



## 95TH GENERAL ASSEMBLY

### State of Illinois

2007 and 2008

HB1413

Introduced 2/21/2007, by Rep. Kurt M. Granberg

#### SYNOPSIS AS INTRODUCED:

20 ILCS 3501/825-80  
20 ILCS 3501/825-85

Amends the Illinois Finance Authority Act. Provides that the Authority may reimburse itself for its reasonable costs and expenses of administering the fire truck revolving loan program and the ambulance revolving loan program from funds established for the purposes of those programs.

LRB095 09805 RCE 30015 b

FISCAL NOTE ACT  
MAY APPLY

A BILL FOR

1 AN ACT concerning finance.

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

4 Section 5. The Illinois Finance Authority Act is amended by  
5 changing Sections 825-80 and 825-85 as follows:

6 (20 ILCS 3501/825-80)

7 Sec. 825-80. Fire truck revolving loan program.

8 (a) This Section is a continuation and re-enactment of the  
9 fire truck revolving loan program enacted as Section 3-27 of  
10 the Rural Bond Bank Act by Public Act 93-35, effective June 24,  
11 2003, and repealed by Public Act 93-205, effective January 1,  
12 2004. Under the Rural Bond Bank Act, the program was  
13 administered by the Rural Bond Bank and the State Fire Marshal.

14 (b) The Authority and the State Fire Marshal shall jointly  
15 administer a fire truck revolving loan program. The program  
16 shall provide zero-interest loans for the purchase of fire  
17 trucks by a fire department, a fire protection district, or a  
18 township fire department. The Authority shall make loans based  
19 on need, as determined by the State Fire Marshal.

20 (c) The loan funds, subject to appropriation, shall be paid  
21 out of the Fire Truck Revolving Loan Fund, a special fund in  
22 the State Treasury. The Fund shall consist of any moneys  
23 transferred or appropriated into the Fund, as well as all

1 repayments of loans made under the program and any balance  
2 existing in the Fund on the effective date of this Section. The  
3 Fund shall be used for loans to fire departments and fire  
4 protection districts to purchase fire trucks and for no other  
5 purpose. All interest earned on moneys in the Fund shall be  
6 deposited into the Fund. The Authority may reimburse itself  
7 from the Fund for its reasonable costs and expenses incurred in  
8 connection with administering the program.

9 (d) A loan for the purchase of fire trucks may not exceed  
10 \$250,000 to any fire department or fire protection district.  
11 The repayment period for the loan may not exceed 20 years. The  
12 fire department or fire protection district shall repay each  
13 year at least 5% of the principal amount borrowed or the  
14 remaining balance of the loan, whichever is less. All  
15 repayments of loans shall be deposited into the Fire Truck  
16 Revolving Loan Fund.

17 (e) The Authority and the State Fire Marshal shall adopt  
18 rules to administer the program.

19 (f) Notwithstanding the repeal of Section 3-27 of the Rural  
20 Bond Bank Act, all otherwise lawful actions taken on or after  
21 January 1, 2004 and before the effective date of this Section  
22 by any person under the authority originally granted by that  
23 Section 3-27, including without limitation the granting,  
24 acceptance, and repayment of loans for the purchase of fire  
25 trucks, are hereby validated, and the rights and obligations of  
26 all parties to any such loan are hereby acknowledged and

1 confirmed.

2 (Source: P.A. 94-221, eff. 7-14-05.)

3 (20 ILCS 3501/825-85)

4 Sec. 825-85. Ambulance revolving loan program.

5 (a) The Authority and the State Fire Marshal shall jointly  
6 administer an ambulance revolving loan program. The program  
7 shall provide zero-interest loans for the purchase of  
8 ambulances by a fire department, a fire protection district, a  
9 township fire department, or a non-profit ambulance service.  
10 The Authority shall make loans based on need, as determined by  
11 the State Fire Marshal.

12 (b) The loan funds, subject to appropriation, shall be paid  
13 out of the Ambulance Revolving Loan Fund, a special fund in the  
14 State treasury. The Fund shall consist of any moneys  
15 transferred or appropriated into the Fund, as well as all  
16 repayments of loans made under the program. The Fund shall be  
17 used for loans to fire departments, fire protection districts,  
18 and non-profit ambulance services to purchase ambulances and  
19 for no other purpose. All interest earned on moneys in the Fund  
20 shall be deposited into the Fund. The Authority may reimburse  
21 itself from the Fund for its reasonable costs and expenses  
22 incurred in connection with administering the program.

23 (c) A loan for the purchase of ambulances may not exceed  
24 \$100,000 to any fire department, fire protection district, or  
25 non-profit ambulance service. The repayment period for the loan

1 may not exceed 10 years. The fire department, fire protection  
2 district, or non-profit ambulance service` shall repay each  
3 year at least 5% of the principal amount borrowed or the  
4 remaining balance of the loan, whichever is less. All  
5 repayments of loans shall be deposited into the Ambulance  
6 Revolving Loan Fund.

7 (d) The Authority and the State Fire Marshal shall adopt  
8 rules to administer the program.

9 (Source: P.A. 94-829, eff. 6-5-06.)