

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

DEBT IMPACT NOTE

102ND GENERAL ASSEMBLY

BILL NO: HB 4356, as amended by House Amendment 1 February 23, 2022

SPONSOR (S): Gabel – Gong-Gershowitz, et al.

TYPE: Carpet Stewardship Act

CHAPTER REF: New

DEBT IMPACT: HB 4356, as amended by House Amendment 1, would not change the amount of authorization for any type of State-issued bond, and, therefore, would not affect the level of State indebtedness.

SUBJECT MATTER: HB 4356, as amended by House Amendment 1, creates the Carpet Stewardship Act by providing that for all carpet sold in this State, producers shall, through a clearinghouse, implement and finance a statewide carpet stewardship program that manages the product by reducing the product's waste generation, promotes its reutilization and recovery, and provides for negotiation and execution of agreements to collect, transport, process, and market the product for end-of-life carpet recovery and carpet reutilization. The clearinghouse would be required to be incorporated as a nonprofit. The Illinois Environmental Protection Agency must approve the carpet stewardship plan for the plan to be valid. Requirements are established for review of the plan, and requirements for producers, retailers, and distributors of carpet. The clearinghouse is required to submit annual reports to the Agency and pay specified administrative fees. Enforcement provisions are provided and requirements for State procurement of carpet in the future are established.

The Director of the Agency shall (rather than shall attempt to) appoint members of the clearinghouse that reflect the racial and gender diversity of this State. The clearinghouse is required to hold meetings that are open to the public with reasonable notice of the meeting made publicly available. The clearinghouse's funding mechanism is required to: (i) be sufficient (rather than to be approved by the Agency as sufficient) to cover the annual costs of the clearinghouse program; and (ii) not charge specified fees to consumers. The clearinghouse shall remit to the Agency an annual fee of \$250,000 to be used for administrative costs (rather than pay the Agency an annual administrative fee of not less than \$200,000 and not more than \$500,000). Contains a severability provision. Makes other changes. Effective immediately.

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CURRENT AUTHORIZATION AND PRINCIPAL OUTSTANDING:

STATUS OF G.O. and BUILD ILLINOIS BONDS				
as of January 31, 2022				
(in billions)	Authorization	Un-Issued	Principal Retired	Principal Outstanding
Capital Facilities	\$18.580	\$8.865	\$7.288	\$2.427
School Construction	\$4.824	\$0.502	\$3.421	\$0.902
Anti-Pollution	\$0.818	\$0.185	\$0.515	\$0.119
Transportation A	\$11.921	\$5.327	\$4.346	\$2.248
Transportation B	\$5.966	\$1.448	\$2.499	\$2.019
Transportation D	\$4.660	\$0.266	\$1.341	\$3.053
Transportation E Multimodal	\$4.500	\$4.159	\$0.015	\$0.326
Coal & Energy Development	\$0.243	\$0.089	\$0.136	\$0.018
SUBTOTAL	\$51.514	\$20.841	\$19.561	\$11.112
Pension bonds	\$17.562	\$0.396	\$8.816	\$8.350
Pension Acceleration Bonds	\$1.000	\$0.115	\$0.045	\$0.840
Medicaid Funding Series	\$0.250	\$0.004	\$0.246	\$0.000
Income Tax Bonds	\$7.200	\$1.200	\$2.000	\$4.000
TOTAL	\$77.526	\$22.556	\$30.668	\$24.302
	Limit	Un-Issued	Retired	Principal Outstanding
G.O. Refunding ^o	\$4.839	\$2.298	\$7.995	\$2.541
	Authorization	Un-Issued	Retired	Principal Outstanding
Build Illinois	\$9.485	\$3.334	\$4.595	\$1.556
	Limit	Un-Issued	Retired	Principal Outstanding
Build IL Refunding	Unlimited	Unlimited	\$2.315	\$0.690
	Limit	Un-Issued	Retired	Principal Outstanding
Source: Most recent report from the Illinois Office of the Comptroller - "Recap of General and Special Obligation Bonded Indebtedness and Update of Comparisons of General and Special Obligation Bond Activity".				
^o Refunding is limited only by how much is outstanding at one time. As principal amounts are paid off, those amounts become available for future refundings.				

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