

# HB2597



## 100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB2597

by Rep. Sam Yingling

### SYNOPSIS AS INTRODUCED:

35 ILCS 200/15-170

Amends the Property Tax Code. Provides that the maximum amount of the senior citizens homestead exemption is \$8,500 (currently, \$5,000). Effective immediately.

LRB100 08105 HLH 18199 b

FISCAL NOTE ACT  
MAY APPLY

HOUSING  
AFFORDABILITY  
IMPACT NOTE ACT  
MAY APPLY

A BILL FOR

1 AN ACT concerning revenue.

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

4 Section 5. The Property Tax Code is amended by changing  
5 Section 15-170 as follows:

6 (35 ILCS 200/15-170)

7 Sec. 15-170. Senior Citizens Homestead Exemption. An  
8 annual homestead exemption limited, except as described here  
9 with relation to cooperatives or life care facilities, to a  
10 maximum reduction set forth below from the property's value, as  
11 equalized or assessed by the Department, is granted for  
12 property that is occupied as a residence by a person 65 years  
13 of age or older who is liable for paying real estate taxes on  
14 the property and is an owner of record of the property or has a  
15 legal or equitable interest therein as evidenced by a written  
16 instrument, except for a leasehold interest, other than a  
17 leasehold interest of land on which a single family residence  
18 is located, which is occupied as a residence by a person 65  
19 years or older who has an ownership interest therein, legal,  
20 equitable or as a lessee, and on which he or she is liable for  
21 the payment of property taxes. Before taxable year 2004, the  
22 maximum reduction shall be \$2,500 in counties with 3,000,000 or  
23 more inhabitants and \$2,000 in all other counties. For taxable

1 years 2004 through 2005, the maximum reduction shall be \$3,000  
2 in all counties. For taxable years 2006 and 2007, the maximum  
3 reduction shall be \$3,500. For taxable years 2008 through 2011,  
4 the maximum reduction is \$4,000 in all counties. For taxable  
5 year 2012, the maximum reduction is \$5,000 in counties with  
6 3,000,000 or more inhabitants and \$4,000 in all other counties.  
7 For taxable years 2013 through 2016 ~~and thereafter~~, the maximum  
8 reduction is \$5,000 in all counties. For taxable years 2017 and  
9 thereafter, the maximum reduction is \$8,500 in all counties.

10 For land improved with an apartment building owned and  
11 operated as a cooperative, the maximum reduction from the value  
12 of the property, as equalized by the Department, shall be  
13 multiplied by the number of apartments or units occupied by a  
14 person 65 years of age or older who is liable, by contract with  
15 the owner or owners of record, for paying property taxes on the  
16 property and is an owner of record of a legal or equitable  
17 interest in the cooperative apartment building, other than a  
18 leasehold interest. For land improved with a life care  
19 facility, the maximum reduction from the value of the property,  
20 as equalized by the Department, shall be multiplied by the  
21 number of apartments or units occupied by persons 65 years of  
22 age or older, irrespective of any legal, equitable, or  
23 leasehold interest in the facility, who are liable, under a  
24 contract with the owner or owners of record of the facility,  
25 for paying property taxes on the property. In a cooperative or  
26 a life care facility where a homestead exemption has been

1 granted, the cooperative association or the management firm of  
2 the cooperative or facility shall credit the savings resulting  
3 from that exemption only to the apportioned tax liability of  
4 the owner or resident who qualified for the exemption. Any  
5 person who willfully refuses to so credit the savings shall be  
6 guilty of a Class B misdemeanor. Under this Section and  
7 Sections 15-175, 15-176, and 15-177, "life care facility" means  
8 a facility, as defined in Section 2 of the Life Care Facilities  
9 Act, with which the applicant for the homestead exemption has a  
10 life care contract as defined in that Act.

11 When a homestead exemption has been granted under this  
12 Section and the person qualifying subsequently becomes a  
13 resident of a facility licensed under the Assisted Living and  
14 Shared Housing Act, the Nursing Home Care Act, the Specialized  
15 Mental Health Rehabilitation Act of 2013, the ID/DD Community  
16 Care Act, or the MC/DD Act, the exemption shall continue so  
17 long as the residence continues to be occupied by the  
18 qualifying person's spouse if the spouse is 65 years of age or  
19 older, or if the residence remains unoccupied but is still  
20 owned by the person qualified for the homestead exemption.

