

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, Township High School District 113,  
13 South Suburban Community College District No. 510, Elgin  
14 Community College District No. 509, or Kishwaukee Community  
15 College District No. 523 for the purpose of purchasing,  
16 constructing, or improving real property or paying claims  
17 against any such district incurred for the purpose of  
18 purchasing, constructing, or improving real property may  
19 become due within 25 years, bear interest payable at such  
20 intervals and at such rate or rates as authorized under  
21 applicable law, which rates may be fixed or variable, be in  
22 such denominations, be in such form, either coupon, registered  
23 or book-entry, carry such conversion, registration, and

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

1 (Source: P.A. 96-787, eff. 8-28-09; 96-1077, eff. 7-16-10;  
2 97-615, eff. 8-26-11.)

3 Section 99. Effective date. This Act takes effect upon  
4 becoming law.