

1 AN ACT concerning education.

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

4 Section 5. The Local Government Debt Reform Act is amended  
5 by changing Section 10 as follows:

6 (30 ILCS 350/10) (from Ch. 17, par. 6910)

7 Sec. 10. General provisions. Bonds authorized by  
8 applicable law may be issued in one or more series, bear such  
9 date or dates, become due at such time or times within 40  
10 years, except as expressly limited by applicable law, provided  
11 that notwithstanding any such express limitation bonds issued  
12 by Lockport High School, South Suburban Community College  
13 District No. 510, Elgin Community College District No. 509, or  
14 Kishwaukee Community College District No. 523 for the purpose  
15 of purchasing, constructing, or improving real property or  
16 paying claims against any such district incurred for the  
17 purpose of purchasing, constructing, or improving real  
18 property may become due within 25 years, bear interest payable  
19 at such intervals and at such rate or rates as authorized under  
20 applicable law, which rates may be fixed or variable, be in  
21 such denominations, be in such form, either coupon, registered  
22 or book-entry, carry such conversion, registration, and  
23 exchange privileges, be subject to defeasance upon such terms,

1 have such rank or priority, be executed in such manner, be  
2 payable in such medium of payment at such place or places  
3 within or without the State of Illinois, make provision for a  
4 corporate trustee within or without the State with respect to  
5 such bonds, prescribe the rights, powers and duties thereof to  
6 be exercised for the benefit of the governmental unit and the  
7 protection of the bondholders, provide for the holding in  
8 trust, investment and use of moneys, funds and accounts held  
9 under an ordinance, provide for assignment of and direct  
10 payment of the moneys to pay such bonds or to be deposited into  
11 such funds or accounts directly to such trustee, be subject to  
12 such terms of redemption with or without premium, and be sold  
13 in such manner at private or public sale and at such price, all  
14 as the governing body shall determine. Whenever such bonds are  
15 sold at price less than par, they shall be sold at such price  
16 and bear interest at such rate or rates such that either the  
17 true interest cost (yield) or the net interest rate, as may be  
18 selected by the governing body, received upon the sale of such  
19 bonds does not exceed the maximum rate otherwise authorized by  
20 applicable law. Except for an ordinance required to be  
21 published by applicable law in connection with a backdoor  
22 referendum, any bond ordinance adopted by a governing body  
23 under applicable law shall, in all instances, become effective  
24 immediately without publication or posting or any further act  
25 or requirement.

26 (Source: P.A. 96-787, eff. 8-28-09; 96-1077, eff. 7-16-10.)

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