1 AN ACT concerning education.

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

Section 5. The School Code is amended by changing Section
19-1 as follows:

6 (105 ILCS 5/19-1)

7

Sec. 19-1. Debt limitations of school districts.

8 (a) School districts shall not be subject to the provisions 9 limiting their indebtedness prescribed in "An Act to limit the 10 indebtedness of counties having a population of less than 11 500,000 and townships, school districts and other municipal 12 corporations having a population of less than 300,000", 13 approved February 15, 1928, as amended.

14 No school districts maintaining grades K through 8 or 9 through 12 shall become indebted in any manner or for any 15 16 purpose to an amount, including existing indebtedness, in the 17 aggregate exceeding 6.9% on the value of the taxable property therein to be ascertained by the last assessment for State and 18 19 county taxes or, until January 1, 1983, if greater, the sum 20 that is produced by multiplying the school district's 1978 21 equalized assessed valuation by the debt limitation percentage 22 in effect on January 1, 1979, previous to the incurring of such indebtedness. 23

SB2647 Engrossed - 2 - LRB096 19695 NHT 35098 b

No school districts maintaining grades K through 12 shall 1 2 become indebted in any manner or for any purpose to an amount, 3 including existing indebtedness, in the aggregate exceeding 13.8% on the value of the taxable property therein to be 4 5 ascertained by the last assessment for State and county taxes or, until January 1, 1983, if greater, the sum that is produced 6 by multiplying the school district's 1978 equalized assessed 7 8 valuation by the debt limitation percentage in effect on 9 January 1, 1979, previous to the incurring of such 10 indebtedness.

11 No partial elementary unit district, as defined in Article 12 11E of this Code, shall become indebted in any manner or for any purpose in an amount, including existing indebtedness, in 13 the aggregate exceeding 6.9% of the value of the taxable 14 property of the entire district, to be ascertained by the last 15 16 assessment for State and county taxes, plus an amount, 17 including existing indebtedness, in the aggregate exceeding 6.9% of the value of the taxable property of that portion of 18 19 the district included in the elementary and high school classification, to be ascertained by the last assessment for 20 21 State and county taxes. Moreover, no partial elementary unit 22 district, as defined in Article 11E of this Code, shall become 23 indebted on account of bonds issued by the district for high school purposes in the aggregate exceeding 6.9% of the value of 24 25 the taxable property of the entire district, to be ascertained 26 by the last assessment for State and county taxes, nor shall SB2647 Engrossed - 3 - LRB096 19695 NHT 35098 b

1 the district become indebted on account of bonds issued by the 2 district for elementary purposes in the aggregate exceeding 3 6.9% of the value of the taxable property for that portion of 4 the district included in the elementary and high school 5 classification, to be ascertained by the last assessment for 6 State and county taxes.

7 Notwithstanding the provisions of any other law to the 8 contrary, in any case in which the voters of a school district 9 have approved a proposition for the issuance of bonds of such 10 school district at an election held prior to January 1, 1979, 11 and all of the bonds approved at such election have not been 12 issued, the debt limitation applicable to such school district during the calendar year 1979 shall be computed by multiplying 13 14 the value of taxable property therein, including personal 15 property, as ascertained by the last assessment for State and 16 county taxes, previous to the incurring of such indebtedness, 17 by the percentage limitation applicable to such school district under the provisions of this subsection (a). 18

(b) Notwithstanding the debt limitation prescribed in subsection (a) of this Section, additional indebtedness may be incurred in an amount not to exceed the estimated cost of acquiring or improving school sites or constructing and equipping additional building facilities under the following conditions:

(1) Whenever the enrollment of students for the next
 school year is estimated by the board of education to

SB2647 Engrossed - 4 - LRB096 19695 NHT 35098 b

increase over the actual present enrollment by not less than 35% or by not less than 200 students or the actual present enrollment of students has increased over the previous school year by not less than 35% or by not less than 200 students and the board of education determines that additional school sites or building facilities are required as a result of such increase in enrollment; and

8 (2) When the Regional Superintendent of Schools having 9 jurisdiction over the school district and the State 10 Superintendent of Education concur in such enrollment 11 projection or increase and approve the need for such 12 additional school sites or building facilities and the 13 estimated cost thereof; and

14 (3) When the voters in the school district approve a 15 proposition for the issuance of bonds for the purpose of improving such needed school sites 16 acquiring or or 17 constructing and equipping such needed additional building facilities at an election called and held for that purpose. 18 Notice of such an election shall state that the amount of 19 20 indebtedness proposed to be incurred would exceed the debt limitation otherwise applicable to the school district. 21 22 The ballot for such proposition shall state what percentage 23 of the equalized assessed valuation will be outstanding in 24 bonds if the proposed issuance of bonds is approved by the 25 voters; or

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(4) Notwithstanding the provisions of paragraphs (1)

SB2647 Engrossed - 5 - LRB096 19695 NHT 35098 b

1 through (3) of this subsection (b), if the school board 2 determines that additional facilities are needed to 3 provide a quality educational program and not less than 2/3 4 of those voting in an election called by the school board 5 on the question approve the issuance of bonds for the 6 construction of such facilities, the school district may 7 issue bonds for this purpose; or

8 (5) Notwithstanding the provisions of paragraphs (1) 9 through (3) of this subsection (b), if (i) the school 10 district has previously availed itself of the provisions of 11 paragraph (4) of this subsection (b) to enable it to issue 12 bonds, (ii) the voters of the school district have not defeated a proposition for the issuance of bonds since the 13 14 referendum described in paragraph (4) of this subsection 15 (b) was held, (iii) the school board determines that 16 additional facilities are needed to provide a quality 17 educational program, and (iv) a majority of those voting in an election called by the school board on the question 18 approve the issuance of bonds for the construction of such 19 20 facilities, the school district may issue bonds for this 21 purpose.

