



## 103RD GENERAL ASSEMBLY

### State of Illinois

2023 and 2024

**HB4866**

Introduced 2/7/2024, by Rep. Tim Ozinga - Dan Ugaste and Amy L. Grant

#### SYNOPSIS AS INTRODUCED:

30 ILCS 105/5.1015 new  
105 ILCS 5/2-3.204 new

Amends the School Code. Provides that the State Board of Education shall establish and administer a program to award property tax relief grants to school districts in this State. Provides that, in exchange for receiving a grant, a school district's maximum aggregate property tax extension for the taxable year that begins on January 1 of the fiscal year for which the grant is awarded may not exceed an adjusted maximum aggregate property tax extension for that taxable year. Creates the Education Property Tax Relief Fund as a special fund in the State treasury for the purpose of awarding grants. Sets forth provisions concerning the Education Property Tax Relief Fund. Amends the State Finance Act to make conforming changes. Effective immediately.

LRB103 37918 RJT 68050 b

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 State Finance Act is amended by adding  
5 Section 5.1015 as follows:

6 (30 ILCS 105/5.1015 new)

7 Sec. 5.1015. The Education Property Tax Relief Fund.

8 Section 10. The School Code is amended by adding Section  
9 2-3.204 as follows:

10 (105 ILCS 5/2-3.204 new)

11 Sec. 2-3.204. School district property tax relief grant  
12 program.

13 (a) As used in this Section:

14 "Adjusted maximum aggregate property tax extension" means  
15 the highest aggregate property tax extension that a school  
16 district is authorized by law to levy, without regard to this  
17 Section, for the taxable year for which the adjusted maximum  
18 aggregate property tax extension is calculated, minus the  
19 grant amount received by the school district for the fiscal  
20 year that ends during the taxable year for which the adjusted  
21 maximum aggregate property tax extension is calculated.

1 "Aggregate property tax extension" means the annual  
2 corporate extension for the school district and those special  
3 purpose extensions that are made annually for a school  
4 district.

5 "Taxable year" means the calendar year during which  
6 property taxes payable in the next succeeding year are levied.

7 (b) For State fiscal year 2025 and each State fiscal year  
8 thereafter, the State Board of Education shall establish and  
9 administer a program to award property tax relief grants to  
10 school districts in this State. In exchange for receiving a  
11 grant under this Section, a school district's maximum  
12 aggregate property tax extension for the taxable year that  
13 begins on January 1 of the fiscal year for which the grant is  
14 awarded may not exceed its adjusted maximum aggregate property  
15 tax extension for that taxable year. Grants shall be awarded  
16 from moneys appropriated for that purpose from the Education  
17 Property Tax Relief Fund created in subsection (c). Moneys  
18 awarded to school districts under this Section shall be  
19 distributed pro rata on a per pupil average daily attendance  
20 basis, as reported in the school district report card for the  
21 immediately preceding school year under Section 10-17a.

22 (c) The Education Property Tax Relief Fund is created as a  
23 special fund in the State treasury. By September 1, 2024, and  
24 by September 1 of each year thereafter, the Governor's Office  
25 of Management and Budget shall certify to the State  
26 Comptroller and the State Treasurer an amount equal to the

1 difference, if any, between (i) 25% of the total amount  
2 appropriated from all State general funds as part of the State  
3 budget for the fiscal year that begins on the immediately  
4 preceding July 1, including any amounts appropriated for the  
5 purpose of making grants under this Section, and (ii) the  
6 total amount appropriated by the State, including any  
7 continuing appropriations, for that fiscal year as State  
8 contributions to the retirement system established under  
9 Article 2 of the Illinois Pension Code, the retirement system  
10 established under Article 14 of the Illinois Pension Code, the  
11 retirement system established under Article 15 of the Illinois  
12 Pension Code, the retirement system established under Article  
13 16 of the Illinois Pension Code, the retirement fund  
14 established under Article 17 of the Illinois Pension Code, and  
15 the retirement system established under Article 18 of the  
16 Illinois Pension Code. Upon receiving the certified amount  
17 from the Governor's Office of Management and Budget, the State  
18 Comptroller shall order transferred and the State Treasurer  
19 shall transfer the certified amount from the General Revenue  
20 Fund to the Education Property Tax Relief Fund. Any unexpended  
21 amounts remaining in the Education Property Tax Relief Fund on  
22 the last day of the fiscal year shall be transferred from the  
23 Education Property Tax Relief Fund to the General Revenue  
24 Fund.

25 Section 99. Effective date. This Act takes effect upon  
26 becoming law.