1 AN ACT concerning State government.

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

- 4 Section 5. The Illinois Renewable Fuels Development
- 5 Program Act is amended by changing Sections 15 and 20 and by
- adding Sections 15.1, 15.2, and 15.3 as follows:
- 7 (20 ILCS 689/15)
- 8 Sec. 15. Illinois Renewable Fuels Development Program.
- 9 (a) The Department must develop and administer the Illinois
- 10 Renewable Fuels Development Program to assist in the
- 11 construction, modification, alteration, or retrofitting of
- 12 renewable fuel plants in Illinois. The recipient of a grant
- 13 under this Section must:
- 14 (1) be constructing, modifying, altering, or
- retrofitting a plant in the State of Illinois;
- 16 (2) be constructing, modifying, altering, or
- 17 retrofitting a plant that has <u>a base total</u> annual
- production capacity of no less than 30,000,000 gallons of
- renewable fuel per year; and
- 20 (3) enter into a project labor agreement as prescribed
- 21 by Section 25 of this Act.
- 22 (b) Grant applications must be made on forms provided by
- 23 and in accordance with procedures established by the

Department.

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- 2 (c) The Department must give preference to applicants that
- 3 use Illinois agricultural products in the production of
- 4 renewable fuel at the plant for which the grant is being
- 5 requested.
- 6 (d) Facilities that produce ethanol for gasohol or majority
- blended ethanol fuel shall receive a grant equal to 10 cents 7
- per gallon of annual production capacity, not to exceed 8
- 9 \$10,000,000 for each facility.
- Notwithstanding any other rulemaking authority that may 10 11 exist, neither the Governor nor any agency or agency head under
- 12 the jurisdiction of the Governor has any authority to make or
- 13 promulgate rules to implement or enforce the provisions of this
- 14 amendatory Act of the 95th General Assembly. If, however, the
- Governor believes that rules are necessary to implement or 15
- enforce the provisions of this amendatory Act of the 95th 16
- 17 General Assembly, the Governor may suggest rules to the General
- Assembly by filing them with the Clerk of the House and the 18
- Secretary of the Senate and by requesting that the General 19
- 20 Assembly authorize such rulemaking by law, enact those
- suggested rules into law, or take any other appropriate action 21
- 22 in the General Assembly's discretion. Nothing contained in this
- 23 amendatory Act of the 95th General Assembly shall be
- interpreted to grant rulemaking authority under any other 24
- 25 Illinois statute where such authority is not otherwise
- 26 explicitly given. For the purposes of this paragraph, "rules"

- is given the meaning contained in Section 1-70 of the Illinois 1
- Administrative Procedure Act, and "agency" and "agency head" 2
- 3 are given the meanings contained in Sections 1-20 and 1-25 of
- the Illinois Administrative Procedure Act to the extent that 4
- 5 such definitions apply to agencies or agency heads under the
- 6 jurisdiction of the Governor.
- (Source: P.A. 93-15, eff. 6-11-03.) 7
- 8 (20 ILCS 689/15.1 new)
- 9 Sec. 15.1. Renewable Fuels Majority Blended Ethanol
- 10 Infrastructure Program. The Department must establish and
- 11 administer the Renewable Fuels Majority Blended Ethanol
- 12 Program to encourage the construction, installation, and
- marketing of majority blended ethanol, as defined in Section 13
- 3-44 of the Use Tax Act. The Renewable Fuels Majority Blended 14
- 15 Ethanol Program shall provide financial assistance for units of
- 16 local government and petroleum distribution centers to install
- the necessary infrastructure for the use of majority blended 17
- 18 ethanol.
- The Department must establish the program for the purpose 19
- of providing grants to units of local government and gasoline 20
- 21 stations or service stations offering to the public retail
- 22 sales of motor fuel that operate or will be operating majority
- 23 blended ethanol fueling distribution infrastructure. A unit of
- 24 local government applying for a grant under this program shall
- receive a matching grant equaling 50% of the total cost of 25

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installation of a majority blended ethanol distribution pump, 1

2 but not to exceed \$40,000. Gasoline stations or service

stations shall be eligible to receive a matching grant equal to

50% the cost of installation per pump location, but not to

exceed a total of \$250,000 in grants annually for each gasoline

station or service station retailer for locations in the

gasoline station or service station retailer's ownership and

control. The Department shall adopt necessary rules and forms

for the implementation of this Section.

