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AN ACT concerning municipalities.

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

4 Section 5. The Illinois Municipal Code is amended by 5 changing Sections 11-74.4-3 and 11-74.4-7 as follows:

6 (65 ILCS 5/11-74.4-3) (from Ch. 24, par. 11-74.4-3)

Sec. 11-74.4-3. Definitions. The following terms, wherever used or referred to in this Division 74.4 shall have the following respective meanings, unless in any case a different meaning clearly appears from the context.

(a) For any redevelopment project area that has been designated pursuant to this Section by an ordinance adopted prior to November 1, 1999 (the effective date of Public Act 91-478), "blighted area" shall have the meaning set forth in this Section prior to that date.

16 On and after November 1, 1999, "blighted area" means any 17 improved or vacant area within the boundaries of a 18 redevelopment project area located within the territorial 19 limits of the municipality where:

Ιf improved, industrial, 20 (1)commercial, and residential buildings or improvements are detrimental to 21 the public safety, health, or welfare because of a 22 23 combination of 5 or more of the following factors, each of which is (i) present, with that presence documented, to a 24 25 meaningful extent so that a municipality may reasonably find that the factor is clearly present within the intent 26 of the Act and (ii) reasonably distributed throughout the 27 improved part of the redevelopment project area: 28

(A) Dilapidation. An advanced state of disrepair
or neglect of necessary repairs to the primary
structural components of buildings or improvements in
such a combination that a documented building

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condition analysis determines that major repair is required or the defects are so serious and so extensive that the buildings must be removed.

4 (B) Obsolescence. The condition or process of
5 falling into disuse. Structures have become ill-suited
6 for the original use.

(C) Deterioration. With respect to buildings, 7 defects including, but not limited to, major defects in 8 the secondary building components such as doors, 9 10 windows, porches, gutters and downspouts, and fascia. 11 With respect to surface improvements, that the 12 condition of roadways, alleys, curbs, gutters, sidewalks, off-street parking, and surface storage 13 areas evidence deterioration, including, but not 14 limited to, surface cracking, crumbling, potholes, 15 16 depressions, loose paving material, and weeds 17 protruding through paved surfaces.

(D) Presence of structures below minimum code
standards. All structures that do not meet the
standards of zoning, subdivision, building, fire, and
other governmental codes applicable to property, but
not including housing and property maintenance codes.

(E) Illegal use of individual structures. The use
of structures in violation of applicable federal,
State, or local laws, exclusive of those applicable to
the presence of structures below minimum code
standards.

(F) Excessive vacancies. The presence of buildings
 that are unoccupied or under-utilized and that
 represent an adverse influence on the area because of
 the frequency, extent, or duration of the vacancies.

32 (G) Lack of ventilation, light, or sanitary 33 facilities. The absence of adequate ventilation for 34 light or air circulation in spaces or rooms without 35 windows, or that require the removal of dust, odor, 36 gas, smoke, or other noxious airborne materials.

1 Inadequate natural light and ventilation means the 2 absence of skylights or windows for interior spaces or 3 rooms and improper window sizes and amounts by room area to window area ratios. Inadequate sanitary 4 5 facilities refers to the absence or inadequacy of 6 garbage storage and enclosure, bathroom facilities, hot water and kitchens, and structural inadequacies 7 preventing ingress and egress to and from all rooms and 8 9 units within a building.

10 (H) Inadequate utilities. Underground and overhead 11 utilities such as storm sewers and storm drainage, 12 sanitary sewers, water lines, and gas, telephone, and electrical services that are shown to be inadequate. 13 Inadequate utilities are those that are: 14 (i) of 15 insufficient capacity to serve the uses in the 16 redevelopment project area, (ii) deteriorated, 17 antiquated, obsolete, or in disrepair, or (iii) lacking within the redevelopment project area. 18

(I) Excessive land coverage and overcrowding of 19 20 structures and community facilities. The over-intensive use of property and the crowding of 21 buildings and accessory facilities onto a site. 22 23 Examples of problem conditions warranting the designation of an area as one exhibiting excessive land 24 25 coverage are: (i) the presence of buildings either 26 improperly situated on parcels or located on parcels of 27 inadequate size and shape in relation to present-day 28 standards of development for health and safety and (ii) 29 the presence of multiple buildings on a single parcel. 30 For there to be a finding of excessive land coverage, 31 these parcels must exhibit one or more of the following 32 conditions: insufficient provision for light and air within or around buildings, increased threat of spread 33 of fire due to the close proximity of buildings, lack 34 of adequate or proper access to a public right-of-way, 35 lack of reasonably required off-street parking, or 36

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inadequate provision for loading and service.

(J) Deleterious land use or layout. The existence of incompatible land-use relationships, buildings occupied by inappropriate mixed-uses, or uses considered to be noxious, offensive, or unsuitable for the surrounding area.

Environmental 7 (K) clean-up. The proposed redevelopment project area has incurred Illinois 8 9 Environmental Protection Agency or United States 10 Environmental Protection Agency remediation costs for, 11 or a study conducted by an independent consultant 12 recognized as having expertise in environmental remediation has determined a need for, the clean-up of 13 hazardous waste, hazardous substances, or underground 14 15 storage tanks required by State or federal law, 16 provided that the remediation costs constitute a 17 material impediment to the development or redevelopment of the redevelopment project area. 18

(L) Lack of community planning. The proposed 19 20 redevelopment project area was developed prior to or without the benefit or guidance of a community plan. 21 This means that the development occurred prior to the 22 23 adoption by the municipality of a comprehensive or other community plan or that the plan was not followed 24 25 at the time of the area's development. This factor must 26 be documented by evidence of adverse or incompatible 27 land-use relationships, inadequate street layout, 28 improper subdivision, parcels of inadequate shape and 29 size to meet contemporary development standards, or 30 other evidence demonstrating an absence of effective 31 community planning.

32 (M) The total equalized assessed value of the 33 proposed redevelopment project area has declined for 3 34 of the last 5 calendar years prior to the year in which 35 the redevelopment project area is designated or is 36 increasing at an annual rate that is less than the

1 balance of the municipality for 3 of the last 5 2 calendar years for which information is available or is 3 increasing at an annual rate that is less than the Consumer Price Index for All Urban Consumers published 4 5 by the United States Department of Labor or successor agency for 3 of the last 5 calendar years prior to the 6 year in which the redevelopment project area is 7 designated. 8

9 (2) If vacant, the sound growth of the redevelopment 10 project area is impaired by a combination of 2 or more of 11 the following factors, each of which is (i) present, with 12 that presence documented, to a meaningful extent so that a municipality may reasonably find that the factor is clearly 13 present within the intent of the Act and (ii) reasonably 14 distributed throughout the vacant 15 part of the 16 redevelopment project area to which it pertains:

17 (A) Obsolete platting of vacant land that results in parcels of limited or narrow size or configurations 18 19 of parcels of irregular size or shape that would be 20 difficult to develop on a planned basis and in a manner 21 compatible with contemporary standards and requirements, or platting that failed to create 22 23 rights-of-ways for streets or alleys or that created inadequate right-of-way widths for streets, alleys, or 24 25 other public rights-of-way or that omitted easements 26 for public utilities.

(B) Diversity of ownership of parcels of vacant
land sufficient in number to retard or impede the
ability to assemble the land for development.

(C) Tax and special assessment delinquencies exist or the property has been the subject of tax sales under the Property Tax Code within the last 5 years.

33 (D) Deterioration of structures or site
 34 improvements in neighboring areas adjacent to the
 35 vacant land.

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(E) The area has incurred Illinois Environmental

1 Protection Agency or United States Environmental Protection Agency remediation costs for, or a study 2 3 conducted by an independent consultant recognized as having expertise in environmental remediation has 4 5 determined a need for, the clean-up of hazardous waste, hazardous substances, or underground storage tanks 6 required by State or federal law, provided that the 7 remediation costs constitute a material impediment to 8 9 the development or redevelopment of the redevelopment 10 project area.

11 (F) The total equalized assessed value of the 12 proposed redevelopment project area has declined for 3 of the last 5 calendar years prior to the year in which 13 the redevelopment project area is designated or is 14 increasing at an annual rate that is less than the 15 16 balance of the municipality for 3 of the last 5 17 calendar years for which information is available or is increasing at an annual rate that is less than the 18 Consumer Price Index for All Urban Consumers published 19 20 by the United States Department of Labor or successor 21 agency for 3 of the last 5 calendar years prior to the year in which the redevelopment project area is 22 designated. 23

(3) If vacant, the sound growth of the redevelopment 24 25 project area is impaired by one of the following factors 26 that (i) is present, with that presence documented, to a 27 meaningful extent so that a municipality may reasonably 28 find that the factor is clearly present within the intent of the Act and (ii) is reasonably distributed throughout 29 30 the vacant part of the redevelopment project area to which 31 it pertains:

32 (A) The area consists of one or more unused33 quarries, mines, or strip mine ponds.

34 (B) The area consists of unused railyards, rail35 tracks, or railroad rights-of-way.

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(C) The area, prior to its designation, is subject

1 to (i) chronic flooding that adversely impacts on real property in the area as certified by a registered 2 3 professional engineer or appropriate regulatory agency or (ii) surface water that discharges from all or a 4 5 part of the area and contributes to flooding within the same watershed, but only if the redevelopment project 6 provides for facilities or improvements to contribute 7 to the alleviation of all or part of the flooding. 8

9 (D) The area consists of an unused or illegal 10 disposal site containing earth, stone, building 11 debris, or similar materials that were removed from 12 construction, demolition, excavation, or dredge sites.

