

# HB5314



## 101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB5314

by Rep. Kelly M. Burke

### SYNOPSIS AS INTRODUCED:

110 ILCS 979/55

Amends the Illinois Prepaid Tuition Act. Makes a technical change in a Section concerning a tax exemption.

LRB101 18772 CMG 68227 b

A BILL FOR

1 AN ACT concerning education.

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

4 Section 5. The Illinois Prepaid Tuition Act is amended by  
5 changing Section 55 as follows:

6 (110 ILCS 979/55)

7 Sec. 55. Tax exemption. ~~The~~ The assets of the Illinois  
8 Prepaid Tuition Trust Fund and its income and operation shall  
9 be exempt from all taxation by the State of Illinois and any of  
10 its subdivisions. The accrued earnings of Illinois prepaid  
11 tuition contracts once disbursed on behalf of an eligible  
12 beneficiary shall be similarly exempt from all taxation by the  
13 State of Illinois and any of its subdivisions, so long as they  
14 are used for educational purposes in accordance with the  
15 provisions of an Illinois prepaid tuition contract. The  
16 provisions of this Section are exempt from the provisions of  
17 Section 250 of the Illinois Income Tax Act.

18 (Source: P.A. 90-546, eff. 12-1-97; 91-867, eff. 6-22-00.)