Notwithstanding any other rulemaking authority that may exist, neither the Governor nor any agency or agency head under the jurisdiction of the Governor has any authority to make or promulgate rules to implement or enforce the provisions of this amendatory Act of the 95th General Assembly. If, however, the Governor believes that rules are necessary to implement or enforce the provisions of this amendatory Act of the 95th General Assembly, the Governor may suggest rules to the General Assembly by filing them with the Clerk of the House and the Secretary of the Senate and by requesting that the General Assembly authorize such rulemaking by law, enact those suggested rules into law, or take any other appropriate action in the General Assembly's discretion. Nothing contained in this amendatory Act of the 95th General Assembly shall be interpreted to grant rulemaking authority under any other Illinois statute where such authority is not otherwise explicitly given. For the purposes of this paragraph, "rules"

- is given the meaning contained in Section 1-70 of the Illinois 1
- 2 Administrative Procedure Act, and "agency" and "agency head"
- 3 are given the meanings contained in Sections 1-20 and 1-25 of
- the Illinois Administrative Procedure Act to the extent that 4
- 5 such definitions apply to agencies or agency heads under the
- 6 jurisdiction of the Governor.
- 7 (20 ILCS 689/15.2 new)
- 8 Sec. 15.2. Renewable Fuels Competitive Commercialization
- 9 Program. The Department must develop and administer the
- 10 Renewable Fuels Competitive Commercialization Program to
- 11 coordinate renewable fuel research and distribution of grant
- 12 funds to bring the State to the forefront of renewable fuel
- 13 development. The Renewable Fuels Competitive Commercialization
- 14 Grant Oversight Committee is established to review the grants
- 15 and make recommendations to the Director for awarding grants as
- 16 provided in this Section. The oversight committee shall be
- comprised of 11 members. The members shall be appointed as 17
- 18 follows: the Director, or his or her designee; the Speaker of
- the House of Representatives, or his or her designee; the 19
- 20 President of the Senate, or his or her designee; the Minority
- 21 Leader of the House of Representatives, or his or her designee;
- 22 the Minority Leader of the Senate, or his or her designee; and
- 23 the following members to be appointed by the Director:
- 24 (1) one member representing a general statewide
- agricultural association; 25

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1	()	2)	one	member	representing	an	association	representing
2	produ	cer	s of	corn;				

- 3 (3) one member representing an association representing 4 producers of soybeans;
 - (4) 2 members representing labor organizations affiliated with the Illinois AFL-CIO; and
- 7 (5) one member representing renewable fuels production 8 facilities.

The Department must solicit proposals for grants that provide funds for projects, including but not limited to, adding value to bio-fuel co-products (such as Distillers Dried Grain with solubles (DDGs)), increasing vehicle mileage, and reducing the water usage in manufacturing bio-fuel to increase the competitiveness of renewable fuels produced in the State. Preference shall be given to projects in partnership with industry or pilot-scale demonstration projects that advance the State's leadership in the development of a bio-based economy.

Notwithstanding any other rulemaking authority that may exist, neither the Governor nor any agency or agency head under the jurisdiction of the Governor has any authority to make or promulgate rules to implement or enforce the provisions of this amendatory Act of the 95th General Assembly. If, however, the Governor believes that rules are necessary to implement or enforce the provisions of this amendatory Act of the 95th General Assembly, the Governor may suggest rules to the General

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Assembly by filing them with the Clerk of the House and the Secretary of the Senate and by requesting that the General Assembly authorize such rulemaking by law, enact those suggested rules into law, or take any other appropriate action in the General Assembly's discretion. Nothing contained in this amendatory Act of the 95th General Assembly shall be interpreted to grant rulemaking authority under any other Illinois statute where such authority is not otherwise explicitly given. For the purposes of this paragraph, "rules" is given the meaning contained in Section 1-70 of the Illinois Administrative Procedure Act, and "agency" and "agency head" are given the meanings contained in Sections 1-20 and 1-25 of the Illinois Administrative Procedure Act to the extent that such definitions apply to agencies or agency heads under the

16 (20 ILCS 689/15.3 new)

jurisdiction of the Governor.

