

1 AN ACT concerning foreclosure.

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

4 Section 5. The Illinois Housing Development Act is amended
5 by adding Section 7.32 as follows:

6 (20 ILCS 3805/7.32 new)

7 Sec. 7.32. Foreclosure prevention counseling program.

8 Subject to appropriation, the Authority shall establish and
9 administer a foreclosure prevention counseling program. The
10 Authority shall use moneys in the Foreclosure Prevention
11 Counseling Fund, and any other funds appropriated for this
12 purpose, to make grants to HUD-certified housing counseling
13 agencies to support pre-purchase and post-purchase
14 home-ownership education and foreclosure prevention counseling
15 activities under the program.

16 Section 10. The State Finance Act is amended by adding
17 Sections 5.786 and 6z-87 as follows:

18 (30 ILCS 105/5.786 new)

19 Sec. 5.786. The Foreclosure Prevention Counseling Fund.

20 (30 ILCS 105/6z-87 new)

1 Sec. 6z-87. The Foreclosure Prevention Counseling Fund.

2 (a) There is created in the State treasury a special fund
3 to be known as the Foreclosure Prevention Counseling Fund. The
4 Fund shall consist of moneys appropriated by the General
5 Assembly.

6 (b) Moneys in the Fund shall be used as follows:

7 (1) 75% of the moneys in the Fund shall be used to make
8 grants to HUD-certified housing counseling agencies that
9 provide services outside the City of Chicago and across the
10 State, as provided in Section 7.32 of the Illinois Housing
11 Development Act. Grants made by the Illinois Housing
12 Development Authority shall be based upon the number of
13 foreclosures filed in a HUD-certified counseling agency's
14 service area, the capacity of a HUD-certified housing
15 counseling agency to provide foreclosure counseling
16 services, and any other facts that the Illinois Housing
17 Development Authority deems appropriate.

18 (2) The remaining moneys shall be distributed to the
19 City of Chicago to provide grants to HUD-certified housing
20 counseling agencies located within the City of Chicago to
21 support pre-purchase and post-purchase home-ownership
22 education and foreclosure prevention counseling activities
23 under programs administered by the City of Chicago.

24 Section 99. Effective date. This Act takes effect upon
25 becoming law.