LRB9205814JMmbam02

- 1 AMENDMENT TO SENATE BILL 1171
- 2 AMENDMENT NO. ____. Amend Senate Bill 1171 by replacing
- 3 the title with the following:
- 4 "AN ACT concerning local governments."; and
- 5 by replacing everything after the enacting clause with the
- 6 following:
- 7 "Section 5. The Local Government Debt Reform Act is
- 8 amended by changing Sections 3, 15, and 15.01 as follows:
- 9 (30 ILCS 350/3) (from Ch. 17, par. 6903)
- 10 Sec. 3. Definitions. In this Act words or terms shall
- 11 have the following meanings unless the context or usage
- 12 clearly indicates that another meaning is intended.
- 13 (a) "Alternate bonds" means bonds issued in lieu of
- 14 revenue bonds or payable from a revenue source as provided in
- 15 Section 15.
- 16 (b) "Applicable law" means any provision of law,
- 17 including this Act, authorizing governmental units to issue
- 18 bonds.
- 19 (c) "Backdoor referendum" means the submission of a
- 20 public question to the voters of a governmental unit,
- 21 initiated by a petition of voters, residents or property

- 1 owners of such governmental unit, to determine whether an
- 2 action by the governing body of such governmental unit shall
- 3 be effective, adopted or rejected.
- 4 (d) "Bond" means any instrument evidencing the
- 5 obligation to pay money authorized or issued by or on behalf
- 6 of a governmental unit under applicable law, including
- 7 without limitation, bonds, notes, installment or financing
- 8 contracts, leases, certificates, tax anticipation warrants or
- 9 notes, vouchers, and any other evidences of indebtedness.
- 10 (e) "Debt service" on bonds means the amount of
- 11 principal, interest and premium, if any, when due either at
- 12 stated maturity or upon mandatory redemption.
- 13 (f) "Enterprise revenues" means the revenues of a
- 14 utility or revenue producing enterprise from which revenue
- 15 bonds may be payable.
- 16 (g) "General obligation bonds" means bonds of a
- 17 governmental unit for the payment of which the governmental
- unit is empowered to levy ad valorem property taxes upon all
- 19 taxable property in a governmental unit without limitation as
- 20 to rate or amount.
- 21 (h) "Governing body" means the legislative body,
- 22 council, board, commission, trustees, or any other body, by
- 23 whatever name it is known, having charge of the corporate
- 24 affairs of a governmental unit.
- 25 (i) "Governmental unit" means a county, township,
- 26 municipality, municipal corporation, unit of local
- 27 government, school district, special district, public
- 28 corporation, body corporate and politic, forest preserve
- 29 district, fire protection district, conservation district,
- 30 park district, sanitary district, and all other local
- 31 governmental agencies, including any entity created by
- 32 intergovernmental agreement among any of the foregoing
- 33 governmental units, but does not include any office, officer,
- department, division, bureau, board, commission, university,

- 1 or similar agency of the State.
- 2 (j) "Ordinance" means an ordinance duly adopted by a
- 3 governing body or, if appropriate under applicable law, a
- 4 resolution so adopted.
- 5 (k) "Revenue bonds" means any bonds of a governmental
- 6 unit other than general obligation bonds, but "revenue bonds"
- 7 does include any debt authorized under Section 11-29.3-1 of
- 8 the Illinois Municipal Code.
- 9 (1) "Revenue source" means a source of funds, other than
- 10 enterprise revenues, received or available to be received by
- 11 a governmental unit and available for any one or more of its
- 12 corporate purposes, including any public building commission
- 13 <u>lease rental base alternate tax levy</u>.
- 14 (m) "Limited bonds" means bonds, <u>including public</u>
- 15 <u>building commission leases</u>, <u>but</u> excluding <u>other</u> leases,
- 16 notes, installment or financing contracts, certificates, tax
- 17 anticipation warrants or notes, vouchers, and any other
- 18 evidences of indebtedness, issued under Section 15.01 of this
- 19 Act.
- 20 (n) "Public building commission lease rental base" means
- 21 that term as defined in the Property Tax Extension Limitation
- 22 <u>Law.</u>
- 23 <u>(o) "Public building commission lease rental base</u>
- 24 <u>alternate tax levy" means a special purpose levy authorized</u>
- 25 <u>to be levied by a governmental unit for the payment of</u>
- 26 <u>alternate bonds as a revenue source, which levy may be in an</u>
- 27 <u>annual amount not in excess of the public building commission</u>
- lease rental base less the amount of that base levied for the
- 29 payment of lease rentals under a public building commission
- 30 <u>lease.</u>
- 31 (Source: P.A. 89-385, eff. 8-18-95; 89-658, eff. 1-1-97.)
- 32 (30 ILCS 350/15) (from Ch. 17, par. 6915)
- 33 Sec. 15. Double-barrelled bonds. Whenever revenue bonds

1 have been authorized to be issued pursuant to applicable 2 or whenever there exists for a governmental unit a revenue source, the procedures set forth in this Section may be used 3 4 by a governing body. General obligation bonds may be issued 5 in lieu of such revenue bonds as authorized, and general 6 obligation bonds may be issued payable from any revenue 7 source. Such general obligation bonds may be referred to as 8 "alternate bonds". Alternate bonds may be issued without any 9 referendum or backdoor referendum except as provided in this Section, upon the terms provided in Section 10 of this Act 10 11 without reference to other provisions of law, but only upon the conditions provided in this Section. Alternate bonds 12 shall not be regarded as or included in any computation of 13 indebtedness for the purpose of any statutory provision or 14 15 limitation except as expressly provided in this Section.

Such conditions are:

- (a) Alternate bonds shall be issued for a lawful 17 corporate purpose. If issued in lieu of revenue bonds, 18 19 alternate bonds shall be issued for the purposes for which such revenue bonds shall have been authorized. 20 If issued payable from a revenue source in the manner hereinafter 21 provided, which revenue source is limited in its purposes or 22 23 applications, then the alternate bonds shall be issued only for such limited purposes or applications. Alternate bonds 24 25 may be issued payable from either enterprise revenues or 26 revenue sources, or both. As a revenue source for alternate bonds, any governmental unit having a public building 27 commission lease rental base is hereby authorized to levy a 28 public building commission lease rental base alternate tax 29 30 levy. Alternate bonds supported by the levy may be issued pursuant to the provisions of this Section for any lawful 31 32 corporate purpose of the unit of local government.
- 33 (b) Alternate bonds shall be subject to backdoor 34 referendum. The provisions of Section 5 of this Act shall

1 apply to such backdoor referendum, together with the 2 provisions hereof. The authorizing ordinance shall be published in a newspaper of general circulation in 3 4 governmental unit. Along with or as part of the authorizing 5 ordinance, there shall be published a notice of (1)6 specific number of voters required to sign a petition 7 requesting that the issuance of the alternate bonds be 8 submitted to referendum, (2) the time when such petition must 9 be filed, (3) the date of the prospective referendum, (4), with respect to authorizing ordinances adopted on or 10 11 after January 1, 1991, a statement that identifies any revenue source that will be used to pay the principal of and 12 interest on the alternate bonds. The clerk or secretary of 13 the governmental unit shall make a petition form available to 14 15 anyone requesting one. Ιf no petition is filed with the 16 clerk or secretary within 30 days of publication of authorizing ordinance and notice, the alternate bonds shall 17 18 be authorized to be issued. But if within this 19 period, a petition is filed with such clerk or secretary signed by electors numbering the greater of (i) 7.5% of 20 21 registered voters in the governmental unit or (ii) 200 of those registered voters or 15% of those registered voters, 22 23 whichever is less, asking that the issuance of such alternate bonds be submitted to referendum, the clerk or secretary 24 25 shall certify such question for submission at an election held in accordance with the general election law. 26 The question on the ballot shall include a statement of any 27 revenue source that will be used to pay the principal of 28 interest on the alternate bonds. The alternate bonds shall be 29 30 authorized to be issued if a majority of the votes cast on the question at such election are in favor thereof provided 31 32 that notice of the bond referendum, if held before July 1, 1999, has been given in accordance with the provisions of 33 Section 12-5 of the Election Code in effect at the time of 34

1 the bond referendum, at least 10 and not more than 45 before the date of the election, notwithstanding the time for 2 publication otherwise imposed by Section 12-5. Notices 3 4 required in connection with the submission of public 5 questions on or after July 1, 1999 shall be as set forth in 6 Section 12-5 of the Election Code. Backdoor referendum 7 proceedings for bonds and alternate bonds to be issued in

8 lieu of such bonds may be conducted at the same time.

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To the extent payable from enterprise revenues, such revenues shall have been determined by the governing body to be sufficient to provide for or pay in each year to final maturity of such alternate bonds all of the following: (1) costs of operation and maintenance of the utility or enterprise, but not including depreciation, (2) debt service on all outstanding revenue bonds payable from such enterprise revenues, (3) all amounts required to meet any fund or account requirements with respect to such outstanding revenue bonds, (4) other contractual or tort liability obligations, if any, payable from such enterprise revenues, and (5) in each year, an amount not less than 1.25 times debt service of all (i) alternate bonds payable from such enterprise revenues previously issued and outstanding and (ii) alternate bonds proposed to be issued. To the extent payable from one or more revenue sources, such sources shall have been determined by the governing body to provide in each year, an amount not less than 1.25 times debt service of all alternate bonds payable from such revenue sources previously issued and outstanding and alternate bonds proposed to be issued. conditions enumerated in this subsection (c) need not be met for that amount of debt service provided for by the setting aside of proceeds of bonds or other moneys at the time of the delivery of such bonds.

