

# SB1420



## 99TH GENERAL ASSEMBLY

### State of Illinois

2015 and 2016

SB1420

Introduced 2/20/2015, by Sen. Mattie Hunter

#### SYNOPSIS AS INTRODUCED:

20 ILCS 3501/830-5

Amends the Illinois Finance Authority Act. Makes a technical change in a Section concerning the powers of the Authority.

LRB099 09458 MGM 29665 b

A BILL FOR

1 AN ACT concerning State government.

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

4 Section 5. The Illinois Finance Authority Act is amended by  
5 changing Section 830-5 as follows:

6 (20 ILCS 3501/830-5)

7 Sec. 830-5. The Authority shall have the following powers:

8 (a) To loan its funds to one or more persons to be used by  
9 such persons to pay the ~~the~~ costs of acquiring, constructing,  
10 reconstructing or improving Agricultural Facilities, soil or  
11 water conservation projects or watershed areas, such loans to  
12 be on such terms and conditions, and for such period of time,  
13 and secured or evidenced by such mortgages, deeds of trust,  
14 notes, debentures, bonds or other secured or unsecured  
15 evidences of indebtedness of such persons as the Board may  
16 determine;

17 (b) To loan its funds to any agribusiness which operates or  
18 will operate a facility located in Illinois for those purposes  
19 permitted by rules and regulations issued pursuant to the  
20 Internal Revenue Code of 1954, as amended, relating to the use  
21 of moneys loaned from the proceeds from the issuance of  
22 industrial development revenue bonds; such loans shall be on  
23 terms and conditions, and for periods of time, and secured or

1 evidenced by mortgages, deeds of trust, notes, debentures,  
2 bonds or other secured or unsecured evidences of indebtedness  
3 of such agribusiness as the Board may require;

4 (c) To purchase, or to make commitments to purchase, from  
5 lenders notes, debentures, bonds or other evidences of  
6 indebtedness secured by mortgages, deeds of trust, or security  
7 devices, or unsecured, as the Authority may determine, or  
8 portions thereof or participations therein, which notes,  
9 bonds, or other evidences of indebtedness shall have been or  
10 will be executed by the obligors thereon to obtain funds with  
11 which to acquire, by purchase, construction, or otherwise,  
12 reconstruct or improve Agricultural Facilities;

13 (d) To contract with lenders or others for the origination  
14 of or the servicing of the loans made by the Authority pursuant  
15 to this Section or represented by the notes, bonds, or other  
16 evidences of indebtedness which it has purchased pursuant to  
17 this Section; provided that such servicing fees shall not  
18 exceed one percent per annum of the principal amount  
19 outstanding owed to the Authority; and

20 (e) To enter into a State Guarantee with a lender or a  
21 person holding a note and to sell or issue such State  
22 Guarantees, bonds or evidences of indebtedness in a primary or  
23 a secondary market and to make payment on a State Guarantee  
24 from available sources, including but not limited to, the  
25 Illinois Agricultural Loan Guarantee Fund and the Illinois  
26 Farmer and Agribusiness Loan Guarantee Fund created under

1 Section 830-30 and Section 830-35, respectively, and the  
2 Industrial Project Insurance Fund created under Article 805 of  
3 this Act.

4 (Source: P.A. 96-897, eff. 5-24-10.)