In no event shall the indebtedness incurred pursuant to this subsection (b) and the existing indebtedness of the school district exceed 15% of the value of the taxable property therein to be ascertained by the last assessment for State and county taxes, previous to the incurring of such indebtedness SB2647 Engrossed - 6 - LRB096 19695 NHT 35098 b

or, until January 1, 1983, if greater, the sum that is produced by multiplying the school district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979.

5 The indebtedness provided for by this subsection (b) shall 6 be in addition to and in excess of any other debt limitation.

(c) Notwithstanding the debt limitation prescribed in 7 8 subsection (a) of this Section, in any case in which a public 9 question for the issuance of bonds of a proposed school 10 district maintaining grades kindergarten through 12 received 11 at least 60% of the valid ballots cast on the question at an 12 election held on or prior to November 8, 1994, and in which the bonds approved at such election have not been issued, the 13 14 school district pursuant to the requirements of Section 11A-10 15 (now repealed) may issue the total amount of bonds approved at 16 such election for the purpose stated in the question.

17 (d) Notwithstanding the debt limitation prescribed in subsection (a) of this Section, a school district that meets 18 all the criteria set forth in paragraphs (1) and (2) of this 19 20 subsection (d) may incur an additional indebtedness in an amount not to exceed \$4,500,000, even though the amount of the 21 22 additional indebtedness authorized by this subsection (d), 23 when incurred and added to the aggregate amount of indebtedness of the district existing immediately prior to the district 24 25 incurring the additional indebtedness authorized by this 26 subsection (d), causes the aggregate indebtedness of the SB2647 Engrossed - 7 - LRB096 19695 NHT 35098 b

1 district to exceed the debt limitation otherwise applicable to 2 that district under subsection (a):

3 (1) The additional indebtedness authorized by this subsection (d) is incurred by the school district through 4 5 the issuance of bonds under and in accordance with Section 17-2.11a for the purpose of replacing a school building 6 7 which, because of mine subsidence damage, has been closed 8 as provided in paragraph (2) of this subsection (d) or 9 through the issuance of bonds under and in accordance with Section 19-3 for the purpose of increasing the size of, or 10 11 providing for additional functions in, such replacement 12 school buildings, or both such purposes.

(2) The bonds issued by the school district as provided 13 14 in paragraph (1) above are issued for the purposes of construction by the school district of a new school 15 16 building pursuant to Section 17-2.11, to replace an 17 existing school building that, because of mine subsidence damage, is closed as of the end of the 1992-93 school year 18 19 pursuant to action of the regional superintendent of 20 schools of the educational service region in which the district is located under Section 3-14.22 or are issued for 21 22 the purpose of increasing the size of, or providing for 23 additional functions in, the new school building being 24 constructed to replace a school building closed as the 25 result of mine subsidence damage, or both such purposes. 26 (e) (Blank).

SB2647 Engrossed - 8 - LRB096 19695 NHT 35098 b

(f) Notwithstanding the provisions of subsection (a) of 1 2 this Section or of any other law, bonds in not to exceed the aggregate amount of \$5,500,000 and issued by a school district 3 meeting the following criteria shall not be considered 4 5 indebtedness for purposes of any statutory limitation and may issued in an amount or amounts, including existing 6 be indebtedness, in excess of any heretofore or hereafter imposed 7 8 statutory limitation as to indebtedness:

9 (1) At the time of the sale of such bonds, the board of 10 education of the district shall have determined by 11 resolution that the enrollment of students in the district 12 is projected to increase by not less than 7% during each of 13 the next succeeding 2 school years.

14 (2) The board of education shall also determine by 15 resolution that the improvements to be financed with the 16 proceeds of the bonds are needed because of the projected 17 enrollment increases.

18 (3) The board of education shall also determine by
 19 resolution that the projected increases in enrollment are
 20 the result of improvements made or expected to be made to
 21 passenger rail facilities located in the school district.

Notwithstanding the provisions of subsection (a) of this Section or of any other law, a school district that has availed itself of the provisions of this subsection (f) prior to July 22, 2004 (the effective date of Public Act 93-799) may also issue bonds approved by referendum up to an amount, including SB2647 Engrossed - 9 - LRB096 19695 NHT 35098 b

existing indebtedness, not exceeding 25% of the equalized assessed value of the taxable property in the district if all of the conditions set forth in items (1), (2), and (3) of this subsection (f) are met.