(E) Prior to November 1, 1999, the area is not less 13 than 50 nor more than 100 acres and 75% of which is 14 vacant (notwithstanding that the area has been used for 15 16 commercial agricultural purposes within 5 years prior 17 to the designation of the redevelopment project area), and the area meets at least one of the factors itemized 18 in paragraph (1) of this subsection, the area has been 19 20 designated as a town or village center by ordinance or comprehensive plan adopted prior to January 1, 1982, 21 and the area has not been developed for that designated 22 23 purpose.

(F) The area qualified as a blighted improved area
immediately prior to becoming vacant, unless there has
been substantial private investment in the immediately
surrounding area.

(b) For any redevelopment project area that has been
designated pursuant to this Section by an ordinance adopted
prior to November 1, 1999 (the effective date of Public Act
91-478), "conservation area" shall have the meaning set forth
in this Section prior to that date.

33 On and after November 1, 1999, "conservation area" means 34 any improved area within the boundaries of a redevelopment 35 project area located within the territorial limits of the 36 municipality in which 50% or more of the structures in the area HB6691 Engrossed - 8 - LRB093 16189 MKM 41822 b

have an age of 35 years or more. Such an area is not yet a blighted area but because of a combination of 3 or more of the following factors is detrimental to the public safety, health, morals or welfare and such an area may become a blighted area:

5 (1) Dilapidation. An advanced state of disrepair or 6 neglect of necessary repairs to the primary structural 7 components of buildings or improvements in such a 8 combination that a documented building condition analysis 9 determines that major repair is required or the defects are 10 so serious and so extensive that the buildings must be 11 removed.

12 (2) Obsolescence. The condition or process of falling
13 into disuse. Structures have become ill-suited for the
14 original use.

(3) Deterioration. With respect to buildings, defects 15 16 including, but not limited to, major defects in the 17 secondary building components such as doors, windows, porches, gutters and downspouts, and fascia. With respect 18 to surface improvements, that the condition of roadways, 19 20 alleys, curbs, gutters, sidewalks, off-street parking, and 21 surface storage areas evidence deterioration, including, but not limited to, surface cracking, crumbling, potholes, 22 23 depressions, loose paving material, and weeds protruding through paved surfaces. 24

25 (4) Presence of structures below minimum code standards. All structures that do not meet the standards of 26 27 zoning, subdivision, building, fire, and other 28 governmental codes applicable property, but to not. 29 including housing and property maintenance codes.

(5) Illegal use of individual structures. The use of
 structures in violation of applicable federal, State, or
 local laws, exclusive of those applicable to the presence
 of structures below minimum code standards.

34 (6) Excessive vacancies. The presence of buildings
 35 that are unoccupied or under-utilized and that represent an
 36 adverse influence on the area because of the frequency,

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extent, or duration of the vacancies.

2 ventilation, light, or sanitary (7) Lack of 3 facilities. The absence of adequate ventilation for light or air circulation in spaces or rooms without windows, or 4 5 that require the removal of dust, odor, gas, smoke, or 6 other noxious airborne materials. Inadequate natural light 7 and ventilation means the absence or inadequacy of skylights or windows for interior spaces or rooms and 8 improper window sizes and amounts by room area to window 9 10 area ratios. Inadequate sanitary facilities refers to the 11 absence or inadequacy of garbage storage and enclosure, bathroom facilities, hot water and kitchens, 12 and structural inadequacies preventing ingress and egress to 13 and from all rooms and units within a building. 14

(8) Inadequate utilities. Underground and overhead 15 16 utilities such as storm sewers and storm drainage, sanitary 17 sewers, water lines, and gas, telephone, and electrical services that are shown to be inadequate. Inadequate 18 utilities are those that are: (i) of insufficient capacity 19 20 to serve the uses in the redevelopment project area, (ii) deteriorated, antiquated, obsolete, or in disrepair, or 21 (iii) lacking within the redevelopment project area. 22

23 (9) Excessive land coverage and overcrowding of structures and community facilities. The over-intensive 24 25 use of property and the crowding of buildings and accessory 26 facilities onto a site. Examples of problem conditions 27 warranting the designation of an area as one exhibiting 28 excessive land coverage are: the presence of buildings either improperly situated on parcels or located on parcels 29 30 of inadequate size and shape in relation to present-day 31 standards of development for health and safety and the 32 presence of multiple buildings on a single parcel. For there to be a finding of excessive land coverage, these 33 parcels must exhibit one or more of the following 34 conditions: insufficient provision for light and air 35 within or around buildings, increased threat of spread of 36

fire due to the close proximity of buildings, lack of adequate or proper access to a public right-of-way, lack of reasonably required off-street parking, or inadequate provision for loading and service.

5 (10) Deleterious land use or layout. The existence of 6 incompatible land-use relationships, buildings occupied by 7 inappropriate mixed-uses, or uses considered to be 8 noxious, offensive, or unsuitable for the surrounding 9 area.

10 (11)Lack of community planning. The proposed 11 redevelopment project area was developed prior to or without the benefit or guidance of a community plan. This 12 means that the development occurred prior to the adoption 13 by the municipality of a comprehensive or other community 14 plan or that the plan was not followed at the time of the 15 16 area's development. This factor must be documented by or 17 evidence of adverse incompatible land-use inadequate street 18 relationships, layout, improper subdivision, parcels of inadequate shape and size to meet 19 20 contemporary development standards, or other evidence demonstrating an absence of effective community planning. 21

(12) The area has incurred Illinois Environmental 22 23 Protection Agency or United States Environmental Protection Agency remediation costs for, or a study 24 25 conducted by an independent consultant recognized as 26 having expertise in environmental remediation has 27 determined a need for, the clean-up of hazardous waste, 28 hazardous substances, or underground storage tanks 29 required by State or federal law, provided that the 30 remediation costs constitute a material impediment to the 31 development or redevelopment of the redevelopment project 32 area.

(13) The total equalized assessed value of the proposed
 redevelopment project area has declined for 3 of the last 5
 calendar years for which information is available or is
 increasing at an annual rate that is less than the balance

of the municipality for 3 of the last 5 calendar years for which information is available or is increasing at an annual rate that is less than the Consumer Price Index for All Urban Consumers published by the United States Department of Labor or successor agency for 3 of the last 5 calendar years for which information is available.

7 (c) "Industrial park" means an area in a blighted or 8 conservation area suitable for use by any manufacturing, industrial, research 9 or transportation enterprise, of facilities to include but not be limited to factories, mills, 10 11 processing plants, assembly plants, packing plants, 12 fabricating plants, industrial distribution centers, 13 warehouses, repair overhaul or service facilities, freight terminals, research facilities, test facilities or railroad 14 15 facilities.

16 (d) "Industrial park conservation area" means an area 17 within the boundaries of a redevelopment project area located within the territorial limits of a municipality that is a labor 18 19 surplus municipality or within 1 1/2 miles of the territorial 20 limits of a municipality that is a labor surplus municipality if the area is annexed to the municipality; which area is zoned 21 as industrial no later than at the time the municipality by 22 23 ordinance designates the redevelopment project area, and which area includes both vacant land suitable for use as an 24 25 industrial park and a blighted area or conservation area 26 contiguous to such vacant land.

27 (e) "Labor surplus municipality" means a municipality in 28 which, at any time during the 6 months before the municipality 29 by ordinance designates an industrial park conservation area, 30 the unemployment rate was over 6% and was also 100% or more of 31 the national average unemployment rate for that same time as 32 published in the United States Department of Labor Bureau of Statistics publication entitled "The Employment 33 Labor Situation" or its successor publication. For the purpose of 34 35 this subsection, if unemployment rate statistics for the municipality are not available, the unemployment rate in the 36

1 municipality shall be deemed to be the same as the unemployment 2 rate in the principal county in which the municipality is 3 located.

4 (f) "Municipality" shall mean a city, village or5 incorporated town.

6 (g) "Initial Sales Tax Amounts" means the amount of taxes 7 paid under the Retailers' Occupation Tax Act, Use Tax Act, 8 Service Use Tax Act, the Service Occupation Tax Act, the 9 Municipal Retailers' Occupation Tax Act, and the Municipal 10 Service Occupation Tax Act by retailers and servicemen on 11 transactions at places located in a State Sales Tax Boundary 12 during the calendar year 1985.

13 (g-1) "Revised Initial Sales Tax Amounts" means the amount 14 of taxes paid under the Retailers' Occupation Tax Act, Use Tax 15 Act, Service Use Tax Act, the Service Occupation Tax Act, the 16 Municipal Retailers' Occupation Tax Act, and the Municipal 17 Service Occupation Tax Act by retailers and servicemen on 18 transactions at places located within the State Sales Tax 19 Boundary revised pursuant to Section 11-74.4-8a(9) of this Act.

