



**96TH GENERAL ASSEMBLY**

**State of Illinois**

**2009 and 2010**

**HOUSE JOINT RESOLUTION**

**CONSTITUTIONAL AMENDMENT**

**HC0060**

Introduced , by Rep. Keith Farnham

**SYNOPSIS AS INTRODUCED:**

ILCON Art. VIII, Sec. 2.1 new

Proposes to amend the Finance Article of the Illinois Constitution. Beginning in Fiscal Year 2014, limits aggregate appropriations and transfers from the State's general funds in a fiscal year to the aggregate appropriations and transfers in the previous fiscal year, as adjusted by the 5-year average annual change in per capita personal income. Allows the Governor to declare a fiscal emergency. If the Comptroller and Treasurer concur in the Governor's declaration, then the General Assembly, by a three-fifths vote, may authorize appropriations and transfers by law that exceed the limitation. Requires excess revenues to be deposited into budget stabilization funds, and allows certain excess funds to be refunded. Effective upon being declared adopted.

LRB096 24505 RCE 44296 e

1 HOUSE JOINT RESOLUTION  
2 CONSTITUTIONAL AMENDMENT

3 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE  
4 NINETY-SIXTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, THE  
5 SENATE CONCURRING HEREIN, that there shall be submitted to the  
6 electors of the State for adoption or rejection at the general  
7 election next occurring at least 6 months after the adoption of  
8 this resolution a proposition to add Section 2.1 to Article  
9 VIII of the Illinois Constitution as follows:

10 ARTICLE VIII

11 FINANCE

12 (ILCON Art. VIII, Sec. 2.1 new)

13 SECTION 2.1. LIMITATIONS ON APPROPRIATIONS AND TRANSFERS

14 (a) For the fiscal year ending in 2014 and each fiscal year  
15 thereafter, aggregate appropriations and transfers from the  
16 general funds are limited as provided in this Section. "General  
17 funds" include the general revenue fund and any other funds  
18 designated by the General Assembly by law making specific  
19 reference to this Section. "Appropriations and transfers" do  
20 not include (i) reappropriations from a previous fiscal year,  
21 (ii) those made for debt service payments, and (iii) those made  
22 to a budget stabilization fund.

23 (b) Aggregate fiscal year appropriations and transfers

1 from the general funds may not exceed the limitation amount.  
2 The limitation amount is the aggregate amount of appropriations  
3 and transfers from the general funds in the previous fiscal  
4 year, as adjusted. The adjustment is the average annual  
5 percentage change in the average per capita personal income for  
6 Illinois for the five most recent calendar years for which data  
7 is available, as defined and reported by the United States  
8 Department of Commerce, or its successor.

9 (c) The Governor may declare a fiscal emergency by filing a  
10 declaration with the Secretary of State and copies with the  
11 Senate and House of Representatives. The declaration must be  
12 limited to only one State fiscal year, set forth compelling  
13 reasons for declaring a fiscal emergency, and request that the  
14 limitation amount for that fiscal year be increased by a  
15 specific dollar amount. If the Comptroller and Treasurer advise  
16 the General Assembly that they concur in the Governor's  
17 declaration, then by a record vote of three-fifths of the  
18 members elected in each house, the General Assembly by law may  
19 authorize increased appropriations and transfers in a specific  
20 dollar amount that is no more than the increased amount  
21 requested by the Governor in the declaration.

22 (d) If the general funds revenues for a fiscal year exceed  
23 the limitation amount for that fiscal year, then those excess  
24 revenues must be deposited into one or more budget  
25 stabilization funds. A budget stabilization fund must be  
26 designated by law making specific reference to this Section or,

1 in the absence of law, by the Comptroller. If the aggregate  
2 unexpended and unobligated amount in the budget stabilization  
3 funds at the end of a fiscal year exceeds an amount equal to  
4 ten percent of the limitation amount for that fiscal year, then  
5 that excess shall be refunded in a manner and in amounts  
6 determined by the General Assembly by law.

7 SCHEDULE

8 This Constitutional Amendment takes effect upon being  
9 declared adopted in accordance with Section 7 of the Illinois  
10 Constitutional Amendment Act.