



Rep. Al Riley

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10000HB3004ham002

LRB100 08469 AWJ 24428 a

1 AMENDMENT TO HOUSE BILL 3004

2 AMENDMENT NO. _____. Amend House Bill 3004, AS AMENDED, by
3 replacing everything after the enacting clause with the
4 following:

5 "Section 5. The Metropolitan Transit Authority Act is
6 amended by changing Section 12a as follows:

7 (70 ILCS 3605/12a) (from Ch. 111 2/3, par. 312a)

8 Sec. 12a. (a) In addition to other powers provided in
9 Section 12b, the Authority may issue its notes from time to
10 time, in anticipation of tax receipts of the Regional
11 Transportation Authority allocated to the Authority or of other
12 revenues or receipts of the Authority, in order to provide
13 money for the Authority to cover any cash flow deficit which
14 the Authority anticipates incurring. Provided, however, that
15 no such notes may be issued unless the annual cost thereof is
16 incorporated in a budget or revised budget of the Authority

1 which has been approved by the Regional Transportation
2 Authority. Any such notes are referred to as "Working Cash
3 Notes". Provided further that, the board shall not issue and
4 have outstanding or demand and direct that the Board of the
5 Regional Transportation Authority issue and have outstanding
6 more than an aggregate of \$40,000,000 in Working Cash Notes. No
7 Working Cash Notes shall be issued for a term of longer than 18
8 months. Proceeds of Working Cash Notes may be used to pay day
9 to day operating expenses of the Authority, consisting of
10 wages, salaries and fringe benefits, professional and
11 technical services (including legal, audit, engineering and
12 other consulting services), office rental, furniture, fixtures
13 and equipment, insurance premiums, claims for self-insured
14 amounts under insurance policies, public utility obligations
15 for telephone, light, heat and similar items, travel expenses,
16 office supplies, postage, dues, subscriptions, public hearings
17 and information expenses, fuel purchases, and payments of
18 grants and payments under purchase of service agreements for
19 operations of transportation agencies, prior to the receipt by
20 the Authority from time to time of funds for paying such
21 expenses. Proceeds of the Working Cash Notes shall not be used
22 (i) to increase or provide a debt service reserve fund for any
23 bonds or notes other than Working Cash Notes of the same
24 Series, or (ii) to pay principal of or interest or redemption
25 premium on any capital bonds or notes, whether as such amounts
26 become due or by earlier redemption, issued by the Authority or

1 a transportation agency to construct or acquire public
2 transportation facilities, or to provide funds to purchase such
3 capital bonds or notes.

4 (b) The ordinance providing for the issuance of any such
5 notes shall fix the date or dates of maturity, the dates on
6 which interest is payable, any sinking fund account or reserve
7 fund account provisions and all other details of such notes and
8 may provide for such covenants or agreements necessary or
9 desirable with regard to the issue, sale and security of such
10 notes. The Authority shall determine and fix the rate or rates
11 of interest of its notes issued under this Act in an ordinance
12 adopted by the Board prior to the issuance thereof, none of
13 which rates of interest shall exceed that permitted in the Bond
14 Authorization Act ~~"An Act to authorize public corporations to~~
15 ~~issue bonds, other evidences of indebtedness and tax~~
16 ~~anticipation warrants subject to interest rate limitations set~~
17 ~~forth therein", approved May 26, 1970, as now or hereafter~~
18 ~~amended~~. Interest may be payable annually or semi-annually, or
19 at such other times as determined by the Board. Notes issued
20 under this Section may be issued as serial or term obligations,
21 shall be of such denomination or denominations and form,
22 including interest coupons to be attached thereto, be executed
23 in such manner, shall be payable at such place or places and
24 bear such date as the Board shall fix by the ordinance
25 authorizing such note and shall mature at such time or times,
26 within a period not to exceed 18 months from the date of issue,

