## 93RD GENERAL ASSEMBLY

#### State of Illinois

### 2003 and 2004

Introduced 2/5/2004, by Mattie Hunter

#### SYNOPSIS AS INTRODUCED:

20	ILCS	2705/2705-580 new					
30	ILCS	105/5d	from	Ch.	127,	par.	141d
35	ILCS	505/8	from	Ch.	120,	par.	424

Amends the Department of Transportation Law of the Civil Administrative Code of Illinois. Requires the Department, in cooperation with the State Board of Education and the Department of State Police, to establish and administer a Safe Routes to School Construction Program for the construction of bike paths, walking trails, pedestrian bridges, and safe routes for walking and biking to school, with construction grants being made available to local governmental agencies from proceeds of the Motor Fuel Tax Law. Amends the Motor Fuel Tax Law and the State Finance Act. Provides that the Motor Fuel Tax Law proceeds deposited into the State Construction Account Fund shall, subject to appropriation, also be used for the purposes of the Safe Routes to School Construction Program.

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FISCAL NOTE ACT MAY APPLY SB2745

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AN ACT concerning taxes.

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

4 Section 5. The Department of Transportation Law of the 5 Civil Administrative Code of Illinois is amended by adding 6 Section 2705-580 as follows:

- 7 (20 ILCS 2705/2705-580 new)
- 8 Sec. 2705-580. Safe Routes to School Construction Program.

9 <u>(a) The Department of Transportation, in cooperation with</u> 10 <u>the State Board of Education and the Department of State</u> 11 <u>Police, shall establish and administer a Safe Routes to School</u> 12 <u>Construction Program for the construction of bike paths,</u> 13 <u>walking trails, pedestrian bridges, and safe routes for walking</u> 14 <u>and biking to school.</u>

15 <u>(b) Subject to appropriation from the State Construction</u> 16 <u>Account Fund, the Department of Transportation shall make</u> 17 <u>construction grants available to local governmental agencies</u> 18 <u>under the Safe Routes to School Construction Program based on</u> 19 <u>the results of a statewide competition that requires submission</u> 20 <u>of Safe Routes to School proposals for funding and that rates</u> 21 <u>those proposals on all of the following factors:</u>

(1) Demonstrated needs of the grant applicant.

23 (2) Potential of the proposal for reducing child
 24 injuries and fatalities.

25 (3) Potential of the proposal for encouraging
 26 increased walking and bicycling among students.

(4) Identification of safety hazards.

28 (5) Identification of current and potential walking
 29 and bicycling routes to school.

30(6) Consultation and support for projects by31school-based associations, local traffic engineers, local32elected officials, law enforcement agencies, and school

1 <u>officials.</u>

2 <u>(c) On March 30, 2005 and each March 30th thereafter, the</u> 3 <u>Department of Transportation shall submit a report to the</u> 4 <u>General Assembly listing and describing the projects funded</u> 5 <u>under the Safe Routes to School Construction Program.</u>

(d) The Department of Transportation shall study the 6 effectiveness of the Safe Routes to School Construction 7 Program, with particular emphasis on the Program's 8 9 effectiveness in reducing traffic accidents and its contribution to improving safety and reducing the number of 10 11 child injuries and fatalities in the vicinity of a Safe Routes 12 to School project. The Department of Transportation shall submit a report to the General Assembly on or before December 13 31, 2005 regarding the results of the study. 14

(e) The Department of Transportation, State Board of
 Education, and Department of State Police may each separately
 adopt any rules necessary to implement this Section.

Section 10. The State Finance Act is amended by changing Section 5d as follows:

20 (30 ILCS 105/5d) (from Ch. 127, par. 141d)

21 Sec. 5d. Except as provided by Section 5e of this Act, the State Construction Account Fund shall be used exclusively for 22 the construction, reconstruction and maintenance of the State 23 24 maintained highway system, and, subject to appropriation, for 25 the purposes of the Safe Routes to School Construction Program under Section 2705-580 of the Department of Transportation Law 26 of the Civil Administrative Code of Illinois. Except as 27 28 provided by Section 5e of this Act, none of the money deposited in the State Construction Account Fund shall be used to pay the 29 cost of administering the Motor Fuel Tax Law as now or 30 hereafter amended, nor be appropriated for use by the 31 32 Department of Transportation to pay the cost of its operations or administration, nor be used in any manner for the payment of 33 regular or contractual employees of the State, nor be 34

