

HB2547



102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

HB2547

Introduced 2/19/2021, by Rep. Andrew S. Chesney

SYNOPSIS AS INTRODUCED:

35 ILCS 10/5-25

Amends the Economic Development for a Growing Economy Tax Credit Act. Removes provisions concerning conditions that the Business Investment Committee shall determine exist in order for the Committee to make its recommendation that an Applicant's application for Credit should or should not be accepted. Effective immediately.

LRB102 11005 HLH 16337 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning revenue.

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

4 Section 5. The Economic Development for a Growing Economy
5 Tax Credit Act is amended by changing Section 5-25 as follows:

6 (35 ILCS 10/5-25)

7 Sec. 5-25. Review of Application.

8 (a) In addition to those duties granted under the Illinois
9 Economic Development Board Act, the Illinois Economic
10 Development Board shall form a Business Investment Committee
11 for the purpose of making recommendations for applications. At
12 the request of the Board, the Director of Commerce and
13 Economic Opportunity or his or her designee, the Director of
14 the Governor's Office of Management and Budget or his or her
15 designee, the Director of Revenue or his or her designee, the
16 Director of Employment Security or his or her designee, and an
17 elected official of the affected locality, such as the chair
18 of the county board or the mayor, may serve as members of the
19 Committee to assist with its analysis and deliberations.

20 (b) At the Department's request, the Committee shall
21 convene, make inquiries, and conduct studies in the manner and
22 by the methods as it deems desirable, review information with
23 respect to Applicants, and make recommendations for projects

1 to benefit the State. In making its recommendation that an
2 Applicant's application for Credit should or should not be
3 accepted, which shall occur within a reasonable time frame as
4 determined by the nature of the application, the Committee
5 shall determine that all the following conditions exist:

6 (1) The Applicant's project intends, as required by
7 subsection (b) of Section 5-20 to make the required
8 investment in the State and intends to hire the required
9 number of New Employees to work at a project location in
10 Illinois as a result of that project.

11 (2) The Applicant's project is economically sound and
12 will benefit the people of the State of Illinois by
13 increasing opportunities for employment and strengthen the
14 economy of Illinois.

15 (3) (Blank). ~~That, if not for the Credit, the project~~
16 ~~would not occur in Illinois, which may be demonstrated by~~
17 ~~evidence that receipt of the Credit is essential to the~~
18 ~~Applicant's decision to create new jobs in the State, such~~
19 ~~as the magnitude of the cost differential between Illinois~~
20 ~~and a competing State; in addition, if the Applicant is~~
21 ~~seeking an increase in the maximum amount of the Credit~~
22 ~~for retained employees, the Applicant must provide~~
23 ~~evidence the Applicant has multi-state location options~~
24 ~~and could reasonably and efficiently locate outside of the~~
25 ~~State or demonstrate that at least one other state is~~
26 ~~being considered for the project.~~

1 (4) (Blank). ~~A cost differential is identified, using~~
2 ~~best available data, in the projected costs for the~~
3 ~~Applicant's project compared to the costs in the competing~~
4 ~~state, including the impact of the competing state's~~
5 ~~incentive programs. The competing state's incentive~~
6 ~~programs shall include state, local, private, and federal~~
7 ~~funds available.~~

8 (5) The political subdivisions affected by the project
9 have committed local incentives with respect to the
10 project, considering local ability to assist.

11 (6) Awarding the Credit will result in an overall
12 positive fiscal impact to the State, as certified by the
13 Committee using the best available data.

14 (7) The Credit is not prohibited by Section 5-35 of
15 this Act.

16 (Source: P.A. 100-511, eff. 9-18-17.)

17 Section 99. Effective date. This Act takes effect upon
18 becoming law.