5 (q) Notwithstanding the provisions of subsection (a) of this Section or any other law, bonds in not to exceed an 6 7 aggregate amount of 25% of the equalized assessed value of the 8 taxable property of a school district and issued by a school 9 district meeting the criteria in paragraphs (i) through (iv) of this subsection shall not be considered indebtedness for 10 11 purposes of any statutory limitation and may be issued pursuant 12 to resolution of the school board in an amount or amounts, including existing indebtedness, in excess of any statutory 13 14 limitation of indebtedness heretofore or hereafter imposed:

(i) The bonds are issued for the purpose of constructing a new high school building to replace two adjacent existing buildings which together house a single high school, each of which is more than 65 years old, and which together are located on more than 10 acres and less than 11 acres of property.

(ii) At the time the resolution authorizing the issuance of the bonds is adopted, the cost of constructing a new school building to replace the existing school building is less than 60% of the cost of repairing the existing school building.

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(iii) The sale of the bonds occurs before July 1, 1997.

SB2647 Engrossed - 10 - LRB096 19695 NHT 35098 b

1 (iv) The school district issuing the bonds is a unit 2 school district located in a county of less than 70,000 and 3 more than 50,000 inhabitants, which has an average daily 4 attendance of less than 1,500 and an equalized assessed 5 valuation of less than \$29,000,000.

6 (h) Notwithstanding any other provisions of this Section or 7 the provisions of any other law, until January 1, 1998, a 8 community unit school district maintaining grades K through 12 9 may issue bonds up to amount, including existing an 10 indebtedness, not exceeding 27.6% of the equalized assessed 11 value of the taxable property in the district, if all of the 12 following conditions are met:

(i) The school district has an equalized assessed
valuation for calendar year 1995 of less than \$24,000,000;

(ii) The bonds are issued for the capital improvement,
renovation, rehabilitation, or replacement of existing
school buildings of the district, all of which buildings
were originally constructed not less than 40 years ago;

19 (iii) The voters of the district approve a proposition 20 for the issuance of the bonds at a referendum held after 21 March 19, 1996; and

(iv) The bonds are issued pursuant to Sections 19-2through 19-7 of this Code.

(i) Notwithstanding any other provisions of this Section or
the provisions of any other law, until January 1, 1998, a
community unit school district maintaining grades K through 12

SB2647 Engrossed - 11 - LRB096 19695 NHT 35098 b

1 may issue bonds up to an amount, including existing 2 indebtedness, not exceeding 27% of the equalized assessed value 3 of the taxable property in the district, if all of the 4 following conditions are met:

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6

(i) The school district has an equalized assessed valuation for calendar year 1995 of less than \$44,600,000;

7 (ii) The bonds are issued for the capital improvement, 8 renovation, rehabilitation, or replacement of existing 9 school buildings of the district, all of which existing 10 buildings were originally constructed not less than 80 11 years ago;

12 (iii) The voters of the district approve a proposition 13 for the issuance of the bonds at a referendum held after 14 December 31, 1996; and

15 (iv) The bonds are issued pursuant to Sections 19-216 through 19-7 of this Code.

(j) Notwithstanding any other provisions of this Section or the provisions of any other law, until January 1, 1999, a community unit school district maintaining grades K through 12 may issue bonds up to an amount, including existing indebtedness, not exceeding 27% of the equalized assessed value of the taxable property in the district if all of the following conditions are met:

(i) The school district has an equalized assessed
 valuation for calendar year 1995 of less than \$140,000,000
 and a best 3 months average daily attendance for the

SB2647 Engrossed - 12 - LRB096 19695 NHT 35098 b

1 1995-96 school year of at least 2,800;

(ii) The bonds are issued to purchase a site and build
and equip a new high school, and the school district's
existing high school was originally constructed not less
than 35 years prior to the sale of the bonds;

6 (iii) At the time of the sale of the bonds, the board 7 of education determines by resolution that a new high 8 school is needed because of projected enrollment 9 increases;

10 (iv) At least 60% of those voting in an election held 11 after December 31, 1996 approve a proposition for the 12 issuance of the bonds; and

13 (v) The bonds are issued pursuant to Sections 19-2
14 through 19-7 of this Code.

15 (k) Notwithstanding the debt limitation prescribed in 16 subsection (a) of this Section, a school district that meets 17 all the criteria set forth in paragraphs (1) through (4) of this subsection (k) may issue bonds to incur an additional 18 19 indebtedness in an amount not to exceed \$4,000,000 even though 20 the amount of the additional indebtedness authorized by this 21 subsection (k), when incurred and added to the aggregate amount 22 of indebtedness of the school district existing immediately 23 the school district incurring such additional prior to 24 indebtedness, causes the aggregate indebtedness of the school 25 district to exceed or increases the amount by which the 26 aggregate indebtedness of the district already exceeds the debt

SB2647 Engrossed - 13 - LRB096 19695 NHT 35098 b

1 limitation otherwise applicable to that school district under 2 subsection (a):

(1) the school district is located in 2 counties, and a
referendum to authorize the additional indebtedness was
approved by a majority of the voters of the school district
voting on the proposition to authorize that indebtedness;

7 (2) the additional indebtedness is for the purpose of 8 financing a multi-purpose room addition to the existing 9 high school;

10 (3) the additional indebtedness, together with the 11 existing indebtedness of the school district, shall not 12 exceed 17.4% of the value of the taxable property in the 13 school district, to be ascertained by the last assessment 14 for State and county taxes; and

15 (4) the bonds evidencing the additional indebtedness
16 are issued, if at all, within 120 days of the effective
17 date of this amendatory Act of 1998.

