administration Fund, to be used, subject to
14 appropriation, to fund additional auditors and compliance
15 personnel at the Department, an amount equal to 1/12 of 5% of
16 the cash receipts collected during the preceding fiscal year
17 by the Audit Bureau of the Department from the tax imposed by
18 subsections (a), (b), (c), and (d) of Section 201 of this Act,
19 net of deposits into the Income Tax Refund Fund made from those
20 cash receipts.

21 (Source: P.A. 101-8, see Section 99 for effective date;
22 101-10, eff. 6-5-19; 101-81, eff. 7-12-19; 101-636, eff.
23 6-10-20; 102-16, eff. 6-17-21; 102-558, eff. 8-20-21; 102-658,
24 eff. 8-27-21; 102-699, eff. 4-19-22; 102-700, eff. 4-19-22;
25 102-813, eff. 5-13-22; revised 8-2-22.)

26 Section 99. Effective date. This Act takes effect upon

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1 becoming law.



103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

SB0180

Introduced 1/31/2023, by Sen. Laura M. Murphy

SYNOPSIS AS INTRODUCED:

35 ILCS 5/901

Amends the Illinois Income Tax Act. Increases the amount transferred from the General Revenue Fund to the Local Government Distributive Fund. Effective immediately.

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1 AN ACT concerning revenue.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Income Tax Act is amended by
5 changing Section 901 as follows:

6 (35 ILCS 5/901)

7 Sec. 901. Collection authority.

8 (a) In general. The Department shall collect the taxes
9 imposed by this Act. The Department shall collect certified
10 past due child support amounts under Section 2505-650 of the
11 Department of Revenue Law of the Civil Administrative Code of
12 Illinois. Except as provided in subsections (b), (c), (e),
13 (f), (g), and (h) of this Section, money collected pursuant to
14 subsections (a) and (b) of Section 201 of this Act shall be
15 paid into the General Revenue Fund in the State treasury;
16 money collected pursuant to subsections (c) and (d) of Section
17 201 of this Act shall be paid into the Personal Property Tax
18 Replacement Fund, a special fund in the State Treasury; and
19 money collected under Section 2505-650 of the Department of
20 Revenue Law of the Civil Administrative Code of Illinois shall
21 be paid into the Child Support Enforcement Trust Fund, a
22 special fund outside the State Treasury, or to the State
23 Disbursement Unit established under Section 10-26 of the

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1 Illinois Public Aid Code, as directed by the Department of
2 Healthcare and Family Services.

3 (b) Local Government Distributive Fund.

4 (1) Beginning August 1, 2017 and continuing through
5 July 31, 2022, the Treasurer shall transfer each month
6 from the General Revenue Fund to the Local Government
7 Distributive Fund an amount equal to the sum of: (i) 6.06%
8 (10% of the ratio of the 3% individual income tax rate
9 prior to 2011 to the 4.95% individual income tax rate
10 after July 1, 2017) of the net revenue realized from the
11 tax imposed by subsections (a) and (b) of Section 201 of
12 this Act upon individuals, trusts, and estates during the
13 preceding month; (ii) 6.85% (10% of the ratio of the 4.8%
14 corporate income tax rate prior to 2011 to the 7%
15 corporate income tax rate after July 1, 2017) of the net
16 revenue realized from the tax imposed by subsections (a)
17 and (b) of Section 201 of this Act upon corporations
18 during the preceding month; and (iii) beginning February
19 1, 2022, 6.06% of the net revenue realized from the tax
20 imposed by subsection (p) of Section 201 of this Act upon
21 electing pass-through entities.

22 (2) Beginning August 1, 2022 and continuing through
23 June 30, 2023, the Treasurer shall transfer each month
24 from the General Revenue Fund to the Local Government
25 Distributive Fund an amount equal to the sum of: (i) 6.16%
26 of the net revenue realized from the tax imposed by

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1 subsections (a) and (b) of Section 201 of this Act upon
2 individuals, trusts, and estates during the preceding
3 month; (ii) 6.85% of the net revenue realized from the tax
4 imposed by subsections (a) and (b) of Section 201 of this
5 Act upon corporations during the preceding month; and
6 (iii) 6.16% of the net revenue realized from the tax
7 imposed by subsection (p) of Section 201 of this Act upon
8 electing pass-through entities.