20 (h) "Municipal Sales Tax Increment" means an amount equal 21 to the increase in the aggregate amount of taxes paid to a municipality from the Local Government Tax Fund arising from 22 23 sales by retailers and servicemen within the redevelopment project area or State Sales Tax Boundary, as the case may be, 24 25 for as long as the redevelopment project area or State Sales 26 Tax Boundary, as the case may be, exist over and above the 27 aggregate amount of taxes as certified by the Illinois 28 Department of Revenue and paid under the Municipal Retailers' 29 Occupation Tax Act and the Municipal Service Occupation Tax Act 30 by retailers and servicemen, on transactions at places of 31 business located in the redevelopment project area or State 32 Sales Tax Boundary, as the case may be, during the base year which shall be the calendar year immediately prior to the year 33 in which the municipality adopted tax increment allocation 34 35 financing. For purposes of computing the aggregate amount of such taxes for base years occurring prior to 1985, the 36

1 Department of Revenue shall determine the Initial Sales Tax 2 Amounts for such taxes and deduct therefrom an amount equal to 3 4% of the aggregate amount of taxes per year for each year the 4 base year is prior to 1985, but not to exceed a total deduction 5 of 12%. The amount so determined shall be known as the 6 "Adjusted Initial Sales Tax Amounts". For purposes of determining the Municipal Sales Tax Increment, the Department 7 8 of Revenue shall for each period subtract from the amount paid 9 to the municipality from the Local Government Tax Fund arising 10 from sales by retailers and servicemen on transactions located 11 in the redevelopment project area or the State Sales Tax 12 Boundary, as the case may be, the certified Initial Sales Tax 13 Amounts, the Adjusted Initial Sales Tax Amounts or the Revised 14 Initial Sales Tax Amounts for the Municipal Retailers' Occupation Tax Act and the Municipal Service Occupation Tax 15 16 Act. For the State Fiscal Year 1989, this calculation shall be 17 made by utilizing the calendar year 1987 to determine the tax amounts received. For the State Fiscal Year 1990, this 18 19 calculation shall be made by utilizing the period from January 20 1, 1988, until September 30, 1988, to determine the tax amounts from retailers and servicemen pursuant 21 received to the 22 Municipal Retailers' Occupation Tax and the Municipal Service 23 Occupation Tax Act, which shall have deducted therefrom 24 nine-twelfths of the certified Initial Sales Tax Amounts, the Adjusted Initial Sales Tax Amounts or the Revised Initial Sales 25 26 Tax Amounts as appropriate. For the State Fiscal Year 1991, 27 this calculation shall be made by utilizing the period from October 1, 1988, to June 30, 1989, to determine the tax amounts 28 29 received from retailers and servicemen pursuant to the 30 Municipal Retailers' Occupation Tax and the Municipal Service 31 Occupation Tax Act which shall have deducted therefrom nine-twelfths of the certified Initial Sales Tax Amounts, 32 Adjusted Initial Sales Tax Amounts or the Revised Initial Sales 33 34 Tax Amounts as appropriate. For every State Fiscal Year 35 thereafter, the applicable period shall be the 12 months beginning July 1 and ending June 30 to determine the tax 36

1 amounts received which shall have deducted therefrom the 2 certified Initial Sales Tax Amounts, the Adjusted Initial Sales 3 Tax Amounts or the Revised Initial Sales Tax Amounts, as the 4 case may be.

(i) "Net State Sales Tax Increment" means the sum of the 5 following: (a) 80% of the first \$100,000 of State Sales Tax 6 Increment annually generated within a State Sales Tax Boundary; 7 8 (b) 60% of the amount in excess of \$100,000 but not exceeding 9 \$500,000 of State Sales Tax Increment annually generated within a State Sales Tax Boundary; and (c) 40% of all amounts in 10 11 excess of \$500,000 of State Sales Tax Increment annually generated within a State Sales Tax Boundary. If, however, a 12 municipality established a tax increment financing district in 13 a county with a population in excess of 3,000,000 before 14 15 January 1, 1986, and the municipality entered into a contract 16 or issued bonds after January 1, 1986, but before December 31, 17 1986, to finance redevelopment project costs within a State Sales Tax Boundary, then the Net State Sales Tax Increment 18 19 means, for the fiscal years beginning July 1, 1990, and July 1, 20 1991, 100% of the State Sales Tax Increment annually generated within a State Sales Tax Boundary; and notwithstanding any 21 other provision of this Act, for those fiscal years the 22 23 Department of Revenue shall distribute to those municipalities 24 100% of their Net State Sales Tax Increment before any 25 distribution to any other municipality and regardless of 26 whether or not those other municipalities will receive 100% of 27 their Net State Sales Tax Increment. For Fiscal Year 1999, and 28 every year thereafter until the year 2007, for any municipality 29 that has not entered into a contract or has not issued bonds 30 prior to June 1, 1988 to finance redevelopment project costs 31 within a State Sales Tax Boundary, the Net State Sales Tax 32 Increment shall be calculated as follows: By multiplying the Net State Sales Tax Increment by 90% in the State Fiscal Year 33 1999; 80% in the State Fiscal Year 2000; 70% in the State 34 35 Fiscal Year 2001; 60% in the State Fiscal Year 2002; 50% in the State Fiscal Year 2003; 40% in the State Fiscal Year 2004; 30% 36

in the State Fiscal Year 2005; 20% in the State Fiscal Year
 2006; and 10% in the State Fiscal Year 2007. No payment shall
 be made for State Fiscal Year 2008 and thereafter.

Municipalities that issued bonds in connection with a 4 5 redevelopment project in a redevelopment project area within 6 the State Sales Tax Boundary prior to July 29, 1991, or that entered into contracts in connection with a redevelopment 7 8 project in a redevelopment project area before June 1, 1988, 9 shall continue to receive their proportional share of the Illinois Tax Increment Fund distribution until the date on 10 11 which the redevelopment project is completed or terminated. If, 12 however, a municipality that issued bonds in connection with a 13 redevelopment project in a redevelopment project area within the State Sales Tax Boundary prior to July 29, 1991 retires the 14 15 bonds prior to June 30, 2007 or a municipality that entered 16 into contracts in connection with a redevelopment project in a 17 redevelopment project area before June 1, 1988 completes the contracts prior to June 30, 2007, then so long as 18 the 19 redevelopment project is not completed or is not terminated, 20 the Net State Sales Tax Increment shall be calculated, beginning on the date on which the bonds are retired or the 21 22 contracts are completed, as follows: By multiplying the Net 23 State Sales Tax Increment by 60% in the State Fiscal Year 2002; 50% in the State Fiscal Year 2003; 40% in the State Fiscal Year 24 2004; 30% in the State Fiscal Year 2005; 20% in the State 25 26 Fiscal Year 2006; and 10% in the State Fiscal Year 2007. No 27 payment shall be made for State Fiscal Year 2008 and 28 thereafter. Refunding of any bonds issued prior to July 29, 29 1991, shall not alter the Net State Sales Tax Increment.

30 (j) "State Utility Tax Increment Amount" means an amount 31 equal to the aggregate increase in State electric and gas tax 32 charges imposed on owners and tenants, other than residential 33 customers, of properties located within the redevelopment 34 project area under Section 9-222 of the Public Utilities Act, 35 over and above the aggregate of such charges as certified by 36 the Department of Revenue and paid by owners and tenants, other HB6691 Engrossed - 16 - LRB093 16189 MKM 41822 b

1 residential customers, of properties than within the 2 redevelopment project area during the base year, which shall be the calendar year immediately prior to the year of the adoption 3 4 authorizing tax of the ordinance increment allocation 5 financing.

(k) "Net State Utility Tax Increment" means the sum of the 6 7 following: (a) 80% of the first \$100,000 of State Utility Tax 8 Increment annually generated by a redevelopment project area; 9 (b) 60% of the amount in excess of \$100,000 but not exceeding \$500,000 of the State Utility Tax Increment annually generated 10 11 by a redevelopment project area; and (c) 40% of all amounts in 12 excess of \$500,000 of State Utility Tax Increment annually generated by a redevelopment project area. For the State Fiscal 13 Year 1999, and every year thereafter until the year 2007, for 14 any municipality that has not entered into a contract or has 15 16 not issued bonds prior to June 1, 1988 to finance redevelopment 17 project costs within a redevelopment project area, the Net State Utility Tax Increment shall be calculated as follows: By 18 19 multiplying the Net State Utility Tax Increment by 90% in the State Fiscal Year 1999; 80% in the State Fiscal Year 2000; 70% 20 in the State Fiscal Year 2001; 60% in the State Fiscal Year 21 2002; 50% in the State Fiscal Year 2003; 40% in the State 22 23 Fiscal Year 2004; 30% in the State Fiscal Year 2005; 20% in the State Fiscal Year 2006; and 10% in the State Fiscal Year 2007. 24 No payment shall be made for the State Fiscal Year 2008 and 25 26 thereafter.

27 Municipalities that issue bonds in connection with the 28 redevelopment project during the period from June 1, 1988 until 29 3 years after the effective date of this Amendatory Act of 1988 30 shall receive the Net State Utility Tax Increment, subject to appropriation, for 15 State Fiscal Years after the issuance of 31 32 such bonds. For the 16th through the 20th State Fiscal Years after issuance of the bonds, the Net State Utility Tax 33 Increment shall be calculated as follows: By multiplying the 34 Net State Utility Tax Increment by 90% in year 16; 80% in year 35 17; 70% in year 18; 60% in year 19; and 50% in year 20. 36

1 Refunding of any bonds issued prior to June 1, 1988, shall not 2 alter the revised Net State Utility Tax Increment payments set 3 forth above.

4 (1) "Obligations" mean bonds, loans, debentures, notes,
5 special certificates or other evidence of indebtedness issued
6 by the municipality to carry out a redevelopment project or to
7 refund outstanding obligations.

(m) "Payment in lieu of taxes" means those estimated tax 8 revenues from real property in a redevelopment project area 9 10 derived from real property that has been acquired by a 11 municipality which according to the redevelopment project or 12 plan is to be used for a private use which taxing districts 13 would have received had a municipality not acquired the real property and adopted tax increment allocation financing and 14 15 which would result from levies made after the time of the 16 adoption of tax increment allocation financing to the time the 17 current equalized value of real property in the redevelopment project area exceeds the total initial equalized value of real 18 19 property in said area.