1 and may be redeemable prior to maturity with or without
2 premium, at the option of the Board, upon such terms and
3 conditions as the Board shall fix by the ordinance authorizing
4 the issuance of such notes. The Board may provide for the
5 registration of notes in the name of the owner as to the
6 principal alone or as to both principal and interest, upon such
7 terms and conditions as the Board may determine. The ordinance
8 authorizing notes may provide for the exchange of such notes
9 which are fully registered, as to both principal and interest,
10 with notes which are registerable as to principal only. All
11 notes issued under this Section by the Board shall be sold at a
12 price which may be at a premium or discount but such that the
13 interest cost (excluding any redemption premium) to the Board
14 of the proceeds of an issue of such notes, computed to stated
15 maturity according to standard tables of bond values, shall not
16 exceed that permitted in the Bond Authorization Act ~~"An Act to~~
17 ~~authorize public corporations to issue bonds, other evidences~~
18 ~~of indebtedness and tax anticipation warrants subject to~~
19 ~~interest rate limitations set forth therein", approved May 26,~~
20 ~~1970, as now or hereafter amended.~~ Such notes shall be sold at
21 such time or times as the Board shall determine. The notes may
22 be sold either upon competitive bidding or by negotiated sale
23 (without any requirement of publication of intention to
24 negotiate the sale of such notes), as the Board shall determine
25 by ordinance adopted with the affirmative votes of at least 4
26 Directors. In case any officer whose signature appears on any

1 notes or coupons authorized pursuant to this Section shall
2 cease to be such officer before delivery of such notes, such
3 signature shall nevertheless be valid and sufficient for all
4 purposes, the same as if such officer had remained in office
5 until such delivery. Neither the Directors of the Regional
6 Transportation Authority, the Directors of the Authority nor
7 any person executing any bonds or notes thereof shall be liable
8 personally on any such bonds or notes or coupons by reason of
9 the issuance thereof.

10 (c) All notes of the Authority issued pursuant to this
11 Section shall be general obligations of the Authority to which
12 shall be pledged the full faith and credit of the Authority, as
13 provided in this Section. Such notes shall be secured as
14 provided in the authorizing ordinance, which may,
15 notwithstanding any other provision of this Act, include in
16 addition to any other security, a specific pledge or assignment
17 of and lien on or security interest in any or all tax receipts
18 of the Regional Transportation Authority allocated to the
19 Authority and on any or all other revenues or moneys of the
20 Authority from whatever source which may by law be utilized for
21 debt service purposes and a specific pledge or assignment of
22 and lien on or security interest in any funds or accounts
23 established or provided for by the ordinance of the Board
24 authorizing the issuance of such notes. Any such pledge,
25 assignment, lien or security interest for the benefit of
26 holders of notes of the Authority shall be valid and binding

1 from the time the notes are issued without any physical
2 delivery or further act, and shall be valid and binding as
3 against and prior to the claims of all other parties having
4 claims of any kind against the Authority or any other person
5 irrespective of whether such other parties have notice of such
6 pledge, assignment, lien or security interest. The obligations
7 of the Authority incurred pursuant to this Section shall be
8 superior to and have priority over any other obligations of the
9 Authority except for obligations under Section 12. The Board
10 may provide in the ordinance authorizing the issuance of any
11 notes issued pursuant to this Section for the creation of,
12 deposits in, and regulation and disposition of sinking fund or
13 reserve accounts relating to such notes. The ordinance
14 authorizing the issuance of any notes pursuant to this Section
15 may contain provisions as part of the contract with the holders
16 of the notes, for the creation of a separate fund to provide
17 for the payment of principal and interest on such notes and for
18 the deposit in such fund from any or all the tax receipts of
19 the Regional Transportation Authority allocated to the
20 Authority and from any or all such other moneys or revenues of
21 the Authority from whatever source which may by law be utilized
22 for debt service purposes, all as provided in such ordinance,
23 of amounts to meet the debt service requirements on such notes,
24 including principal and interest, and any sinking fund or
25 reserve fund account requirements as may be provided by such
26 ordinance, and all expenses incident to or in connection with

1 such fund and accounts or the payment of such notes. Such
2 ordinance may also provide limitations on the issuance of
3 additional notes of the Authority. No such notes of the
4 Authority shall constitute a debt of the State of Illinois.

5 (d) The ordinance of the Board authorizing the issuance of
6 any notes may provide additional security for such notes by
7 providing for appointment of a corporate trustee (which may be
8 any trust company or bank having the powers of a trust company
9 within the State) with respect to such notes. The ordinance
10 shall prescribe the rights, duties and powers of the trustee to
11 be exercised for the benefit of the Authority and the
12 protection of the holders of such notes. The ordinance may
13 provide for the trustee to hold in trust, invest and use
14 amounts in funds and accounts created as provided by the
15 ordinance with respect to the notes. The ordinance shall
16 provide that amounts so paid to the trustee which are not
17 required to be deposited, held or invested in funds and
18 accounts created by the ordinance with respect to notes or used
19 for paying notes to be paid by the trustee to the Authority.