9 (3) Beginning July 1, 2023 and continuing through June
10 30, 2024, the Treasurer shall transfer each month from the
11 General Revenue Fund to the Local Government Distributive
12 Fund an amount equal to the sum of: (i) 8.5% of the net
13 revenue realized from the tax imposed by subsections (a)
14 and (b) of Section 201 of this Act upon individuals,
15 trusts, and estates during the preceding month; (ii)
16 9.355% of the net revenue realized from the tax imposed by
17 subsections (a) and (b) of Section 201 of this Act upon
18 corporations during the preceding month; and (iii) 8.5% of
19 the net revenue realized from the tax imposed by
20 subsection (p) of Section 201 of this Act upon electing
21 pass-through entities.

22 (4) Beginning July 1, 2024 and continuing through June
23 30, 2025, the Treasurer shall transfer each month from the
24 General Revenue Fund to the Local Government Distributive
25 Fund an amount equal to the sum of: (i) 9% of the net
26 revenue realized from the tax imposed by subsections (a)

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1 and (b) of Section 201 of this Act upon individuals,
2 trusts, and estates during the preceding month; (ii) 9.57%
3 of the net revenue realized from the tax imposed by
4 subsections (a) and (b) of Section 201 of this Act upon
5 corporations during the preceding month; and (iii) 9% of
6 the net revenue realized from the tax imposed by
7 subsection (p) of Section 201 of this Act upon electing
8 pass-through entities.

9 (5) Beginning July 1, 2025 and continuing through June
10 30, 2026, the Treasurer shall transfer each month from the
11 General Revenue Fund to the Local Government Distributive
12 Fund an amount equal to the sum of: (i) 9.5% of the net
13 revenue realized from the tax imposed by subsections (a)
14 and (b) of Section 201 of this Act upon individuals,
15 trusts, and estates during the preceding month; (ii)
16 9.785% of the net revenue realized from the tax imposed by
17 subsections (a) and (b) of Section 201 of this Act upon
18 corporations during the preceding month; and (iii) 9.5% of
19 the net revenue realized from the tax imposed by
20 subsection (p) of Section 201 of this Act upon electing
21 pass-through entities.

22 (6) Beginning on July 1, 2026, the Treasurer shall
23 transfer each month from the General Revenue Fund to the
24 Local Government Distributive Fund an amount equal to: (i)
25 10% of the net revenue realized from the tax imposed on
26 individuals, trusts, estates, and corporations by

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1 subsections (a) and (b) of Section 201 of this Act during
2 the preceding month; and (ii) 10% of the net revenue
3 realized from the tax imposed by subsection (p) of Section
4 201 of this Act upon electing pass-through entities.

5 Net revenue realized for a month shall be defined as the
6 revenue from the tax imposed by subsections (a) and (b) of
7 Section 201 of this Act which is deposited in the General
8 Revenue Fund, the Education Assistance Fund, the Income Tax
9 Surcharge Local Government Distributive Fund, the Fund for the
10 Advancement of Education, and the Commitment to Human Services
11 Fund during the month minus the amount paid out of the General
12 Revenue Fund in State warrants during that same month as
13 refunds to taxpayers for overpayment of liability under the
14 tax imposed by subsections (a) and (b) of Section 201 of this
15 Act.

16 Notwithstanding any provision of law to the contrary,
17 beginning on July 6, 2017 (the effective date of Public Act
18 100-23), those amounts required under this subsection (b) to
19 be transferred by the Treasurer into the Local Government
20 Distributive Fund from the General Revenue Fund shall be
21 directly deposited into the Local Government Distributive Fund
22 as the revenue is realized from the tax imposed by subsections
23 (a) and (b) of Section 201 of this Act.

24 (c) Deposits Into Income Tax Refund Fund.

25 (1) Beginning on January 1, 1989 and thereafter, the
26 Department shall deposit a percentage of the amounts

