

Sen. Kwame Raoul

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09700HB1882sam002 LRB097 10201 JWD 69899 a 1 AMENDMENT TO HOUSE BILL 1882 2 AMENDMENT NO. . Amend House Bill 1882, AS AMENDED, by 3 replacing everything after the enacting clause with the 4 following: "Section 5. The Department of Commerce and Economic 5 6 Opportunity Law of the Civil Administrative Code of Illinois is 7 amended by adding Sections 605-456, 605-460, and 605-465 as follows: 8 9 (20 ILCS 605/605-456 new) 10 Sec. 605-456. Survey and report on business incentives. 11 (a) The Department shall contact businesses that are located in the State or have been identified as having left the 12 State. The Department shall request that the business complete 13 14 a survey, developed by the Department, that includes

information regarding (i) why the business left, if applicable,

and the location to which the business relocated and (ii) any

- 1 incentives that are needed to keep and attract the business.
- 2 (b) The Department shall compile the results of the surveys
- and any other relevant information provided to the Department.
- 4 By each July 1, the Department shall report to the General
- 5 Assembly upon its compilation of the previous year's survey
- 6 responses and any of the other relevant information. The report
- 7 <u>must identify</u>, at a minimum, the most common responses,
- 8 categorized by industry and region, regarding (i) why
- 9 businesses left Illinois, (ii) what incentives would have
- influenced businesses to remain in Illinois, and (iii) to which
- 11 cities and states the businesses have relocated.
- 12 (c) For the purposes of this Section, a business is defined
- as one that is engaged in interstate or intrastate commerce for
- 14 the purpose of manufacturing, processing, assembling,
- warehousing, or distributing products, conducting research and
- development, providing tourism services, or providing services
- in interstate commerce, office industries, or agricultural
- 18 processing, but excluding retail, retail food, health, or
- 19 professional services.
- 20 (d) The Department shall adopt rules for the implementation
- 21 of this Section.
- 22 (20 ILCS 605/605-460 new)
- Sec. 605-460. Engineering excellence program.
- 24 (a) Coordination between engineering schools and private
- 25 <u>business</u> is an important tool in fostering innovation.

1	Universities have eager students, experienced faculty, and
2	state-of-the-art research facilities. Businesses have existing
3	markets, production capital, and evolving needs. The General
4	Assembly believes that universities and businesses should
5	share resources to allow students to participate in the
6	research and development area of innovative design and to allow
7	businesses to benefit from the developing skills of these
8	students.
9	(b) In order to facilitate engineering excellence, the
10	Department shall develop a program to achieve the goals set
11	forth in subsection (a). Under this program, the Department
12	must:
13	(1) Annually contact the State's major public and
14	private universities with engineering schools.
15	(2) Request a one-page written summary of the
16	internship, externship, or residency programs operated by
17	the engineering college of each of the contacted
18	universities.
19	(3) Identify the manufacturing businesses within 50
20	miles of each university that responded under paragraph (2)
21	that could benefit from assistance in the area of
22	innovative design.
23	(4) Send a letter to each manufacturer identified under
24	paragraph (3), informing it of the university's program and
25	advising the business to contact the university if it

wishes to participate in the engineering school's program.

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1	(c) The Department shall adopt rules for the implementation
2	of this Section.
3	(20 ILCS 605/605-465 new)
4	Sec. 605-465. Comprehensive website information.
5	(a) The Department's official website must contain a
6	comprehensive list of State, local, and federal economic
7	benefits available to businesses in each of the State's
8	counties and municipalities that the Department includes on its
9	website. In order to do so:
10	(1) The Department annually must request a summary of
11	available economic benefits from each of the State's
12	counties and municipalities that are linked to the
13	Department's website.
14	(2) The information obtained under paragraph (1) must
15	be published on the related web pages of the Department's
16	website.
17	(3) The Department's website shall also provide
18	information regarding available federal economic benefits
19	to the extent possible.
20	(b) The Department shall adopt rules for the implementation
21	of this Section.