20 (e) Any notes of the Authority issued pursuant to this
21 Section shall constitute a contract between the Authority and
22 the holders from time to time of such notes. In issuing any
23 note, the Board may include in the ordinance authorizing such
24 issue a covenant as part of the contract with the holders of
25 the notes, that as long as such obligations are outstanding, it
26 shall make such deposits, as provided in paragraph (c) of this

1 Section. A certified copy of the ordinance authorizing the
2 issuance of any such obligations shall be filed at or prior to
3 the issuance of such obligations with the Regional
4 Transportation Authority, Comptroller of the State of Illinois
5 and the Illinois Department of Revenue.

6 (f) The State of Illinois pledges to and agrees with the
7 holders of the notes of the Authority issued pursuant to this
8 Section that the State will not limit or alter the rights and
9 powers vested in the Authority by this Act or in the Regional
10 Transportation Authority by the "Regional Transportation
11 Authority Act" so as to impair the terms of any contract made
12 by the Authority with such holders or in any way impair the
13 rights and remedies of such holders until such notes, together
14 with interest thereon, with interest on any unpaid installments
15 of interest, and all costs and expenses in connection with any
16 action or proceedings by or on behalf of such holders, are
17 fully met and discharged. In addition, the State pledges to and
18 agrees with the holders of the notes of the Authority issued
19 pursuant to this Section that the State will not limit or alter
20 the basis on which State funds are to be paid to the Authority
21 as provided in the Regional Transportation Authority Act, or
22 the use of such funds, so as to impair the terms of any such
23 contract. The Board is authorized to include these pledges and
24 agreements of the State in any contract with the holders of
25 bonds or notes issued pursuant to this Section.

26 (g) The Board shall not at any time issue, sell or deliver

1 any Interim Financing Notes pursuant to this Section which will
2 cause it to have issued and outstanding at any time in excess
3 of \$40,000,000 of Working Cash Notes. Notes which are being
4 paid or retired by such issuance, sale or delivery of notes,
5 and notes for which sufficient funds have been deposited with
6 the paying agency of such notes to provide for payment of
7 principal and interest thereon or to provide for the redemption
8 thereof, all pursuant to the ordinance authorizing the issuance
9 of such notes, shall not be considered to be outstanding for
10 the purposes of this paragraph.

11 (h) The Board, subject to the terms of any agreements with
12 noteholders as may then exist, shall have power, out of any
13 funds available therefor, to purchase notes of the Authority
14 which shall thereupon be cancelled.

15 (i) In addition to any other authority granted by law, the
16 State Treasurer may, with the approval of the Governor, invest
17 or reinvest, at a price not to exceed par, any State money in
18 the State Treasury which is not needed for current expenditures
19 due or about to become due in Interim Financing Notes. In the
20 case of a default on an Interim Financing Note issued by the
21 Chicago Transit Authority with which State money in the
22 Treasury was invested, the Treasurer may, after giving notice
23 to the Authority, certify to the Comptroller the amounts of the
24 defaulted Interim Financing Note, in accordance with any
25 applicable rules of the Comptroller, and the Comptroller must
26 deduct and remit to the Treasury the certified amounts or a

1 portion of those amounts from the following proportions of
2 payments of State funds to the Authority:

3 (1) in the first year after default, one-third of the
4 total amount of any payments of State funds to the
5 Authority;

6 (2) in the second year after default, two-thirds of the
7 total amount of any payments of State funds to the
8 Authority; and

9 (3) in the third year after default and for each year
10 thereafter until the total invested amount is repaid, the
11 total amount of any payments of State funds to the
12 Authority.

13 (Source: P.A. 96-328, eff. 8-11-09; revised 9-22-16.)