(n) "Redevelopment plan" means the comprehensive program 20 of the municipality for development or redevelopment intended 21 by the payment of redevelopment project costs to reduce or 22 23 eliminate those conditions the existence of which qualified the 24 redevelopment project area а "blighted area" as or 25 "conservation area" or combination thereof or "industrial park 26 conservation area," and thereby to enhance the tax bases of the 27 taxing districts which extend into the redevelopment project 28 area. On and after November 1, 1999 (the effective date of Public Act 91-478), no redevelopment plan may be approved or 29 30 amended that includes the development of vacant land (i) with a 31 golf course and related clubhouse and other facilities or (ii) 32 designated by federal, State, county, or municipal government as public land for outdoor recreational activities or for 33 34 nature preserves and used for that purpose within 5 years prior 35 to the adoption of the redevelopment plan. For the purpose of this subsection, "recreational activities" is limited to mean 36

1 camping and hunting. Each redevelopment plan shall set forth in 2 writing the program to be undertaken to accomplish the 3 objectives and shall include but not be limited to:

4 5 (A) an itemized list of estimated redevelopment project costs;

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(B) evidence indicating that the redevelopment project area on the whole has not been subject to growth and development through investment by private enterprise;

9 (C) an assessment of any financial impact of the 10 redevelopment project area on or any increased demand for 11 services from any taxing district affected by the plan and 12 any program to address such financial impact or increased 13 demand;

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(D) the sources of funds to pay costs;

15 (E) the nature and term of the obligations to be 16 issued;

(F) the most recent equalized assessed valuation of the
 redevelopment project area;

(G) an estimate as to the equalized assessed valuation
after redevelopment and the general land uses to apply in
the redevelopment project area;

(H) a commitment to fair employment practices and anaffirmative action plan;

(I) if it concerns an industrial park conservation
area, the plan shall also include a general description of
any proposed developer, user and tenant of any property, a
description of the type, structure and general character of
the facilities to be developed, a description of the type,
class and number of new employees to be employed in the
operation of the facilities to be developed; and

(J) if property is to be annexed to the municipality,
the plan shall include the terms of the annexation
agreement.

The provisions of items (B) and (C) of this subsection (n) shall not apply to a municipality that before March 14, 1994 (the effective date of Public Act 88-537) had fixed, either by HB6691 Engrossed - 19 - LRB093 16189 MKM 41822 b

1 its corporate authorities or by a commission designated under 2 subsection (k) of Section 11-74.4-4, a time and place for a 3 public hearing as required by subsection (a) of Section 4 11-74.4-5. No redevelopment plan shall be adopted unless a 5 municipality complies with all of the following requirements:

6 (1) The municipality finds that the redevelopment 7 project area on the whole has not been subject to growth 8 and development through investment by private enterprise 9 and would not reasonably be anticipated to be developed 10 without the adoption of the redevelopment plan.

11 (2) The municipality finds that the redevelopment plan and project conform to the comprehensive plan for the 12 development of the municipality as a whole, or, 13 for municipalities with a population of 100,000 or more, 14 regardless of when the redevelopment plan and project was 15 16 adopted, the redevelopment plan and project either: (i) 17 conforms to the strategic economic development or redevelopment plan issued by the designated planning 18 authority of the municipality, or (ii) includes land uses 19 20 that have been approved by the planning commission of the 21 municipality.

(3) The redevelopment plan establishes the estimated 22 dates of completion of the redevelopment project and 23 retirement of obligations issued to finance redevelopment 24 25 project costs. Those dates shall not be later than December 26 31 of the year in which the payment to the municipal 27 treasurer as provided in subsection (b) of Section 28 11-74.4-8 of this Act is to be made with respect to ad valorem taxes levied in the twenty-third calendar year 29 30 after the year in which the ordinance approving the 31 redevelopment project area is adopted if the ordinance was 32 adopted on or after January 15, 1981, and not later than December 31 of the year in which the payment to the 33 municipal treasurer as provided in subsection (b) of 34 Section 11-74.4-8 of this Act is to be made with respect to 35 ad valorem taxes levied in the thirty-fifth calendar year 36

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1 after the year in which the ordinance approving the 2 redevelopment project area is adopted: 3 (A) if the ordinance was adopted before January 15, 1981, or 4 5 (B) if the ordinance was adopted in December 1983, April 1984, July 1985, or December 1989, or 6 (C) if the ordinance was adopted in December 1987 7 and the redevelopment project is located within one 8 9 mile of Midway Airport, or 10 (D) if the ordinance was adopted before January 1, 11 1987 by a municipality in Mason County, or 12 (E) if the municipality is subject to the Local Government Financial Planning and Supervision Act or 13 the Financially Distressed City Law, or 14 (F) if the ordinance was adopted in December 1984 15 16 by the Village of Rosemont, or 17 (G) if the ordinance was adopted on December 31, 1986 by a municipality located in Clinton County for 18 19 which at least \$250,000 of tax increment bonds were 20 authorized on June 17, 1997, or if the ordinance was adopted on December 31, 1986 by a municipality with a 21 population in 1990 of less than 3,600 that is located 22 23 in a county with a population in 1990 of less than 34,000 and for which at least \$250,000 of tax increment 24 bonds were authorized on June 17, 1997, or 25 (H) if the ordinance was adopted on October 5, 1982 26 27 by the City of Kankakee, or if the ordinance was 28 adopted on December 29, 1986 by East St. Louis, or 29 (I) if the ordinance was adopted on November 12, 30 1991 by the Village of Sauget, or 31 (J) if the ordinance was adopted on February 11, 32 1985 by the City of Rock Island, or (K) if the ordinance was adopted before December 33 18, 1986 by the City of Moline, or 34 (L) if the ordinance was adopted in September 1988 35 36 by Sauk Village, or

1 (M) if the ordinance was adopted in October 1993 by 2 Sauk Village, or (N) if the ordinance was adopted on December 29, 3 1986 by the City of Galva, or 4 5 (O) if the ordinance was adopted in March 1991 by 6 the City of Centreville, or (P) if the ordinance was adopted on January 23, 7 1991 by the City of East St. Louis, or 8 9 (Q) if the ordinance was adopted on December 22, 10 1986 by the City of Aledo, or 11 (R) if the ordinance was adopted on February 5, 12 1990 by the City of Clinton, or 13 (S) if the ordinance was adopted on September 6, 14 1994 by the City of Freeport, or (T) if the ordinance was adopted on December 22, 15 16 1986 by the City of Tuscola, or 17 (U) if the ordinance was adopted on December 23, 1986 by the City of Sparta, or 18 19 (V) if the ordinance was adopted on December 23, 20 1986 by the City of Beardstown, or (W) if the ordinance was adopted on April 27, 1981, 21 22 October 21, 1985, or December 30, 1986 by the City of 23 Belleville, or (X) if the ordinance was adopted on December 29, 24 25 1986 by the City of Collinsville, or (Y) if the ordinance was adopted on September 14, 26 27 1994 by the City of Alton, or 28 (Z) if the ordinance was adopted on November 11, 1996 by the City of Lexington, or 29 30 (AA) if the ordinance was adopted on November 5, 1984 by the City of LeRoy, or 31 32 (BB) if the ordinance was adopted on April 3, 1991 or June 3, 1992 by the City of Markham, or 33 (CC) if the ordinance was adopted on October 20, 34 1986 by the City of Elmhurst. 35 However, for redevelopment project areas for which 36

1 bonds were issued before July 29, 1991, or for which contracts were entered into before June 1, 1988, 2 in 3 connection with a redevelopment project in the area within the State Sales Tax Boundary, the estimated dates of 4 5 completion of the redevelopment project and retirement of 6 obligations to finance redevelopment project costs may be extended by municipal ordinance to December 31, 2013. The 7 termination procedures of subsection (b) of Section 8 9 11-74.4-8 are not required for these redevelopment project 10 areas in 2009 but are required in 2013. The extension 11 allowed by this amendatory Act of 1993 shall not apply to 12 real property tax increment allocation financing under Section 11-74.4-8. 13

A municipality may by municipal ordinance amend an 14 15 existing redevelopment plan to conform to this paragraph 16 (3) as amended by Public Act 91-478, which municipal 17 ordinance may be adopted without further hearing or notice and without complying with the procedures provided in this 18 Act pertaining to an amendment to or the initial approval 19 20 of a redevelopment plan and project and designation of a redevelopment project area. 21

Those dates, for purposes of real property tax 22 23 increment allocation financing pursuant to Section 11-74.4-8 only, shall be not more than 35 years for 24 25 redevelopment project areas that were adopted on or after December 16, 1986 and for which at least \$8 million worth 26 27 of municipal bonds were authorized on or after December 19, 28 1989 but before January 1, 1990; provided that the municipality elects to extend the life of the redevelopment 29 30 project area to 35 years by the adoption of an ordinance 31 after at least 14 but not more than 30 days' written notice 32 to the taxing bodies, that would otherwise constitute the joint review board for the redevelopment project area, 33 before the adoption of the ordinance. 34

35 Those dates, for purposes of real property tax 36 increment allocation financing pursuant to Section

11-74.4-8 only, shall be not more than 35 years for 1 2 redevelopment project areas that were established on or 3 after December 1, 1981 but before January 1, 1982 and for which at least \$1,500,000 worth of tax increment revenue 4 5 bonds were authorized on or after September 30, 1990 but 6 before July 1, 1991; provided that the municipality elects to extend the life of the redevelopment project area to 35 7 years by the adoption of an ordinance after at least 14 but 8 9 not more than 30 days' written notice to the taxing bodies, 10 that would otherwise constitute the joint review board for 11 the redevelopment project area, before the adoption of the 12 ordinance.

(3.5) The municipality finds, in the case of 13 an industrial park conservation area, also that 14 the municipality is a labor surplus municipality and that the 15 16 implementation of the redevelopment plan will reduce 17 unemployment, create new jobs and by the provision of new facilities enhance the tax base of the taxing districts 18 that extend into the redevelopment project area. 19

20 (4) If any incremental revenues are being utilized 8(a)(1) 21 under Section or 8(a)(2) of this Act in redevelopment project areas approved by ordinance after 22 January 1, 1986, the municipality finds: (a) that the 23 24 redevelopment project area would not reasonably be 25 developed without the use of such incremental revenues, and (b) that such incremental revenues will be exclusively 26 27 utilized for the development of the redevelopment project 28 area.

