

COOK COUNTY, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
November 30, 2018

- Property will be assessed at 10% of the market value for ten years from the date of completion of major rehabilitation.

In the absence of the incentive, the property tax would be assessed at 25% of its market value. This incentive constitutes a substantial reduction in the level of assessment and results in significant tax savings for eligible applicants. For FY 2018, the amount of property tax revenue forgone by the County due to these incentives is estimated at \$11.4 million. Of this amount, \$6.9 million was for the purpose of development and rehabilitation of new and existing industrial property, \$2.3 million was for the purpose of development and rehabilitation of commercial property, \$1.0 million was for the purpose of industrial and commercial development in areas of severe economic stagnation, and \$1.2 million was for the purpose of increasing multi-family residential affordable rental housing.

X. Restatement for Implementation of New Accounting Standards

The County's financial statements have been restated as of November 30, 2017. The restatement is a result of the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The restatement is to record the effect of the total OPEB liability, deferred outflows of resources, and contributions payable as of the measurement date for the previous year (Governmental Activities, Business-type Activities and the CCHHS Fund):

	Governmental Activities	Business-type Activities and CCHHS Fund
Net Position, November 30, 2017, as previously reported	\$ (11,579,545,395)	\$ (4,140,533,583)
Implementation of GASB Statement No. 75:		
Beginning Total OPEB Liability	(1,583,326,940)	(646,559,729)
Removal of Net OPEB Obligation	1,290,087,730	-
Deferred outflows - contributions subsequent to the measurement date	32,388,906	15,061,805
Contributions payable	(32,388,906)	(15,061,805)
Net Position, November 30, 2017, as restated	<u>\$ (11,872,784,605)</u>	<u>\$ (4,787,093,312)</u>

Restatement for the beginning balances for other deferred outflows of resources and deferred inflows of resources related to OPEB was not done because it was not practical to determine all such amounts. Additionally, the impact on the change in net position for FY 2017 was not determined.

XI. Subsequent Events

A. Extension of Taxable Line of Credit

On February 22, 2019, the County extended a Revolving Credit Agreement with BMO Harris Bank, NA to April 25, 2019. On April 11, 2019, the County extended the same Agreement to February 25, 2022.