14 Section 10. The Regional Transportation Authority Act is
15 amended by changing Section 4.04 as follows:

16 (70 ILCS 3615/4.04) (from Ch. 111 2/3, par. 704.04)

17 Sec. 4.04. Issuance and Pledge of Bonds and Notes.

18 (a) The Authority shall have the continuing power to borrow
19 money and to issue its negotiable bonds or notes as provided in
20 this Section. Unless otherwise indicated in this Section, the
21 term "notes" also includes bond anticipation notes, which are
22 notes which by their terms provide for their payment from the
23 proceeds of bonds thereafter to be issued. Bonds or notes of
24 the Authority may be issued for any or all of the following

1 purposes: to pay costs to the Authority or a Service Board of
2 constructing or acquiring any public transportation facilities
3 (including funds and rights relating thereto, as provided in
4 Section 2.05 of this Act); to repay advances to the Authority
5 or a Service Board made for such purposes; to pay other
6 expenses of the Authority or a Service Board incident to or
7 incurred in connection with such construction or acquisition;
8 to provide funds for any transportation agency to pay principal
9 of or interest or redemption premium on any bonds or notes,
10 whether as such amounts become due or by earlier redemption,
11 issued prior to the date of this amendatory Act by such
12 transportation agency to construct or acquire public
13 transportation facilities or to provide funds to purchase such
14 bonds or notes; and to provide funds for any transportation
15 agency to construct or acquire any public transportation
16 facilities, to repay advances made for such purposes, and to
17 pay other expenses incident to or incurred in connection with
18 such construction or acquisition; and to provide funds for
19 payment of obligations, including the funding of reserves,
20 under any self-insurance plan or joint self-insurance pool or
21 entity.

22 In addition to any other borrowing as may be authorized by
23 this Section, the Authority may issue its notes, from time to
24 time, in anticipation of tax receipts of the Authority or of
25 other revenues or receipts of the Authority, in order to
26 provide money for the Authority or the Service Boards to cover

1 any cash flow deficit which the Authority or a Service Board
2 anticipates incurring. Any such notes are referred to in this
3 Section as "Working Cash Notes". No Working Cash Notes shall be
4 issued for a term of longer than 24 months. Proceeds of Working
5 Cash Notes may be used to pay day to day operating expenses of
6 the Authority or the Service Boards, consisting of wages,
7 salaries and fringe benefits, professional and technical
8 services (including legal, audit, engineering and other
9 consulting services), office rental, furniture, fixtures and
10 equipment, insurance premiums, claims for self-insured amounts
11 under insurance policies, public utility obligations for
12 telephone, light, heat and similar items, travel expenses,
13 office supplies, postage, dues, subscriptions, public hearings
14 and information expenses, fuel purchases, and payments of
15 grants and payments under purchase of service agreements for
16 operations of transportation agencies, prior to the receipt by
17 the Authority or a Service Board from time to time of funds for
18 paying such expenses. In addition to any Working Cash Notes
19 that the Board of the Authority may determine to issue, the
20 Suburban Bus Board, the Commuter Rail Board or the Board of the
21 Chicago Transit Authority may demand and direct that the
22 Authority issue its Working Cash Notes in such amounts and
23 having such maturities as the Service Board may determine.

24 Notwithstanding any other provision of this Act, any
25 amounts necessary to pay principal of and interest on any
26 Working Cash Notes issued at the demand and direction of a

1 Service Board or any Working Cash Notes the proceeds of which
2 were used for the direct benefit of a Service Board or any
3 other Bonds or Notes of the Authority the proceeds of which
4 were used for the direct benefit of a Service Board shall
5 constitute a reduction of the amount of any other funds
6 provided by the Authority to that Service Board. The Authority
7 shall, after deducting any costs of issuance, tender the net
8 proceeds of any Working Cash Notes issued at the demand and
9 direction of a Service Board to such Service Board as soon as
10 may be practicable after the proceeds are received. The
11 Authority may also issue notes or bonds to pay, refund or
12 redeem any of its notes and bonds, including to pay redemption
13 premiums or accrued interest on such bonds or notes being
14 renewed, paid or refunded, and other costs in connection
15 therewith. The Authority may also utilize the proceeds of any
16 such bonds or notes to pay the legal, financial, administrative
17 and other expenses of such authorization, issuance, sale or
18 delivery of bonds or notes or to provide or increase a debt
19 service reserve fund with respect to any or all of its bonds or
20 notes. The Authority may also issue and deliver its bonds or
21 notes in exchange for any public transportation facilities,
22 (including funds and rights relating thereto, as provided in
23 Section 2.05 of this Act) or in exchange for outstanding bonds
24 or notes of the Authority, including any accrued interest or
25 redemption premium thereon, without advertising or submitting
26 such notes or bonds for public bidding.