33 (c-1) In the case of alternate bonds issued as variable 34 rate bonds (including refunding bonds), debt service shall be

1 projected based on the rate for the most recent date shown in 2 the 20 G.O. Bond Index of average municipal bond yields as published in the most recent edition of The Bond Buyer 3 4 published in New York, New York (or any successor publication 5 or index, or if such publication or index is no longer 6 published, then any index of long-term municipal tax-exempt 7 bond yields selected by the governmental unit), as of determination referred to in subsection (c) of this 8 9 Section. Any interest or fees that may be payable to provider of a letter of credit, line of credit, surety bond, 10 11 bond insurance, or other credit enhancement relating to such alternate bonds and any fees that may be payable to any 12 remarketing agent need not be taken into account for purposes 13 of such projection. If the governmental unit enters into an 14 agreement in connection with such alternate bonds at the time 15 16 issuance thereof pursuant to which the governmental unit agrees for a specified period of time to pay an amount 17 18 calculated at an agreed-upon rate or index based on a 19 notional amount and the other party agrees to pay the governmental unit an amount calculated at an agreed-upon rate 20 21 index based on such notional amount, interest shall be projected for such specified period of time on the basis of 22 23 the agreed-upon rate payable by the governmental unit.

The determination of the sufficiency of enterprise (d) revenues or a revenue source, as applicable, shall supported by reference to the most recent audit of governmental unit, which shall be for a fiscal year ending not earlier than 18 months previous to the time of issuance the alternate bonds. If such audit does not adequately show such enterprise revenues or revenue source, applicable, or if such enterprise revenues or revenue source, applicable, are shown to be insufficient, then t.he determination of sufficiency shall be supported by the report of an independent accountant or feasibility analyst, the

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1 latter having a national reputation for expertise 2 matters, demonstrating the sufficiency of such revenues and explaining, if appropriate, by what means the revenues will 3 4 greater than as shown in the audit. Whenever such 5 sufficiency is demonstrated by reference to a schedule of 6 higher rates or charges for enterprise revenues or a higher 7 tax imposition for a revenue source, such higher 8 charges or taxes shall have been properly imposed by an 9 ordinance adopted prior to the time of delivery of alternate The reference to and acceptance of an audit or 10 bonds. 11 report, as the case may be, and the determination of the governing body as to sufficiency of enterprise revenues or a 12 revenue source shall be conclusive evidence 13 t.hat. t.he conditions of this Section have been met and that the 14 15 alternate bonds are valid.

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(e) The enterprise revenues or revenue source, applicable, shall be in fact pledged to the payment of the alternate bonds; and the governing body shall covenant, the extent it is empowered to do so, to provide for, collect and apply such enterprise revenues or revenue source, applicable, to the payment of the alternate bonds and the provision of not less than an additional .25 times debt The pledge and establishment of rates or charges for enterprise revenues, or the imposition of taxes in a given rate or amount, as provided in this Section for alternate bonds, shall constitute a continuing obligation of the governmental unit with respect to such establishment or imposition and a continuing appropriation of the amounts All covenants relating to alternate bonds and the received. conditions and obligations imposed by this Section are enforceable by any bondholder of alternate bonds affected, any taxpayer of the governmental unit, and the People of the State of Illinois acting through the Attorney General or any designee, and in the event that any such action results in an

1 order finding that the governmental unit has not properly set 2 rates or charges or imposed taxes to the extent it is empowered to do so or collected and applied enterprise 3 4 revenues or any revenue source, as applicable, as required by 5 this Act, the plaintiff in any such action shall be awarded 6 reasonable attorney's fees. The intent is that 7 enterprise revenues or revenue source, as applicable, shall be sufficient and shall be applied to the payment of 8 9 service on such alternate bonds so that taxes need not be levied, or if levied need not be extended, for such payment. 10 11 Nothing in this Section shall inhibit or restrict the authority of a governing body to determine the lien priority 12 13 of any bonds, including alternate bonds, which may be issued with respect to any enterprise revenues or revenue source. 14

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In the event that alternate bonds shall have been issued and taxes, other than a designated revenue source, shall have been extended pursuant to the general obligation, full faith and credit promise supporting such alternate bonds, then the amount of such alternate bonds then outstanding shall be included in the computation of indebtedness of the governmental unit for purposes of all statutory provisions or limitations until such time as an audit of the governmental unit shall show that the alternate bonds have been paid from the enterprise revenues or revenue source, as applicable, pledged thereto for a complete fiscal year.

Alternate bonds may be issued to refund or advance refund alternate bonds without meeting any of the conditions set forth in this Section, except that the term of the refunding bonds shall not be longer than the term of the refunded bonds and that the debt service payable in any year on the refunding bonds shall not exceed the debt service payable in such year on the refunded bonds.

Once issued, alternate bonds shall be and forever remain until paid or defeased the general obligation of the

- 1 governmental unit, for the payment of which its full faith
- and credit are pledged, and shall be payable from the levy of
- 3 taxes as is provided in this Act for general obligation
- 4 bonds.
- 5 The changes made by this amendatory Act of 1990 do not
- 6 affect the validity of bonds authorized before September 1,
- 7 1990.

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- 8 (Source: P.A. 90-812, eff. 1-26-99; 91-57, eff. 6-30-99;
- 9 91-493, eff. 8-13-99; 91-868, eff. 6-22-00.)
- 10 (30 ILCS 350/15.01)
- Sec. 15.01. Limited bonds. A governmental unit 11 is authorized to issue limited bonds payable from the debt 12 service extension base or the public building commission 13 <u>lease rental base</u>, or both, as defined in the Property Tax 14 Extension Limitation Law, as provided in this amendatory Act 15 of 1995. Bonds authorized by Public Act 88-503 and issued 16 17 under Section 20a of the Chicago Park District Act for 18 aquarium or museum projects shall not be issued as limited bonds. A governmental unit issuing limited bonds authorized 19 20 by this Section shall provide in the bond ordinance that the bonds are issued as limited bonds and are also issued 21 22 pursuant to applicable law, other than this amendatory Act of 1995, enabling the governmental unit to issue bonds. This 23 24 amendatory Act of 1995 shall not change the rate, amount, purposes, limitations, source of funds for payment of 25 principal or interest, or method of payment or defeasance of 26 27 the bonds that a governmental unit may issue under any applicable law; provided, that limited bonds that 28 29 otherwise to be issued as general obligation bonds may be
- 31 <u>building commission lease rental base, or both</u>. This 32 amendatory Act of 1995 provides no additional authority to

payable solely from the debt service extension base or public

33 any governmental unit to issue bonds that the governmental

- 1 unit is not otherwise authorized to issue by a law other than
- 2 this amendatory Act of 1995.
- 3 (Source: P.A. 89-385, eff. 8-18-95; 89-449, eff. 6-1-96.)
- 4 Section 10. The Property Tax Code is amended by changing
- 5 Section 18-185 as follows:
- 6 (35 ILCS 200/18-185)
- 7 Sec. 18-185. Short title; definitions. This Division 5
- 8 may be cited as the Property Tax Extension Limitation Law.
- 9 As used in this Division 5:
- "Consumer Price Index" means the Consumer Price Index for
- 11 All Urban Consumers for all items published by the United
- 12 States Department of Labor.
- "Extension limitation" means (a) the lesser of 5% or the
- 14 percentage increase in the Consumer Price Index during the
- 15 12-month calendar year preceding the levy year or (b) the
- 16 rate of increase approved by voters under Section 18-205.
- 17 "Affected county" means a county of 3,000,000 or more
- inhabitants or a county contiguous to a county of 3,000,000
- or more inhabitants.
- 20 "Taxing district" has the same meaning provided in
- 21 Section 1-150, except as otherwise provided in this Section.
- 22 For the 1991 through 1994 levy years only, "taxing district"
- 23 includes only each non-home rule taxing district having the
- 24 majority of its 1990 equalized assessed value within any
- county or counties contiguous to a county with 3,000,000 or
- 26 more inhabitants. Beginning with the 1995 levy year, "taxing
- 27 district" includes only each non-home rule taxing district
- 28 subject to this Law before the 1995 levy year and each
- 29 non-home rule taxing district not subject to this Law before
- 30 the 1995 levy year having the majority of its 1994 equalized
- 31 assessed value in an affected county or counties. Beginning
- 32 with the levy year in which this Law becomes applicable to a

taxing district as provided in Section 18-213, "taxing district" also includes those taxing districts made subject to this Law as provided in Section 18-213.

