1 AN ACT concerning State government.

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

- Section 5. The Community Development Loan Guarantee Act is amended by changing Sections 30-10, 30-15, 30-25, and 30-30 as follows:
- 7 (15 ILCS 516/30-10)
- 8 Sec. 30-10. Definitions. As used in this Act:
- "Financial institution" means a bank, a savings and loan association, a savings bank, a credit union, a minority depository institution as designated by the Federal Deposit Insurance Corporation, or a community development financial institution certified by the United States Treasury Community Development Financial Institutions Fund, which is operating in the State of Illinois.
 - "Loan Guarantee Account" means an account at a financial institution outside the State Treasury of which the State Treasurer is custodian with the purpose of guaranteeing loans made by a participating financial institution in accordance with this Act.
- 21 (Source: P.A. 101-657, eff. 3-23-21.)
- 22 (15 ILCS 516/30-15)

16

17

18

19

20

- Sec. 30-15. Establishment of the Loan Guarantee Program. 1
- 2 The State Treasurer may establish the Loan Guarantee Program
- 3 by establishing one or more Loan Guarantee Accounts at
- approved financial institutions at any eligible financial
- 5 institution a Loan Guarantee Account as a special account
- 6 outside the State treasury and with the State Treasurer as
- custodian. The Loan Guarantee Accounts This Account may be 7
- 8 used to cover the losses on quaranteed loans at a the
- 9 participating financial institution.
- 10 (Source: P.A. 101-657, eff. 3-23-21.)
- 11 (15 ILCS 516/30-25)
- 12 Sec. 30-25. Fees. The State Treasurer may establish, as a
- 1.3 component of the Program, fees of no more than 5% of the total
- 14 guaranteed loan amount. The fees shall be deposited into a the
- 15 Loan Guarantee Account.
- 16 (Source: P.A. 101-657, eff. 3-23-21.)
- 17 (15 ILCS 516/30-30)
- Sec. 30-30. Use of the Loan Guarantee Account. 18
- 19 (a) Moneys in a Loan Guarantee the Account may be paid to a
- 20 used by the participating financial institution to cover
- 21 losses on guaranteed loans up to the full amount in the Account
- or the amount of loss, whichever is lesser. The State of 22
- 23 Illinois and the State Treasurer shall not be responsible for
- 24 any losses in excess of the full amount in the Loan Guarantee

- 1 Account designated for a participating at the financial
- 2 institution.
- (b) The State Treasurer may set a cap on the total funds 3
- held in any Loan Guarantee Account at any participating
- 5 financial institution. Funds in excess of the cap may be
- 6 withdrawn by the Treasurer.
- 7 (c) The State Treasurer shall withdraw the full amount in
- 8 any Loan Guarantee the Account in the event the Loan Guarantee
- 9 Program is discontinued, or the financial institution leaves
- 10 the Program.
- 11 (d) The State Treasurer may withdraw funds from any Loan
- 12 Guarantee Account for a financial institution's failure to
- 13 comply with Program requirements.
- (Source: P.A. 101-657, eff. 3-23-21.) 14
- 15 Section 99. Effective date. This Act takes effect upon
- 16 becoming law.