1 (b) The ordinance providing for the issuance of any such
2 bonds or notes shall fix the date or dates of maturity, the
3 dates on which interest is payable, any sinking fund account or
4 reserve fund account provisions and all other details of such
5 bonds or notes and may provide for such covenants or agreements
6 necessary or desirable with regard to the issue, sale and
7 security of such bonds or notes. The rate or rates of interest
8 on its bonds or notes may be fixed or variable and the
9 Authority shall determine or provide for the determination of
10 the rate or rates of interest of its bonds or notes issued
11 under this Act in an ordinance adopted by the Authority prior
12 to the issuance thereof, none of which rates of interest shall
13 exceed that permitted in the Bond Authorization Act. Interest
14 may be payable at such times as are provided for by the Board.
15 Bonds and notes issued under this Section may be issued as
16 serial or term obligations, shall be of such denomination or
17 denominations and form, including interest coupons to be
18 attached thereto, be executed in such manner, shall be payable
19 at such place or places and bear such date as the Authority
20 shall fix by the ordinance authorizing such bond or note and
21 shall mature at such time or times, within a period not to
22 exceed forty years from the date of issue, and may be
23 redeemable prior to maturity with or without premium, at the
24 option of the Authority, upon such terms and conditions as the
25 Authority shall fix by the ordinance authorizing the issuance
26 of such bonds or notes. No bond anticipation note or any

1 renewal thereof shall mature at any time or times exceeding 5
2 years from the date of the first issuance of such note. The
3 Authority may provide for the registration of bonds or notes in
4 the name of the owner as to the principal alone or as to both
5 principal and interest, upon such terms and conditions as the
6 Authority may determine. The ordinance authorizing bonds or
7 notes may provide for the exchange of such bonds or notes which
8 are fully registered, as to both principal and interest, with
9 bonds or notes which are registerable as to principal only. All
10 bonds or notes issued under this Section by the Authority other
11 than those issued in exchange for property or for bonds or
12 notes of the Authority shall be sold at a price which may be at
13 a premium or discount but such that the interest cost
14 (excluding any redemption premium) to the Authority of the
15 proceeds of an issue of such bonds or notes, computed to stated
16 maturity according to standard tables of bond values, shall not
17 exceed that permitted in the Bond Authorization Act. The
18 Authority shall notify the Governor's Office of Management and
19 Budget and the State Comptroller at least 30 days before any
20 bond sale and shall file with the Governor's Office of
21 Management and Budget and the State Comptroller a certified
22 copy of any ordinance authorizing the issuance of bonds at or
23 before the issuance of the bonds. After December 31, 1994, any
24 such bonds or notes shall be sold to the highest and best
25 bidder on sealed bids as the Authority shall deem. As such
26 bonds or notes are to be sold the Authority shall advertise for

1 proposals to purchase the bonds or notes which advertisement
2 shall be published at least once in a daily newspaper of
3 general circulation published in the metropolitan region at
4 least 10 days before the time set for the submission of bids.
5 The Authority shall have the right to reject any or all bids.
6 Notwithstanding any other provisions of this Section, Working
7 Cash Notes or bonds or notes to provide funds for
8 self-insurance or a joint self-insurance pool or entity may be
9 sold either upon competitive bidding or by negotiated sale
10 (without any requirement of publication of intention to
11 negotiate the sale of such Notes), as the Board shall determine
12 by ordinance adopted with the affirmative votes of at least 9
13 Directors. In case any officer whose signature appears on any
14 bonds, notes or coupons authorized pursuant to this Section
15 shall cease to be such officer before delivery of such bonds or
16 notes, such signature shall nevertheless be valid and
17 sufficient for all purposes, the same as if such officer had
18 remained in office until such delivery. Neither the Directors
19 of the Authority nor any person executing any bonds or notes
20 thereof shall be liable personally on any such bonds or notes
21 or coupons by reason of the issuance thereof.

