



93RD GENERAL ASSEMBLY
State of Illinois
2003 and 2004

Introduced 02/09/04, by Patricia R. Bellock - Angelo Saviano

SYNOPSIS AS INTRODUCED:

30 ILCS 750/9-4.3

from Ch. 127, par. 2709-4.3

Amends the Build Illinois Act. Increases the limit on loans to minority, female, or disabled small businesses from \$50,000 or 50% of project costs to \$750,000 or 50% of project costs.

LRB093 18690 SJM 44417 b

FISCAL NOTE ACT
MAY APPLY

1 AN ACT concerning small business loans.

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

4 Section 5. The Build Illinois Act is amended by changing
5 Section 9-4.3 as follows:

6 (30 ILCS 750/9-4.3) (from Ch. 127, par. 2709-4.3)

7 Sec. 9-4.3. Minority, female and disability loans.

8 (a) In the making of loans for minority, female or
9 disability small businesses, as defined below, the Department
10 is authorized to employ different criteria in lieu of the
11 general provisions of subsections (b), (d), (e), (f), (h), and
12 (i) of Section 9-4.

13 Minority, female or disability small businesses, for the
14 purpose of this Section, shall be defined as small businesses
15 that are, in the Department's judgment, at least 51% owned and
16 managed by one or more persons who are minority, female or
17 disabled.

18 (b) Loans made pursuant to this Section:

19 (1) Shall not exceed \$750,000 ~~\$50,000~~ or 50% of the
20 business project costs unless the Director of the
21 Department determines that a waiver of these limits is
22 required to meet the purposes of this Act.

23 (2) Shall only be made if, in the Department's
24 judgment, the number of jobs to be created or retained is
25 reasonable in relation to the loan funds requested.

26 (3) Shall be protected by security. Financial
27 assistance may be secured by first, second or subordinate
28 mortgage positions on real or personal property, by royalty
29 payments, by personal notes or guarantees, or by any other
30 security satisfactory to the Department to secure
31 repayment. Security valuation requirements, as determined
32 by the Department, for the purposes of this Section, may be

1 less than required for similar loans not covered by this
2 Section, provided the applicants demonstrate adequate
3 business experience, entrepreneurial training or
4 combination thereof, as determined by the Department.

5 (4) Shall be in such principal amount and form and
6 contain such terms and provisions with respect to security,
7 insurance, reporting, delinquency charges, default
8 remedies, and other matters as the Department shall
9 determine appropriate to protect the public interest and
10 consistent with the purposes of this Section. The terms and
11 provisions may be less than required for similar loans not
12 covered by this Section.

13 (Source: P.A. 87-1177; 88-422.)