29 (5) If the redevelopment plan will not result in 30 displacement of residents from 10 or more inhabited 31 residential units, and the municipality certifies in the 32 plan that such displacement will not result from the plan, a housing impact study need not be performed. If, however, 33 the redevelopment plan would result in the displacement of 34 residents from 10 or more inhabited residential units, or 35 if the redevelopment project area contains 75 or more 36

inhabited residential units and no certification is made, then the municipality shall prepare, as part of the separate feasibility report required by subsection (a) of Section 11-74.4-5, a housing impact study.

5 Part I of the housing impact study shall include (i) data as to whether the residential units are single family 6 or multi-family units, (ii) the number and type of rooms 7 within the units, if that information is available, (iii) 8 9 whether the units are inhabited or uninhabited, as determined not less than 45 days before the date that the 10 11 ordinance or resolution required by subsection (a) of Section 11-74.4-5 is passed, and (iv) data as to the racial 12 and ethnic composition of the residents in the inhabited 13 residential units. The data requirement as to the racial 14 and ethnic composition of the residents in the inhabited 15 16 residential units shall be deemed to be fully satisfied by 17 data from the most recent federal census.

Part II of the housing impact study shall identify the 18 inhabited residential units in the proposed redevelopment 19 20 project area that are to be or may be removed. If inhabited residential units are to be removed, then the housing 21 impact study shall identify (i) the number and location of 22 those units that will or may be removed, (ii) the 23 municipality's plans for relocation assistance for those 24 25 residents in the proposed redevelopment project area whose residences are to be removed, (iii) the availability of 26 27 replacement housing for those residents whose residences 28 are to be removed, and shall identify the type, location, and cost of the housing, and (iv) the type and extent of 29 30 relocation assistance to be provided.

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(6) On and after November 1, 1999, the housing impact study required by paragraph (5) shall be incorporated in the redevelopment plan for the redevelopment project area.

34 (7) On and after November 1, 1999, no redevelopment
 35 plan shall be adopted, nor an existing plan amended, nor
 36 shall residential housing that is occupied by households of

1 low-income and very low-income persons in currently 2 existing redevelopment project areas be removed after November 1, 1999 unless the redevelopment plan provides, 3 with respect to inhabited housing units that are to be 4 5 removed for households of low-income and very low-income 6 persons, affordable housing and relocation assistance not less than that which would be provided under the federal 7 Uniform Relocation Assistance and Real 8 Property 9 Acquisition Policies Act of 1970 and the regulations under 10 that Act, including the eligibility criteria. Affordable 11 housing may be either existing or newly constructed housing. For purposes of this paragraph (7), "low-income 12 households", "very low-income households", and "affordable 13 housing" have the meanings set forth in the Illinois 14 Affordable Housing Act. The municipality shall make a good 15 16 faith effort to ensure that this affordable housing is 17 located in or near the redevelopment project area within the municipality. 18

(8) On and after November 1, 1999, if, after the
adoption of the redevelopment plan for the redevelopment
project area, any municipality desires to amend its
redevelopment plan to remove more inhabited residential
units than specified in its original redevelopment plan,
that change shall be made in accordance with the procedures
in subsection (c) of Section 11-74.4-5.

26 (9) For redevelopment project areas designated prior 27 to November 1, 1999, the redevelopment plan may be amended 28 without further joint review board meeting or hearing, provided that the municipality shall give notice of any 29 30 such changes by mail to each affected taxing district and 31 registrant on the interested party registry, to authorize 32 the municipality to expend tax increment revenues for redevelopment project costs defined by paragraphs (5) and 33 (7.5), subparagraphs (E) and (F) of paragraph (11), and 34 paragraph (11.5) of subsection (q) of Section 11-74.4-3, so 35 long as the changes do not increase the total estimated 36

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redevelopment project costs set out in the redevelopment plan by more than 5% after adjustment for inflation from the date the plan was adopted.

(o) "Redevelopment project" means any public and private 4 5 development project in furtherance of the objectives of a 6 redevelopment plan. On and after November 1, 1999 (the effective date of Public Act 91-478), no redevelopment plan may 7 be approved or amended that includes the development of vacant 8 9 land (i) with a golf course and related clubhouse and other 10 facilities or (ii) designated by federal, State, county, or 11 municipal government as public land for outdoor recreational 12 activities or for nature preserves and used for that purpose 13 within 5 years prior to the adoption of the redevelopment plan. For the purpose of this subsection, "recreational activities" 14 is limited to mean camping and hunting. 15

(p) "Redevelopment project area" means an area designated by the municipality, which is not less in the aggregate than 1 1/2 acres and in respect to which the municipality has made a finding that there exist conditions which cause the area to be classified as an industrial park conservation area or a blighted area or a conservation area, or a combination of both blighted areas and conservation areas.

(q) "Redevelopment project costs" mean and include the sum total of all reasonable or necessary costs incurred or estimated to be incurred, and any such costs incidental to a redevelopment plan and a redevelopment project. Such costs include, without limitation, the following:

28 (1) Costs of studies, surveys, development of plans, 29 and specifications, implementation and administration of 30 the redevelopment plan including but not limited to staff 31 and professional service costs for architectural, 32 engineering, legal, financial, planning or other services, provided however that no charges for professional services 33 may be based on a percentage of the tax increment 34 collected; except that on and after November 1, 1999 (the 35 effective date of Public Act 91-478), no contracts for 36

1 professional services, excluding architectural and engineering services, may be entered into if the terms of 2 3 the contract extend beyond a period of 3 years. In addition, "redevelopment project costs" shall not include 4 5 lobbying expenses. After consultation with the municipality, each tax increment consultant or advisor to a 6 7 municipality that plans to designate or has designated a redevelopment project area shall inform the municipality 8 9 in writing of any contracts that the consultant or advisor has entered into with entities or individuals that have 10 11 received, or are receiving, payments financed by tax 12 increment revenues produced by the redevelopment project area with respect to which the consultant or advisor has 13 performed, or will be performing, service for the 14 municipality. This requirement shall be satisfied by the 15 16 consultant or advisor before the commencement of services 17 for the municipality and thereafter whenever any other contracts with those individuals or entities are executed 18 by the consultant or advisor; 19

20 (1.5) After July 1, 1999, annual administrative costs 21 shall not include general overhead or administrative costs 22 of the municipality that would still have been incurred by 23 the municipality if the municipality had not designated a 24 redevelopment project area or approved a redevelopment 25 plan;

26 (1.6) The cost of marketing sites within the
27 redevelopment project area to prospective businesses,
28 developers, and investors;

(2) Property assembly costs, including but not limited 29 30 to acquisition of land and other property, real or 31 personal, or rights or interests therein, demolition of 32 buildings, site preparation, site improvements that serve as an engineered barrier addressing ground level or below 33 ground environmental contamination, including, but not 34 limited to parking lots and other concrete or asphalt 35 barriers, and the clearing and grading of land; 36

1 (3) Costs of rehabilitation, reconstruction or repair 2 or remodeling of existing public or private buildings, 3 fixtures, and leasehold improvements; and the cost of replacing an existing public building if pursuant to the 4 5 implementation of a redevelopment project the existing 6 public building is to be demolished to use the site for private investment or devoted to a different use requiring 7 private investment; 8

9 (4) Costs of the construction of public works or 10 improvements, except that on and after November 1, 1999, 11 redevelopment project costs shall not include the cost of 12 constructing a new municipal public building principally used to provide offices, storage space, or conference 13 facilities or vehicle storage, maintenance, or repair for 14 administrative, public safety, or public works personnel 15 16 and that is not intended to replace an existing public 17 building as provided under paragraph (3) of subsection (q) of Section 11-74.4-3 unless either (i) the construction of 18 the new municipal building implements a redevelopment 19 20 project that was included in a redevelopment plan that was adopted by the municipality prior to November 1, 1999 or 21 (ii) the municipality makes a reasonable determination in 22 23 the redevelopment plan, supported by information that provides the basis for that determination, that the new 24 25 municipal building is required to meet an increase in the 26 need for public safety purposes anticipated to result from 27 the implementation of the redevelopment plan;

(5) Costs of job training and retraining projects,
including the cost of "welfare to work" programs
implemented by businesses located within the redevelopment
project area;

(6) Financing costs, including but not limited to all
 necessary and incidental expenses related to the issuance
 of obligations and which may include payment of interest on
 any obligations issued hereunder including interest
 accruing during the estimated period of construction of any

1 redevelopment project for which such obligations are 2 issued and for not exceeding 36 months thereafter and 3 including reasonable reserves related thereto;

4 (7) To the extent the municipality by written agreement 5 accepts and approves the same, all or a portion of a taxing 6 district's capital costs resulting from the redevelopment 7 project necessarily incurred or to be incurred within a 8 taxing district in furtherance of the objectives of the 9 redevelopment plan and project.