4 "Aggregate extension" for taxing districts to which this 5 Law applied before the 1995 levy year means the annual б corporate extension for the taxing district and those special 7 purpose extensions that are made annually for the taxing district, excluding special purpose extensions: (a) made 8 9 the taxing district to pay interest or principal on general obligation bonds that were approved by referendum; (b) made 10 11 for any taxing district to pay interest or principal on general obligation bonds issued before October 1, 1991; (c) 12 made for any taxing district to pay interest or principal on 13 bonds issued to refund or continue to refund those bonds 14 issued before October 1, 1991; (d) made for any taxing 15 16 district to pay interest or principal on bonds issued to refund or continue to refund bonds issued after October 1, 17 18 1991 that were approved by referendum; (e) made for any 19 taxing district to pay interest or principal on revenue bonds issued before October 1, 1991 for payment of which a property 20 2.1 tax levy or the full faith and credit of the unit of local 22 government is pledged; however, a tax for the payment of 23 interest or principal on those bonds shall be made only after the governing body of the unit of local government finds that 24 25 all other sources for payment are insufficient to make those payments; (f) made for payments under a building commission 26 27 lease when the lease payments are for the retirement of bonds issued by the commission before October 1, 1991, to pay for 28 the building project, including leases between a public 29 building commission and a community college district in a 30 31 county with a population not less than 300,000 and not more 32 than 400,000 that are amended under subsection (n) of Section 14 of the Public Building Commission Act; (g) made for 33 34 payments due under installment contracts entered into before

1 October 1, 1991; (h) made for payments of principal and 2 interest on bonds issued under the Metropolitan Reclamation District Act to finance construction projects 3 4 initiated before October 1, 1991; (h-5) made for stormwater 5 management purposes by the Metropolitan Water Reclamation District of Greater Chicago under Section 12 of the 6 Metropolitan Water Reclamation District Act; (i) made for 7 8 payments of principal and interest on limited bonds, 9 defined in Section 3 of the Local Government Debt Reform Act, in an amount not to exceed the debt service extension base 10 11 less the amount in items (b), (c), (e), and (h) of this 12 definition for non-referendum obligations, except obligations 13 initially issued pursuant to referendum, plus an amount not to exceed the public building commission lease rental base 14 less the amount (deductible only from the public building 15 16 commission lease rental base and not from the debt service extension base) in item (f) of this definition for lease 17 payments; (j) made for payments of principal and interest on 18 19 bonds issued under Section 15 of the Local Government Debt Reform Act, including the public building commission lease 20 2.1 rental base alternate tax levy allocable to those payments; 22 and (k) made by a school district that participates in 23 Special Education District of Lake County, created by special education joint agreement under Section 10-22.31 of the 24 25 School Code, for payment of the school district's share of the amounts required to be contributed by the Special 26 Education District of Lake County to the Illinois Municipal 27 Retirement Fund under Article 7 of the Illinois Pension Code; 28 the amount of any extension under this item (k) shall be 29 30 certified by the school district to the county clerk. "Aggregate extension" for the taxing districts to which 31 this Law did not apply before the 1995 levy year (except 32 taxing districts subject to this Law in accordance with 33 34 Section 18-213) means the annual corporate extension for the

1 taxing district and those special purpose extensions that are 2 made annually for the taxing district, excluding special purpose extensions: (a) made for the taxing district to pay 3 4 interest or principal on general obligation bonds that were approved by referendum; (b) made for any taxing district to 5 pay interest or principal on general obligation bonds issued 6 before March 1, 1995; (c) made for any taxing district to pay 7 interest or principal on bonds issued to refund or continue 8 9 to refund those bonds issued before March 1, 1995; (d) made for any taxing district to pay interest or principal on bonds 10 11 issued to refund or continue to refund bonds issued after 12 March 1, 1995 that were approved by referendum; (e) made for 13 any taxing district to pay interest or principal on revenue bonds issued before March 1, 1995 for payment of which a 14 15 property tax levy or the full faith and credit of the unit of 16 local government is pledged; however, a tax for the payment interest or principal on those bonds shall be made only 17 after the governing body of the unit of local government 18 19 finds that all other sources for payment are insufficient to 20 make those payments; (f) made for payments under a building 2.1 commission lease when the lease payments are for the 22 retirement of bonds issued by the commission before March 1, 23 pay for the building project; (g) made for payments due under installment contracts entered into before March 1, 24 25 1995; for payments of principal and interest on (h) made 26 bonds issued under the Metropolitan Water Reclamation 27 District Act to finance construction projects initiated before October 1, 1991; (i) made for payments of principal 28 29 and interest on limited bonds, as defined in Section 3 of the 30 Local Government Debt Reform Act, in an amount not to exceed the debt service extension base less the amount in items (b), 31 of this definition for non-referendum 32 (c), and (e) 33 obligations, except obligations initially issued pursuant to 34 referendum and bonds described in subsection (h) of this 10

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1 definition; (j) made for payments of principal and 2 on bonds issued under Section 15 of the Local Government Debt Reform Act; (k) made for payments of principal and interest 3 4 on bonds authorized by Public Act 88-503 and issued under 5 Section 20a of the Chicago Park District Act for aquarium or museum projects; and (1) made for payments of principal and б 7 interest on bonds authorized by Public Act 87-1191 and issued under Section 42 of the Cook County Forest Preserve District 8 9 Act for zoological park projects.

"Aggregate extension" for all taxing districts to which this Law applies in accordance with Section 18-213, except for those taxing districts subject to paragraph (2) of subsection (e) of Section 18-213, means the annual corporate extension for the taxing district and those special purpose extensions that are made annually for the taxing district, excluding special purpose extensions: (a) made for the taxing district to pay interest or principal on general obligation bonds that were approved by referendum; (b) made for any taxing district to pay interest or principal on general bonds issued before the date on which the obligation referendum making this Law applicable to the taxing district is held; (c) made for any taxing district to pay interest or principal on bonds issued to refund or continue to refund those bonds issued before the date on which the referendum making this Law applicable to the taxing district is held; (d) made for any taxing district to pay interest or principal on bonds issued to refund or continue to refund bonds issued after the date on which the referendum making this Law applicable to the taxing district is held if the bonds were approved by referendum after the date on which the referendum making this Law applicable to the taxing district is held; (e) made for any taxing district to pay interest or principal on revenue bonds issued before the date on which the referendum making this Law applicable to the taxing district

1 is held for payment of which a property tax levy or the full 2 faith and credit of the unit of local government is pledged; however, a tax for the payment of interest or principal on 3 4 those bonds shall be made only after the governing body of 5 the unit of local government finds that all other sources for б payment are insufficient to make those payments; (f) made for 7 payments under a building commission lease when the lease 8 payments are for the retirement of bonds issued by the 9 commission before the date on which the referendum making this Law applicable to the taxing district is held to pay for 10 11 the building project; (g) made for payments due under installment contracts entered into before the date on which 12 13 the referendum making this Law applicable to the taxing district is held; (h) made for payments of principal and 14 interest on limited bonds, as defined in Section 3 of 15 16 Local Government Debt Reform Act, in an amount not to exceed the debt service extension base less the amount in items (b), 17 (e) of this definition for non-referendum 18 (c), and 19 obligations, except obligations initially issued pursuant to 20 referendum; (i) made for payments of principal and interest 21 on bonds issued under Section 15 of the Local Government Debt 22 Reform Act; and (j) made for a qualified airport authority to 23 pay interest or principal on general obligation bonds issued for the purpose of paying obligations due under, or financing 24 25 airport facilities required to be acquired, constructed, installed or equipped pursuant to, contracts entered into 26 before March 1, 1996 (but not including any amendments to 27 such a contract taking effect on or after that date). 28 29 "Aggregate extension" for all taxing districts to which 30 this Law applies in accordance with paragraph (2) subsection (e) of Section 18-213 means the annual corporate 31

excluding special purpose extensions: (a) made for the taxing

extension for the taxing district and those special purpose

extensions that are made annually for the taxing district,

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1 district to pay interest or principal on general obligation 2 bonds that were approved by referendum; (b) made for any taxing district to pay interest or principal on general 3 4 obligation bonds issued before the effective date of this 5 amendatory Act of 1997; (c) made for any taxing district to б pay interest or principal on bonds issued to refund or 7 continue to refund those bonds issued before the effective date of this amendatory Act of 1997; (d) made for any taxing 8 9 district to pay interest or principal on bonds issued to refund or continue to refund bonds issued after the effective 10 11 date of this amendatory Act of 1997 if the bonds were approved by referendum after the effective date of this 12 amendatory Act of 1997; (e) made for any taxing district to 13 pay interest or principal on revenue bonds issued before the 14 effective date of this amendatory Act of 1997 for payment of 15 16 which a property tax levy or the full faith and credit of the unit of local government is pledged; however, a tax for 17 payment of interest or principal on those bonds shall be made 18 19 only after the governing body of the unit of local government finds that all other sources for payment are insufficient to 20 21 make those payments; (f) made for payments under a building 22 commission lease when the lease payments are 23 retirement of bonds issued by the commission before effective date of this amendatory Act of 1997 to pay for the 24 25 building project; (g) made for payments due under installment contracts entered into before the effective date of this 26 amendatory Act of 1997; (h) made for payments of principal 27 and interest on limited bonds, as defined in Section 3 of the 28 29 Local Government Debt Reform Act, in an amount not to exceed 30 the debt service extension base less the amount in items (b), this definition for non-referendum 31 (c), and (e) of obligations, except obligations initially issued pursuant to 32 (i) made for payments of principal and interest 33 referendum; on bonds issued under Section 15 of the Local Government Debt 34

1 Reform Act; and (j) made for a qualified airport authority to

2 pay interest or principal on general obligation bonds issued

3 for the purpose of paying obligations due under, or financing

4 airport facilities required to be acquired, constructed,

installed or equipped pursuant to, contracts entered into

before March 1, 1996 (but not including any amendments to

7 such a contract taking effect on or after that date).