(1) Notwithstanding any other provisions of this Section or the provisions of any other law, until January 1, 2000, a school district maintaining grades kindergarten through 8 may issue bonds up to an amount, including existing indebtedness, not exceeding 15% of the equalized assessed value of the taxable property in the district if all of the following conditions are met:

(i) the district has an equalized assessed valuation
for calendar year 1996 of less than \$10,000,000;

SB2647 Engrossed

- 14 - LRB096 19695 NHT 35098 b

1 (ii) the bonds are issued for capital improvement, 2 renovation, rehabilitation, or replacement of one or more 3 school buildings of the district, which buildings were 4 originally constructed not less than 70 years ago;

5 (iii) the voters of the district approve a proposition 6 for the issuance of the bonds at a referendum held on or 7 after March 17, 1998; and

8 (iv) the bonds are issued pursuant to Sections 19-2
9 through 19-7 of this Code.

10 (m) Notwithstanding any other provisions of this Section or 11 the provisions of any other law, until January 1, 1999, an 12 elementary school district maintaining grades K through 8 may 13 issue bonds up to an amount, excluding existing indebtedness, 14 not exceeding 18% of the equalized assessed value of the 15 taxable property in the district, if all of the following 16 conditions are met:

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(i) The school district has an equalized assessed valuation for calendar year 1995 or less than \$7,700,000;

19 (ii) The school district operates 2 elementary 20 attendance centers that until 1976 were operated as the 21 attendance centers of 2 separate and distinct school 22 districts;

(iii) The bonds are issued for the construction of a new elementary school building to replace an existing multi-level elementary school building of the school district that is not handicapped accessible at all levels SB2647 Engrossed - 15 - LRB096 19695 NHT 35098 b

and parts of which were constructed more than 75 years ago;

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2 (iv) The voters of the school district approve a 3 proposition for the issuance of the bonds at a referendum 4 held after July 1, 1998; and

5 (v) The bonds are issued pursuant to Sections 19-2
6 through 19-7 of this Code.

7 Notwithstanding the debt limitation prescribed in (n) 8 subsection (a) of this Section or any other provisions of this 9 Section or of any other law, a school district that meets all 10 of the criteria set forth in paragraphs (i) through (vi) of 11 this subsection (n) may incur additional indebtedness by the 12 issuance of bonds in an amount not exceeding the amount certified by the Capital Development Board to the school 13 14 district as provided in paragraph (iii) of this subsection (n), 15 even though the amount of the additional indebtedness so 16 authorized, when incurred and added to the aggregate amount of 17 indebtedness of the district existing immediately prior to the district incurring the additional indebtedness authorized by 18 19 this subsection (n), causes the aggregate indebtedness of the 20 district to exceed the debt limitation otherwise applicable by law to that district: 21

(i) The school district applies to the State Board of
Education for a school construction project grant and
submits a district facilities plan in support of its
application pursuant to Section 5-20 of the School
Construction Law.

SB2647 Engrossed

1 (ii) The school district's application and facilities 2 plan are approved by, and the district receives a grant 3 entitlement for a school construction project issued by, 4 the State Board of Education under the School Construction 5 Law.

6 (iii) The school district has exhausted its bonding 7 capacity or the unused bonding capacity of the district is less than the amount certified by the Capital Development 8 9 Board to the district under Section 5-15 of the School 10 Construction Law as the dollar amount of the school 11 construction project's cost that the district will be 12 required to finance with non-grant funds in order to receive a school construction project grant under the 13 14 School Construction Law.

(iv) The bonds are issued for a "school construction project", as that term is defined in Section 5-5 of the School Construction Law, in an amount that does not exceed the dollar amount certified, as provided in paragraph (iii) of this subsection (n), by the Capital Development Board to the school district under Section 5-15 of the School Construction Law.

(v) The voters of the district approve a proposition
for the issuance of the bonds at a referendum held after
the criteria specified in paragraphs (i) and (iii) of this
subsection (n) are met.

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(vi) The bonds are issued pursuant to Sections 19-2

SB2647 Engrossed - 17 - LRB096 19695 NHT 35098 b

1 through 19-7 of the School Code.