Sec. 15.3. Renewable Fuels Rail Infrastructure Assistance Program. The Department must establish and administer the Renewable Fuels Rail Infrastructure Assistance Program to assist in the construction and installation of (i) railroad side track and turnouts to provide rail service to renewable fuels facilities, (ii) side track and turnouts for railroad storage and collection areas for renewable fuels and renewable fuel inputs, and (iii) side track, turnouts, and other necessary infrastructure for renewable fuel and renewable fuel

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co-products container shipping. Only one grant for the purpose stated under item (iii) of this Section shall be awarded each year. The recipient of a grant under this Section must enter into a project labor agreement for the rail infrastructure project as provided in Section 25 of this Act. Grant applications shall be submitted on forms prescribed by the Department.

Notwithstanding any other rulemaking authority that may exist, neither the Governor nor any agency or agency head under the jurisdiction of the Governor has any authority to make or promulgate rules to implement or enforce the provisions of this amendatory Act of the 95th General Assembly. If, however, the Governor believes that rules are necessary to implement or enforce the provisions of this amendatory Act of the 95th General Assembly, the Governor may suggest rules to the General Assembly by filing them with the Clerk of the House and the Secretary of the Senate and by requesting that the General Assembly authorize such rulemaking by law, enact those suggested rules into law, or take any other appropriate action in the General Assembly's discretion. Nothing contained in this amendatory Act of the 95th General Assembly shall be interpreted to grant rulemaking authority under any other Illinois statute where such authority is not otherwise explicitly given. For the purposes of this paragraph, "rules" is given the meaning contained in Section 1-70 of the Illinois Administrative Procedure Act, and "agency" and "agency head"

1	are given the meanings contained in Sections 1-20 and 1-25 of					
2	the Illinois Administrative Procedure Act to the extent that					
3	such definitions apply to agencies or agency heads under the					
4	jurisdiction of the Governor.					
5	(20 ILCS 689/20)					
6	Sec. 20. Grants. Subject to appropriation, the Director is					
7	authorized to award Renewable Fuels Development Program Fund					
8	grants to eligible applicants. The annual aggregate amount of					
9	grants <u>awarded under this Section is subject to the following</u>					
10	<pre>limits:</pre>					
11	(1) grants awarded under the Illinois Renewable Fuels					
12	Development Program awarded shall not exceed \$30,000,000					
13	annually in fiscal years 2009 and 2010 and \$15,000,000					
14	thereafter; no more than \$5,000,000 annually of these grant					
15	funds may be used for bio-diesel plants; \$20,000,000.					
16	(2) grants awarded under the Renewable Fuels Majority					
17	Blended Ethanol Infrastructure Program may not exceed					
18	\$3,500,000 annually for fiscal years 2009 through 2014;					
19	(3) grants awarded under the Renewable Fuels					
20	Competitive Commercialization Program may not exceed					
21	\$1,000,000 annually in fiscal years 2009, 2010, and 2011;					
22	and					
23	(4) grants awarded under the Renewable Fuels Rail					
24	Infrastructure Assistance Program may not exceed					

\$5,000,000 annually for fiscal years 2009 through 2012.

Notwithstanding any other rulemaking authority that may 1 2 exist, neither the Governor nor any agency or agency head under 3 the jurisdiction of the Governor has any authority to make or promulgate rules to implement or enforce the provisions of this 4 5 amendatory Act of the 95th General Assembly. If, however, the Governor believes that rules are necessary to implement or 6 7 enforce the provisions of this amendatory Act of the 95th 8 General Assembly, the Governor may suggest rules to the General 9 Assembly by filing them with the Clerk of the House and the 10 Secretary of the Senate and by requesting that the General 11 Assembly authorize such rulemaking by law, enact those 12 suggested rules into law, or take any other appropriate action in the General Assembly's discretion. Nothing contained in this 13 14 amendatory Act of the 95th General Assembly shall be interpreted to grant rulemaking authority under any other 15 16 Illinois statute where such authority is not otherwise explicitly given. For the purposes of this paragraph, "rules" 17 18 is given the meaning contained in Section 1-70 of the Illinois 19 Administrative Procedure Act, and "agency" and "agency head" 20 are given the meanings contained in Sections 1-20 and 1-25 of 21 the Illinois Administrative Procedure Act to the extent that 22 such definitions apply to agencies or agency heads under the 23 jurisdiction of the Governor.