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1 transferred or allocated by the Comptroller and Treasurer or be 2 otherwise used, except for the sole purpose of construction, reconstruction and maintenance of the State maintained highway 3 system, and for the purposes of the Safe Routes to School 4 Construction Program under Section 2705-580 of the Department 5 of Transportation Law of the Civil Administrative Code of 6 <u>Illinois</u>, as the Illinois General Assembly shall provide by 7 appropriation from this fund. Beginning with the month 8 immediately following the effective date of this amendatory Act 9 of 1985, investment income which is attributable to the 10 investment of moneys of the State Construction Account Fund 11 12 shall be retained in that fund for the uses specified in this 13 Section.

14 (Source: P.A. 84-431.)

Section 15. The Motor Fuel Tax Law is amended by changing Section 8 as follows:

17 (35 ILCS 505/8) (from Ch. 120, par. 424)

18 Sec. 8. Except as provided in Section 8a, subdivision (h) (1) of Section 12a, Section 13a.6, and items 13, 14, 15, and 19 16 of Section 15, all money received by the Department under 20 21 this Act, including payments made to the Department by member jurisdictions participating in the International Fuel Tax 22 Agreement, shall be deposited in a special fund in the State 23 24 treasury, to be known as the "Motor Fuel Tax Fund", and shall 25 be used as follows:

26 (a) 2 1/2 cents per gallon of the tax collected on special fuel under paragraph (b) of Section 2 and Section 13a of this 27 28 Act shall be transferred to the State Construction Account Fund 29 in the State Treasury, to be used for the construction, reconstruction, and maintenance of the State maintained 30 highway system, and for the purposes of the Safe Routes to 31 School Construction Program under Section 2705-580 of the 32 Department of Transportation Law of the Civil Administrative 33 Code of Illinois; 34

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(b) \$420,000 shall be transferred each month to the State
 Boating Act Fund to be used by the Department of Natural
 Resources for the purposes specified in Article X of the Boat
 Registration and Safety Act;

(c) \$2,250,000 shall be transferred each month to the Grade 5 6 Crossing Protection Fund to be used as follows: not less than \$6,000,000 each fiscal year shall be used for the construction 7 8 or reconstruction of rail highway grade separation structures; 9 \$2,250,000 in fiscal year 2004 and each fiscal year thereafter 10 shall be transferred to the Transportation Regulatory Fund and 11 shall be accounted for as part of the rail carrier portion of 12 such funds and shall be used to pay the cost of administration 13 of the Illinois Commerce Commission's railroad safety program in connection with its duties under subsection (3) of Section 14 15 18c-7401 of the Illinois Vehicle Code, with the remainder to be 16 used by the Department of Transportation upon order of the 17 Illinois Commerce Commission, to pay that part of the cost apportioned by such Commission to the State to cover the 18 19 interest of the public in the use of highways, roads, streets, 20 or pedestrian walkways in the county highway system, township and district road system, or municipal street system as defined 21 in the Illinois Highway Code, as the same may from time to time 22 23 be amended, for separation of grades, for installation, 24 construction or reconstruction of crossing protection or reconstruction, alteration, relocation including construction 25 26 or improvement of any existing highway necessary for access to 27 property or improvement of any grade crossing including the 28 necessary highway approaches thereto of any railroad across the 29 highway or public road, or for the installation, construction, 30 reconstruction, or maintenance of a pedestrian walkway over or 31 under a railroad right-of-way, as provided for in and in accordance with Section 18c-7401 of the Illinois Vehicle Code. 32 The Commission shall not order more than \$2,000,000 per year in 33 Grade Crossing Protection Fund moneys for pedestrian walkways. 34 35 In entering orders for projects for which payments from the Grade Crossing Protection Fund will be made, the Commission 36