2 (o) Notwithstanding any other provisions of this Section or 3 the provisions of any other law, until November 1, 2007, a community unit school district maintaining grades K through 12 4 5 issue bonds up to an amount, including existing mav 6 indebtedness, not exceeding 20% of the equalized assessed value 7 of the taxable property in the district if all of the following 8 conditions are met:

9 (i) the school district has an equalized assessed 10 valuation for calendar year 2001 of at least \$737,000,000 11 and an enrollment for the 2002-2003 school year of at least 12 8,500;

(ii) the bonds are issued to purchase school sites, build and equip a new high school, build and equip a new junior high school, build and equip 5 new elementary schools, and make technology and other improvements and additions to existing schools;

18 (iii) at the time of the sale of the bonds, the board 19 of education determines by resolution that the sites and 20 new or improved facilities are needed because of projected 21 enrollment increases;

(iv) at least 57% of those voting in a general election held prior to January 1, 2003 approved a proposition for the issuance of the bonds; and

(v) the bonds are issued pursuant to Sections 19-2
through 19-7 of this Code.

SB2647 Engrossed - 18 - LRB096 19695 NHT 35098 b

1 (p) Notwithstanding any other provisions of this Section or 2 the provisions of any other law, a community unit school 3 district maintaining grades K through 12 may issue bonds up to 4 an amount, including indebtedness, not exceeding 27% of the 5 equalized assessed value of the taxable property in the 6 district if all of the following conditions are met:

7 (i) The school district has an equalized assessed
8 valuation for calendar year 2001 of at least \$295,741,187
9 and a best 3 months' average daily attendance for the
10 2002-2003 school year of at least 2,394.

(ii) The bonds are issued to build and equip 3 elementary school buildings; build and equip one middle school building; and alter, repair, improve, and equip all existing school buildings in the district.

15 (iii) At the time of the sale of the bonds, the board 16 of education determines by resolution that the project is 17 needed because of expanding growth in the school district 18 and a projected enrollment increase.

19 (iv) The bonds are issued pursuant to Sections 19-2
20 through 19-7 of this Code.

(p-5) Notwithstanding any other provisions of this Section or the provisions of any other law, bonds issued by a community unit school district maintaining grades K through 12 shall not be considered indebtedness for purposes of any statutory limitation and may be issued in an amount or amounts, including existing indebtedness, in excess of any heretofore or hereafter SB2647 Engrossed - 19 - LRB096 19695 NHT 35098 b

1 imposed statutory limitation as to indebtedness, if all of the 2 following conditions are met:

3 (i) For each of the 4 most recent years, residential
4 property comprises more than 80% of the equalized assessed
5 valuation of the district.

6 (ii) At least 2 school buildings that were constructed 7 40 or more years prior to the issuance of the bonds will be 8 demolished and will be replaced by new buildings or 9 additions to one or more existing buildings.

10 (iii) Voters of the district approve a proposition for 11 the issuance of the bonds at a regularly scheduled 12 election.

13 (iv) At the time of the sale of the bonds, the school 14 board determines by resolution that the new buildings or 15 building additions are needed because of an increase in 16 enrollment projected by the school board.

(v) The principal amount of the bonds, including
existing indebtedness, does not exceed 25% of the equalized
assessed value of the taxable property in the district.

(vi) The bonds are issued prior to January 1, 2007,
pursuant to Sections 19-2 through 19-7 of this Code.

(p-10) Notwithstanding any other provisions of this Section or the provisions of any other law, bonds issued by a community consolidated school district maintaining grades K through 8 shall not be considered indebtedness for purposes of any statutory limitation and may be issued in an amount or SB2647 Engrossed - 20 - LRB096 19695 NHT 35098 b

1 amounts, including existing indebtedness, in excess of any 2 heretofore or hereafter imposed statutory limitation as to 3 indebtedness, if all of the following conditions are met:

4 (i) For each of the 4 most recent years, residential
5 and farm property comprises more than 80% of the equalized
6 assessed valuation of the district.

7 (ii) The bond proceeds are to be used to acquire and
8 improve school sites and build and equip a school building.

9 (iii) Voters of the district approve a proposition for 10 the issuance of the bonds at a regularly scheduled 11 election.

12 (iv) At the time of the sale of the bonds, the school 13 board determines by resolution that the school sites and 14 building additions are needed because of an increase in 15 enrollment projected by the school board.

(v) The principal amount of the bonds, including
existing indebtedness, does not exceed 20% of the equalized
assessed value of the taxable property in the district.

(vi) The bonds are issued prior to January 1, 2007,
pursuant to Sections 19-2 through 19-7 of this Code.

(p-15) In addition to all other authority to issue bonds, the Oswego Community Unit School District Number 308 may issue bonds with an aggregate principal amount not to exceed \$450,000,000, but only if all of the following conditions are met:

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(i) The voters of the district have approved a

SB2647 Engrossed

proposition for the bond issue at the general election held
 on November 7, 2006.

3 (ii) At the time of the sale of the bonds, the school board determines, by resolution, that: (A) the building and 4 5 equipping of the new high school building, new junior high school buildings, new elementary school buildings, early 6 7 childhood building, maintenance building, transportation 8 facility, and additions to existing school buildings, the 9 repairing, equipping, altering, and provision of 10 technology improvements to existing school buildings, and 11 the acquisition and improvement of school sites, as the 12 case may be, are required as a result of a projected increase in the enrollment of students in the district; and 13 14 (B) the sale of bonds for these purposes is authorized by 15 legislation that exempts the debt incurred on the bonds 16 from the district's statutory debt limitation.