10 (7.5) For redevelopment project areas designated (or 11 redevelopment project areas amended to add or increase the 12 number of tax-increment-financing assisted housing units) on or after November 1, 1999, an elementary, secondary, or 13 unit school district's increased costs attributable to 14 assisted housing units located within the redevelopment 15 16 project area for which the developer or redeveloper 17 receives financial assistance through an agreement with the municipality or because the municipality incurs the 18 cost of necessary infrastructure improvements within the 19 20 boundaries of the assisted housing sites necessary for the 21 completion of that housing as authorized by this Act, and which costs shall be paid by the municipality from the 22 Special Tax Allocation Fund when the tax increment revenue 23 is received as a result of the assisted housing units and 24 25 shall be calculated annually as follows:

26 (A) for foundation districts, excluding any school 27 district in a municipality with a population in excess 28 of 1,000,000, by multiplying the district's increase in attendance resulting from the net increase in new 29 30 students enrolled in that school district who reside in 31 housing units within the redevelopment project area 32 that have received financial assistance through an agreement with the municipality or 33 because the municipality incurs the cost of 34 necessary infrastructure improvements within the boundaries of 35 the housing sites necessary for the completion of that 36

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housing as authorized by this Act since the designation of the redevelopment project area by the most recently available per capita tuition cost as defined in Section 10-20.12a of the School Code less any increase in general State aid as defined in Section 18-8.05 of the School Code attributable to these added new students subject to the following annual limitations:

(i) for unit school districts with a district average 1995-96 Per Capita Tuition Charge of less than \$5,900, no more than 25% of the total amount of property tax increment revenue produced by those housing units that have received tax increment finance assistance under this Act;

(ii) for elementary school districts with a
district average 1995-96 Per Capita Tuition Charge
of less than \$5,900, no more than 17% of the total
amount of property tax increment revenue produced
by those housing units that have received tax
increment finance assistance under this Act; and

(iii) for secondary school districts with a district average 1995-96 Per Capita Tuition Charge of less than \$5,900, no more than 8% of the total amount of property tax increment revenue produced by those housing units that have received tax increment finance assistance under this Act.

(B) For alternate method districts, flat grant 26 27 districts, and foundation districts with a district 28 average 1995-96 Per Capita Tuition Charge equal to or more than \$5,900, excluding any school district with a 29 30 population in excess of 1,000,000, by multiplying the 31 district's increase in attendance resulting from the 32 net increase in new students enrolled in that school district who reside in housing units within the 33 project area that have received redevelopment 34 financial assistance through an agreement with the 35 municipality or because the municipality incurs the 36

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1 cost of necessary infrastructure improvements within the boundaries of the housing sites necessary for the 2 3 completion of that housing as authorized by this Act since the designation of the redevelopment project 4 5 area by the most recently available per capita tuition cost as defined in Section 10-20.12a of the School Code 6 less any increase in general state aid as defined in 7 Section 18-8.05 of the School Code attributable to 8 9 these added new students subject to the following annual limitations: 10

11 (i) for unit school districts, no more than 40% 12 of the total amount of property tax increment revenue produced by those housing units that have 13 received tax increment finance assistance under 14 this Act; 15

16 (ii) for elementary school districts, no more 17 than 27% of the total amount of property tax increment revenue produced by those housing units 18 have received tax increment finance 19 that assistance under this Act; and 20

(iii) for secondary school districts, no more 21 than 13% of the total amount of property tax 22 23 increment revenue produced by those housing units have received tax increment finance 24 that assistance under this Act. 25

(C) For any school district in a municipality with 26 27 a population in excess of 1,000,000, the following 28 restrictions shall apply to the reimbursement of increased costs under this paragraph (7.5): 29

30 (i) no increased costs shall be reimbursed unless the school district certifies that each of 32 the schools affected by the assisted housing project is at or over its student capacity; 33

(ii) the amount reimburseable shall be reduced 34 by the value of any land donated to the school 35 36 district by the municipality or developer, and by 1 2 the value of any physical improvements made to the schools by the municipality or developer; and

3 (iii) the amount reimbursed may not affect
4 amounts otherwise obligated by the terms of any
5 bonds, notes, or other funding instruments, or the
6 terms of any redevelopment agreement.

Any school district seeking payment under this 7 paragraph (7.5) shall, after July 1 and before 8 9 September 30 of each year, provide the municipality 10 with reasonable evidence to support its claim for 11 reimbursement before the municipality shall be 12 required to approve or make the payment to the school district. If the school district fails to provide the 13 information during this period in any year, it shall 14 forfeit any claim to reimbursement for that year. 15 16 School districts may adopt a resolution waiving the 17 right to all or a portion of the reimbursement 18 otherwise required by this paragraph (7.5). Βv acceptance of this reimbursement the school district 19 20 waives the right to directly or indirectly set aside, 21 modify, or contest in any manner the establishment of the redevelopment project area or projects; 22

(8) Relocation costs to the extent that a municipality
determines that relocation costs shall be paid or is
required to make payment of relocation costs by federal or
State law or in order to satisfy subparagraph (7) of
subsection (n);

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(9) Payment in lieu of taxes;

29 (10) Costs of job training, retraining, advanced 30 vocational education or career education, including but 31 not limited to courses in occupational, semi-technical or 32 technical fields leading directly to employment, incurred by one or more taxing districts, provided that such costs 33 34 (i) are related to the establishment and maintenance of additional job training, advanced vocational education or 35 36 career education programs for persons employed or to be

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1 employed by employers located in a redevelopment project area; and (ii) when incurred by a taxing district or taxing 2 3 districts other than the municipality, are set forth in a written agreement by or among the municipality and the 4 5 taxing district or taxing districts, which agreement describes the program to be undertaken, including but not 6 7 limited to the number of employees to be trained, a description of the training and services to be provided, 8 9 the number and type of positions available or to be 10 available, itemized costs of the program and sources of 11 funds to pay for the same, and the term of the agreement. Such costs include, specifically, the payment by community 12 college districts of costs pursuant to Sections 3-37, 3-38, 13 3-40 and 3-40.1 of the Public Community College Act and by 14 school districts of costs pursuant to Sections 10-22.20a 15 16 and 10-23.3a of The School Code;

17 (11) Interest cost incurred by a redeveloper related to
18 the construction, renovation or rehabilitation of a
19 redevelopment project provided that:

(A) such costs are to be paid directly from the special tax allocation fund established pursuant to this Act;

(B) such payments in any one year may not exceed
30% of the annual interest costs incurred by the
redeveloper with regard to the redevelopment project
during that year;

(C) if there are not sufficient funds available in
the special tax allocation fund to make the payment
pursuant to this paragraph (11) then the amounts so due
shall accrue and be payable when sufficient funds are
available in the special tax allocation fund;

32 (D) the total of such interest payments paid 33 pursuant to this Act may not exceed 30% of the total 34 (i) cost paid or incurred by the redeveloper for the 35 redevelopment project plus (ii) redevelopment project 36 costs excluding any property assembly costs and any 1 2 relocation costs incurred by a municipality pursuant to this Act; and

(E) the cost limits set forth in subparagraphs (B)
and (D) of paragraph (11) shall be modified for the
financing of rehabilitated or new housing units for
low-income households and very low-income households,
as defined in Section 3 of the Illinois Affordable
Housing Act. The percentage of 75% shall be substituted
for 30% in subparagraphs (B) and (D) of paragraph (11).

10 (F) Instead of the eligible costs provided by 11 subparagraphs (B) and (D) of paragraph (11), as modified by this subparagraph, and notwithstanding any 12 other provisions of this Act to the contrary, the 13 municipality may pay from tax increment revenues up to 14 50% of the cost of construction of new housing units to 15 16 be occupied by low-income households and very 17 low-income households as defined in Section 3 of the Illinois Affordable Housing Act. The cost 18 of construction of those units may be derived from the 19 20 proceeds of bonds issued by the municipality under this Act or other constitutional or statutory authority or 21 from other sources of municipal revenue that may be 22 reimbursed from tax increment revenues or the proceeds 23 of bonds issued to finance the construction of that 24 25 housing.

26 The eliqible costs provided under this 27 subparagraph (F) of paragraph (11) shall be an eligible the 28 for construction, renovation, cost and rehabilitation of all low and very low-income housing 29 30 as defined in Section 3 of the Illinois units, 31 Affordable Housing Act, within the redevelopment 32 project area. If the low and very low-income units are part of a residential redevelopment project that 33 includes units not affordable to low and very 34 households, only the 35 low-income low and very low-income units shall be eligible for benefits under 36

1 subparagraph (F) of paragraph (11). The standards for maintaining the occupancy by low-income households and 2 very low-income households, as defined in Section 3 of 3 the Illinois Affordable Housing Act, of those units 4 5 constructed with eligible costs made available under the provisions of this subparagraph (F) of paragraph 6 (11) shall be established by guidelines adopted by the 7 The responsibility for 8 municipality. annually 9 documenting the initial occupancy of the units by 10 low-income households and very low-income households, 11 as defined in Section 3 of the Illinois Affordable Housing Act, shall be that of the then current owner of 12 13 the property. For ownership units, the guidelines will provide, at a minimum, for a reasonable recapture of 14 funds, or other appropriate methods designed to 15 16 preserve the original affordability of the ownership 17 units. For rental units, the guidelines will provide, at a minimum, for the affordability of rent to low and 18 very low-income households. As units become available, 19 20 they shall be rented to income-eligible tenants. The municipality may modify these guidelines from time to 21 time; the guidelines, however, shall be in effect for 22 23 as long as tax increment revenue is being used to pay for costs associated with the units or for the 24 retirement of bonds issued to finance the units or for 25 26 the life of the redevelopment project area, whichever 27 is later.

28 (11.5) If the redevelopment project area is located 29 within a municipality with a population of more than 30 100,000, the cost of day care services for children of 31 employees from low-income families working for businesses 32 located within the redevelopment project area and all or a portion of the cost of operation of day care centers 33 established by redevelopment project area businesses to 34 employees from low-income 35 families working in serve businesses located in the redevelopment project area. For 36

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1 the purposes of this paragraph, "low-income families" 2 means families whose annual income does not exceed 80% of 3 the municipal, county, or regional median income, adjusted 4 for family size, as the annual income and municipal, 5 county, or regional median income are determined from time 6 to time by the United States Department of Housing and 7 Urban Development.

