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 Illinois Promotion Act is amended by 5 changing Sections 2 and 3 and by adding Section 8b as follows:

6 (20 ILCS 665/2) (from Ch. 127, par. 200-22)

Sec. 2. Legislative findings; policy. The General Assembly
hereby finds, determines and declares:

9 (a) That the health, safety, morals and general welfare of 10 the people of the State are directly dependent upon the 11 continual encouragement, development, growth and expansion of 12 tourism within the State;

(b) That unemployment, the spread of indigency, and the heavy burden of public assistance and unemployment compensation can be alleviated by the promotion, attraction, stimulation, development and expansion of tourism in the State;

17 (c) That the policy of the State of Illinois, in the 18 interest of promoting the health, safety, morals and welfare of 19 all the people of the State, is to increase the economic impact 20 of tourism throughout the State through promotional activities 21 and by making available grants and loans to be made to local 22 promotion groups and others, as provided in Sections 5<u>, and 8a</u>, 23 <u>and 8b</u> of this Act, for purposes of promoting, developing, and

SB0508 Enrolled - 2 - LRB099 03068 HLH 23076 b expanding tourism destinations, tourism attractions, 1 and 2 tourism events. (Source: P.A. 92-38, eff. 6-28-01.) 3 4 (20 ILCS 665/3) (from Ch. 127, par. 200-23) 5 3. Definitions. The following words and terms, Sec. 6 whenever used or referred to in this Act, shall have the 7 following meanings, except where the context may otherwise 8 require:

9 (a) "Department" means the Department of Commerce and 10 Economic Opportunity of the State of Illinois.

11 (b) "Local promotion group" means any non-profit 12 corporation, organization, association, agency or committee thereof formed for the primary purpose of publicizing, 13 14 promoting, advertising or otherwise encouraging the 15 development of tourism in any municipality, county, or region 16 of Illinois.

17 (c) "Promotional activities" means preparing, planning and 18 conducting campaigns of information, advertising and publicity 19 through such media as newspapers, radio, television, 20 magazines, trade journals, moving and still photography, 21 posters, outdoor signboards and personal contact within and 22 without the State of Illinois; dissemination of information, advertising, publicity, photographs and other literature and 23 material designed to carry out the purpose of this Act; and 24 25 participation in and attendance at meetings and conventions

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1 concerned primarily with tourism, including travel to and from 2 such meetings.

3 (d) "Municipality" means "municipality" as defined in
4 Section 1-1-2 of the Illinois Municipal Code, as heretofore and
5 hereafter amended.

6 (e) "Tourism" means travel 50 miles or more one-way or an 7 overnight trip outside of a person's normal routine.

8 <u>(f) "Municipal amateur sports facility" means a sports</u> 9 <u>facility that: (1) is owned by a unit of local government; (2)</u> 10 <u>has contiguous indoor sports competition space; (3) is designed</u> 11 <u>to principally accommodate and host amateur competitions for</u> 12 <u>youths, adults, or both; and (4) is not used for professional</u> 13 <u>sporting events where participants are compensated for their</u> 14 <u>participation.</u>

15 <u>(q) "Municipal convention center" means a convention</u> 16 <u>center or civic center owned by a unit of local government or</u> 17 <u>operated by a convention center authority, or a municipal</u> 18 <u>convention hall as defined in paragraph (1) of Section 11-65-1</u> 19 <u>of the Illinois Municipal Code, with contiguous exhibition</u> 20 <u>space ranging between 30,000 and 125,000 square feet.</u>

21 (h) "Convention center authority" means an Authority, as 22 defined by the Civic Center Code, that operates a municipal 23 convention center with contiguous exhibition space ranging 24 between 30,000 and 125,000 square feet.

