

1 AN ACT concerning local government.

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 adding
5 Section 8-1-19 as follows:

6 (65 ILCS 5/8-1-19 new)

7 Sec. 8-1-19. Tax sharing agreements. Notwithstanding any
8 other provision of law, the corporate authorities of 2 adjacent
9 municipalities may, by intergovernmental agreement, divide
10 between them by a mutually agreeable mathematical formula any
11 revenue generated from retailers' occupation taxes imposed by
12 one or both of the municipalities. The agreement may be in
13 effect for any length of time determined by the municipalities.
14 The agreement must be ratified by the corporate authorities of
15 both municipalities after a public hearing. No agreement under
16 this Section is valid unless notice of the public hearing is
17 posted in a newspaper of general circulation within the
18 municipality or on a website maintained by the municipality not
19 less than 30 days nor more than 60 days prior to the hearing.

20 Section 99. Effective date. This Act takes effect upon
21 becoming law.