(iii) The bonds are issued, in one or more bond issues, on or before November 7, 2011, but the aggregate principal amount issued in all such bond issues combined must not exceed \$450,000,000.

21 (iv) The bonds are issued in accordance with this22 Article 19.

(v) The proceeds of the bonds are used only to
accomplish those projects approved by the voters at the
general election held on November 7, 2006.

26 The debt incurred on any bonds issued under this subsection

SB2647 Engrossed - 22 - LRB096 19695 NHT 35098 b

(p-15) shall not be considered indebtedness for purposes of any
 statutory debt limitation.

3 (p-20) In addition to all other authority to issue bonds, 4 the Lincoln-Way Community High School District Number 210 may 5 issue bonds with an aggregate principal amount not to exceed 6 \$225,000,000, but only if all of the following conditions are 7 met:

8 (i) The voters of the district have approved a 9 proposition for the bond issue at the general primary 10 election held on March 21, 2006.

11 (ii) At the time of the sale of the bonds, the school 12 board determines, by resolution, that: (A) the building and equipping of the new high school buildings, the altering, 13 14 repairing, and equipping of existing school buildings, and 15 the improvement of school sites, as the case may be, are 16 required as a result of a projected increase in the 17 enrollment of students in the district; and (B) the sale of bonds for these purposes is authorized by legislation that 18 19 exempts the debt incurred on the bonds from the district's 20 statutory debt limitation.

(iii) The bonds are issued, in one or more bond issues, on or before March 21, 2011, but the aggregate principal amount issued in all such bond issues combined must not exceed \$225,000,000.

25 (iv) The bonds are issued in accordance with this26 Article 19.

SB2647 Engrossed - 23 - LRB096 19695 NHT 35098 b

1 (v) The proceeds of the bonds are used only to 2 accomplish those projects approved by the voters at the 3 primary election held on March 21, 2006.

4 The debt incurred on any bonds issued under this subsection
5 (p-20) shall not be considered indebtedness for purposes of any
6 statutory debt limitation.

7 (p-25) In addition to all other authority to issue bonds,
8 Rochester Community Unit School District 3A may issue bonds
9 with an aggregate principal amount not to exceed \$18,500,000,
10 but only if all of the following conditions are met:

(i) The voters of the district approve a proposition for the bond issuance at the general primary election held in 2008.

(ii) At the time of the sale of the bonds, the school 14 15 board determines, by resolution, that: (A) the building and 16 equipping of a new high school building; the addition of 17 classrooms and support facilities at the high school, middle school, and elementary school; the altering, 18 19 repairing, and equipping of existing school buildings; and 20 the improvement of school sites, as the case may be, are required as a result of a projected increase in the 21 22 enrollment of students in the district; and (B) the sale of 23 bonds for these purposes is authorized by a law that exempts the debt incurred on the bonds from the district's 24 25 statutory debt limitation.

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(iii) The bonds are issued, in one or more bond issues,

SB2647 Engrossed - 24 - LRB096 19695 NHT 35098 b

on or before December 31, 2012, but the aggregate principal
 amount issued in all such bond issues combined must not
 exceed \$18,500,000.

4 (iv) The bonds are issued in accordance with this 5 Article 19.

6 (v) The proceeds of the bonds are used to accomplish 7 only those projects approved by the voters at the primary 8 election held in 2008.

9 The debt incurred on any bonds issued under this subsection 10 (p-25) shall not be considered indebtedness for purposes of any 11 statutory debt limitation.

(p-30) In addition to all other authority to issue bonds, Prairie Grove Consolidated School District 46 may issue bonds with an aggregate principal amount not to exceed \$30,000,000, but only if all of the following conditions are met:

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(i) The voters of the district approve a proposition for the bond issuance at an election held in 2008.

(ii) At the time of the sale of the bonds, the school 18 19 board determines, by resolution, that (A) the building and 20 equipping of a new school building and additions to 21 existing school buildings are required as a result of a 22 projected increase in the enrollment of students in the 23 district and (B) the altering, repairing, and equipping of 24 existing school buildings are required because of the age 25 of the existing school buildings.

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(iii) The bonds are issued, in one or more bond

SB2647 Engrossed - 25 - LRB096 19695 NHT 35098 b

issuances, on or before December 31, 2012; however, the
 aggregate principal amount issued in all such bond
 issuances combined must not exceed \$30,000,000.

4 (iv) The bonds are issued in accordance with this 5 Article.

6 (v) The proceeds of the bonds are used to accomplish 7 only those projects approved by the voters at an election 8 held in 2008.

9 The debt incurred on any bonds issued under this subsection 10 (p-30) shall not be considered indebtedness for purposes of any 11 statutory debt limitation.

(p-35) In addition to all other authority to issue bonds, Prairie Hill Community Consolidated School District 133 may issue bonds with an aggregate principal amount not to exceed \$13,900,000, but only if all of the following conditions are met:

17 (i) The voters of the district approved a proposition
18 for the bond issuance at an election held on April 17,
19 2007.

(ii) At the time of the sale of the bonds, the school board determines, by resolution, that (A) the improvement of the site of and the building and equipping of a school building are required as a result of a projected increase in the enrollment of students in the district and (B) the repairing and equipping of the Prairie Hill Elementary School building is required because of the age of that SB2647 Engrossed - 26 - LRB096 19695 NHT 35098 b

1 school building.

