

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION
For Inclusion on Board Agenda

 X Resolution or Ordinance (Blue) *Waiver of First Requested*
 Recommendations of Boards, Commissions & Committees (Green)
 Other Business (Pink)

TO: PRESIDENT AND BOARD OF TRUSTEES

FROM: Scott Niehaus, Village Manager

DATE: July 11, 2016 (COW)(B of T) July 21, 2016

TITLE: Ordinance Amending Title IX, Chapter 98, Section 98.1(B)(1) of the Lombard Village Code in Regard to the Tax on the Gross Receipts of Places for Eating

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

The Village's Finance and Administration Committee, which is made up of 8 Lombard residents, held meetings to study how to close the budget deficit without negatively impacting quality core services. See attached memo for additional information.

A 1% increase to the Places for Eating Tax was proposed by the Finance and Administration Committee, to be implemented on January 1, 2017. The Finance and Administration Committee also recommended expense reductions related to non-core services such as the phase out of the Senior Taxi Cab Program, the Sewer Rodding Reimbursement Program and a reduction in Village banners and decorations, among other reductions.

On March 21, 2016, as part of the Long Range Plan, the Finance and Administration Committee unanimously voted to recommend that the Village Board increase the Places for Eating Tax increase a full 1% with ½% to be used for the General Fund and ½% would be held in a separate account to reserve for future needs. It is anticipated that this additional ½% will be needed by 2018. The Finance and Administration Committee and Village Board held a Joint Long Range Planning workshop on April 25, 2016 and concurred with the Long Range Plan as recommended by the Finance and Administration Committee.

In order for the increase to be effective on January 1, 2017, the Village Board would need to approve the attached ordinance amending the existing 1% Place for Eating tax to 2%.

Review (as necessary):

Village Attorney X	_____	Date	_____
Finance Director X	<i>Timothy Sexton</i>	Date	<i>7/16</i>
Village Manager X	<i>Scott Niehaus</i>	Date	<i>7/12/16</i>