

HR1105

LRB099 21177 MST 46599 r

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HOUSE RESOLUTION

2 WHEREAS, In 2013, free trade agreements with the United 3 States benefited the State of Illinois by accounting for nearly 4 54% of goods exported from the State, totaling approximately 5 \$35.7 billion; and

6 WHEREAS, In 2015, the City of Chicago lost nearly 2,000 7 manufacturing jobs and the State of Illinois lost more than 8 7,000; and

9 WHEREAS, Mondelez International has almost 3,000 employees 10 in the State of Illinois, who work at one of three different 11 manufacturing facilities, its global headquarters office, or 12 in sales/distribution at sites throughout the State; and

13 WHEREAS, The National Biscuit Company, which formally 14 changed its corporate name to Nabisco, operates a bakery on 15 Chicago's Southwest side at 7300 S. Kedzie Avenue, where some 16 of the most popular food brands in America are made, such as 17 Oreo and Chips Ahoy cookies and Ritz and Premium crackers; and

18 WHEREAS, Philip Morris Companies, Inc. acquired Nabisco 19 and merged it with Kraft Foods in 2001; and

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WHEREAS, In 2012, Kraft Foods split from Nabisco, creating

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a separate parent company called Mondelez International for its
snack food business, including the Nabisco operations at 7300
S. Kedzie Avenue; and

WHEREAS, Mondelez International announced in July of 2015 that it would be removing older, inefficient manufacturing lines from its plant on Kedzie Avenue, impacting almost 600 of 1,200 jobs; and

8 WHEREAS, Over 20 years ago in 1993, Nabisco, Inc., the 9 previous owner of the Kedzie Avenue plant, cited much-needed 10 upgrades as the reason for proposing an outsourcing of its 11 plant; local authorities responded to Nabisco's concerns and 12 provided support for the plant upgrades; the Department of 13 Commerce and Community Affairs extended an enterprise zone to 14 accommodate Nabisco with a multi-million dollar tax incentive 15 package over the course of 10 years if the company invested in itself; the City of Chicago's Department of Planning and 16 Development established a tax increment financing district to 17 support investment in modernization of the plant within three 18 years, and the acquisition and development of an adjacent 19 20 property at 7600 S. Kedzie Avenue that could result in \$35 21 million dollars in tax savings; and

22 WHEREAS, In 2012, the City of Chicago's Department of 23 Housing and Economic Development prematurely terminated the HR1105 -3- LRB099 21177 MST 46599 r designation of the 73rd and Kedzie Avenue tax increment financing district; and

3 WHEREAS, In July of 2015, Mondelez International announced 4 plans to move the production lines currently at the Kedzie 5 Avenue plant to the newly built state of the art facility in 6 Salinas, Mexico; and

7 WHEREAS, The union workers at the Chicago Nabisco bakery 8 have been producing high-quality baked goods for more than 50 9 years and have dedicated decades of their lives to fuel the 10 company's financial success; and

11 WHEREAS, Manufacturing jobs are needed to provide for 12 adequate income for families, support for public services to 13 keep our communities safe, effective education of our children, 14 and additional employment opportunities; and

WHEREAS, A sound economic base, tied to good paying jobs, is necessary to create opportunities within our communities; and

18 WHEREAS, Work created by companies doing business the State 19 of Illinois are essential for the well-being of communities; 20 and HR1105 -4- LRB099 21177 MST 46599 r
1 WHEREAS, The State of Illinois expects corporate partners
2 to make an earnest effort to retain and promote future capital
3 investment in the State of Illinois; therefore, be it

4 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE 5 NINETY-NINTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that we 6 urge Mondelez International to identify ways to invest in its 7 plants across the State; and be it further

8 RESOLVED, That we encourage Mondelez International and the 9 members of the Bakery, Confectionery, Tobacco Workers and Grain 10 Millers Local 300, International Association of Machinists and 11 Aerospace Workers District 8, and the International Union of Operating Engineers Local 399 to find ways to maintain their 12 13 relationship and maintain jobs within the State of Illinois and 14 engage in discussions with the immediate communities that they 15 operate in; and be it further

16 RESOLVED, That suitable copies of this resolution be 17 delivered to Mondelez International; Bakery, Confectionery, 18 Tobacco Workers and Grain Millers Local 300; International 19 Association of Machinists and Aerospace Workers District 8; and 20 the International Union of Operating Engineers Local 399.