22 (c) All bonds or notes of the Authority issued pursuant to
23 this Section shall be general obligations of the Authority to
24 which shall be pledged the full faith and credit of the
25 Authority, as provided in this Section. Such bonds or notes
26 shall be secured as provided in the authorizing ordinance,

1 which may, notwithstanding any other provision of this Act,
2 include in addition to any other security, a specific pledge or
3 assignment of and lien on or security interest in any or all
4 tax receipts of the Authority and on any or all other revenues
5 or moneys of the Authority from whatever source, which may by
6 law be utilized for debt service purposes and a specific pledge
7 or assignment of and lien on or security interest in any funds
8 or accounts established or provided for by the ordinance of the
9 Authority authorizing the issuance of such bonds or notes. Any
10 such pledge, assignment, lien or security interest for the
11 benefit of holders of bonds or notes of the Authority shall be
12 valid and binding from the time the bonds or notes are issued
13 without any physical delivery or further act and shall be valid
14 and binding as against and prior to the claims of all other
15 parties having claims of any kind against the Authority or any
16 other person irrespective of whether such other parties have
17 notice of such pledge, assignment, lien or security interest.
18 The obligations of the Authority incurred pursuant to this
19 Section shall be superior to and have priority over any other
20 obligations of the Authority.

21 The Authority may provide in the ordinance authorizing the
22 issuance of any bonds or notes issued pursuant to this Section
23 for the creation of, deposits in, and regulation and
24 disposition of sinking fund or reserve accounts relating to
25 such bonds or notes. The ordinance authorizing the issuance of
26 any bonds or notes pursuant to this Section may contain

1 provisions as part of the contract with the holders of the
2 bonds or notes, for the creation of a separate fund to provide
3 for the payment of principal and interest on such bonds or
4 notes and for the deposit in such fund from any or all the tax
5 receipts of the Authority and from any or all such other moneys
6 or revenues of the Authority from whatever source which may by
7 law be utilized for debt service purposes, all as provided in
8 such ordinance, of amounts to meet the debt service
9 requirements on such bonds or notes, including principal and
10 interest, and any sinking fund or reserve fund account
11 requirements as may be provided by such ordinance, and all
12 expenses incident to or in connection with such fund and
13 accounts or the payment of such bonds or notes. Such ordinance
14 may also provide limitations on the issuance of additional
15 bonds or notes of the Authority. No such bonds or notes of the
16 Authority shall constitute a debt of the State of Illinois.
17 Nothing in this Act shall be construed to enable the Authority
18 to impose any ad valorem tax on property.

19 (d) The ordinance of the Authority authorizing the issuance
20 of any bonds or notes may provide additional security for such
21 bonds or notes by providing for appointment of a corporate
22 trustee (which may be any trust company or bank having the
23 powers of a trust company within the state) with respect to
24 such bonds or notes. The ordinance shall prescribe the rights,
25 duties and powers of the trustee to be exercised for the
26 benefit of the Authority and the protection of the holders of

1 such bonds or notes. The ordinance may provide for the trustee
2 to hold in trust, invest and use amounts in funds and accounts
3 created as provided by the ordinance with respect to the bonds
4 or notes. The ordinance may provide for the assignment and
5 direct payment to the trustee of any or all amounts produced
6 from the sources provided in Section 4.03 and Section 4.09 of
7 this Act and provided in Section 6z-17 of "An Act in relation
8 to State finance", approved June 10, 1919, as amended. Upon
9 receipt of notice of any such assignment, the Department of
10 Revenue and the Comptroller of the State of Illinois shall
11 thereafter, notwithstanding the provisions of Section 4.03 and
12 Section 4.09 of this Act and Section 6z-17 of "An Act in
13 relation to State finance", approved June 10, 1919, as amended,
14 provide for such assigned amounts to be paid directly to the
15 trustee instead of the Authority, all in accordance with the
16 terms of the ordinance making the assignment. The ordinance
17 shall provide that amounts so paid to the trustee which are not
18 required to be deposited, held or invested in funds and
19 accounts created by the ordinance with respect to bonds or
20 notes or used for paying bonds or notes to be paid by the
21 trustee to the Authority.

22 (e) Any bonds or notes of the Authority issued pursuant to
23 this Section shall constitute a contract between the Authority
24 and the holders from time to time of such bonds or notes. In
25 issuing any bond or note, the Authority may include in the
26 ordinance authorizing such issue a covenant as part of the

1 contract with the holders of the bonds or notes, that as long
2 as such obligations are outstanding, it shall make such
3 deposits, as provided in paragraph (c) of this Section. It may
4 also so covenant that it shall impose and continue to impose
5 taxes, as provided in Section 4.03 of this Act and in addition
6 thereto as subsequently authorized by law, sufficient to make
7 such deposits and pay the principal and interest and to meet
8 other debt service requirements of such bonds or notes as they
9 become due. A certified copy of the ordinance authorizing the
10 issuance of any such obligations shall be filed at or prior to
11 the issuance of such obligations with the Comptroller of the
12 State of Illinois and the Illinois Department of Revenue.