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1 shall account for expenditures authorized by the orders on a 2 cash rather than an accrual basis. For purposes of this requirement an "accrual basis" assumes that the total cost of 3 the project is expended in the fiscal year in which the order 4 5 is entered, while a "cash basis" allocates the cost of the 6 project among fiscal years as expenditures are actually made. To meet the requirements of this subsection, the Illinois 7 Commerce Commission shall develop annual and 5-year project 8 9 plans of rail crossing capital improvements that will be paid 10 for with moneys from the Grade Crossing Protection Fund. The 11 annual project plan shall identify projects for the succeeding 12 fiscal year and the 5-year project plan shall identify projects for the 5 directly succeeding fiscal years. The Commission 13 shall submit the annual and 5-year project plans for this Fund 14 to the Governor, the President of the Senate, the Senate 15 16 Minority Leader, the Speaker of the House of Representatives, 17 and the Minority Leader of the House of Representatives on the first Wednesday in April of each year; 18

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(d) of the amount remaining after allocations provided for in subsections (a), (b) and (c), a sufficient amount shall be reserved to pay all of the following:

(1) the costs of the Department of Revenue in administering this Act;

(2) the costs of the Department of Transportation in
performing its duties imposed by the Illinois Highway Code
for supervising the use of motor fuel tax funds apportioned
to municipalities, counties and road districts;

(3) refunds provided for in Section 13 of this Act and
under the terms of the International Fuel Tax Agreement
referenced in Section 14a;

(4) from October 1, 1985 until June 30, 1994, 31 the 32 administration of the Vehicle Emissions Inspection Law, shall certified monthly 33 which amount be by the Environmental Protection Agency to the State Comptroller 34 and shall promptly be transferred by the State Comptroller 35 and Treasurer from the Motor Fuel Tax Fund to the Vehicle 36

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1 Inspection Fund, and for the period July 1, 1994 through 2 June 30, 2000, one-twelfth of \$25,000,000 each month, for the period July 1, 2000 through June 30, 2003, one-twelfth 3 of \$30,000,000 each month, and \$15,000,000 on July 1, 2003, 4 and \$15,000,000 on January 1 and \$15,000,000 on July 1 of 5 6 each calendar year for the period January 1, 2004 through June 30, 2006, for the administration of the Vehicle 7 Emissions Inspection Law of 1995, to be transferred by the 8 9 State Comptroller and Treasurer from the Motor Fuel Tax 10 Fund into the Vehicle Inspection Fund;

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(5) amounts ordered paid by the Court of Claims; and

12 (6) payment of motor fuel use taxes due to member 13 jurisdictions under the terms of the International Fuel Tax 14 Agreement. The Department shall certify these amounts to 15 the Comptroller by the 15th day of each month; the 16 Comptroller shall cause orders to be drawn for such 17 amounts, and the Treasurer shall administer those amounts 18 on or before the last day of each month;

(e) after allocations for the purposes set forth in
subsections (a), (b), (c) and (d), the remaining amount shall
be apportioned as follows:

(1) Until January 1, 2000, 58.4%, and beginning January1, 2000, 45.6% shall be deposited as follows:

24 (A) 37% into the State Construction Account Fund,25 and

(B) 63% into the Road Fund, \$1,250,000 of which
shall be reserved each month for the Department of
Transportation to be used in accordance with the
provisions of Sections 6-901 through 6-906 of the
Illinois Highway Code;

31 (2) Until January 1, 2000, 41.6%, and beginning January
32 1, 2000, 54.4% shall be transferred to the Department of
33 Transportation to be distributed as follows:

(A) 49.10% to the municipalities of the State,

35 (B) 16.74% to the counties of the State having36 1,000,000 or more inhabitants,

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(C) 18.27% to the counties of the State having less than 1,000,000 inhabitants,

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(D) 15.89% to the road districts of the State.

As soon as may be after the first day of each month the 4 5 Department of Transportation shall allot to each municipality 6 its share of the amount apportioned to the several municipalities which shall be in proportion to the population 7 8 of such municipalities as determined by the last preceding 9 municipal census if conducted by the Federal Government or 10 Federal census. If territory is annexed to any municipality 11 subsequent to the time of the last preceding census the 12 corporate authorities of such municipality may cause a census 13 to be taken of such annexed territory and the population so ascertained for such territory shall be added to the population 14 15 of the municipality as determined by the last preceding census 16 for the purpose of determining the allotment for that 17 municipality. If the population of any municipality was not determined by the last Federal census preceding 18 any 19 apportionment, the apportionment to such municipality shall be 20 in accordance with any census taken by such municipality. Any 21 municipal census used in accordance with this Section shall be 22 certified to the Department of Transportation by the clerk of 23 such municipality, and the accuracy thereof shall be subject to 24 approval of the Department which may make such corrections as 25 it ascertains to be necessary.

