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HOUSE RESOLUTION

2 WHEREAS, The State of Illinois has a strategic interest in
3 developing the best possible economic development strategy to
4 create the most jobs for the least amount of taxpayer money,
5 particularly as the State suffers from a relatively high
6 unemployment rate; and

7 WHEREAS, One of the programs that the State of Illinois
8 currently administers is the EDGE (Economic Development for a
9 Growing Economy) tax credit program that authorizes the
10 Illinois Department of Commerce and Economic Opportunity to
11 craft agreements with for-profit companies to reduce or
12 eliminate State corporate income taxes in exchange for the
13 companies hiring and retaining Illinois employees; and

14 WHEREAS, There is no statutory cap on the amount of EDGE
15 tax credits that can be awarded to companies by the Department
16 of Commerce and Economic Opportunity; and

17 WHEREAS, According to the Chicago Tribune, the Department
18 authorized \$161 million of EDGE tax credits in 2011; and

19 WHEREAS, The Department reported in June of 2013 that 82
20 separate agreements were reached that include in the aggregate
21 the creation of 3,581 jobs and the retention of 15,215 jobs;

1 and

2 WHEREAS, The Department does not report the cost per job
3 for each of those 82 separate agreements; and

4 WHEREAS, The Department does not report the annual amount
5 of tax credits that were authorized as part of their annual
6 report; and

7 WHEREAS, It is of crucial importance for policymakers to
8 understand whether the cost of the EDGE tax credit program in
9 the aggregate and each of these agreements is justified based
10 on the job creation and retention benefits generated from the
11 agreements; therefore, be it

12 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE
13 NINETY-NINTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that
14 the Auditor General is directed to conduct a program audit of
15 the Illinois Department of Commerce and Economic Opportunity to
16 examine the operations and management of the Department as it
17 relates to the administration of the EDGE (Economic Development
18 for a Growing Economy) tax credit program and to report the
19 findings to the Illinois General Assembly; and be it further

20 RESOLVED, That the Auditor General answer the question in
21 his report whether the job creation and job retention benefits

1 from the EDGE tax credit program is worth the cost to
2 taxpayers; and be it further

3 RESOLVED, That the Department of Commerce and Economic
4 Opportunity fully cooperate with the audit and turn over any
5 materials requested by the Auditor General; and be it further

6 RESOLVED, That the Auditor General is further directed to
7 commence this audit as soon as possible and, upon completion,
8 distribute a report in accordance with Section 3-14 of the
9 Illinois State Auditing Act; and be it further

10 RESOLVED, That suitable copies of this resolution be
11 delivered to the Auditor General and to all 4 legislative
12 leaders of the Illinois General Assembly.