13 (f) The State of Illinois pledges to and agrees with the
14 holders of the bonds and notes of the Authority issued pursuant
15 to this Section that the State will not limit or alter the
16 rights and powers vested in the Authority by this Act so as to
17 impair the terms of any contract made by the Authority with
18 such holders or in any way impair the rights and remedies of
19 such holders until such bonds and notes, together with interest
20 thereon, with interest on any unpaid installments of interest,
21 and all costs and expenses in connection with any action or
22 proceedings by or on behalf of such holders, are fully met and
23 discharged. In addition, the State pledges to and agrees with
24 the holders of the bonds and notes of the Authority issued
25 pursuant to this Section that the State will not limit or alter
26 the basis on which State funds are to be paid to the Authority

1 as provided in this Act, or the use of such funds, so as to
2 impair the terms of any such contract. The Authority is
3 authorized to include these pledges and agreements of the State
4 in any contract with the holders of bonds or notes issued
5 pursuant to this Section.

6 (g) (1) Except as provided in subdivisions (g) (2) and (g) (3)
7 of Section 4.04 of this Act, the Authority shall not at any
8 time issue, sell or deliver any bonds or notes (other than
9 Working Cash Notes and lines of credit) pursuant to this
10 Section 4.04 which will cause it to have issued and outstanding
11 at any time in excess of \$800,000,000 of such bonds and notes
12 (other than Working Cash Notes and lines of credit). The
13 Authority shall not issue, sell, or deliver any Working Cash
14 Notes or establish a line of credit pursuant to this Section
15 that will cause it to have issued and outstanding at any time
16 in excess of \$100,000,000. However, the Authority may issue,
17 sell, and deliver additional Working Cash Notes or establish a
18 line of credit before July 1, 2020 ~~2018~~ that are over and above
19 and in addition to the \$100,000,000 authorization such that the
20 outstanding amount of these additional Working Cash Notes and
21 lines of credit do ~~does~~ not exceed at any time \$300,000,000.
22 Bonds or notes which are being paid or retired by such
23 issuance, sale or delivery of bonds or notes, and bonds or
24 notes for which sufficient funds have been deposited with the
25 paying agency of such bonds or notes to provide for payment of
26 principal and interest thereon or to provide for the redemption

1 thereof, all pursuant to the ordinance authorizing the issuance
2 of such bonds or notes, shall not be considered to be
3 outstanding for the purposes of this subsection.

4 (2) In addition to the authority provided by paragraphs (1)
5 and (3), the Authority is authorized to issue, sell and deliver
6 bonds or notes for Strategic Capital Improvement Projects
7 approved pursuant to Section 4.13 as follows:

8 \$100,000,000 is authorized to be issued on or after
9 January 1, 1990;

10 an additional \$100,000,000 is authorized to be issued
11 on or after January 1, 1991;

12 an additional \$100,000,000 is authorized to be issued
13 on or after January 1, 1992;

14 an additional \$100,000,000 is authorized to be issued
15 on or after January 1, 1993;

16 an additional \$100,000,000 is authorized to be issued
17 on or after January 1, 1994; and

18 the aggregate total authorization of bonds and notes
19 for Strategic Capital Improvement Projects as of January 1,
20 1994, shall be \$500,000,000.

21 The Authority is also authorized to issue, sell, and
22 deliver bonds or notes in such amounts as are necessary to
23 provide for the refunding or advance refunding of bonds or
24 notes issued for Strategic Capital Improvement Projects under
25 this subdivision (g) (2), provided that no such refunding bond
26 or note shall mature later than the final maturity date of the

1 series of bonds or notes being refunded, and provided further
2 that the debt service requirements for such refunding bonds or
3 notes in the current or any future fiscal year shall not exceed
4 the debt service requirements for that year on the refunded
5 bonds or notes.