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8 "Debt service extension base" means an amount equal 9 that portion of the extension for a taxing district for the 1994 levy year, or for those taxing districts subject to this 10 11 Law in accordance with Section 18-213, except for those subject to paragraph (2) of subsection (e) of Section 18-213, 12 for the levy year in which the referendum making this Law 13 applicable to the taxing district is held, or for those 14 15 taxing districts subject to this Law in accordance with 16 paragraph (2) of subsection (e) of Section 18-213 for the 17 1996 levy year, constituting an extension for payment of principal and interest on bonds issued by the taxing district 18 without referendum, but not including excluded non-referendum 19 bonds. For park districts (i) that were first subject to 20 this Law in 1991 or 1995 and (ii) whose extension for the 21 22 1994 levy year for the payment of principal and interest on 23 bonds issued by the park district without referendum (but not 24 including excluded non-referendum bonds) was less than 51% of 25 the amount for the 1991 levy year constituting an extension for payment of principal and interest on bonds issued by the 26 27 park district without referendum (but not including excluded non-referendum bonds), "debt service extension base" means an 28 29 amount equal to that portion of the extension for the 1991 levy year constituting an extension for payment of principal 30 31 and interest on bonds issued by the park district without referendum (but not including excluded non-referendum bonds). 32 The debt service extension base may be established or 33 increased as provided under Section 18-212. "Excluded 34

- 1 <u>non-referendum bonds" means</u> (i) bonds authorized by Public
- 2 Act 88-503 and issued under Section 20a of the Chicago Park
- 3 District Act for aquarium and museum projects; (ii) bonds
- 4 issued under Section 15 of the Local Government Debt Reform
- 5 Act; and or (iii) refunding obligations issued to refund or
- 6 to continue to refund obligations initially issued pursuant
- 7 to referendum. The--debt--service--extension--base--may--be
- 8 established-or-increased-as-provided-under-Section-18-212.
- 9 "Special purpose extensions" include, but are not limited
- 10 to, extensions for levies made on an annual basis for
- 11 unemployment and workers' compensation, self-insurance,
- 12 contributions to pension plans, and extensions made pursuant
- 13 to Section 6-601 of the Illinois Highway Code for a road
- 14 district's permanent road fund whether levied annually or
- 15 not. The extension for a special service area is not
- included in the aggregate extension.
- 17 "Aggregate extension base" means the taxing district's
- 18 last preceding aggregate extension as adjusted under Sections
- 19 18-215 through 18-230.
- "Levy year" has the same meaning as "year" under Section
- 21 1-155.
- "New property" means (i) the assessed value, after final
- 23 board of review or board of appeals action, of new
- 24 improvements or additions to existing improvements on any
- 25 parcel of real property that increase the assessed value of
- 26 that real property during the levy year multiplied by the
- 27 equalization factor issued by the Department under Section
- 28 17-30 and (ii) the assessed value, after final board of
- 29 review or board of appeals action, of real property not
- 30 exempt from real estate taxation, which real property was
- 31 exempt from real estate taxation for any portion of the
- 32 immediately preceding levy year, multiplied by the
- 33 equalization factor issued by the Department under Section
- 34 17-30. In addition, the county clerk in a county containing

a population of 3,000,000 or more shall include in the 1997

recovered tax increment value for any school district, any

recovered tax increment value that was applicable to the 1995

4 tax year calculations.

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5 <u>"Public building commission lease rental base" means an</u>

6 amount equal to that portion of the extension for a taxing

district for the 1999 levy year constituting an extension for

8 payment of lease rentals under a public building commission

<u>lease</u> allocable to the retirement of bonds issued by the

commission.

"Qualified airport authority" means an airport authority organized under the Airport Authorities Act and located in a county bordering on the State of Wisconsin and having a population in excess of 200,000 and not greater than 500,000.

"Recovered tax increment value" means, otherwise provided in this paragraph, the amount of the current year's equalized assessed value, in the first year after a municipality terminates the designation of an area as a redevelopment project area previously established under the Tax Increment Allocation Development Act in the Illinois Municipal Code, previously established under the Industrial Jobs Recovery Law in the Illinois Municipal Code, previously established under the Economic Development Area Tax Increment Allocation Act, of each taxable lot, block, tract, or parcel of real property in the redevelopment project area over and above the initial equalized assessed value of each property in the redevelopment project area. For the taxes which are extended for the 1997 levy year, recovered tax increment value for a non-home rule taxing district that first became subject to this Law for the 1995 levy year because a majority of its 1994 equalized assessed in an affected county or counties shall be value was increased if a municipality terminated the designation of an area in 1993 as a redevelopment project area previously

1 established under the Tax Increment Allocation Development 2 Act in the Illinois Municipal Code, previously established under the Industrial Jobs Recovery Law in the Illinois 3 4 Municipal Code, or previously established under the Economic 5 Development Area Tax Increment Allocation Act, by an amount 6 equal to the 1994 equalized assessed value of each taxable 7 lot, block, tract, or parcel of real property 8 redevelopment project area over and above the 9 equalized assessed value of each property in the redevelopment project area. In the first year after a 10 11 municipality removes a taxable lot, block, tract, or parcel property from a redevelopment project area 12 real established under the Tax Increment Allocation Development 13 in the Illinois Municipal Code, the Industrial Jobs 14 15 Recovery Law in the Illinois Municipal Code, or the Economic 16 Development Area Tax Increment Allocation Act, "recovered tax increment value" means the amount of the current year's 17 equalized assessed value of each taxable lot, block, 18 19 or parcel of real property removed from the redevelopment project area over and above the initial equalized assessed 20 21 value of that real property before removal from the 22 redevelopment project area. 23 Except as otherwise provided in this Section,

Except as otherwise provided in this Section, "limiting rate" means a fraction the numerator of which is the last preceding aggregate extension base times an amount equal to one plus the extension limitation defined in this Section and the denominator of which is the current year's equalized assessed value of all real property in the territory under the jurisdiction of the taxing district during the prior levy year. For those taxing districts that reduced their aggregate extension for the last preceding levy year, the highest aggregate extension in any of the last 3 preceding levy years shall be used for the purpose of computing the limiting rate. The denominator shall not include new

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- 1 property. The denominator shall not include the recovered
- 2 tax increment value.
- 3 (Source: P.A. 90-485, eff. 1-1-98; 90-511, eff. 8-22-97;
- 4 90-568, eff. 1-1-99; 90-616, eff. 7-10-98; 90-655, eff.
- 5 7-30-98; 91-357, eff. 7-29-99; 91-478, eff. 11-1-99.)
- 6 Section 15. The Public Building Commission Act is
- 7 amended by changing Sections 3, 14, and 18 as follows:
- 8 (50 ILCS 20/3) (from Ch. 85, par. 1033)
- 9 Sec. 3. The following terms, wherever used, or referred
- 10 to in this Act, mean unless the context clearly requires a
- 11 different meaning:
- 12 (a) "Commission" means a Public Building Commission
- 13 created pursuant to this Act.
- 14 (b) "Commissioner" or "Commissioners" means a
- 15 Commissioner or Commissioners of a Public Building
- 16 Commission.
- 17 (c) "County seat" means a city, village or town which is
- 18 the county seat of a county.
- 19 (d) "Municipality" means any city, village or
- incorporated town of the State of Illinois.
- 21 (e) "Municipal corporation" includes a county, city,
- village, town, (including a county seat), park district,
- 23 school district in a county of 3,000,000 or more population,
- 24 board of education of a school district in a county of
- 25 3,000,000 or more population, sanitary district, airport
- 26 authority contiguous with the County Seat as of July 1, 1969
- 27 and any other municipal body or governmental agency of the
- 28 State but does not include a school district in a county of
- less than 3,000,000 population, a board of education of a
- 30 school district in a county of less than 3,000,000
- 31 population, or a community college district in a county of
- less than 3,000,000 population.