21 A person who will be 65 years of age during the current  
22 assessment year shall be eligible to apply for the homestead  
23 exemption during that assessment year. Application shall be  
24 made during the application period in effect for the county of  
25 his residence.

26 Beginning with assessment year 2003, for taxes payable in

1 2004, property that is first occupied as a residence after  
2 January 1 of any assessment year by a person who is eligible  
3 for the senior citizens homestead exemption under this Section  
4 must be granted a pro-rata exemption for the assessment year.  
5 The amount of the pro-rata exemption is the exemption allowed  
6 in the county under this Section divided by 365 and multiplied  
7 by the number of days during the assessment year the property  
8 is occupied as a residence by a person eligible for the  
9 exemption under this Section. The chief county assessment  
10 officer must adopt reasonable procedures to establish  
11 eligibility for this pro-rata exemption.

12 The assessor or chief county assessment officer may  
13 determine the eligibility of a life care facility to receive  
14 the benefits provided by this Section, by affidavit,  
15 application, visual inspection, questionnaire or other  
16 reasonable methods in order to insure that the tax savings  
17 resulting from the exemption are credited by the management  
18 firm to the apportioned tax liability of each qualifying  
19 resident. The assessor may request reasonable proof that the  
20 management firm has so credited the exemption.

21 The chief county assessment officer of each county with  
22 less than 3,000,000 inhabitants shall provide to each person  
23 allowed a homestead exemption under this Section a form to  
24 designate any other person to receive a duplicate of any notice  
25 of delinquency in the payment of taxes assessed and levied  
26 under this Code on the property of the person receiving the

1 exemption. The duplicate notice shall be in addition to the  
2 notice required to be provided to the person receiving the  
3 exemption, and shall be given in the manner required by this  
4 Code. The person filing the request for the duplicate notice  
5 shall pay a fee of \$5 to cover administrative costs to the  
6 supervisor of assessments, who shall then file the executed  
7 designation with the county collector. Notwithstanding any  
8 other provision of this Code to the contrary, the filing of  
9 such an executed designation requires the county collector to  
10 provide duplicate notices as indicated by the designation. A  
11 designation may be rescinded by the person who executed such  
12 designation at any time, in the manner and form required by the  
13 chief county assessment officer.

14 The assessor or chief county assessment officer may  
15 determine the eligibility of residential property to receive  
16 the homestead exemption provided by this Section by  
17 application, visual inspection, questionnaire or other  
18 reasonable methods. The determination shall be made in  
19 accordance with guidelines established by the Department.

20 In counties with 3,000,000 or more inhabitants, beginning  
21 in taxable year 2010, each taxpayer who has been granted an  
22 exemption under this Section must reapply on an annual basis.  
23 The chief county assessment officer shall mail the application  
24 to the taxpayer. In counties with less than 3,000,000  
25 inhabitants, the county board may by resolution provide that if  
26 a person has been granted a homestead exemption under this

1 Section, the person qualifying need not reapply for the  
2 exemption.

3 In counties with less than 3,000,000 inhabitants, if the  
4 assessor or chief county assessment officer requires annual  
5 application for verification of eligibility for an exemption  
6 once granted under this Section, the application shall be  
7 mailed to the taxpayer.

8 The assessor or chief county assessment officer shall  
9 notify each person who qualifies for an exemption under this  
10 Section that the person may also qualify for deferral of real  
11 estate taxes under the Senior Citizens Real Estate Tax Deferral  
12 Act. The notice shall set forth the qualifications needed for  
13 deferral of real estate taxes, the address and telephone number  
14 of county collector, and a statement that applications for  
15 deferral of real estate taxes may be obtained from the county  
16 collector.

17 Notwithstanding Sections 6 and 8 of the State Mandates Act,  
18 no reimbursement by the State is required for the  
19 implementation of any mandate created by this Section.

20 (Source: P.A. 98-7, eff. 4-23-13; 98-104, eff. 7-22-13; 98-756,  
21 eff. 7-16-14; 99-180, eff. 7-29-15.)

22 Section 99. Effective date. This Act takes effect upon  
23 becoming law.