2 (iii) The bonds are issued, in one or more bond 3 issuances, on or before December 31, 2011, but the 4 aggregate principal amount issued in all such bond 5 issuances combined must not exceed \$13,900,000.

6 (iv) The bonds are issued in accordance with this7 Article.

8 (v) The proceeds of the bonds are used to accomplish 9 only those projects approved by the voters at an election 10 held on April 17, 2007.

11 The debt incurred on any bonds issued under this subsection 12 (p-35) shall not be considered indebtedness for purposes of any 13 statutory debt limitation.

(p-40) In addition to all other authority to issue bonds, Mascoutah Community Unit District 19 may issue bonds with an aggregate principal amount not to exceed \$55,000,000, but only if all of the following conditions are met:

18 (1) The voters of the district approve a proposition
19 for the bond issuance at a regular election held on or
20 after November 4, 2008.

(2) At the time of the sale of the bonds, the school board determines, by resolution, that (i) the building and equipping of a new high school building is required as a result of a projected increase in the enrollment of students in the district and the age and condition of the existing high school building, (ii) the existing high SB2647 Engrossed - 27 - LRB096 19695 NHT 35098 b

1 school building will be demolished, and (iii) the sale of 2 bonds is authorized by statute that exempts the debt 3 incurred on the bonds from the district's statutory debt 4 limitation.

5 (3) The bonds are issued, in one or more bond 6 issuances, on or before December 31, 2011, but the 7 aggregate principal amount issued in all such bond 8 issuances combined must not exceed \$55,000,000.

9 (4) The bonds are issued in accordance with this 10 Article.

(5) The proceeds of the bonds are used to accomplish only those projects approved by the voters at a regular election held on or after November 4, 2008.

14 The debt incurred on any bonds issued under this subsection 15 (p-40) shall not be considered indebtedness for purposes of any 16 statutory debt limitation.

17 (p-45) Notwithstanding the provisions of subsection (a) of this Section or of any other law, bonds issued pursuant to 18 of 19 Section 19-3.5 this Code shall not be considered 20 indebtedness for purposes of any statutory limitation if the bonds are issued in an amount or amounts, including existing 21 22 indebtedness of the school district, not in excess of 18.5% of 23 the value of the taxable property in the district to be ascertained by the last assessment for State and county taxes. 24

(p-50) Notwithstanding the provisions of subsection (a) of
this Section or of any other law, bonds issued pursuant to

SB2647 Engrossed - 28 - LRB096 19695 NHT 35098 b

1 Section 19-3.10 of this Code shall not be considered 2 indebtedness for purposes of any statutory limitation if the 3 bonds are issued in an amount or amounts, including existing 4 indebtedness of the school district, not in excess of 43% of 5 the value of the taxable property in the district to be 6 ascertained by the last assessment for State and county taxes.

7 <u>(p-55)</u> (p 45) In addition to all other authority to issue 8 bonds, Belle Valley School District 119 may issue bonds with an 9 aggregate principal amount not to exceed \$47,500,000, but only 10 if all of the following conditions are met:

11

12

13

(1) The voters of the district approve a propositionfor the bond issuance at an election held on or after April7, 2009.

14 (2) Prior to the issuance of the bonds, the school 15 board determines, by resolution, that (i) the building and 16 equipping of a new school building is required as a result 17 of mine subsidence in an existing school building and because of the age and condition of another existing school 18 19 building and (ii) the issuance of bonds is authorized by 20 statute that exempts the debt incurred on the bonds from 21 the district's statutory debt limitation.

(3) The bonds are issued, in one or more bond
issuances, on or before March 31, 2014, but the aggregate
principal amount issued in all such bond issuances combined
must not exceed \$47,500,000.

26

(4) The bonds are issued in accordance with this

SB2647 Engrossed

1 Article.

(5) The proceeds of the bonds are used to accomplish
only those projects approved by the voters at an election
held on or after April 7, 2009.

5 The debt incurred on any bonds issued under this subsection 6 (p-55) (p-45) shall not be considered indebtedness for purposes 7 of any statutory debt limitation. Bonds issued under this 8 subsection (p-55) (p-45) must mature within not to exceed 30 9 years from their date, notwithstanding any other law to the 10 contrary.

11 (p-60) Notwithstanding the debt limitation prescribed in 12 subsection (a) of this Section or any other provisions of this 13 Section or of any other law, the execution of leases on or 14 after January 1, 2007 by the Board of Education of Peoria School District 150 with a public building commission for 15 16 leases entered into pursuant to the Public Building Commission 17 Act shall not be considered indebtedness for purposes of any statutory debt limitation. 18

(q) A school district must notify the State Board of Education prior to issuing any form of long-term or short-term debt that will result in outstanding debt that exceeds 75% of the debt limit specified in this Section or any other provision of law.