- 1 (f) "Governing body" includes a city council, county
- 2 board, or any other body or board, by whatever name it may be
- 3 known, charged with the governing of a municipal corporation.
- 4 (g) "Presiding officer" includes the mayor or president
- of a city, village or town, the presiding officer of a county
- 6 board, or the presiding officer of any other board or
- 7 commission, as the case may be.
- 8 (h) "Oath" means oath or affirmation.
- 9 (i) "Building" means an improvement to real estate to be
- 10 made available for use by a municipal corporation for the
- 11 furnishing of governmental services to its citizens, together
- 12 with any land or interest in land necessary or useful in
- 13 connection with the improvement.
- 14 (j) "Public building commission lease rental base" means
- that term as defined in the Property Tax Extension Limitation
- 16 <u>Law</u>.
- 17 (Source: P.A. 88-304.)
- 18 (50 ILCS 20/14) (from Ch. 85, par. 1044)
- 19 Sec. 14. A Public Building Commission is a municipal
- 20 corporation and constitutes a body both corporate and politic
- 21 separate and apart from any other municipal corporation or
- 22 any other public or governmental agency. It may sue and be
- 23 sued, plead and be impleaded, and have a seal and alter such
- 24 at pleasure, have perpetual succession, make and execute
- 25 contracts, leases, deeds and other instruments necessary or
- 26 convenient to the exercise of its powers, and make and from
- 27 time to time amend and repeal its by-laws, rules and
- 28 regulations not inconsistent with this Act. In addition, it
- 29 has and shall exercise the following public and essential
- 30 governmental powers and functions and all other powers
- 31 incidental or necessary, to carry out and effectuate such
- 32 express powers:
- 33 (a) To select, locate and designate, at any time and

1 from time to time, one or more areas lying wholly within the 2 territorial limits of the municipality or of the county seat of the county in which the Commission is organized, or within 3 4 the territorial limits of the county if the site is to be 5 used for county purposes, or (in the case of a county having б a population of at least 20,000 but not more than 21,000 as 7 determined by the 1980 federal census) within the territorial limits of the county if the site is to be used for municipal 8 9 purposes, as the site or sites to be acquired for the erection, alteration or improvement of a 10 building or 11 buildings, public improvement or other facilities for the purposes set forth in this Section. 12 The site or sites selected shall be conveniently located within such county, 13 municipality or county seat and of an area 14 15 sufficiently large to accomplish and effectuate the purpose 16 of this Act and sufficient to provide architectural setting and adequate landscaping for such 17 building buildings, public improvement 18 or or other 19 facilities.

(1) Where the governing body of the county seat or the governing body of any municipality with 3,000 or more inhabitants has adopted the original resolution for the creation of the Commission, the site or sites selected, and in the case of a project for an Airport Authority, the site or sites selected, the project and any lease agreements, are subject to approval by a majority of the members of the governing body of the county seat or by a majority of the members of the members of the governing body of the municipality. However, where the site is for a county project and is outside the limits of a municipality, the approval of the site shall be by the county board.

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32 (2) Where the original resolution for the creation of 33 the Commission has been adopted by the governing body of the 34 county, the site or sites selected, and in the case of a

1 project for an Airport Authority, the site or sites selected, 2 the project and any lease agreements, are subject to approval by a majority of the members of the governing body of the 3 4 county and to approval by 3/4 of the members of the governing 5 body of the county seat, except that approval of 3/4 of the б members of the governing body of the county seat is not 7 required where the site is for a county or (in the case of a county having a population of at least 20,000 but not more 8 9 than 21,000 as determined by the 1980 federal census) municipal project and is outside the limits of the county 10 11 seat, in which case approval by 3/4 of the members of the governing body of any municipality where the site or sites 12 will be located is required; and, if such site or sites so 13 selected, and in the case of a project for an Airport 14 15 Authority, the site or sites selected, the project and any 16 lease agreements, are not approved by 3/4 of the members of the governing body of the county seat the Commission may by 17 resolution request that the approval of the site or sites so 18 19 selected, and in the case of a project for an Airport 20 Authority, the site or sites selected, the project and any 21 lease agreements, be submitted to a referendum at the next 22 general election in accordance with the general election law, 23 and shall present such resolution to the county clerk. Upon receipt of such resolution the county clerk shall immediately 24 25 notify the board of election commissioners, if any; however, referenda pursuant to such resolution shall not be called 26 more frequently than once in 4 years. The proposition shall 27 be in substantially the following form: 28

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- 30 Shall be acquired for the
- 31 erection, alteration or improvement of a
- 32 building or buildings pursuant to the YES
- 33 Public Building Commission Act,
- 34 approved July 5, 1955, which project

- 1 it is estimated will cost \$....., ------
- 2 including the cost of the site
- acquisition and for the payment of which 3
- 4 revenue bonds in the amount of \$...., NO
- maturing and bearing interest at 5
- б the rate of per annum, may be issued?
- _____ 7
- 8 If a majority of the electors voting on the proposition vote
- in favor of the proposition, the site or sites so selected, 9
- and in the case of a project for an Airport Authority, the 10
- 11 site or sites selected, the project and any lease agreements,
- shall be approved. Except where approval of the site or 12
- sites has been obtained by referendum, the area or areas may 13
- be enlarged by the Board of Commissioners, from time to time, 14
- 15 as the need therefor arises. The selection, location and
- 16 designation of more than one area may, but need not, be made
- at one time but may be made from time to time. 17
- (b) To acquire the fee simple title to the real property 18
- 19 located within such area or areas, including easements and
- reversionary interests in the streets, alleys and other 20
- 21 public places and personal property required for its
- 22 purposes, by purchase, gift, legacy, or by the exercise of
- in the corporate name of the Commission. Eminent domain

the power of eminent domain, and title thereto shall be taken

- 25 proceedings shall be in all respects in the manner provided
- for the exercise of the right of eminent domain under Article 26
- VII of the Code of Civil Procedure, approved August 19, 1981, 27
- as amended. All land and appurtenances thereto, acquired or 28
- 29 owned by the Commission are to be deemed acquired or owned
- 30 for a public use or public purpose.

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- Any municipal corporation which owns fee simple title to 31
- real property located within such an area, may convey such 32
- real property, or any part thereof, to the Commission with a 33
- 34 provision in such conveyance for the reverter of such real

- 1 property to the transferor municipal corporation at such time
- 2 as all revenue bonds and other obligations of the Commission
- 3 incident to the real property so conveyed, have been paid in
- 4 full, and such Commission is hereby authorized to accept such
- 5 a conveyance.
- 6 (c) To demolish, repair, alter or improve any building
- 7 or buildings within the area or areas and to erect a new
- 8 building or buildings, improvement and other facilities
- 9 within the area or areas to provide space for the conduct of
- 10 the executive, legislative and judicial functions of
- 11 government, its various branches, departments and agencies
- 12 thereof and to provide buildings, improvements and other
- 13 facilities for use by local government in the furnishing of
- 14 essential governmental, health, safety and welfare services
- 15 to its citizens; to furnish and equip such building or
- 16 buildings, improvements and other facilities, and maintain
- 17 and operate them so as to effectuate the purposes of this
- 18 Act.
- 19 (d) To pave and improve streets within such area or
- 20 areas, and to construct, repair and install sidewalks,
- 21 sewers, waterpipes and other similar facilities and site
- 22 improvements within such area or areas and to provide for
- 23 adequate landscaping essential to the preparation of such
- 24 site or sites in accordance with the purposes of this Act.
- 25 (e) To make provisions for offstreet parking facilities.
- 26 (f) To operate, maintain, manage and to make and enter
- into contracts for the operation, maintenance and management
- of such buildings and other facilities and to provide rules
- and regulations for the operation, maintenance and management
- 30 thereof.
- 31 (g) To employ and discharge without regard to any Civil
- 32 Services Act, engineering, architectural, construction, legal
- 33 and financial experts and such other employees as may be
- 34 necessary in its judgment to carry out the purposes of this

- 1 Act and to fix compensation for such employees, and enter
- 2 into contracts for the employment of any person, firm, or
- 3 corporation, and for professional services necessary or
- 4 desirable for the accomplishment of the objects and purposes
- of the Commission and the proper administration, management,
- 6 protection and control of its property.
- 7 (h) To rent all or any part or parts of such building,
- 8 buildings, or other facilities to any municipal corporation
- 9 that organized or joined in the organization of the Public
- 10 Building Commission or to any branch, department, or agency
- 11 thereof, or to any branch, department, or agency of the State
- or Federal government, or to any other state or any agency or
- 13 political subdivision of another state with which the
- 14 Commission has entered into an intergovernmental agreement or
- 15 contract under the Intergovernmental Cooperation Act, or to
- 16 any municipal corporation with which the Commission has
- 17 entered into an intergovernmental agreement or contract under
- 18 the Intergovernmental Cooperation Act, or to any other
- 19 municipal corporation, quasi municipal corporation, political
- 20 subdivision or body politic, or agency thereof, doing
- 21 business, maintaining an office, or rendering a public
- 22 service in such county for any period of time, not to exceed
- 23 30 years.
- 24 (i) To rent such space in such building or buildings as
- 25 from time to time may not be needed by any governmental
- 26 agency for such other purposes as the Board of Commissioners
- 27 may determine will best serve the comfort and convenience of
- 28 the occupants of such building or buildings, and upon such
- 29 terms and in such manner as the Board of Commissioners may
- 30 determine.
- 31 (j) To execute written leases evidencing the rental
- 32 agreements authorized in paragraphs (h) and (i) of this
- 33 Section.
- 34 (k) To procure and enter into contracts for any type of

- 1 insurance or indemnity against loss or damage to property
- 2 from any cause, including loss of use and occupancy, against
- death or injury of any person, against employer's liability, 3
- 4 against any act of any member, officer or employee of
- 5 Public Building Commission in the performance of the duties
- 6 of his office or employment or any other insurable risk,
- 7 the Board of Commissioners in its discretion may deem
- 8 necessary.