Section 10. The Corporate Accountability for Tax

Expenditures Act is amended by changing Section 25 as follows:

1 (20 ILCS 715/25)

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- 2 Sec. 25. Recapture.
- 3 (a) All development assistance agreements shall contain, 4 at a minimum, the following recapture provisions:
 - (1) The recipient must (i) make the level of capital investment in the economic development project specified in the development assistance agreement; (ii) create or retain, or both, the requisite number of jobs, paying not less than specified wages for the created and retained jobs, within and for the duration of the time period specified the legislation authorizing, or in the administrative rules implementing, the development assistance programs and the development assistance agreement.
 - (2) If the recipient fails to create or retain the requisite number of jobs within and for the time period specified, in the legislation authorizing, or the administrative rules implementing, the development assistance programs and the development assistance agreement, the recipient shall be deemed to no longer qualify for the State economic assistance and the applicable recapture provisions shall take effect.
 - (3) If the recipient receives State economic assistance in the form of a High Impact Business designation pursuant to Section 5.5 of the Illinois Enterprise Zone Act and the business receives the benefit

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of the exemption authorized under Section 51 of the Retailers' Occupation Tax Act (for the sale of building materials incorporated into a High Impact Business location) and the recipient fails to create or retain the requisite number of jobs, as determined by the legislation authorizing the development assistance programs or the administrative rules implementing such legislation, or both, within the requisite period of time, the recipient shall be required to pay to the State the full amount of the State tax exemption that it received as a result of the High Impact Business designation.

(4) If the recipient receives a grant or loan pursuant to the Large Business Development Program, the Business Development Public Infrastructure Program, or Industrial Training Program and the recipient fails to create or retain the requisite number of jobs for the requisite time period, as provided in the legislation authorizing the development assistance programs or the administrative rules implementing such legislation, or both, or in the development assistance agreement, the recipient shall be required to repay to the State a pro rata amount of the grant; that amount shall reflect the percentage of the deficiency between the requisite number of jobs to be created or retained by the recipient and the actual number of such jobs in existence as of the date the Department determines the recipient is in breach of the job

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retention creation orcovenants contained the development assistance agreement. If the recipient of development assistance under the Large Business Development Program, the Business Development Infrastructure Program, or the Industrial Training Program ceases operations at the specific project site, during the 5-year period commencing on the date of assistance, the recipient shall be required to repay the entire amount of the grant or to accelerate repayment of the loan back to the State.

(5) If the recipient receives a tax credit under the Economic Development for a Growing Economy tax credit program, the development assistance agreement must provide that (i) if the number of new or retained employees falls below the requisite number set forth in the development assistance agreement, the allowance of the credit shall be automatically suspended until the number of retained employees equals or exceeds the requisite number in the development assistance agreement; (ii) if recipient discontinues operations at the specific project site during the 5-year period after the beginning of the first tax year for which the Department issues a tax credit certificate, the recipient shall forfeit all credits taken by the recipient during such 5-year period; and (iii) in the event of a revocation or suspension of the credit, the Department shall contact the Director of Revenue to

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initiate proceedings against the recipient to recover wrongfully exempted Illinois State income taxes and the recipient shall promptly repay to the Department of Revenue any wrongfully exempted Illinois State income taxes. The forfeited amount of credits shall be deemed assessed on the date the Department contacts the Department of Revenue and the recipient shall promptly repay to the Department of Revenue any wrongfully exempted Illinois State income taxes.

- (b) The Director may elect to waive enforcement of any of contractual provision arising out the development assistance agreement required by this Act based on a finding that the waiver is necessary to avert an imminent and demonstrable hardship to the recipient that may result in such recipient's insolvency or discharge of workers. If a waiver is recipient must agree to a contractual granted, the modification, including recapture provisions, development assistance agreement. The existence of any waiver granted pursuant to this subsection (c), the date of the granting of such waiver, and a brief summary of the reasons supporting the granting of such waiver shall be disclosed consistent with the provisions of Section 25 of this Act.
- (b-5) The Department shall post, on its website, (i) the identity of each recipient from whom amounts were recaptured under this Section on or after the effective date of this amendatory Act of the 97th General Assembly, (ii) the date of

- 1 the recapture, (iii) a summary of the reasons supporting the
- 2 recapture, and (iv) the amount recaptured from those
- 3 recipients.
- 4 (c) Beginning June 1, 2004, the Department shall annually
- 5 compile a report on the outcomes and effectiveness of recapture
- 6 provisions by program, including but not limited to: (i) the
- 7 total number of companies that receive development assistance
- 8 as defined in this Act; (ii) the total number of recipients in
- 9 violation of development agreements with the Department; (iii)
- 10 the total number of completed recapture efforts; (iv) the total
- 11 number of recapture efforts initiated; and (v) the number of
- 12 waivers granted. This report shall be disclosed consistent with
- the provisions of Section 20 of this Act.
- 14 (d) For the purposes of this Act, recapture provisions do
- 15 not include the Illinois Department of Transportation Economic
- 16 Development Program, any grants under the Industrial Training
- 17 Program that are not given as an incentive to a recipient
- business organization, or any successor programs as described
- in the term "development assistance" in Section 5 of this Act.
- 20 (Source: P.A. 97-2, eff. 5-6-11.)
- 21 Section 15. The Energy Assistance Act is amended by
- 22 changing Section 6 as follows:
- 23 (305 ILCS 20/6) (from Ch. 111 2/3, par. 1406)
- Sec. 6. Eligibility, Conditions of Participation, and

Energy Assistance.

