



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB2176

Introduced 3/28/2017, by Sen. William E. Brady

SYNOPSIS AS INTRODUCED:

30 ILCS 330/2	from Ch. 127, par. 652
30 ILCS 330/3	from Ch. 127, par. 653
30 ILCS 425/2	from Ch. 127, par. 2802
30 ILCS 425/4	from Ch. 127, par. 2804

Amends the General Obligation Bond Act. Increases the total authorization under the Act from \$49,917,925,743 to \$50,451,925,743. Includes specific increases for capital facilities. Amends the Build Illinois Bond Act. Increases the total authorization under the Act from \$6,246,009,000 to \$6,735,609,000. Includes specific increases for: bond sale expenses and public infrastructure; economic development, development and improvement of educational, scientific, technical and vocational programs and facilities; and the expansion of health and human services. Effective immediately.

LRB100 12108 HLH 24407 b

FISCAL NOTE ACT
MAY APPLY

STATE DEBT
IMPACT NOTE ACT
MAY APPLY

1 AN ACT concerning finance.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The General Obligation Bond Act is amended by
5 changing Sections 2 and 3 as follows:

6 (30 ILCS 330/2) (from Ch. 127, par. 652)

7 Sec. 2. Authorization for Bonds. The State of Illinois is
8 authorized to issue, sell and provide for the retirement of
9 General Obligation Bonds of the State of Illinois for the
10 categories and specific purposes expressed in Sections 2
11 through 8 of this Act, in the total amount of \$50,451,925,743
12 ~~\$49,917,925,743~~.

13 The bonds authorized in this Section 2 and in Section 16 of
14 this Act are herein called "Bonds".

15 Of the total amount of Bonds authorized in this Act, up to
16 \$2,200,000,000 in aggregate original principal amount may be
17 issued and sold in accordance with the Baccalaureate Savings
18 Act in the form of General Obligation College Savings Bonds.

19 Of the total amount of Bonds authorized in this Act, up to
20 \$300,000,000 in aggregate original principal amount may be
21 issued and sold in accordance with the Retirement Savings Act
22 in the form of General Obligation Retirement Savings Bonds.

23 Of the total amount of Bonds authorized in this Act, the

1 additional \$10,000,000,000 authorized by Public Act 93-2, the
2 \$3,466,000,000 authorized by Public Act 96-43, and the
3 \$4,096,348,300 authorized by Public Act 96-1497 shall be used
4 solely as provided in Section 7.2.

5 The issuance and sale of Bonds pursuant to the General
6 Obligation Bond Act is an economical and efficient method of
7 financing the long-term capital needs of the State. This Act
8 will permit the issuance of a multi-purpose General Obligation
9 Bond with uniform terms and features. This will not only lower
10 the cost of registration but also reduce the overall cost of
11 issuing debt by improving the marketability of Illinois General
12 Obligation Bonds.

13 (Source: P.A. 97-333, eff. 8-12-11; 97-771, eff. 7-10-12;
14 97-813, eff. 7-13-12; 98-94, eff. 7-17-13; 98-463, eff.
15 8-16-13; 98-781, eff. 7-22-14.)

16 (30 ILCS 330/3) (from Ch. 127, par. 653)

17 Sec. 3. Capital Facilities. The amount of \$10,268,963,443
18 ~~\$9,753,963,443~~ is authorized to be used for the acquisition,
19 development, construction, reconstruction, improvement,
20 financing, architectural planning and installation of capital
21 facilities within the State, consisting of buildings,
22 structures, durable equipment, land, interests in land, and the
23 costs associated with the purchase and implementation of
24 information technology, including but not limited to the
25 purchase of hardware and software, for the following specific

1 purposes:

2 (a) \$3,399,728,000 ~~\$3,393,228,000~~ for educational
3 purposes by State universities and colleges, the Illinois
4 Community College Board created by the Public Community
5 College Act and for grants to public community colleges as
6 authorized by Sections 5-11 and 5-12 of the Public
7 Community College Act;