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- To accept donations, contributions, capital grants 9 (1)
- or gifts from any individuals, associations, municipal and 10
- 11 private corporations and the United States of America, or any
- agency or instrumentality thereof, for or in aid of any of 12
- the purposes of this Act and to enter into agreements in 13
- connection therewith. 14
- To borrow money from time to time and in evidence 15
- 16 thereof to issue and sell revenue bonds in such amount or
- amounts as the Board of Commissioners may determine to 17
- 18 provide funds for the purpose of acquiring, erecting,
- 19 demolishing, improving, altering, equipping, repairing,
- maintaining and operating buildings and other facilities and 20
- 2.1 to acquire sites necessary and convenient therefor and to pay
- 22 all costs and expenses incident thereto, including, but

without in any way limiting the generality of the foregoing,

- architectural, engineering, legal and financing expense,
- 25 which may include an amount sufficient to meet the interest
- 26 charges on such revenue bonds during such period or periods
- as may elapse prior to the time when the project or projects 27
- may become revenue producing and for one year in 28
- thereto; and to refund and refinance, from time to time, 29
- 30 revenue bonds so issued and sold, as often as may be deemed
- to be advantageous by the Board of Commissioners. 31
- 32 into any agreement or contract with any (n) To enter
- 33 lessee, who, pursuant to the terms of this Act, is renting or
- 34 is about to rent from the Commission all or part of any

1 building or buildings or facilities, whereby under such 2 agreement or contract such lessee obligates itself to pay all or part of the cost of maintaining and operating the premises 3 4 so leased. Such agreement may be included as a provision of any lease entered into pursuant to the terms of this Act or 5 6 may be made the subject of a separate agreement or contract between the Commission and such lessee. Notwithstanding any 7 8 contrary provision of the Property Tax Extension Limitation 9 Law, a lease entered into by a public building commission and 10 a community college district in a county with a population of 11 not less than 300,000 and not more than 400,000 before 12 October 1, 1991, may be amended to provide for the continuation of an annual payment in an amount that is not 13 greater than the maximum annual payment under the lease on 14 15 the effective date of this amendatory Act of the 92nd General Assembly. For the purposes of Section 18 of this Act, the 16 effective date of the amendment to the lease is the same as 17 the date of the original execution of that lease. 18 (Source: P.A. 86-325; 86-1215; 87-1208.)

(50 ILCS 20/18) (from Ch. 85, par. 1048) 20

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18. Whenever, and as often as, a municipal 22 corporation having taxing power enters into a lease with a Public Building Commission, the governing body of such 24 corporation shall provide by ordinance or municipal resolution, as the case may be, for the levy and collection 25 a direct annual tax sufficient to pay the annual rent 26 payable under such lease as and when it becomes due and 27 payable, or, if applicable, in the amount of the public 28 building commission lease rental base levied for the lease. A 30 certified copy of the lease of such municipal corporation and 31 a certified copy of the tax levying ordinance or resolution, as the case may be, of such municipal corporation shall be 32 filed in the office of the county clerk in each county in 33

/s/....

1 which any portion of the territory of such municipal 2 corporation is situated, which certified copies shall constitute the authority for the county clerk or clerks, in 3 4 each case, to extend the taxes annually necessary to pay the annual rent payable under such lease as and when it becomes 5 6 due and payable, or, if applicable, in the amount of the public building commission lease rental base levied for the 7 8 <u>lease</u>. No taxes shall be extended for any lease entered into 9 after the effective date of this amendatory Act of 1993, however, until after a public hearing on the lease. The clerk 10 11 or secretary of the governing body of the municipal corporation shall cause notice of the time and place of the 12 hearing to be published at least once, at least 15 days 13 before the hearing, in a newspaper published or having 14 15 general circulation within the municipal corporation. 16 such newspaper exists, the clerk or secretary shall cause the notice to be posted, at least 15 days before the hearing, in 17 least 10 conspicuous places within the municipal 18 19 corporation. The notice shall be in the following form: NOTICE OF PUBLIC HEARING ON LEASE between (name of the 20 municipal corporation) and (name of the public building 21 22 commission). 23 A public hearing regarding a lease between (name of the municipal corporation) and (name of the public building 24 25 commission) will be held by (name of the governing body of the municipal corporation) on (date) at (time) at (location). 26 The largest yearly rental payment set forth in the lease is 27 (\$ amount). The maximum length of the lease is (years). 28 29 The purpose of the lease is (explain in 25 words or 30 less). Dated (insert date). this-----day-of----31 32 By Order of (name of the governing body of the Municipal Corporation) 33

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1 Clerk or Secretary.

2 At the hearing, all persons residing or owning property in the municipal corporation shall have an opportunity to be 3 4 heard orally, in writing, or both.

Upon the filing of the certified copies of the lease and the tax levying ordinance or resolution in the office of the county clerk or clerks of the proper county or counties, it shall be the duty of such county clerk or clerks to ascertain 8 the rate per cent which, upon the value of all property subject to taxation within the municipal corporation, as that 10 11 property is assessed or equalized by the Department of Revenue, will produce a net amount of not less than the 12 amount of the annual rent reserved in such lease, or, if 13 applicable, in the amount of the public building commission 14 lease rental base levied for the lease. The county clerk or 15 16 clerks shall thereupon, and thereafter annually during the term of the lease, extend taxes against all of the taxable 17 property contained in that municipal corporation sufficient 18 19 to pay the annual rental reserved in such lease, or, if applicable, in the amount of the public building commission 20 lease rental base levied for the lease. Such tax shall be 21 levied and collected in like manner with the other taxes of 22 23 such municipal corporation and shall be in addition to all other taxes now or hereafter authorized to be levied by that 24 25 municipal corporation. This tax shall not be included within any statutory limitation of rate or amount for that municipal 26 corporation but shall be excluded therefrom and be in 27 addition thereto and in excess thereof. If this tax is levied 28 after the year 1999, however, as part of a public building 29 commission lease rental base, the tax is subject to 30 limitation as to the amount of the public building commission 31 32 <u>lease rental base.</u> The fund realized from such tax levy shall be set aside for the payment of the annual rent and shall not 33 34 be disbursed for any other purpose until the annual rental

- 1 has been paid in full. This Section shall not be construed
- 2 to limit the power of the Commission to enter into leases
- 3 with any municipal corporation whether or not the municipal
- 4 corporation has the power of taxation. This Section shall not
- 5 <u>be construed to require taxes to be levied or extended in</u>
- 6 <u>excess of the public building commission lease rental base</u>,
- 7 <u>if applicable.</u>
- 8 (Source: P.A. 87-1208; 87-1279; revised 1-10-00.)
- 9 Section 20. The Counties Code is amended by changing
- 10 Section 5-1062.1 as follows:
- 11 (55 ILCS 5/5-1062.1) (from Ch. 34, par. 5-1062.1)
- Sec. 5-1062.1. Stormwater management planning councils
- in Cook County.
- 14 (a) <u>Stormwater management planning in Cook County shall</u>
- 15 <u>be conducted as provided in Section 7h of the Metropolitan</u>
- 16 <u>Water Reclamation District Act. References in this Section</u>
- 17 <u>to the "District" mean the Metropolitan Water Reclamation</u>
- 18 <u>District of Greater Chicago.</u>
- 19 The purpose of this Section is to <u>create planning</u>
- 20 <u>councils</u>, <u>organized</u> by <u>watershed</u>, <u>to contribute to the</u>
- 21 <u>stormwater management planning process by advising the</u>
- 22 <u>Metropolitan Water Reclamation District of Greater Chicago</u>
- 23 and representing the needs and interests of the members of
- 24 the public and the local governments included within their
- 25 <u>respective watersheds.</u> allow-management-and-mitigation-of-the
- 26 effects--of--urbanization--on--stormwater--drainage--in--Cook
- 27 County, -- and This Section applies only to Cook County. In
- 28 addition,-this-Section-is-intended-to-improve-stormwater--and
- 29 floodplain-management-in-Cook-County-by-the-following:
- 30 (1)--Setting--minimum--standards--for-floodplain-and
- 31 stormwater-management.
- 32 (2)--Preparing---plans---for---the---management---of

- 3 (b) The-purpose-of-this-Section-shall-be-achieved-by-the following:
- 5 (1)--Creating--6 Stormwater management planning councils shall be formed for each of the following according-to-the б established watersheds of the Chicago Metropolitan Area: 7 8 North Branch Chicago River, Lower Des Plaines Tributaries, 9 Cal-Sag Channel, Little Calumet River, Poplar Creek, and Upper Salt Creek. In addition, a stormwater management 10 11 planning council shall be established for the combined sewer Additional stormwater management 12 areas of Cook County. 13 planning councils may be formed by the <u>District</u> Stormwater Management-Planning-Committee for other watersheds within 14

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Cook County.