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1 collected pursuant to subsections (a) and (b)(1), (2), and
2 (3) of Section 201 of this Act into a fund in the State
3 treasury known as the Income Tax Refund Fund. Beginning
4 with State fiscal year 1990 and for each fiscal year
5 thereafter, the percentage deposited into the Income Tax
6 Refund Fund during a fiscal year shall be the Annual
7 Percentage. For fiscal year 2011, the Annual Percentage
8 shall be 8.75%. For fiscal year 2012, the Annual
9 Percentage shall be 8.75%. For fiscal year 2013, the
10 Annual Percentage shall be 9.75%. For fiscal year 2014,
11 the Annual Percentage shall be 9.5%. For fiscal year 2015,
12 the Annual Percentage shall be 10%. For fiscal year 2018,
13 the Annual Percentage shall be 9.8%. For fiscal year 2019,
14 the Annual Percentage shall be 9.7%. For fiscal year 2020,
15 the Annual Percentage shall be 9.5%. For fiscal year 2021,
16 the Annual Percentage shall be 9%. For fiscal year 2022,
17 the Annual Percentage shall be 9.25%. For fiscal year
18 2023, the Annual Percentage shall be 9.25%. For all other
19 fiscal years, the Annual Percentage shall be calculated as
20 a fraction, the numerator of which shall be the amount of
21 refunds approved for payment by the Department during the
22 preceding fiscal year as a result of overpayment of tax
23 liability under subsections (a) and (b)(1), (2), and (3)
24 of Section 201 of this Act plus the amount of such refunds
25 remaining approved but unpaid at the end of the preceding
26 fiscal year, minus the amounts transferred into the Income

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1 Tax Refund Fund from the Tobacco Settlement Recovery Fund,
2 and the denominator of which shall be the amounts which
3 will be collected pursuant to subsections (a) and (b)(1),
4 (2), and (3) of Section 201 of this Act during the
5 preceding fiscal year; except that in State fiscal year
6 2002, the Annual Percentage shall in no event exceed 7.6%.
7 The Director of Revenue shall certify the Annual
8 Percentage to the Comptroller on the last business day of
9 the fiscal year immediately preceding the fiscal year for
10 which it is to be effective.

11 (2) Beginning on January 1, 1989 and thereafter, the
12 Department shall deposit a percentage of the amounts
13 collected pursuant to subsections (a) and (b)(6), (7), and
14 (8), (c) and (d) of Section 201 of this Act into a fund in
15 the State treasury known as the Income Tax Refund Fund.
16 Beginning with State fiscal year 1990 and for each fiscal
17 year thereafter, the percentage deposited into the Income
18 Tax Refund Fund during a fiscal year shall be the Annual
19 Percentage. For fiscal year 2011, the Annual Percentage
20 shall be 17.5%. For fiscal year 2012, the Annual
21 Percentage shall be 17.5%. For fiscal year 2013, the
22 Annual Percentage shall be 14%. For fiscal year 2014, the
23 Annual Percentage shall be 13.4%. For fiscal year 2015,
24 the Annual Percentage shall be 14%. For fiscal year 2018,
25 the Annual Percentage shall be 17.5%. For fiscal year
26 2019, the Annual Percentage shall be 15.5%. For fiscal

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1 year 2020, the Annual Percentage shall be 14.25%. For
2 fiscal year 2021, the Annual Percentage shall be 14%. For
3 fiscal year 2022, the Annual Percentage shall be 15%. For
4 fiscal year 2023, the Annual Percentage shall be 14.5%.
5 For all other fiscal years, the Annual Percentage shall be
6 calculated as a fraction, the numerator of which shall be
7 the amount of refunds approved for payment by the
8 Department during the preceding fiscal year as a result of
9 overpayment of tax liability under subsections (a) and
10 (b) (6), (7), and (8), (c) and (d) of Section 201 of this
11 Act plus the amount of such refunds remaining approved but
12 unpaid at the end of the preceding fiscal year, and the
13 denominator of which shall be the amounts which will be
14 collected pursuant to subsections (a) and (b) (6), (7), and
15 (8), (c) and (d) of Section 201 of this Act during the
16 preceding fiscal year; except that in State fiscal year
17 2002, the Annual Percentage shall in no event exceed 23%.
18 The Director of Revenue shall certify the Annual
19 Percentage to the Comptroller on the last business day of
20 the fiscal year immediately preceding the fiscal year for
21 which it is to be effective.

22 (3) The Comptroller shall order transferred and the
23 Treasurer shall transfer from the Tobacco Settlement
24 Recovery Fund to the Income Tax Refund Fund (i)
25 \$35,000,000 in January, 2001, (ii) \$35,000,000 in January,
26 2002, and (iii) \$35,000,000 in January, 2003.

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1 (d) Expenditures from Income Tax Refund Fund.

2 (1) Beginning January 1, 1989, money in the Income Tax
3 Refund Fund shall be expended exclusively for the purpose
4 of paying refunds resulting from overpayment of tax
5 liability under Section 201 of this Act and for making
6 transfers pursuant to this subsection (d), except that in
7 State fiscal years 2022 and 2023, moneys in the Income Tax
8 Refund Fund shall also be used to pay one-time rebate
9 payments as provided under Sections 208.5 and 212.1.

