102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

SB2327

Introduced 2/26/2021, by Sen. Sara Feigenholtz

SYNOPSIS AS INTRODUCED:

20 ILCS 605/605-705 was 20 ILCS 605/46.6a

Amends the Department of Commerce and Economic Opportunity Law of the Civil Administrative Code of Illinois. Provides that, in Fiscal Years 2022 through 2024, convention and tourism bureaus receiving grants from the Local Tourism Fund shall provide matching funds equal to no less than 25% (currently, 50%) of the grant amount. Contains provisions concerning the amount of grant funds that may be used for salaries.

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AN ACT concerning State government.

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

Section 5. The Department of Commerce and Economic
Opportunity Law of the Civil Administrative Code of Illinois
is amended by changing Section 605-705 as follows:

7 (20 ILCS 605/605-705) (was 20 ILCS 605/46.6a)

8 Sec. 605-705. Grants to local tourism and convention 9 bureaus.

(a) To establish a grant program for local tourism and 10 11 convention bureaus. The Department will develop and implement a program for the use of funds, as authorized under this Act, 12 by local tourism and convention bureaus. For the purposes of 13 14 this Act, bureaus eligible to receive funds are those local tourism and convention bureaus that are (i) either units of 15 16 local government incorporated not-for-profit or as 17 organizations; (ii) in legal existence for a minimum of 2 years before July 1, 2001; (iii) operating with a paid, 18 19 full-time staff whose sole purpose is to promote tourism in the designated service area; and (iv) affiliated with one or 20 21 more municipalities or counties that support the bureau with 22 local hotel-motel taxes. After July 1, 2001, bureaus requesting certification in order to receive funds for the 23

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first time must be local tourism and convention bureaus that 1 2 are (i) either units of local government or incorporated as 3 not-for-profit organizations; (ii) in legal existence for a minimum of 2 years before the request for certification; (iii) 4 5 operating with a paid, full-time staff whose sole purpose is to promote tourism in the designated service area; and (iv) 6 7 affiliated with multiple municipalities or counties that support the bureau with local hotel-motel taxes. Each bureau 8 9 receiving funds under this Act will be certified by the 10 Department as the designated recipient to serve an area of the 11 State. Notwithstanding the criteria set forth in this 12 subsection (a), or any rule adopted under this subsection (a), 13 the Director of the Department may provide for the award of 14 grant funds to one or more entities if in the Department's 15 judgment that action is necessary in order to prevent a loss of 16 funding critical to promoting tourism in a designated 17 geographic area of the State.

(b) To distribute grants to local tourism and convention 18 19 bureaus from appropriations made from the Local Tourism Fund 20 for that purpose. Of the amounts appropriated annually to the Department for expenditure under this Section prior to July 1, 21 22 2011, one-third of those monies shall be used for grants to 23 convention and tourism bureaus in cities with a population greater than 500,000. The remaining two-thirds of the annual 24 25 appropriation prior to July 1, 2011 shall be used for grants to convention and tourism bureaus in the remainder of the State, 26

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in accordance with a formula based upon the population served. 1 2 Of the amounts appropriated annually to the Department for expenditure under this Section beginning July 1, 2011, 18% of 3 such moneys shall be used for grants to convention and tourism 4 5 bureaus in cities with a population greater than 500,000. Of amounts appropriated annually to the Department for 6 the 7 expenditure under this Section beginning July 1, 2011, 82% of 8 such moneys shall be used for grants to convention bureaus in 9 the remainder of the State, in accordance with a formula based 10 upon the population served. The Department may reserve up to 11 3% of total local tourism funds available for costs of 12 administering the program to conduct audits of grants, to 13 provide incentive funds to those bureaus that will conduct promotional activities designed to further the Department's 14 15 statewide advertising campaign, to fund special statewide 16 promotional activities, and to fund promotional activities 17 that support an increased use of the State's parks or historic sites. The Department shall require that any convention and 18 19 tourism bureau receiving a grant under this Section that 20 requires matching funds shall provide matching funds equal to no less than 50% of the grant amount except that in Fiscal 21 22 Years 2021 through 2024 Year 2021, the Department shall require that any convention and tourism bureau receiving a 23 grant under this Section that requires matching funds shall 24 25 provide matching funds equal to no less than 25% of the grant amount. Salaries and related payroll expenses for the program 26

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1 year paid with grant funds shall not exceed 50% of the total 2 grant funds awarded, except that, in fiscal years 2021 through 3 2024, these expenses may represent up to 60% of the total grant funds awarded. One hundred percent of tourism sales and 4 5 promotion staff persons' salaries may be applied toward the 6 50% (or 60% for fiscal years 2021 through 2024) cap. Fifty percent of the Chief Executive Officer's salary may be applied 7 8 toward the 50% cap, except that in fiscal years 2021 through 9 2024, the allotment for this salary may be up to 100% of the 10 60% cap. During fiscal year 2013, the Department shall reserve 11 \$2,000,000 of the available local tourism funds for 12 appropriation to the Historic Preservation Agency for the 13 operation of the Abraham Lincoln Presidential Library and Museum and State historic sites. 14

To provide for the expeditious and timely implementation of the changes made by this amendatory Act of the 101st General Assembly, emergency rules to implement the changes made by this amendatory Act of the 101st General Assembly may be adopted by the Department subject to the provisions of Section 5-45 of the Illinois Administrative Procedure Act.

21 (Source: P.A. 100-678, eff. 8-3-18; 101-636, eff. 6-10-20.)

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