8 (b) \$1,648,420,000 for correctional purposes at State
9 prison and correctional centers;

10 (c) \$599,183,000 for open spaces, recreational and
11 conservation purposes and the protection of land;

12 (d) \$782,817,000 ~~\$751,317,000~~ for child care
13 facilities, mental and public health facilities, and
14 facilities for the care of veterans with disabilities and
15 their spouses;

16 (e) \$2,629,790,000 ~~\$2,152,790,000~~ for use by the
17 State, its departments, authorities, public corporations,
18 commissions and agencies;

19 (f) \$818,100 for cargo handling facilities at port
20 districts and for breakwaters, including harbor entrances,
21 at port districts in conjunction with facilities for small
22 boats and pleasure crafts;

23 (g) \$297,177,074 for water resource management
24 projects;

25 (h) \$16,940,269 for the provision of facilities for
26 food production research and related instructional and

1 public service activities at the State universities and
2 public community colleges;

3 (i) \$36,000,000 for grants by the Secretary of State,
4 as State Librarian, for central library facilities
5 authorized by Section 8 of the Illinois Library System Act
6 and for grants by the Capital Development Board to units of
7 local government for public library facilities;

8 (j) \$25,000,000 for the acquisition, development,
9 construction, reconstruction, improvement, financing,
10 architectural planning and installation of capital
11 facilities consisting of buildings, structures, durable
12 equipment and land for grants to counties, municipalities
13 or public building commissions with correctional
14 facilities that do not comply with the minimum standards of
15 the Department of Corrections under Section 3-15-2 of the
16 Unified Code of Corrections;

17 (k) \$5,000,000 for grants in fiscal year 1988 by the
18 Department of Conservation for improvement or expansion of
19 aquarium facilities located on property owned by a park
20 district;

21 (l) \$599,590,000 to State agencies for grants to local
22 governments for the acquisition, financing, architectural
23 planning, development, alteration, installation, and
24 construction of capital facilities consisting of
25 buildings, structures, durable equipment, and land; and

26 (m) \$228,500,000 for the Illinois Open Land Trust

1 Program as defined by the Illinois Open Land Trust Act.

2 The amounts authorized above for capital facilities may be
3 used for the acquisition, installation, alteration,
4 construction, or reconstruction of capital facilities and for
5 the purchase of equipment for the purpose of major capital
6 improvements which will reduce energy consumption in State
7 buildings or facilities.

8 (Source: P.A. 98-94, eff. 7-17-13; 99-143, eff. 7-27-15.)

9 Section 10. The Build Illinois Bond Act is amended by
10 changing Sections 2 and 4 as follows:

11 (30 ILCS 425/2) (from Ch. 127, par. 2802)

12 Sec. 2. Authorization for Bonds. The State of Illinois is
13 authorized to issue, sell and provide for the retirement of
14 limited obligation bonds, notes and other evidences of
15 indebtedness of the State of Illinois in the total principal
16 amount of \$6,735,609,000 ~~\$6,246,009,000~~ herein called "Bonds".
17 Such authorized amount of Bonds shall be reduced from time to
18 time by amounts, if any, which are equal to the moneys received
19 by the Department of Revenue in any fiscal year pursuant to
20 Section 3-1001 of the "Illinois Vehicle Code", as amended, in
21 excess of the Annual Specified Amount (as defined in Section 3
22 of the "Retailers' Occupation Tax Act", as amended) and
23 transferred at the end of such fiscal year from the General
24 Revenue Fund to the Build Illinois Purposes Fund (now

1 abolished) as provided in Section 3-1001 of said Code;
2 provided, however, that no such reduction shall affect the
3 validity or enforceability of any Bonds issued prior to such
4 reduction. Such amount of authorized Bonds shall be exclusive
5 of any refunding Bonds issued pursuant to Section 15 of this
6 Act and exclusive of any Bonds issued pursuant to this Section
7 which are redeemed, purchased, advance refunded, or defeased in
8 accordance with paragraph (f) of Section 4 of this Act. Bonds
9 shall be issued for the categories and specific purposes
10 expressed in Section 4 of this Act.

