

1 AN ACT concerning revenue.

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

4 Section 5. The Property Tax Code is amended by adding  
5 Section 10-385 as follows:

6 (35 ILCS 200/10-385 new)

7 Sec. 10-385. U.S. Air Force Public/Private Residential  
8 Developments.

9 (a) A U.S. Air Force PPV Lease must be classified and  
10 valued based upon an income capitalization approach, under  
11 which the income attributable to the property is capitalized at  
12 a rate of 7.75%.

13 (b) For the purposes of this Section, a "U.S. Air Force PPV  
14 Lease" means: (i) a leasehold interest in property that is  
15 exempt from taxation under Section 15-50 of this Code and that  
16 is leased to another whose property is not exempt, pursuant to  
17 authority set forth in Chapter 10 of the United States Code,  
18 for the purpose of the design, finance, construction,  
19 renovation, management, operation, and maintenance of rental  
20 housing units and associated improvements at U.S. Air Force  
21 facilities in the State of Illinois; and (ii) private,  
22 nonexempt property that the U.S. Air Force leases through its  
23 Housing Allowance Program.

1           Section 99. Effective date. This Act takes effect upon  
2           becoming law.