- Membership on the watershed councils shall consist of the chief elected official, or his or her designee, from each municipality and township within the watershed and the Cook County Board President, or his or her designee, if unincorporated area is included in the watershed. A municipality or township shall be a member of more than one watershed council if the corporate boundaries of that municipality, or township extend entered into more than one watershed, or if the municipality or township is served in part by separate sewers and combined sewers.
- Subcommittees of the stormwater management planning councils may be established to assist the stormwater management planning councils in performing their duties preparing-and-implementing-a-stormwater-management-plan. The councils may adopt bylaws to govern the functioning of the stormwater management councils and subcommittees.
- 32 (2)--Creating,---by---intergovernmental---agreement,----a
 33 county-wide-Stormwater-Management-Planning-Committee-with-its
 34 membership---consisting--of--the--Chairman--of--each--of--the

1 watershed--management--councils,--the---Cook---County---Board

2 President--or--his--designee,--and--the-Northeastern-Illinois

3 Planning-Commission-President-or-his-designee.

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(c) (3) The principal duties of the watershed planning councils shall be to advise the District on the development and implementation of the countywide develop—a stormwater management plan with respect to matters relating to their respective watersheds and to advise and represent the concerns of for—the—watershed—area—and—to—recommend—the—plan for—adoption—to the units of local government in the watershed area. The councils shall meet at least quarterly and shall hold at least one public hearing during the preparation of the plan. Adoption—of—the—watershed—plan shall—be—by—each—municipality—in—the—watershed—and—by—vote—of the—County—Board—

(d) (4) The <u>District</u> principal-duty-of-the-county-wide Stormwater-Management-Planning-Committee shall give careful consideration to the recommendations and concerns of the watershed planning councils throughout the planning process. be--to--coordinate--the-6-watershed-plans-as-developed-and-to coordinate-the-planning-process-with-the--adjoining--counties to--ensure--that-recommended-stormwater-projects-will-have-no significant--adverse--impact--on--the--levels--or--flows---of stormwater--in--the-inter-county-watershed-or-on-the-capacity of-existing-and-planned-stormwater-retention-facilities. The <u>District</u> Committee shall identify in an annual published report steps taken by the <u>District to accommodate the</u> concerns and recommendations of the watershed planning councils. Committee-to-coordinate--the--development--of--plan recommendations-with-adjoining-counties.--The-Committee-shall also---publish--a--coordinated--stormwater--document--of--all $\verb|activity-in-the-Cook-County-area-and-agreed--upon--stormwater|\\$ planning-standards.

(5)--The--stormwater--management-planning-committee-shall

- 1 submit-the-coordinated-watershed-plans-to-the-Office-of-Water
- 2 Resources-of-the-Department-of-Natural-Resources-and--to--the
- 3 Northeastern--Illinois--Planning--Commission--for--review-and
- 4 recommendation.--The-Office-and-the-Commission,-in-reviewing
- 5 the-plan,-shall-consider-those-factors-as-impact-on-the-level
- 6 or-flows-in-the-rivers-and-streams-and-the-cumulative-effects
- 7 of---stormwater--discharges--on--flood--levels----The--review
- 8 comments--and--recommendations--shall--be--submitted--to--the
- 9 watershed-councils-for-consideration.
- 10 <u>(e)</u> (6) The stormwater management planning <u>councils</u>
- 11 committee may recommend rules and regulations to the <u>District</u>
- 12 watershed-councils governing the location, width, course, and
- 13 release rates of all stormwater runoff channels, streams, and
- basins in their respective watersheds the eounty.
- 15 (f) (7) The Northwest Municipal Conference, the South
- 16 Suburban Mayors and Managers Association, and the West
- 17 Central Municipal Conference shall be responsible for the
- 18 coordination of the planning councils created under this
- 19 Section.
- 20 (Source: P.A. 88-649, eff. 9-16-94; 89-445, eff. 2-7-96.)
- 21 Section 25. The Metropolitan Water Reclamation District
- 22 Act is amended by adding Section 7h as follows:
- 23 (70 ILCS 2605/7h new)
- Sec. 7h. Stormwater management.
- 25 (a) Stormwater management in Cook County shall be under
- 26 <u>the general supervision of the Metropolitan Water Reclamation</u>
- 27 <u>District of Greater Chicago. The District has the authority</u>
- 28 to plan, manage, implement, and finance activities relating
- 29 <u>to stormwater management in Cook County. The authority of</u>
- 30 <u>the District with respect to stormwater management extends</u>
- 31 <u>throughout Cook County and is not limited to the area</u>
- 32 <u>otherwise within the territory and jurisdiction of the</u>

- 1 <u>District under this Act.</u>
- 2 For the purposes of this Section, the term "stormwater
- 3 <u>management</u> includes, without limitation, the management of
- 4 floods and floodwaters.
- 5 (b) The District may utilize the resources of
- 6 cooperating local watershed councils (including the
- 7 stormwater management planning councils created under Section
- 8 <u>5-1062.1</u> of the Counties Code), councils of local
- 9 governments, the Northeastern Illinois Planning Commission,
- 10 and similar organizations and agencies. The District may
- 11 provide those organizations and agencies with funding, on a
- 12 <u>contractual basis</u>, for providing information to the District,
- 13 providing information to the public, or performing other
- 14 <u>activities related to stormwater management.</u>
- The District may enter into agreements with responsible
- 16 agencies in adjoining counties for the purpose of
- 17 <u>accommodating planning activities on a watershed basis.</u>
- 18 The District may enter into intergovernmental agreements
- 19 with Cook County or other units of local government that are
- 20 <u>located in whole or in part outside the District for the</u>
- 21 purpose of implementing the stormwater management plan and
- 22 providing stormwater management services in areas not
- 23 <u>included within the territory of the District.</u>
- 24 (c) The District shall prepare and adopt by ordinance a
- 25 <u>countywide stormwater management plan for Cook County.</u> The
- 26 <u>countywide</u> <u>plan</u> <u>may incorporate</u> <u>one or more separate</u>
- watershed plans.
- 28 <u>Prior to adopting the countywide stormwater management</u>
- 29 plan, the District shall hold at least one public hearing
- 30 <u>thereon and shall afford interested persons an opportunity to</u>
- 31 <u>be heard.</u>
- 32 <u>(d) The District may prescribe by ordinance reasonable</u>
- 33 <u>rules and regulations for floodplain and stormwater</u>
- 34 management and for governing the location, width, course, and

- 1 release rate of all stormwater runoff channels, streams, and
- 2 <u>basins in Cook County, in accordance with the adopted</u>
- 3 stormwater management plan. These rules and regulations
- 4 shall, at a minimum, meet the standards for floodplain
- 5 <u>management established by the Office of Water Resources of</u>
- 6 the Department of Natural Resources and the requirements of
- 7 the Federal Emergency Management Agency for participation in
- 8 <u>the National Flood Insurance Program.</u>
- 9 <u>(e) The District may impose fees on areas outside the</u>
- 10 <u>District but within Cook County to mitigate the effects of</u>
- increased stormwater runoff resulting from new development.
- 12 The fees shall not exceed the cost of satisfying the onsite
- 13 <u>stormwater retention or detention requirements of the adopted</u>
- 14 <u>stormwater management plan. The fees shall be used to</u>
- 15 <u>finance activities undertaken by the District or units of</u>
- 16 <u>local government within the District to mitigate the effects</u>
- of urban stormwater runoff by providing regional stormwater
- 18 <u>retention or detention facilities, as identified in the plan.</u>
- 19 All such fees collected by the District shall be held in a
- separate fund.
- 21 <u>(f) Amounts realized from the tax levy for stormwater</u>
- 22 <u>management purposes authorized in Section 12 may be used by</u>
- 23 <u>the District for implementing this Section and for the</u>
- 24 <u>development</u>, <u>design</u>, <u>planning</u>, <u>construction</u>, <u>operation</u>, <u>and</u>
- 25 <u>maintenance of regional stormwater facilities provided for in</u>
- the stormwater management plan.
- 27 The proceeds of any tax imposed under Section 12 for
- 28 <u>stormwater management purposes and any revenues generated as</u>
- 29 <u>a result of the ownership or operation of facilities or land</u>
- 30 <u>acquired with the proceeds of taxes imposed under Section 12</u>
- 31 <u>for stormwater management purposes shall be held in a</u>
- 32 <u>separate fund and used either for implementing this Section</u>
- or to abate those taxes.
- 34 (q) The District may plan, implement, finance, and

- 1 operate regional stormwater management projects in accordance
- 2 with the adopted countywide stormwater management plan.
- 3 The District shall provide for public review and comment
- 4 <u>on proposed stormwater management projects. The District</u>
- 5 shall conform to State and federal requirements concerning
- 6 public information, environmental assessments, and
- 7 <u>environmental impacts for projects receiving State or federal</u>
- 8 funds.
- 9 The District may issue bonds under Section 9.6a of this
- 10 Act for the purpose of funding stormwater management
- 11 projects.
- 12 <u>The District shall not use Cook County Forest Preserve</u>
- 13 <u>District land for stormwater or flood control projects</u>
- 14 <u>without the consent of the Forest Preserve District.</u>
- (h) Upon the creation and implementation of a county
- 16 <u>stormwater management plan, the District may petition the</u>
- 17 <u>circuit court to dissolve any or all drainage districts</u>
- 18 <u>created pursuant to the Illinois Drainage Code or predecessor</u>
- 19 Acts that are located entirely within the District.
- However, any active drainage district implementing a plan
- 21 that is consistent with and at least as stringent as the
- 22 <u>county stormwater management plan may petition the District</u>
- 23 <u>for exception from dissolution. Upon filing of the petition,</u>
- 24 <u>the District shall set a date for hearing not less than 2</u>
- 25 weeks, nor more than 4 weeks, from the filing thereof, and
- 26 <u>the District shall give at least one week's notice of the</u>
- 27 <u>hearing in one or more newspapers of general circulation</u>
- 28 <u>within the drainage district, and in addition shall cause a</u>
- 29 copy of the notice to be personally served upon each of the
- 30 trustees of the drainage district. At the hearing, the
- 31 <u>District shall hear the drainage district's petition and</u>
- 32 <u>allow the drainage district trustees and any interested</u>
- 33 parties an opportunity to present oral and written evidence.
- 34 The District shall render its decision upon the petition for