(12) Unless explicitly stated herein the cost of construction of new privately-owned buildings shall not be an eligible redevelopment project cost.

(13) After November 1, 1999 (the effective date of 11 12 Public Act 91-478), none of the redevelopment project costs this subsection 13 enumerated in shall be eligible redevelopment project costs if those costs would provide 14 direct financial support to a retail entity initiating 15 operations in the redevelopment project area while 16 17 terminating operations at another Illinois location within 10 miles of the redevelopment project area but outside the 18 boundaries of the redevelopment project area municipality. 19 20 For purposes of this paragraph, termination means a closing 21 of a retail operation that is directly related to the opening of the same operation or like retail entity owned 22 23 or operated by more than 50% of the original ownership in a redevelopment project area, but it does not mean closing an 24 25 operation for reasons beyond the control of the retail entity, as documented by the retail entity, subject to a 26 27 reasonable finding by the municipality that the current contained 28 location inadequate space, had become 29 economically obsolete, or was no longer a viable location 30 for the retailer or serviceman.

If a special service area has been established pursuant to the Special Service Area Tax Act or Special Service Area Tax Law, then any tax increment revenues derived from the tax imposed pursuant to the Special Service Area Tax Act or Special Service Area Tax Law may be used within the redevelopment project area for the purposes permitted by that Act or Law as

1 well as the purposes permitted by this Act.

(r) "State Sales Tax Boundary" means the redevelopment project area or the amended redevelopment project area boundaries which are determined pursuant to subsection (9) of Section 11-74.4-8a of this Act. The Department of Revenue shall certify pursuant to subsection (9) of Section 11-74.4-8a the appropriate boundaries eligible for the determination of State Sales Tax Increment.

(s) "State Sales Tax Increment" means an amount equal to 9 10 the increase in the aggregate amount of taxes paid by retailers 11 and servicemen, other than retailers and servicemen subject to 12 the Public Utilities Act, on transactions at places of business 13 located within a State Sales Tax Boundary pursuant to the Retailers' Occupation Tax Act, the Use Tax Act, the Service Use 14 15 Tax Act, and the Service Occupation Tax Act, except such 16 portion of such increase that is paid into the State and Local 17 Sales Tax Reform Fund, the Local Government Distributive Fund, the Local Government Tax Fund and the County and Mass Transit 18 19 District Fund, for as long as State participation exists, over 20 and above the Initial Sales Tax Amounts, Adjusted Initial Sales Tax Amounts or the Revised Initial Sales Tax Amounts for such 21 taxes as certified by the Department of Revenue and paid under 22 23 those Acts by retailers and servicemen on transactions at places of business located within the State Sales Tax Boundary 24 25 during the base year which shall be the calendar year 26 immediately prior to the year in which the municipality adopted 27 tax increment allocation financing, less 3.0% of such amounts 28 generated under the Retailers' Occupation Tax Act, Use Tax Act 29 and Service Use Tax Act and the Service Occupation Tax Act, 30 which sum shall be appropriated to the Department of Revenue to 31 cover its costs of administering and enforcing this Section. 32 For purposes of computing the aggregate amount of such taxes for base years occurring prior to 1985, the Department of 33 34 Revenue shall compute the Initial Sales Tax Amount for such 35 taxes and deduct therefrom an amount equal to 4% of the 36 aggregate amount of taxes per year for each year the base year

1 is prior to 1985, but not to exceed a total deduction of 12%. 2 The amount so determined shall be known as the "Adjusted 3 Initial Sales Tax Amount". For purposes of determining the State Sales Tax Increment the Department of Revenue shall for 4 5 each period subtract from the tax amounts received from 6 retailers and servicemen on transactions located in the State Sales Tax Boundary, the certified Initial Sales Tax Amounts, 7 8 Adjusted Initial Sales Tax Amounts or Revised Initial Sales Tax 9 Amounts for the Retailers' Occupation Tax Act, the Use Tax Act, 10 the Service Use Tax Act and the Service Occupation Tax Act. For 11 the State Fiscal Year 1989 this calculation shall be made by 12 utilizing the calendar year 1987 to determine the tax amounts 13 received. For the State Fiscal Year 1990, this calculation 14 shall be made by utilizing the period from January 1, 1988, 15 until September 30, 1988, to determine the tax amounts received 16 from retailers and servicemen, which shall have deducted 17 therefrom nine-twelfths of the certified Initial Sales Tax Amounts, Adjusted Initial Sales Tax Amounts or the Revised 18 19 Initial Sales Tax Amounts as appropriate. For the State Fiscal 20 Year 1991, this calculation shall be made by utilizing the period from October 1, 1988, until June 30, 1989, to determine 21 the tax amounts received from retailers and servicemen, which 22 23 shall have deducted therefrom nine-twelfths of the certified 24 Initial State Sales Tax Amounts, Adjusted Initial Sales Tax 25 or the Revised Initial Sales Tax Amounts Amounts as 26 appropriate. For every State Fiscal Year thereafter, the 27 applicable period shall be the 12 months beginning July 1 and 28 ending on June 30, to determine the tax amounts received which 29 shall have deducted therefrom the certified Initial Sales Tax 30 Amounts, Adjusted Initial Sales Tax Amounts or the Revised 31 Initial Sales Tax Amounts. Municipalities intending to receive 32 a distribution of State Sales Tax Increment must report a list of retailers to the Department of Revenue by October 31, 1988 33 34 and by July 31, of each year thereafter.

35 (t) "Taxing districts" means counties, townships, cities36 and incorporated towns and villages, school, road, park,

1 sanitary, mosquito abatement, forest preserve, public health, 2 fire protection, river conservancy, tuberculosis sanitarium 3 and any other municipal corporations or districts with the 4 power to levy taxes.

5 (u) "Taxing districts' capital costs" means those costs of 6 taxing districts for capital improvements that are found by the 7 municipal corporate authorities to be necessary and directly 8 result from the redevelopment project.

9 (v) As used in subsection (a) of Section 11-74.4-3 of this 10 Act, "vacant land" means any parcel or combination of parcels property without 11 of real industrial, commercial, and 12 residential buildings which has not been used for commercial agricultural purposes within 5 years prior to the designation 13 of the redevelopment project area, unless the parcel is 14 15 included in an industrial park conservation area or the parcel 16 has been subdivided; provided that if the parcel was part of a 17 larger tract that has been divided into 3 or more smaller tracts that were accepted for recording during the period from 18 19 1950 to 1990, then the parcel shall be deemed to have been 20 subdivided, and all proceedings and actions of the municipality taken in that connection with respect to any previously 21 approved or designated redevelopment project area or amended 22 23 redevelopment project area are hereby validated and hereby declared to be legally sufficient for all purposes of this Act. 24 For purposes of this Section and only for land subject to the 25 26 subdivision requirements of the Plat Act, land is subdivided 27 when the original plat of the proposed Redevelopment Project 28 Area or relevant portion thereof has been properly certified, 29 acknowledged, approved, and recorded or filed in accordance 30 with the Plat Act and a preliminary plat, if any, for any 31 subsequent phases of the proposed Redevelopment Project Area or 32 relevant portion thereof has been properly approved and filed 33 in accordance with the applicable ordinance of the 34 municipality.

35 (w) "Annual Total Increment" means the sum of each 36 municipality's annual Net Sales Tax Increment and each HB6691 Engrossed - 40 -

1 municipality's annual Net Utility Tax Increment. The ratio of 2 the Annual Total Increment of each municipality to the Annual 3 Total Increment for all municipalities, as most recently 4 calculated by the Department, shall determine the proportional 5 shares of the Illinois Tax Increment Fund to be distributed to 6 each municipality.

7 (Source: P.A. 92-263, eff. 8-7-01; 92-406, eff. 1-1-02; 92-624, 8 eff. 7-11-02; 92-651, eff. 7-11-02; 93-298, eff. 7-23-03.)

9

(65 ILCS 5/11-74.4-7) (from Ch. 24, par. 11-74.4-7)

10 Sec. 11-74.4-7. Obligations secured by the special tax 11 allocation fund set forth in Section 11-74.4-8 for the redevelopment project area may be issued to provide 12 for 13 redevelopment project costs. Such obligations, when so issued, 14 shall be retired in the manner provided in the ordinance 15 authorizing the issuance of such obligations by the receipts of 16 taxes levied as specified in Section 11-74.4-9 against the taxable property included in the area, by revenues as specified 17 18 by Section 11-74.4-8a and other revenue designated by the 19 municipality. A municipality may in the ordinance pledge all or any part of the funds in and to be deposited in the special tax 20 allocation fund created pursuant to Section 11-74.4-8 to the 21 22 payment of the redevelopment project costs and obligations. Any 23 pledge of funds in the special tax allocation fund shall 24 provide for distribution to the taxing districts and to the 25 Illinois Department of Revenue of moneys not required, pledged, 26 earmarked, or otherwise designated for payment and securing of 27 the obligations and anticipated redevelopment project costs and such excess funds shall be calculated annually and deemed 28 29 to be "surplus" funds. In the event a municipality only applies 30 or pledges a portion of the funds in the special tax allocation 31 fund for the payment or securing of anticipated redevelopment project costs or of obligations, any such funds remaining in 32 the special tax allocation fund after complying with the 33 requirements of the application or pledge, shall also be 34 calculated annually and deemed "surplus" funds. All surplus 35

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1 funds in the special tax allocation fund shall be distributed 2 annually within 180 days after the close of the municipality's 3 fiscal year by being paid by the municipal treasurer to the 4 County Collector, to the Department of Revenue and to the 5 municipality in direct proportion to the tax incremental 6 revenue received as a result of an increase in the equalized 7 assessed value of property in the redevelopment project area, 8 tax incremental revenue received from the State and tax 9 incremental revenue received from the municipality, but not to exceed as to each such source the total incremental revenue 10 received from that 11 source. The County Collector shall 12 thereafter make distribution respective taxing to the 13 districts in the same manner and proportion as the most recent 14 distribution by the county collector to the affected districts 15 of real property taxes from real property in the redevelopment 16 project area.

