# TOWNSHIPS IN CRISIS: WHAT CAN WE DO?

Township Officials of Illinois November 2013

Presented By:

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Ancel DIAMOND B

## **Governmental Consolidation**

• <u>The Local Government Consolidation</u> <u>Commission Act of 2011</u>, 20 ILCS 3987/1.

# Governmental Consolidation

### > 2012 Census of Governments

- 89, 004 local governments across the United States
- Illinois has 6,968 units of local government
- Pennsylvania has 4,905 units of local government
- Texas has 4,856 units of local government
- 85 of Illinois' 102 counties have township governments
- Illinois has 1,432 townships

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## **Governmental Consolidation**

- Why does Illinois have so many different units of local government?
  - Illinois' 1870 Constitution
  - Illinois has 3,249 special districts

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## Governmental Consolidation

- This Act creates the Local Government Consolidation commission.
  - -17 members -
  - 12 from the General Assembly,
  - 5 from local governments, including 1 representing townships (Bryan Smith)

# **Governmental Consolidation**

### - Functions

- Examine all laws regarding local governments' organization, powers, jurisdiction and functions;
- Study the interrelationships of local governments to each other and federal and state government;
- Make specific recommendations to reduce the multiplicity of local governments, eliminate overlapping and duplication of unnecessary powers; increase efficiency and economy; increase cooperation among levels of government.
- Make a final report with findings and recommendations no later than September 30, 2013.

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## **Governmental Consolidation**

- <u>The Cox Report: "Local Democracy</u> and the Townships of Illinois: A Report to the People"
  - Smaller local governments throughout America spend and borrow less per capita than larger governments.
  - Smaller governments in Illinois spend and borrow less.
  - Illinois local governments rely less on state funding and pay for themselves to a greater degree than in 38 other states.

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# **Governmental Consolidation**

- Township expenditures have grown at a lower rate than any other level of government in Illinois since 1992.
- Townships have the lowest labor costs.
- In a 2001 survey, 88 percent of residents rated the performance of township officials high, compared to 42 percent for state officials and 27 percent for federal officials.
- Individual citizens have more influence in smaller governments.

# **Governmental Consolidation**

- Local government consolidations that have been implemented do not result in material cost savings and usually result in higher costs.
- Government consolidation does not improve government efficiency.
- Consolidation leads to higher personnel costs because it produces larger organized labor contracts, which incorporate the highest compensation rates and least productive work rules.

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## **Governmental Consolidation**

- Governmental consolidation detaches people from their local governments.
- If the bigger-is-better theory of government efficiency is correct, then states with larger populations should have lower per capita state and local taxation, but the data did not support that claim.

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## Attacks by the General Assembly

- Public Act 97-0857 eliminated Cook County tax collectors.
- Public Act 97-0611. Cook County Townships can abolish Cook County Road Districts by referendum.
- Senate Bill 2073 past legislative session (Did not pass) Proposed to eliminate COLA increase in property taxes if the Township's total EAV declined.

## Attacks by the General Assembly

 Senate Bill 1585 (passed - Public Act 98-0127) Allows for a binding referendum to abolish Evanston Township and turn its duties over to the city of Evanston, which has conterminous boundaries. An advisory referendum passed tow years ago there by a large margin to discontinue the township. As originally introduced, it would have applied to all conterminous townships in Cook County. This bill became effective August 2, 2013.

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## Attacks by the General Assembly

• House Bill 440 (Rep. Yingling) An amendment was filed to this bill that would abolish township road districts with 15 miles or less. It died in the House Rules Committee

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## Attacks by Taxpayers

- Caused by Lack of Understanding About the Functions of Townships
- Caused by Frustration over Current Economic Conditions
- Better Government Association Andy Shaw
- Openthebooks.com Transparencymania! Everything is out there.
- Illinois State Comptroller website finances are open

### **OTITIES** | & KRAPTHEPER

# Attacks by Taxpayers

- Public has lost trust in government management
- It's the economy, stupid!

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## Attacks by Other Units of Government

- Eyes on the Prize They want your money!
- They do not understand the limitations of their power (City v. Township)

## Township Officials Attacking One Another

- Officials do not understand their duties or responsibilities
- Officials do not understand the powers of other elected township officials
- Assessor Wars
- Highway Commissioner Wars
- Disgruntled Employees
- Elected Township Officials

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## Attacks because of Problems of Other Governments

- The General Assembly is using local government to shift focus off of State problems
- Pension Reform
- IMRF Audits
- Zero-based budgeting

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# **Survival Options**

- Educate the Public
- Educate the Press
- Educate your Public Officials
- Work Cooperatively with Other Units of Government
- Strive for Peace
- Pick Your Battles
- Pay Attention to Shifting Public Attitudes (pensions, salary increases, etc.)

# **Survival Options**

- Business is Changing Get Smarter and More Creative
- Dig Fox Holes for Long Term **Applications**

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