24 (Source: P.A. 95-331, eff. 8-21-07; 95-594, eff. 9-10-07; 25 95-792, eff. 1-1-09; 96-63, eff. 7-23-09; 96-273, eff. 8-11-09; 26 96-517, eff. 8-14-09; revised 9-15-09.) SB2647 Engrossed

1 Section 10. The School Construction Law is amended by changing Sections 5-25 and 5-35 as follows: 2 3 (105 ILCS 230/5-25) Sec. 5-25. Eligibility and project standards. 4 5 The State Board of Education shall (a) establish 6 eligibility standards for school construction project grants 7 and debt service grants. These standards shall include minimum 8 enrollment. requirements for eligibility for school 9 construction project grants of 200 students for elementary 10 districts, 200 students for high school districts, and 400 11 students for unit districts. The State Board of Education shall approve a district's eligibility for a school construction 12 13 project grant or a debt service grant pursuant to the 14 established standards. 15 For purposes only of determining a Type 40 area vocational center's eligibility for an entity included in a school 16 17 construction project grant or a school maintenance project grant, an area vocational center shall be deemed eligible if 18 one or more of its member school districts satisfy the grant 19 20 index criteria set forth in this Law. A Type 40 area vocational 21 center that makes application for school construction funds after August 25, 2009 (the effective date of Public Act 96-731) 22

23 this amendatory Act of the 96th General Assembly shall be 24 placed on the respective application cycle list. Type 40 area

- 31 - LRB096 19695 NHT 35098 b SB2647 Engrossed

vocational centers must be placed last on the priority listing 1 2 of eligible entities for the applicable fiscal year.

(b) The Capital Development Board shall establish project 3 standards for all school construction project grants provided 4 5 pursuant to this Article. These standards shall include space 6 and capacity standards as well as the determination of 7 recognized project costs that shall be eligible for State financial assistance and enrichment costs that shall not be 8 9 eligible for State financial assistance.

(C)The State 11 Development Board shall not establish standards 12 13 14 15 16 17 18 19 20 21 22 23 24 25 of the school construction project grant will be used to pay 26

10 Board of Education and the Capital that disapprove or otherwise establish limitations that restrict the eligibility of (i) a school district with a population exceeding 500,000 for a school construction project grant based on the fact that any or all of the school construction project grant will be used to pay debt service or to make lease payments, as authorized by subsection (b) of Section 5-35 of this Law, or (ii) a school district located in whole or in part in a county that imposes a tax for school facility purposes pursuant to Section 5-1006.7 of the Counties Code, or (iii) a school district that (1) was organized prior to 1860 and (2) is located in part in a city originally incorporated prior to 1840, based on the fact that all or a part of the school construction project is owned by a public building commission and leased to the school district or the fact that any or all

SB2647 Engrossed - 32 - LRB096 19695 NHT 35098 b

1 debt service or to make lease payments.

2 (Source: P.A. 96-37, eff. 7-13-09; 96-731, eff. 8-25-09; 3 revised 9-15-09.)

4

(105 ILCS 230/5-35)

5 Sec. 5-35. School construction project grant amounts;
6 permitted use; prohibited use.

7 (a) The product of the district's grant index and the 8 recognized project cost, as determined by the Capital 9 Development Board, for an approved school construction project 10 shall equal the amount of the grant the Capital Development 11 Board shall provide to the eligible district. The grant index 12 shall not be used in cases where the General Assembly and the 13 Governor approve appropriations designated for specifically 14 identified school district construction projects.

The average of the grant indexes of the member districts in a joint agreement shall be used to calculate the amount of a school construction project grant awarded to an eligible Type 40 area vocational center.

(b) In each fiscal year in which school construction project grants are awarded, 20% of the total amount awarded statewide shall be awarded to a school district with a population exceeding 500,000, provided such district complies with the provisions of this Article.

In addition to the uses otherwise authorized by this Law, any school district with a population exceeding 500,000 is SB2647 Engrossed - 33 - LRB096 19695 NHT 35098 b

authorized to use any or all of the school construction project 1 2 grants (i) to pay debt service, as defined in the Local Government Debt Reform Act, on bonds, as defined in the Local 3 4 Government Debt Reform Act, issued to finance one or more 5 school construction projects and (ii) to the extent that any 6 such bond is a lease or other installment or financing contract 7 between the school district and a public building commission 8 that has issued bonds to finance one or more qualifying school 9 construction projects, to make lease payments under the lease.

10 (b-5) In addition to the uses otherwise authorized by this 11 Law, any school district that (1) was organized prior to 1860 12 and (2) is located in part in a city originally incorporated 13 prior to 1840 is authorized to use any or all of the school 14 construction project grants (i) to pay debt service on bonds, 15 as those terms are defined in the Local Government Debt Reform 16 Act, that are issued to finance one or more school construction 17 projects and (ii) to the extent that any such bond is a lease or other installment or financing contract between the school 18 19 district and a public building commission that has issued bonds to finance one or more qualifying school construction projects, 20 21 to make lease payments under the lease.

(c) No portion of a school construction project grant
 awarded by the Capital Development Board shall be used by a
 school district for any on-going operational costs.

25 (Source: P.A. 96-731, eff. 8-25-09.)

26 Section 99. Effective date. This Act takes effect upon

becoming law. 1