1 exception from dissolution based upon the best interests of 2 the residents of the drainage district. In the event that the exception is not allowed, the drainage district may file 3 4 a petition with the circuit court within 30 days of the decision. In that case, the notice and hearing requirements 5 for the court shall be the same as provided in this 6 subsection for the petition to the District. The court shall 7 8 render its decision of whether to dissolve the district based 9 upon the best interests of the residents of the drainage 10 district. 11 The dissolution of a drainage district shall not affect the obligation of any bonds issued or contracts entered into 12 13 by the drainage district nor invalidate the levy, extension, or collection of any taxes or special assessments upon the 14 property in the former drainage district. All property and 15 16 obligations of the former drainage district shall be assumed 17 and managed by the District, and the debts of the former drainage district shall be discharged as soon as practicable. 18 If a drainage district lies only partly within the 19 District, the District may petition the circuit court to 20 disconnect from the drainage district that portion of the 21 22 drainage district that lies within the District. The property of the drainage district within the disconnected 23 area shall be assumed and managed by the District. The 24 25 District shall also assume a portion of the drainage district's debt at the time of disconnection, based on the 26 27 portion of the value of the taxable property of the drainage district which is located within the area being disconnected. 28 29 A drainage district that continues to exist within Cook County shall conform its operations to the countywide 30 31 stormwater management plan. (i) The District may assume responsibility for 32 33 maintaining any stream within Cook County. 34 (j) The District may, after 10 days written notice to

- 1 the owner or occupant, enter upon any lands or waters within
- 2 the county for the purpose of inspecting stormwater
- 3 <u>facilities or causing the removal of any obstruction to an</u>
- 4 <u>affected watercourse</u>. The District shall be responsible for
- 5 <u>any damages occasioned thereby.</u>
- 6 (k) The District shall report to the public annually on
- 7 its activities and expenditures under this Section and the
- 8 <u>adopted countywide stormwater management plan.</u>
- 9 <u>(1) The powers granted to the District under this</u>
- 10 <u>Section are in addition to the other powers granted under</u>
- 11 this Act. This Section does not limit the powers of the
- 12 <u>District under any other provision of this Act or any other</u>
- 13 <u>law.</u>
- 14 (m) This Section does not affect the power or duty of
- 15 any unit of local government to take actions relating to
- 16 <u>flooding or stormwater</u>, so long as those actions conform with
- 17 this Section and the plans, rules, and ordinances adopted by
- 18 <u>the District under this Section.</u>
- 19 A home rule unit located in whole or in part in Cook
- 20 <u>County (other than a municipality with a population over</u>
- 21 1,000,000) may not regulate stormwater management or planning
- 22 <u>in Cook County in a manner inconsistent with this Section or</u>
- 23 the plans, rules, and ordinances adopted by the District
- 24 <u>under this Section; provided, within a municipality with a</u>
- 25 population over 1,000,000, the stormwater management planning
- 26 program of Cook County shall be conducted by that
- 27 <u>municipality or, to the extent provided in an</u>
- 28 <u>intergovernmental agreement between the municipality and the</u>
- 29 <u>District, by the District pursuant to this Section; provided</u>
- 30 <u>further that the power granted to such municipality shall not</u>
- 31 <u>be inconsistent with existing powers of the District.</u>
- 32 Pursuant to paragraph (i) of Section 6 of Article VII of the
- 33 <u>Illinois Constitution</u>, this Section specifically denies and
- 34 <u>limits the exercise of any power that is inconsistent with</u>

- 1 this Section by a home rule unit that is a county with a
- 2 population of 1,500,000 or more or is located, in whole or in
- 3 part, within such a county, other than a municipality with a
- 4 population over 1,000,000.
- 5 (70 ILCS 2605/12) (from Ch. 42, par. 332)
- 6 Sec. 12. The board of commissioners annually may levy
- 7 taxes for corporate purposes upon property within the
- 8 territorial limits of such sanitary district, the aggregate
- 9 amount of which, exclusive of the amount levied for (a) the
- 10 payment of bonded indebtedness and the interest on bonded
- indebtedness (b) employees' annuity and benefit purposes (c)
- 12 construction purposes, and (d) for the purpose of
- 13 establishing and maintaining a reserve fund for the payment
- 14 of claims, awards, losses, judgments or liabilities which
- might be imposed on such sanitary district under the Workers'
- 16 Compensation Act or the Workers' Occupational Diseases Act,
- 17 and any claim in tort, including but not limited to, any
- 18 claim imposed upon such sanitary district under the Local
- 19 Governmental and Governmental Employees Tort Immunity Act,
- 20 and for the repair or replacement of any property owned by
- 21 such sanitary district which is damaged by fire, flood,
- 22 explosion, vandalism or any other peril, natural or manmade,
- 23 shall not exceed the sum produced by extending the rate of
- 24 .46% for <u>each of</u> the <u>years</u> year 1979 <u>through 2001 and by</u>
- 25 <u>extending the rate of 0.41% for the year 2002</u> and each year
- 26 thereafter, upon the assessed valuation of all taxable
- 27 property within the sanitary district as equalized and
- 28 determined for State and local taxes.
- In addition, for stormwater management purposes,
- 30 <u>including but not limited to those provided in subsection (f)</u>
- of Section 7h, the board of commissioners may levy taxes for
- 32 the year 2002 and each year thereafter at a rate not to
- 33 <u>exceed 0.05% of the assessed valuation of all taxable</u>

1 property within the district as equalized and determined for

2 <u>State and local taxes.</u>

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And In addition thereto, for construction purposes as 3 4 defined Section 5.2 of this Act, the board of in 5 commissioners may levy taxes for the year 1985 and each year 6 thereafter which shall be at a rate not to exceed .10% of the valuation of all taxable property within 7 assessed sanitary district as equalized and determined for State 8 9 local taxes. Amounts realized from taxes so levied for construction purposes shall be limited for use to such 10 11 purposes and shall not be available for appropriation or used to defray the cost of repairs to or expense of maintaining or 12 facilities, such 13 operating existing or future but. however, shall not apply to additions, 14 restrictions, alterations, enlargements, and replacements which will add 15 16 appreciably to the value, utility, or the useful life of said 17 facilities.

Such rates shall be extended against the assessed valuation of the taxable property within the corporate limits as the same shall be assessed and equalized for the county taxes for the year in which the levy is made and said board shall cause the amount to be raised by taxation in each year to be certified to the county clerk on or before the thirtieth day of March; provided, however, that if during the budget year the General Assembly authorizes an increase in such rates, the board of commissioners may adopt a supplemental levy and shall make such certification to the County Clerk on or before the thirtieth day of December.

29 For the purpose of establishing and maintaining a reserve 30 fund for the payment of claims, awards, losses, judgments or liabilities which might be imposed on such sanitary district 31 32 under Workers' Compensation Act or the Workers' t.he Occupational Diseases Act, and any claim in tort, including 33 34 but not limited to, any claim imposed upon such sanitary

1 district under the Local Governmental and Governmental 2 Tort Immunity Act, and for the repair or replacement, where the cost thereof exceeds the sum of 3 4 \$10,000, of any property owned by such sanitary district 5 which is damaged by fire, flood, explosion, vandalism or 6 other peril, natural or man-made, such sanitary district may 7 also levy annually upon all taxable property within 8 territorial limits a tax not to exceed .005% of the assessed 9 valuation of said taxable property as equalized determined for State and local taxes; provided, however, the 10 11 aggregate amount which may be accumulated in such reserve fund shall not exceed .05% of such assessed valuation. 12

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All taxes so levied and certified shall be collected and enforced in the same manner and by the same officers as State and county taxes, and shall be paid over by the officer the same to the treasurer of the sanitary district, in the manner and at the time provided by general revenue law. No part of the taxes hereby authorized shall be used by such sanitary district for the construction of permanent, fixed, immovable bridges across any channel constructed under the provisions of this Act. All bridges built across such channel shall not necessarily interfere with or obstruct the navigation of such channel, when the same becomes a navigable stream, as provided in Section 24 of this Act, but such bridges shall be so constructed that they can be raised, swung or moved out of the way of vessels, tugs, boats or other water craft navigating such channel. Nothing in this Act shall be so construed as to compel district to maintain or operate said bridges, as movable bridges, for a period of 9 years from and after the time when the water has been turned into said channel pursuant to law, unless the needs of general navigation of the Des Plaines and Illinois Rivers, when connected by said channel, sooner require it. In levying taxes the board of commissioners, in

- order to produce the net amount required by the levies for
- 2 payment of bonds and interest thereon, shall include an
- 3 amount or rate estimated to be sufficient to cover losses in
- 4 collection of taxes, the cost of collecting taxes, abatements
- 5 in the amount of such taxes as extended on the collector's
- 6 books and the amount of such taxes collection of which will
- 7 be deferred; the amount so added for the purpose of producing
- 8 the net amount required shall not exceed any applicable
- 9 maximum tax rate or amount.
- 10 (Source: P.A. 84-630.)
- 11 Section 99. Effective date. This Act takes effect upon
- 12 becoming law.".