

1 AMENDMENT TO HOUSE BILL 3506

2 AMENDMENT NO. \_\_\_\_\_. Amend House Bill 3506 on page 1, in  
3 line 5, by changing "Section 13" to "Sections 13 and 19.3";  
4 and

5 on page 5, below line 20, by inserting the following:

6 "(415 ILCS 5/19.3) (from Ch. 111 1/2, par. 1019.3)  
7 Sec. 19.3. Water Revolving Fund.

8 (a) There is hereby created within the State Treasury a  
9 Water Revolving Fund, consisting of 3 interest-bearing  
10 special programs to be known as the Water Pollution Control  
11 Loan Program, the Public Water Supply Loan Program, and the  
12 Loan Support Program, which shall be used and administered by  
13 the Agency.

14 (b) The Water Pollution Control Loan Program shall be  
15 used and administered by the Agency to provide assistance for  
16 the following purposes:

17 (1) to accept and retain funds from grant awards,  
18 appropriations, transfers, and payments of interest and  
19 principal;

20 (2) to make direct loans at or below market  
21 interest rates to any eligible local government unit to  
22 finance the construction of wastewater treatments works;

1           (3) to make direct loans at or below market  
2 interest rates to any eligible local government unit to  
3 buy or refinance debt obligations for treatment works  
4 incurred after March 7, 1985;

5           (3.5) to make direct loans at or below market  
6 interest rates for the implementation of a management  
7 program established under Section 319 of the Federal  
8 Water Pollution Control Act, as amended;

9           (4) to guarantee or purchase insurance for local  
10 obligations where such action would improve credit market  
11 access or reduce interest rates;

12           (5) as a source of revenue or security for the  
13 payment of principal and interest on revenue or general  
14 obligation bonds issued by the State or any political  
15 subdivision or instrumentality thereof, if the proceeds  
16 of such bonds will be deposited in the Fund;

17           (6) to finance the reasonable costs incurred by the  
18 Agency in the administration of the Fund; and

19           (7) to transfer funds to the Public Water Supply  
20 Loan Program {blank}.

21           (c) The Loan Support Program shall be used and  
22 administered by the Agency for the following purposes:

23           (1) to accept and retain funds from grant awards  
24 and appropriations;

25           (2) to finance the reasonable costs incurred by the  
26 Agency in the administration of the Fund, including  
27 activities under Title III of this Act, including the  
28 administration of the State construction grant program;

29           (3) to transfer funds to the Water Pollution  
30 Control Loan Program and the Public Water Supply Loan  
31 Program;

32           (4) to accept and retain a portion of the loan  
33 repayments;

34           (5) to finance the development of the low interest

1 loan program for public water supply projects;

2 (6) to finance the reasonable costs incurred by the  
3 Agency to provide technical assistance for public water  
4 supplies; and

5 (7) to finance the reasonable costs incurred by the  
6 Agency for public water system supervision programs, to  
7 administer or provide for technical assistance through  
8 source water protection programs, to develop and  
9 implement a capacity development strategy, to delineate  
10 and assess source water protection areas, and for an  
11 operator certification program in accordance with Section  
12 1452 of the federal Safe Drinking Water Act.

13 (d) The Public Water Supply Loan Program shall be used  
14 and administered by the Agency to provide assistance to local  
15 government units and privately owned community water supplies  
16 for public water supplies for the following public purposes:

17 (1) to accept and retain funds from grant awards,  
18 appropriations, transfers, and payments of interest and  
19 principal;

20 (2) to make direct loans at or below market  
21 interest rates to any eligible local government unit or  
22 to any eligible privately owned community water supply to  
23 finance the construction of water supplies;

24 (3) to buy or refinance the debt obligation of a  
25 local government unit for costs incurred on or after July  
26 17, 1997;

27 (4) to guarantee local obligations where such  
28 action would improve credit market access or reduce  
29 interest rates;

30 (5) as a source of revenue or security for the  
31 payment of principal and interest on revenue or general  
32 obligation bonds issued by the State or any political  
33 subdivision or instrumentality thereof, if the proceeds  
34 of such bonds will be deposited into the Fund; and

1           (6) to transfer funds to the Water Pollution  
2           Control Loan Program {blank}.

3           (e) The Agency is designated as the administering agency  
4 of the Fund. The Agency shall submit to the Regional  
5 Administrator of the United States Environmental Protection  
6 Agency an intended use plan which outlines the proposed use  
7 of funds available to the State. The Agency shall take all  
8 actions necessary to secure to the State the benefits of the  
9 federal Water Pollution Control Act and the federal Safe  
10 Drinking Water Act, as now or hereafter amended.

11          (f) The Agency shall have the power to enter into  
12 intergovernmental agreements with the federal government or  
13 the State, or any instrumentality thereof, for purposes of  
14 capitalizing the Water Revolving Fund. Moneys on deposit in  
15 the Water Revolving Fund may be used for the creation of  
16 reserve funds or pledged funds that secure the obligations of  
17 repayment of loans made pursuant to this Section. For the  
18 purpose of obtaining capital for deposit into the Water  
19 Revolving Fund, the Agency may also enter into agreements  
20 with financial institutions and other persons for the purpose  
21 of selling loans and developing a secondary market for such  
22 loans. The Agency shall have the power to create and  
23 establish such reserve funds and accounts as may be necessary  
24 or desirable to accomplish its purposes under this subsection  
25 and to allocate its available moneys into such funds and  
26 accounts. Investment earnings on moneys held in the Water  
27 Revolving Fund, including any reserve fund or pledged fund,  
28 shall be deposited into the Water Revolving Fund.

29          (Source: P.A. 91-36, eff. 6-15-99; 91-52, eff. 6-30-99;  
30 91-501, eff. 8-13-99; 92-16, 6-28-01.)".