

SB1332



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

SB1332

Introduced 2/7/2019, by Sen. Cristina Castro

SYNOPSIS AS INTRODUCED:

15 ILCS 405/23.11 new

Amends the State Comptroller Act. Creates the Illinois Bank On Initiative to increase the use of Certified Financial Products and reduce reliance on alternative financial products. Provides that the Illinois Bank On Initiative shall be administered by the Comptroller, and the Comptroller shall be responsible for specified ongoing activities of the Initiative. Creates the Illinois Bank On Initiative Commission and provides for membership of the Commission. Provides for requirements and duties of the Commission. Requires the Comptroller and the Commission to annually prepare and make available on the Controller's website a report concerning the progress of the Illinois Bank On Initiative. Provides that the Comptroller may adopt rules necessary to implement provisions concerning the Illinois Bank On Initiative and Commission. Defines terms. Effective immediately.

LRB101 08411 RJF 53481 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning State government.

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

4 Section 5. The State Comptroller Act is amended by adding
5 Section 23.11 as follows:

6 (15 ILCS 405/23.11 new)

7 Sec. 23.11. Illinois Bank On Initiative; Commission.

8 (a) The Illinois Bank On Initiative is created to increase
9 the use of Certified Financial Products and reduce reliance on
10 alternative financial products.

11 (b) The Illinois Bank On Initiative shall be administered
12 by the Comptroller, and he or she shall be responsible for
13 ongoing activities of the Initiative, including, but not
14 limited to, the following:

15 (1) authorizing financial products as Certified
16 Financial Products;

17 (2) maintaining on the Comptroller's website a list of
18 Certified Financial Products and associated financial
19 institutions;

20 (3) maintaining on the Comptroller's website the
21 minimum requirements of Certified Financial Products; and

22 (4) implementing an outreach strategy to facilitate
23 access to Certified Financial Products.

1 (c) The Illinois Bank On Initiative Commission is created,
2 and shall be chaired by the Comptroller, or his or her
3 designee, and consist of the following members appointed by the
4 Comptroller: (1) 2 local elected officials from geographically
5 diverse regions in this State; (2) 2 members representing
6 financial institutions, one of whom represents a statewide
7 banking trade association exclusively representing banks with
8 assets below \$20,000,000,000; (3) 2 members representing
9 community and social service groups; and (4) 2 federal, State,
10 or local financial regulators.

11 Members of the Commission shall serve 4 year terms. The
12 Commission shall serve the Comptroller in an advisory capacity,
13 and shall be responsible for advising the Comptroller regarding
14 the implementation and promotion of the Illinois Bank On
15 Initiative, but may at any time, by request of the Comptroller
16 or on its own initiative, submit to the Comptroller any
17 recommendations concerning the operation of any participating
18 financial institutions, outreach efforts, or other business
19 coming before the Commission. Members of the Commission shall
20 serve without compensation, but shall be reimbursed for
21 reasonable travel and mileage costs.

22 (d) Beginning in October 2020, and for each year
23 thereafter, the Comptroller and the Commission shall annually
24 prepare and make available on the Controller's website a report
25 concerning the progress of the Illinois Bank On Initiative.

26 (e) The Comptroller may adopt rules necessary to implement

1 this Section.

2 (f) For the purposes of this Section, "Certified Financial
3 Product" means a financial product, offered by a financial
4 institution insured by the Federal Deposit Insurance
5 Corporation that meets minimum requirements as established by
6 the Comptroller.

7 Section 99. Effective date. This Act takes effect upon
8 becoming law.