- (Source: P.A. 93-15, eff. 6-11-03; 93-618, eff. 12-11-03; 24
- 25 94-839, eff. 6-6-06.)

- Section 10. The State Finance Act is amended by adding 1
- 2 Sections 5.708 and 6z-70 as follows:
- 3 (30 ILCS 105/5.708 new)
- 4 Sec. 5.708. The Renewable Fuels Development Program Fund.
- (30 ILCS 105/6z-70 new)5
- 6 Sec. 6z-70. Renewable Fuels Development Program Fund. The
- 7 Renewable Fuels Development Program Fund is created as a
- 8 special fund in the State treasury. Moneys in the Fund may be
- 9 used by the Department of Commerce and Economic Opportunity,
- 10 subject to appropriation, for the Illinois Renewable Fuels
- Development Program, the Renewable Fuels Majority Blended 11
- 12 Ethanol Infrastructure Program, the Renewable Fuels
- Competitive Commercialization Program, the Renewable Fuels 13
- Rail Infrastructure Assistance Program, and other renewable 14
- 15 energy programs as set forth in Section 20 of the Illinois
- 16 Renewable Fuels Development Program Act.
- 17 Moneys received for the purposes of this Section,
- including, without limitation, fund transfers, gifts, grants, 18
- 19 and awards from any public or private entity, must be deposited
- 20 into the Fund. Any interest earned on moneys in the Fund must
- 21 be deposited into the Fund.
- 22 There shall be deposited into the Renewable Fuels
- 23 Development Program Fund such bond proceeds and other moneys as
- may, from time to time, be provided by law. If the moneys 24

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provided by law are not sufficient to provide the annual
funding level in the Renewable Fuels Development Program Fund
at the levels prescribed below, the State Comptroller must
direct the State Treasurer to transfer from the General Revenue
Fund to the Renewable Fuels Development Program Fund, no later
than February 1, 2009 and on December 1 each year thereafter
the necessary amount to provide the funds at the level
specified for each fiscal year below:

9	<u>Fiscal Year</u>	<u>Amount</u>
10	2009 through 2010	\$39,500,000
11	<u>2011</u>	\$24,500,000
12	2012	\$23,500,000
13	2013 and 2014	\$18,500,000
14	2015	\$15,000,000

Notwithstanding any other rulemaking authority that may exist, neither the Governor nor any agency or agency head under the jurisdiction of the Governor has any authority to make or promulgate rules to implement or enforce the provisions of this amendatory Act of the 95th General Assembly. If, however, the Governor believes that rules are necessary to implement or enforce the provisions of this amendatory Act of the 95th General Assembly, the Governor may suggest rules to the General Assembly by filing them with the Clerk of the House and the Secretary of the Senate and by requesting that the General Assembly authorize such rulemaking by law, enact those suggested rules into law, or take any other appropriate action

1 in the General Assembly's discretion. Nothing contained in this 2 amendatory Act of the 95th General Assembly shall be 3 interpreted to grant <u>rulemaking authority under any other</u> Illinois statute where such authority is not otherwise 4 explicitly given. For the purposes of this paragraph, "rules" 5 6 is given the meaning contained in Section 1-70 of the Illinois Administrative Procedure Act, and "agency" and "agency head" 7 are given the meanings contained in Sections 1-20 and 1-25 of 8 9 the Illinois Administrative Procedure Act to the extent that 10 such definitions apply to agencies or agency heads under the 11 jurisdiction of the Governor.

Section 99. Effective date. This Act takes effect upon 12 13 becoming law.