17 Without limiting the foregoing in this Section, the municipality may in addition to obligations secured by 18 the 19 special tax allocation fund pledge for a period not greater 20 than the term of the obligations towards payment of such obligations any part or any combination of the following: (a) 21 22 net revenues of all or part of any redevelopment project; (b) 23 taxes levied and collected on any or all property in the credit 24 municipality; full faith and (C) the of the 25 municipality; (d) a mortgage on part or all of the 26 redevelopment project; or (e) any other taxes or anticipated 27 receipts that the municipality may lawfully pledge.

28 Such obligations may be issued in one or more series 29 bearing interest at such rate or rates as the corporate 30 authorities of the municipality shall determine by ordinance. Such obligations shall bear such date or dates, mature at such 31 32 time or times not exceeding 20 years from their respective dates, be in such denomination, carry such registration 33 34 privileges, be executed in such manner, be payable in such 35 medium of payment at such place or places, contain such covenants, terms and conditions, and be subject to redemption 36

as such ordinance shall provide. Obligations issued pursuant to this Act may be sold at public or private sale at such price as shall be determined by the corporate authorities of the municipalities. No referendum approval of the electors shall be required as a condition to the issuance of obligations pursuant to this Division except as provided in this Section.

In the event the municipality authorizes issuance of 7 obligations pursuant to the authority of this Division secured 8 by the full faith and credit of the municipality, which 9 10 obligations are other than obligations which may be issued 11 under home rule powers provided by Article VII, Section 6 of 12 the Illinois Constitution, or pledges taxes pursuant to (b) or (c) of the second paragraph of this section, the ordinance 13 authorizing the issuance of such obligations or pledging such 14 15 taxes shall be published within 10 days after such ordinance 16 has been passed in one or more newspapers, with general 17 circulation within such municipality. The publication of the ordinance shall be accompanied by a notice of (1) the specific 18 19 number of voters required to sign a petition requesting the 20 question of the issuance of such obligations or pledging taxes to be submitted to the electors; (2) the time in which such 21 petition must be filed; and (3) the date of the prospective 22 23 referendum. The municipal clerk shall provide a petition form to any individual requesting one. 24

If no petition is filed with the municipal clerk, as 25 26 hereinafter provided in this Section, within 30 days after the 27 publication of the ordinance, the ordinance shall be in effect. 28 But, if within that 30 day period a petition is filed with the 29 municipal clerk, signed by electors in the municipality 30 numbering 10% or more of the number of registered voters in the 31 municipality, asking that the question of issuing obligations 32 using full faith and credit of the municipality as security for the cost of paying for redevelopment project costs, or of 33 pledging taxes for the payment of such obligations, or both, be 34 35 submitted to the electors of the municipality, the corporate authorities of the municipality shall call a special election 36

1 in the manner provided by law to vote upon that question, or, 2 if a general, State or municipal election is to be held within 3 a period of not less than 30 or more than 90 days from the date such petition is filed, shall submit the question at the next 4 5 general, State or municipal election. If it appears upon the 6 canvass of the election by the corporate authorities that a majority of electors voting upon the question voted in favor 7 8 thereof, the ordinance shall be in effect, but if a majority of 9 the electors voting upon the question are not in favor thereof, 10 the ordinance shall not take effect.

11 The ordinance authorizing the obligations may provide that 12 the obligations shall contain a recital that they are issued 13 pursuant to this Division, which recital shall be conclusive 14 evidence of their validity and of the regularity of their 15 issuance.

16 In the event the municipality authorizes issuance of 17 obligations pursuant to this Section secured by the full faith and credit of the municipality, the ordinance authorizing the 18 19 obligations may provide for the levy and collection of a direct 20 annual tax upon all taxable property within the municipality sufficient to pay the principal thereof and interest thereon as 21 it matures, which levy may be in addition to and exclusive of 22 23 the maximum of all other taxes authorized to be levied by the 24 municipality, which levy, however, shall be abated to the 25 extent that monies from other sources are available for payment 26 of the obligations and the municipality certifies the amount of 27 said monies available to the county clerk.

A certified copy of such ordinance shall be filed with the county clerk of each county in which any portion of the municipality is situated, and shall constitute the authority for the extension and collection of the taxes to be deposited in the special tax allocation fund.

A municipality may also issue its obligations to refund in whole or in part, obligations theretofore issued by such municipality under the authority of this Act, whether at or prior to maturity, provided however, that the last maturity of

the refunding obligations shall not be expressed to mature 1 2 later than December 31 of the year in which the payment to the 3 municipal treasurer as provided in subsection (b) of Section 4 11-74.4-8 of this Act is to be made with respect to ad valorem 5 taxes levied in the twenty-third calendar year after the year 6 in which the ordinance approving the redevelopment project area is adopted if the ordinance was adopted on or after January 15, 7 8 1981, and not later than December 31 of the year in which the 9 payment to the municipal treasurer as provided in subsection (b) of Section 11-74.4-8 of this Act is to be made with respect 10 11 to ad valorem taxes levied in the thirty-fifth calendar year 12 after the year in which the ordinance approving the 13 redevelopment project area is adopted (A) if the ordinance was adopted before January 15, 1981, or (B) if the ordinance was 14 15 adopted in December 1983, April 1984, July 1985, or December 16 1989, or (C) if the ordinance was adopted in December, 1987 and 17 the redevelopment project is located within one mile of Midway Airport, or (D) if the ordinance was adopted before January 1, 18 19 1987 by a municipality in Mason County, or (E) if the 20 municipality is subject to the Local Government Financial Planning and Supervision Act or the Financially Distressed City 21 Law, or (F) if the ordinance was adopted in December 1984 by 22 23 the Village of Rosemont, or (G) if the ordinance was adopted on December 31, 1986 by a municipality located in Clinton County 24 for which at least \$250,000 of tax increment bonds were 25 26 authorized on June 17, 1997, or if the ordinance was adopted on 27 December 31, 1986 by a municipality with a population in 1990 28 of less than 3,600 that is located in a county with a 29 population in 1990 of less than 34,000 and for which at least 30 \$250,000 of tax increment bonds were authorized on June 17, 31 1997, or (H) if the ordinance was adopted on October 5, 1982 by 32 the City of Kankakee, or (I) if the ordinance was adopted on December 29, 1986 by East St. Louis, or if the ordinance was 33 adopted on November 12, 1991 by the Village of Sauget, or (J) 34 35 if the ordinance was adopted on February 11, 1985 by the City of Rock Island, or (K) if the ordinance was adopted before 36

December 18, 1986 by the City of Moline, or (L) if the 1 2 ordinance was adopted in September 1988 by Sauk Village, or (M) 3 if the ordinance was adopted in October 1993 by Sauk Village, 4 or (N) if the ordinance was adopted on December 29, 1986 by the 5 City of Galva, or (O) if the ordinance was adopted in March 1991 by the City of Centreville, or (P) if the ordinance was 6 7 adopted on January 23, 1991 by the City of East St. Louis, or 8 (Q) if the ordinance was adopted on December 22, 1986 by the 9 City of Aledo, or (R) if the ordinance was adopted on February 5, 1990 by the City of Clinton, or (S) if the ordinance was 10 adopted on September 6, 1994 by the City of Freeport, or (T) if 11 12 the ordinance was adopted on December 22, 1986 by the City of 13 Tuscola, or (U) if the ordinance was adopted on December 23, 1986 by the City of Sparta, or (V) if the ordinance was adopted 14 15 on December 23, 1986 by the City of Beardstown, or (W) if the ordinance was adopted on April 27, 1981, October 21, 1985, or 16 17 December 30, 1986 by the City of Belleville, or (X) if the ordinance was adopted on December 29, 1986 by the City of 18 19 Collinsville, or (Y) if the ordinance was adopted on September 20 14, 1994 by the City of Alton, or (Z) if the ordinance was adopted on November 11, 1996 by the City of Lexington, or (AA) 21 22 if the ordinance was adopted on November 5, 1984 by the City of 23 LeRoy, or (BB) if the ordinance was adopted on April 3, 1991 or 24 June 3, 1992 by the City of Markham, or (CC) if the ordinance was adopted on October 20, 1986 by the City of Elmhurst and, 25 26 for redevelopment project areas for which bonds were issued 27 before July 29, 1991, in connection with a redevelopment project in the area within the State Sales Tax Boundary and 28 which were extended by municipal ordinance under subsection (n) 29 30 of Section 11-74.4-3, the last maturity of the refunding obligations shall not be expressed to mature later than the 31 32 date on which the redevelopment project area is terminated or December 31, 2013, whichever date occurs first. 33

In the event a municipality issues obligations under home rule powers or other legislative authority the proceeds of which are pledged to pay for redevelopment project costs, the HB6691 Engrossed - 46 - LRB093 16189 MKM 41822 b

1 municipality may, if it has followed the procedures in 2 conformance with this division, retire said obligations from 3 funds in the special tax allocation fund in amounts and in such 4 manner as if such obligations had been issued pursuant to the 5 provisions of this division.

All obligations heretofore or hereafter issued pursuant to this Act shall not be regarded as indebtedness of the municipality issuing such obligations or any other taxing district for the purpose of any limitation imposed by law. (Source: P.A. 92-263, eff. 8-7-01; 92-406, eff. 1-1-02; 92-624, eff. 7-11-02; 92-651, eff. 7-11-02; 93-298, eff. 7-23-03.)