25 <u>(i) "Incentive" means: (1) an incentive provided by a</u> 26 <u>municipal convention center or convention center authority for</u> SB0508 Enrolled - 4 - LRB099 03068 HLH 23076 b

| 1  | a convention, meeting, or trade show held at a municipal        |  |  |  |  |  |
|----|---|--|--|--|--|--|
| 2  | convention center that, but for the incentive, would not have   |  |  |  |  |  |
| 3  | occurred in the State or been retained in the State; or (2) an  |  |  |  |  |  |
| 4  | incentive provided by a unit of local government for a sporting |  |  |  |  |  |
| 5  | event held at a municipal amateur sports facility that, but for |  |  |  |  |  |
| 6  | the incentive, would not have occurred in the State or been     |  |  |  |  |  |
| 7  | retained in the State.  |  |  |  |  |  |
| 8  | (Source: P.A. 94-793, eff. 5-19-06.)                            |  |  |  |  |  |
|    |   |  |  |  |  |  |
| 9  | (20 ILCS 665/8b new)  |  |  |  |  |  |
| 10 | Sec. 8b. Municipal convention center and sports facility        |  |  |  |  |  |
| 11 | attraction grants.  |  |  |  |  |  |
| 12 | (a) Until July 1, 2020, the Department is authorized to         |  |  |  |  |  |
| 13 | make grants, subject to appropriation by the General Assembly,  |  |  |  |  |  |
| 14 | from the Tourism Promotion Fund to a unit of local government,  |  |  |  |  |  |
| 15 | municipal convention center, or convention center authority     |  |  |  |  |  |
| 16 | that provides incentives, as defined in subsection (i) of       |  |  |  |  |  |
| 17 | Section 3 of this Act, for the purpose of attracting            |  |  |  |  |  |
| 18 | conventions, meetings, and trade shows to municipal convention  |  |  |  |  |  |
| 19 | centers and attracting sporting events to municipal amateur     |  |  |  |  |  |
| 20 | sports facilities. Grants awarded under this Section shall be   |  |  |  |  |  |
| 21 | based on the net proceeds received under the Hotel Operators'   |  |  |  |  |  |
| 22 | Occupation Tax Act for the renting, leasing, or letting of      |  |  |  |  |  |
| 23 | hotel rooms in the municipality for the month in which the      |  |  |  |  |  |
| 24 | convention, meeting, trade show, or sporting event occurs.      |  |  |  |  |  |
| 25 | Grants shall not exceed 80% of the incentive amount provided by |  |  |  |  |  |

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the unit of local government, municipal convention center, or 1 2 convention center authority. Further, in no event may the 3 aggregate amount of grants awarded to a single municipal convention center, convention center authority, or municipal 4 5 amateur sports facility exceed \$200,000 in any calendar year. The Department may, by rule, require any other provisions it 6 deems necessary in order to protect the State's interest in 7 8 administering this program.

9 (b) No later than May 15 of each year, through May 15, 10 2020, the unit of local government, municipal convention 11 center, or convention center authority shall certify to the 12 Department the amounts of funds expended in the previous fiscal year to provide qualified incentives; however, in no event may 13 14 the certified amount pursuant to this paragraph exceed \$200,000 for any municipal convention center, convention center 15 16 authority, or municipal amateur sports facility in any calendar 17 year. The unit of local government, convention center, or 18 convention center authority shall certify (A) the net proceeds 19 received under the Hotel Operators' Occupation Tax Act for the 20 renting, leasing, or letting of hotel rooms in the municipality for the month in which the convention, meeting, or trade show 21 22 occurs and (B) the average of the net proceeds received under 23 the Hotel Operators' Occupation Tax Act for the renting, 24 leasing, or letting of hotel rooms in the municipality for the 25 same month in the 3 immediately preceding years. The unit of local government, municipal convention center, or convention 26

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| 1 | center authority shall inclu | ude the | incentive  | amounts a  | <u>s part of</u> |
| 2 | its regular audit.           |         |            |            |                  |
| 3 | (c) The Department           | shall   | submit a   | report     | on the           |
| 4 | effectiveness of the program | m estab | lished und | er this Se | ection to        |
| 5 | the General Assembly no late | er than | January 1, | 2020.      |                  |
|   |                              |         |            |            |                  |

6 Section 99. Effective date. This Act takes effect upon 7 becoming law.