10 (2) The Director shall order payment of refunds
11 resulting from overpayment of tax liability under Section
12 201 of this Act from the Income Tax Refund Fund only to the
13 extent that amounts collected pursuant to Section 201 of
14 this Act and transfers pursuant to this subsection (d) and
15 item (3) of subsection (c) have been deposited and
16 retained in the Fund.

17 (3) As soon as possible after the end of each fiscal
18 year, the Director shall order transferred and the State
19 Treasurer and State Comptroller shall transfer from the
20 Income Tax Refund Fund to the Personal Property Tax
21 Replacement Fund an amount, certified by the Director to
22 the Comptroller, equal to the excess of the amount
23 collected pursuant to subsections (c) and (d) of Section
24 201 of this Act deposited into the Income Tax Refund Fund
25 during the fiscal year over the amount of refunds
26 resulting from overpayment of tax liability under

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1 subsections (c) and (d) of Section 201 of this Act paid
2 from the Income Tax Refund Fund during the fiscal year.

3 (4) As soon as possible after the end of each fiscal
4 year, the Director shall order transferred and the State
5 Treasurer and State Comptroller shall transfer from the
6 Personal Property Tax Replacement Fund to the Income Tax
7 Refund Fund an amount, certified by the Director to the
8 Comptroller, equal to the excess of the amount of refunds
9 resulting from overpayment of tax liability under
10 subsections (c) and (d) of Section 201 of this Act paid
11 from the Income Tax Refund Fund during the fiscal year
12 over the amount collected pursuant to subsections (c) and
13 (d) of Section 201 of this Act deposited into the Income
14 Tax Refund Fund during the fiscal year.

15 (4.5) As soon as possible after the end of fiscal year
16 1999 and of each fiscal year thereafter, the Director
17 shall order transferred and the State Treasurer and State
18 Comptroller shall transfer from the Income Tax Refund Fund
19 to the General Revenue Fund any surplus remaining in the
20 Income Tax Refund Fund as of the end of such fiscal year;
21 excluding for fiscal years 2000, 2001, and 2002 amounts
22 attributable to transfers under item (3) of subsection (c)
23 less refunds resulting from the earned income tax credit,
24 and excluding for fiscal year 2022 amounts attributable to
25 transfers from the General Revenue Fund authorized by
26 Public Act 102-700 ~~this amendatory Act of the 102nd~~

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1 ~~General Assembly.~~

2 (5) This Act shall constitute an irrevocable and
3 continuing appropriation from the Income Tax Refund Fund
4 for the purposes of (i) paying refunds upon the order of
5 the Director in accordance with the provisions of this
6 Section and (ii) paying one-time rebate payments under
7 Sections 208.5 and 212.1.

8 (e) Deposits into the Education Assistance Fund and the
9 Income Tax Surcharge Local Government Distributive Fund. On
10 July 1, 1991, and thereafter, of the amounts collected
11 pursuant to subsections (a) and (b) of Section 201 of this Act,
12 minus deposits into the Income Tax Refund Fund, the Department
13 shall deposit 7.3% into the Education Assistance Fund in the
14 State Treasury. Beginning July 1, 1991, and continuing through
15 January 31, 1993, of the amounts collected pursuant to
16 subsections (a) and (b) of Section 201 of the Illinois Income
17 Tax Act, minus deposits into the Income Tax Refund Fund, the
18 Department shall deposit 3.0% into the Income Tax Surcharge
19 Local Government Distributive Fund in the State Treasury.
20 Beginning February 1, 1993 and continuing through June 30,
21 1993, of the amounts collected pursuant to subsections (a) and
22 (b) of Section 201 of the Illinois Income Tax Act, minus
23 deposits into the Income Tax Refund Fund, the Department shall
24 deposit 4.4% into the Income Tax Surcharge Local Government
25 Distributive Fund in the State Treasury. Beginning July 1,
26 1993, and continuing through June 30, 1994, of the amounts

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1 collected under subsections (a) and (b) of Section 201 of this
2 Act, minus deposits into the Income Tax Refund Fund, the
3 Department shall deposit 1.475% into the Income Tax Surcharge
4 Local Government Distributive Fund in the State Treasury.