11 (Source: P.A. 98-94, eff. 7-17-13.)

12 (30 ILCS 425/4) (from Ch. 127, par. 2804)

13 Sec. 4. Purposes of Bonds. Bonds shall be issued for the
14 following purposes and in the approximate amounts as set forth
15 below:

16 (a) \$3,687,800,000 ~~\$3,222,800,000~~ for the expenses of
17 issuance and sale of Bonds, including bond discounts, and for
18 planning, engineering, acquisition, construction,
19 reconstruction, development, improvement and extension of the
20 public infrastructure in the State of Illinois, including: the
21 making of loans or grants to local governments for waste
22 disposal systems, water and sewer line extensions and water
23 distribution and purification facilities, rail or air or water
24 port improvements, gas and electric utility extensions,
25 publicly owned industrial and commercial sites, buildings used

1 for public administration purposes and other public
2 infrastructure capital improvements; the making of loans or
3 grants to units of local government for financing and
4 construction of wastewater facilities, including grants to
5 serve unincorporated areas; refinancing or retiring bonds
6 issued between January 1, 1987 and January 1, 1990 by home rule
7 municipalities, debt service on which is provided from a tax
8 imposed by home rule municipalities prior to January 1, 1990 on
9 the sale of food and drugs pursuant to Section 8-11-1 of the
10 Home Rule Municipal Retailers' Occupation Tax Act or Section
11 8-11-5 of the Home Rule Municipal Service Occupation Tax Act;
12 the making of deposits not to exceed \$70,000,000 in the
13 aggregate into the Water Pollution Control Revolving Fund to
14 provide assistance in accordance with the provisions of Title
15 IV-A of the Environmental Protection Act; the planning,
16 engineering, acquisition, construction, reconstruction,
17 alteration, expansion, extension and improvement of highways,
18 bridges, structures separating highways and railroads, rest
19 areas, interchanges, access roads to and from any State or
20 local highway and other transportation improvement projects
21 which are related to economic development activities; the
22 making of loans or grants for planning, engineering,
23 rehabilitation, improvement or construction of rail and
24 transit facilities; the planning, engineering, acquisition,
25 construction, reconstruction and improvement of watershed,
26 drainage, flood control, recreation and related improvements

1 and facilities, including expenses related to land and easement
2 acquisition, relocation, control structures, channel work and
3 clearing and appurtenant work; the making of grants for
4 improvement and development of zoos and park district field
5 houses and related structures; and the making of grants for
6 improvement and development of Navy Pier and related
7 structures.

8 (b) \$852,000,000 ~~\$849,000,000~~ for fostering economic
9 development and increased employment and the well being of the
10 citizens of Illinois, including: the making of grants for
11 improvement and development of McCormick Place and related
12 structures; the planning and construction of a
13 microelectronics research center, including the planning,
14 engineering, construction, improvement, renovation and
15 acquisition of buildings, equipment and related utility
16 support systems; the making of loans to businesses and
17 investments in small businesses; acquiring real properties for
18 industrial or commercial site development; acquiring,
19 rehabilitating and reconveying industrial and commercial
20 properties for the purpose of expanding employment and
21 encouraging private and other public sector investment in the
22 economy of Illinois; the payment of expenses associated with
23 siting the Superconducting Super Collider Particle Accelerator
24 in Illinois and with its acquisition, construction,
25 maintenance, operation, promotion and support; the making of
26 loans for the planning, engineering, acquisition,

1 construction, improvement and conversion of facilities and
2 equipment which will foster the use of Illinois coal; the
3 payment of expenses associated with the promotion,
4 establishment, acquisition and operation of small business
5 incubator facilities and agribusiness research facilities,
6 including the lease, purchase, renovation, planning,
7 engineering, construction and maintenance of buildings,
8 utility support systems and equipment designated for such
9 purposes and the establishment and maintenance of centralized
10 support services within such facilities; and the making of
11 grants or loans to units of local government for Urban
12 Development Action Grant and Housing Partnership programs.