6 (3) In addition to the authority provided by paragraphs (1)
7 and (2), the Authority is authorized to issue, sell, and
8 deliver bonds or notes for Strategic Capital Improvement
9 Projects approved pursuant to Section 4.13 as follows:

10 \$260,000,000 is authorized to be issued on or after
11 January 1, 2000;

12 an additional \$260,000,000 is authorized to be issued
13 on or after January 1, 2001;

14 an additional \$260,000,000 is authorized to be issued
15 on or after January 1, 2002;

16 an additional \$260,000,000 is authorized to be issued
17 on or after January 1, 2003;

18 an additional \$260,000,000 is authorized to be issued
19 on or after January 1, 2004; and

20 the aggregate total authorization of bonds and notes
21 for Strategic Capital Improvement Projects pursuant to
22 this paragraph (3) as of January 1, 2004 shall be
23 \$1,300,000,000.

24 The Authority is also authorized to issue, sell, and
25 deliver bonds or notes in such amounts as are necessary to
26 provide for the refunding or advance refunding of bonds or

1 notes issued for Strategic Capital Improvement projects under
2 this subdivision (g) (3), provided that no such refunding bond
3 or note shall mature later than the final maturity date of the
4 series of bonds or notes being refunded, and provided further
5 that the debt service requirements for such refunding bonds or
6 notes in the current or any future fiscal year shall not exceed
7 the debt service requirements for that year on the refunded
8 bonds or notes.

9 (h) The Authority, subject to the terms of any agreements
10 with noteholders or bond holders as may then exist, shall have
11 power, out of any funds available therefor, to purchase notes
12 or bonds of the Authority, which shall thereupon be cancelled.

13 (i) In addition to any other authority granted by law, the
14 State Treasurer may, with the approval of the Governor, invest
15 or reinvest, at a price not to exceed par, any State money in
16 the State Treasury which is not needed for current expenditures
17 due or about to become due in Working Cash Notes. In the case
18 of a default on a Working Cash Note issued by the Regional
19 Transportation Authority with which State money in the Treasury
20 was invested, the Treasurer may, after giving notice to the
21 Authority, certify to the Comptroller the amounts of the
22 defaulted Working Cash Note, in accordance with any applicable
23 rules of the Comptroller, and the Comptroller must deduct and
24 remit to the Treasury the certified amounts or a portion of
25 those amounts from the following proportions of payments of
26 State funds to the Authority:

1 (1) in the first year after default, one-third of the
2 total amount of any payments of State funds to the
3 Authority;

4 (2) in the second year after default, two-thirds of the
5 total amount of any payments of State funds to the
6 Authority; and

7 (3) in the third year after default and for each year
8 thereafter until the total invested amount is repaid, the
9 total amount of any payments of State funds to the
10 Authority.

11 (j) The Authority may establish a line of credit with a
12 bank or other financial institution as may be evidenced by the
13 issuance of notes or other obligations, secured by and payable
14 from all tax receipts of the Authority and any or all other
15 revenues or moneys of the Authority, in an amount not to exceed
16 the limitations set forth in paragraph (1) of subsection (g).
17 Money borrowed under this subsection (j) shall be used to
18 provide money for the Authority or the Service Boards to cover
19 any cash flow deficit that the Authority or a Service Board
20 anticipates incurring and shall be repaid within 24 months.

21 Before establishing a line of credit under this subsection
22 (j), the Authority shall authorize the line of credit by
23 ordinance. The ordinance shall set forth facts demonstrating
24 the need for the line of credit, state the amount to be
25 borrowed, establish a maximum interest rate limit not to exceed
26 the maximum rate authorized by the Bond Authorization Act, and

1 provide a date by which the borrowed funds shall be repaid. The
2 ordinance shall authorize and direct the relevant officials to
3 make arrangements to set apart and hold, as applicable, the
4 moneys that will be used to repay the borrowing. In addition,
5 the ordinance may authorize the relevant officials to make
6 partial repayments on the line of credit as the moneys become
7 available and may contain any other terms, restrictions, or
8 limitations desirable or necessary to give effect to this
9 subsection (j).

10 The Authority shall notify the Governor's Office of
11 Management and Budget and the State Comptroller at least 30
12 days before establishing a line of credit and shall file with
13 the Governor's Office of Management and Budget and the State
14 Comptroller a certified copy of any ordinance authorizing the
15 establishment of a line of credit upon or before establishing
16 the line of credit.

17 Moneys borrowed under a line of credit pursuant to this
18 subsection (j) are general obligations of the Authority that
19 are secured by the full faith and credit of the Authority.

20 (Source: P.A. 98-392, eff. 8-16-13; 99-238, eff. 8-3-15.)

21 Section 99. Effective date. This Act takes effect upon
22 becoming law."