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- (a) Any person who is a resident of the State of Illinois and whose household income is not greater than an amount determined annually by the Department, in consultation with the Policy Advisory Council, may apply for assistance pursuant to this Act in accordance with regulations promulgated by the Department. In setting the annual eligibility level, the Department shall consider the amount of available funding and may not set a limit higher than 150% of the federal nonfarm poverty level as established by the federal Office of Management and Budget; except that for the period ending June 30, 2013, 2012, or until the expenditure of federal resources allocated for energy assistance programs by the American Recovery and Reinvestment Act, whichever occurs first, the Department may not establish limits higher than 200% of that poverty level or the maximum level provided for by federal guidelines.
- (b) Applicants who qualify for assistance pursuant to subsection (a) of this Section shall, subject to appropriation from the General Assembly and subject to availability of funds to the Department, receive energy assistance as provided by this Act. The Department, upon receipt of monies authorized pursuant to this Act for energy assistance, shall commit funds for each qualified applicant in an amount determined by the Department. In determining the amounts of assistance to be provided to or on behalf of a qualified applicant, the

Department shall ensure that the highest amounts of assistance go to households with the greatest energy costs in relation to household income. The Department shall include factors such as energy costs, household size, household income, and region of the State when determining individual household benefits. In setting assistance levels, the Department shall attempt to provide assistance to approximately the same number of households who participated in the 1991 Residential Energy Assistance Partnership Program. Such assistance levels shall be adjusted annually on the basis of funding availability and energy costs. In promulgating rules for the administration of this Section the Department shall assure that a minimum of 1/3 of funds available for benefits to eligible households with the lowest incomes and that elderly and disabled households are offered a priority application period.

(c) If the applicant is not a customer of record of an energy provider for energy services or an applicant for such service, such applicant shall receive a direct energy assistance payment in an amount established by the Department for all such applicants under this Act; provided, however, that such an applicant must have rental expenses for housing greater than 30% of household income.

(c-1) This subsection shall apply only in cases where: (1) the applicant is not a customer of record of an energy provider because energy services are provided by the owner of the unit as a portion of the rent; (2) the applicant resides in housing

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subsidized or developed with funds provided under the Rental Housing Support Program Act or under a similar locally funded rent subsidy program, or is the voucher holder who resides in a rental unit within the State of Illinois and whose monthly rent is subsidized by the tenant-based Housing Choice Voucher Program under Section 8 of the U.S. Housing Act of 1937; and (3) the rental expenses for housing are no more than 30% of household income. In such cases, the household may apply for an energy assistance payment under this Act and the owner of the housing unit shall cooperate with the applicant by providing documentation of the energy costs for that unit. compensation paid to the energy provider who supplied energy services to the household shall be paid on behalf of the owner of the housing unit providing energy services to the household. The Department shall report annually to the General Assembly on the number of households receiving energy assistance under this subsection and the cost of such assistance. The provisions of subsection (c-1), other than this sentence, inoperative after August 31, 2012.

- (d) If the applicant is a customer of an energy provider, such applicant shall receive energy assistance in an amount established by the Department for all such applicants under this Act, such amount to be paid by the Department to the energy provider supplying winter energy service to such applicant. Such applicant shall:
- (i) make all reasonable efforts to apply to any other

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- 1 appropriate source of public energy assistance; and
- (ii) sign a waiver permitting the Department to receive 2 income information from any public or private agency 3 4 providing income or energy assistance and from 5 employer, whether public or private.
 - (e) Any qualified applicant pursuant to this Section may receive or have paid on such applicant's behalf an emergency assistance payment to enable such applicant to obtain access to winter energy services. Any such payments shall be made in accordance with regulations of the Department.
- 11 (f) The Department may, if sufficient funds are available, provide additional benefits to certain qualified applicants: 12
 - (i) for the reduction of past due amounts owed to energy providers; and
- 15 (ii) to assist the household in responding to 16 excessively high summer temperatures or energy costs. Households containing elderly members, children, a person 17 with a disability, or a person with a medical need for 18 conditioned air shall receive priority for receipt of such 19 20 benefits.
- (Source: P.A. 96-154, eff. 1-1-10; 96-157, eff. 9-1-09; 21 96-1000, eff. 7-2-10.)
- 23 Section 99. Effective date. This Act takes effect upon
- 24 becoming law.".