5 (f) Deposits into the Fund for the Advancement of
6 Education. Beginning February 1, 2015, the Department shall
7 deposit the following portions of the revenue realized from
8 the tax imposed upon individuals, trusts, and estates by
9 subsections (a) and (b) of Section 201 of this Act, minus
10 deposits into the Income Tax Refund Fund, into the Fund for the
11 Advancement of Education:

12 (1) beginning February 1, 2015, and prior to February
13 1, 2025, 1/30; and

14 (2) beginning February 1, 2025, 1/26.

15 If the rate of tax imposed by subsection (a) and (b) of
16 Section 201 is reduced pursuant to Section 201.5 of this Act,
17 the Department shall not make the deposits required by this
18 subsection (f) on or after the effective date of the
19 reduction.

20 (g) Deposits into the Commitment to Human Services Fund.
21 Beginning February 1, 2015, the Department shall deposit the
22 following portions of the revenue realized from the tax
23 imposed upon individuals, trusts, and estates by subsections
24 (a) and (b) of Section 201 of this Act, minus deposits into the
25 Income Tax Refund Fund, into the Commitment to Human Services
26 Fund:

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1 (1) beginning February 1, 2015, and prior to February
2 1, 2025, 1/30; and

3 (2) beginning February 1, 2025, 1/26.

4 If the rate of tax imposed by subsection (a) and (b) of
5 Section 201 is reduced pursuant to Section 201.5 of this Act,
6 the Department shall not make the deposits required by this
7 subsection (g) on or after the effective date of the
8 reduction.

9 (h) Deposits into the Tax Compliance and Administration
10 Fund. Beginning on the first day of the first calendar month to
11 occur on or after August 26, 2014 (the effective date of Public
12 Act 98-1098), each month the Department shall pay into the Tax
13 Compliance and Administration Fund, to be used, subject to
14 appropriation, to fund additional auditors and compliance
15 personnel at the Department, an amount equal to 1/12 of 5% of
16 the cash receipts collected during the preceding fiscal year
17 by the Audit Bureau of the Department from the tax imposed by
18 subsections (a), (b), (c), and (d) of Section 201 of this Act,
19 net of deposits into the Income Tax Refund Fund made from those
20 cash receipts.

21 (Source: P.A. 101-8, see Section 99 for effective date;
22 101-10, eff. 6-5-19; 101-81, eff. 7-12-19; 101-636, eff.
23 6-10-20; 102-16, eff. 6-17-21; 102-558, eff. 8-20-21; 102-658,
24 eff. 8-27-21; 102-699, eff. 4-19-22; 102-700, eff. 4-19-22;
25 102-813, eff. 5-13-22; revised 8-2-22.)

26 Section 99. Effective date. This Act takes effect upon

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1 becoming law.

RESOLUTION NUMBER 2023-15**A RESOLUTION OF THE VILLAGE OF POPLAR GROVE, ILLINOIS ENDORSING
PASSAGE OF GENERAL ASSEMBLY BILLS REGARDING THE RESTORATION OF
THE LOCAL GOVERNMENT DISTRIBUTIVE FUND**

WHEREAS, in 1969, an agreement was reached between Governor Richard Ogilvie and Chicago Mayor Richard J. Daley whereby Mayor Daley would support passage of a state income tax in exchange for ten percent (10%) of the receipt from income taxes being placed into a funds for distribution to municipalities on a per capita basis, which was to be called the Local Government Distributive Fund (“LGDF”); and

WHEREAS, the Illinois Department of Revenue distributed the LGDF at the rate of ten percent (10%) of the income taxes collected from its institution until municipal fiscal year 2011; and

WHEREAS, in 2011, the General Assembly reduced the LGDF from the originally agreed amount of ten percent (10%) to a lesser amount that has varied from 5.45% to 8% since 2011; and

WHEREAS, the LGDF is a significant source of revenue for municipalities, especially those who are non home-rule and have less available sources of income than home-rule communities; and

WHEREAS, it is estimated that the Village of Poplar Grove (“Village”) has lost approximately \$3.4 million in LGDF distributions since 2011 when the rate was cut from ten percent (10%); and

WHEREAS, Representative Anthony DeLuca (D-Chicago Heights) has introduced House Bill 1116 (“HB1116”) in the Illinois House of Representatives, which seeks to restore the LGDF distribution to ten percent (10%) by municipal fiscal year 2027; and