13 (c) \$1,959,058,100 ~~\$1,944,058,100~~ for the development and
14 improvement of educational, scientific, technical and
15 vocational programs and facilities and the expansion of health
16 and human services for all citizens of Illinois, including: the
17 making of construction and improvement grants and loans to
18 public libraries and library systems; the making of grants and
19 loans for planning, engineering, acquisition and construction
20 of a new State central library in Springfield; the planning,
21 engineering, acquisition and construction of an animal and
22 dairy sciences facility; the planning, engineering,
23 acquisition and construction of a campus and all related
24 buildings, facilities, equipment and materials for Richland
25 Community College; the acquisition, rehabilitation and
26 installation of equipment and materials for scientific and

1 historical surveys; the making of grants or loans for
2 distribution to eligible vocational education instructional
3 programs for the upgrading of vocational education programs,
4 school shops and laboratories, including the acquisition,
5 rehabilitation and installation of technical equipment and
6 materials; the making of grants or loans for distribution to
7 eligible local educational agencies for the upgrading of math
8 and science instructional programs, including the acquisition
9 of instructional equipment and materials; miscellaneous
10 capital improvements for universities and community colleges
11 including the planning, engineering, construction,
12 reconstruction, remodeling, improvement, repair and
13 installation of capital facilities and costs of planning,
14 supplies, equipment, materials, services, and all other
15 required expenses; the making of grants or loans for repair,
16 renovation and miscellaneous capital improvements for
17 privately operated colleges and universities and community
18 colleges, including the planning, engineering, acquisition,
19 construction, reconstruction, remodeling, improvement, repair
20 and installation of capital facilities and costs of planning,
21 supplies, equipment, materials, services, and all other
22 required expenses; and the making of grants or loans for
23 distribution to local governments for hospital and other health
24 care facilities including the planning, engineering,
25 acquisition, construction, reconstruction, remodeling,
26 improvement, repair and installation of capital facilities and

1 costs of planning, supplies, equipment, materials, services
2 and all other required expenses.

3 (d) \$236,750,900 ~~\$230,150,900~~ for protection,
4 preservation, restoration and conservation of environmental
5 and natural resources, including: the making of grants to soil
6 and water conservation districts for the planning and
7 implementation of conservation practices and for funding
8 contracts with the Soil Conservation Service for watershed
9 planning; the making of grants to units of local government for
10 the capital development and improvement of recreation areas,
11 including planning and engineering costs, sewer projects,
12 including planning and engineering costs and water projects,
13 including planning and engineering costs, and for the
14 acquisition of open space lands, including the acquisition of
15 easements and other property interests of less than fee simple
16 ownership; the acquisition and related costs and development
17 and management of natural heritage lands, including natural
18 areas and areas providing habitat for endangered species and
19 nongame wildlife, and buffer area lands; the acquisition and
20 related costs and development and management of habitat lands,
21 including forest, wildlife habitat and wetlands; and the
22 removal and disposition of hazardous substances, including the
23 cost of project management, equipment, laboratory analysis,
24 and contractual services necessary for preventative and
25 corrective actions related to the preservation, restoration
26 and conservation of the environment, including deposits not to

1 exceed \$60,000,000 in the aggregate into the Hazardous Waste
2 Fund and the Brownfields Redevelopment Fund for improvements in
3 accordance with the provisions of Titles V and XVII of the
4 Environmental Protection Act.

5 (e) The amount specified in paragraph (a) above shall
6 include an amount necessary to pay reasonable expenses of each
7 issuance and sale of the Bonds, as specified in the related
8 Bond Sale Order (hereinafter defined).

9 (f) Any unexpended proceeds from any sale of Bonds which
10 are held in the Build Illinois Bond Fund may be used to redeem,
11 purchase, advance refund, or defease any Bonds outstanding.

12 (Source: P.A. 98-94, eff. 7-17-13.)

13 Section 99. Effective date. This Act takes effect upon
14 becoming law.