WHEREAS, Senator Laura Murphy (D-Des Plaines) has introduced Senate Bill 0180 (“SB0180”) in the Illinois Senate, which is a companion bill to HB1116 and seeks the same restoration of the LGDF; and

WHEREAS, the Village is a member of the Illinois Municipal League, which supports the passage of HB1116 and SB0180 and advocates zealously to all members of the Illinois General Assembly for passage of said bills; and

WHEREAS, HB1116 and SB0180 have bi-partisan support in their respective chambers of the General Assembly, including Representative Joe Sosnowski (R-Rockford) and Senator Dave Syverson (R-Cherry Valley), who represent all or a significant portion of the Village in the Illinois General Assembly; and

WHEREAS, passage of HB1116 and SB0180 would allow the Village additional funding to provide services, equipment and infrastructure improvements that are needed for the health, welfare and safety of the residents of the Village;

WHEREAS, the Village Board seeks to show members of the Illinois General Assembly that it supports passage of both HB1116 and SB0180 for inclusion in the Illinois state budget for the upcoming fiscal years.

NOW THEREFORE, BE IT RESOLVED by the Village President and Board of Trustees of the Village of Poplar Grove, Illinois as follows:

- 1. The above recitals are incorporated herein and made a part hereof.
- 2. The Village hereby endorses HB1116 and SB0180 and encourages all members of the Illinois General Assembly to pass said bills to support the fiscal sustainability of the Village and all municipalities throughout the State of Illinois.
- 3. Finance Chairman Trustee Miller is authorized to send a letter in substantial form to that attached as Exhibit A to the Office of Governor J.B. Pritzker and all members of the Illinois General Assembly to show the Village’s support for passage of HB1116 and SB0180 and encouraging them to pass and sign said bills.

PASSED UPON MOTION BY _____

SECONDED BY _____

BY ROLL CALL VOTE THIS 1ST DAY OF MAY, 2023

AS FOLLOWS:

VOTING “AYE”: _____

VOTING “NAY”: _____

ABSENT, ABSTAIN, OTHER _____

APPROVED: MAY 1, 2023

ATTEST

VILLAGE PRESIDENT

VILLAGE CLERK

EXHIBIT A

May ___, 2023

Honorable Governor Jay Robert Pritzker
401 South Spring Street
Springfield, Illinois 62704

RE: HB1116 and SB0180

Dear Governor Pritzker:

As a trustee of the Village of Poplar Grove, Illinois and the Finance Chairman of our Board of Trustees, I am writing to encourage you to sign the above bills if they are passed by the Illinois General Assembly. In addition to being the Finance Chairman of the Board of Trustees of the Village of Poplar Grove, Illinois, I was also appointed to the Revenue and Taxation Policy Committee of the Illinois Municipal League.

When the state income tax was established in 1969, Chicago Mayor Richard J. Daley secured the support of municipalities for the state income tax by the creation of the Local Government Distributive Fund ("LGDF"). Through the LGDF, municipalities received a per capita share of ten percent (10%) of the state income tax collections until 2011. Since 2011, the LGDF has been reduced to varying percentages each municipal fiscal year, but it has never been restored to the original ten percent (10%).

The reduction in LGDF has been redistributed to other areas of the state budget. Unlike state government, non home-rule municipalities, such as the Village of Poplar Grove, have minimal sources to raise revenue from. If the state government needs additional revenue, it can pass bills that increase fees or institute taxes to raise the additional revenue needed.

It is estimated that the reduction in LGDF has reduced revenue in the Village of Poplar Grove by approximately \$3.4 million for the time period of municipal fiscal years 2011 through 2022. Our village was on the brink of bankruptcy in 2012, when the reduction in LGDF costs our village almost \$259,000.00. These funds could have been used for infrastructure improvements, road repairs, equipment repairs or helped maintain the financial solvency of our village.

For many years over the past decade, the state was robbing "Peter to pay Paul" to maintain its financial solvency. Now, the State of Illinois is seeing record revenues in the range of \$5 billion. The municipalities sacrificed so that the state could get its fiscal house in order, and it is beyond time to once again share those benefits with municipalities such as the Village of Poplar Grove.

They say that all politics are local. Restoration of the LGDF allows municipalities, as stewards of taxpayer dollars, to return those income taxes collected to the communities those dollars were collected from. Restoration of the LGDF is an investment by the state in the future of all of our residents.

I encourage you to sign quickly HB1116 and SB0180 when those bills arrive on your desk.

Very truly yours,

Trustee Eric Miller