26 As soon as may be after the first day of each month the 27 Department of Transportation shall allot to each county its share of the amount apportioned to the several counties of the 28 29 State as herein provided. Each allotment to the several 30 counties having less than 1,000,000 inhabitants shall be in proportion to the amount of motor vehicle license fees received 31 32 from the residents of such counties, respectively, during the 33 preceding calendar year. The Secretary of State shall, on or before April 15 of each year, transmit to the Department of 34 35 Transportation a full and complete report showing the amount of motor vehicle license fees received from the residents of each 36

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1 county, respectively, during the preceding calendar year. The 2 Department of Transportation shall, each month, use for 3 allotment purposes the last such report received from the 4 Secretary of State.

As soon as may be after the first day of each month, the 5 6 Department of Transportation shall allot to the several counties their share of the amount apportioned for the use of 7 8 road districts. The allotment shall be apportioned among the several counties in the State in the proportion which the total 9 10 mileage of township or district roads in the respective 11 counties bears to the total mileage of all township and 12 district roads in the State. Funds allotted to the respective 13 counties for the use of road districts therein shall be allocated to the several road districts in the county in the 14 15 proportion which the total mileage of such township or district 16 roads in the respective road districts bears to the total 17 mileage of all such township or district roads in the county. After July 1 of any year, no allocation shall be made for any 18 19 road district unless it levied a tax for road and bridge 20 purposes in an amount which will require the extension of such tax against the taxable property in any such road district at a 21 22 rate of not less than either .08% of the value thereof, based 23 upon the assessment for the year immediately prior to the year 24 in which such tax was levied and as equalized by the Department of Revenue or, in DuPage County, an amount equal to or greater 25 26 than \$12,000 per mile of road under the jurisdiction of the 27 road district, whichever is less. If any road district has 28 levied a special tax for road purposes pursuant to Sections 29 6-601, 6-602 and 6-603 of the Illinois Highway Code, and such 30 tax was levied in an amount which would require extension at a rate of not less than .08% of the value of the taxable property 31 32 thereof, as equalized or assessed by the Department of Revenue, or, in DuPage County, an amount equal to or greater than 33 \$12,000 per mile of road under the jurisdiction of the road 34 35 district, whichever is less, such levy shall, however, be deemed a proper compliance with this Section and shall qualify 36

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1 such road district for an allotment under this Section. If a 2 township has transferred to the road and bridge fund money 3 which, when added to the amount of any tax levy of the road 4 district would be the equivalent of a tax levy requiring 5 extension at a rate of at least .08%, or, in DuPage County, an amount equal to or greater than \$12,000 per mile of road under 6 the jurisdiction of the road district, whichever is less, such 7 8 transfer, together with any such tax levy, shall be deemed a proper compliance with this Section and shall qualify the road 9 10 district for an allotment under this Section.

11 In counties in which a property tax extension limitation is 12 imposed under the Property Tax Extension Limitation Law, road 13 districts may retain their entitlement to a motor fuel tax allotment if, at the time the property tax extension limitation 14 15 was imposed, the road district was levying a road and bridge 16 tax at a rate sufficient to entitle it to a motor fuel tax 17 allotment and continues to levy the maximum allowable amount after the imposition of the property tax extension limitation. 18 19 Any road district may in all circumstances retain its entitlement to a motor fuel tax allotment if it levied a road 20 and bridge tax in an amount that will require the extension of 21 22 the tax against the taxable property in the road district at a 23 rate of not less than 0.08% of the assessed value of the property, based upon the assessment for the year immediately 24 preceding the year in which the tax was levied and as equalized 25 26 by the Department of Revenue or, in DuPage County, an amount 27 equal to or greater than \$12,000 per mile of road under the 28 jurisdiction of the road district, whichever is less.

29 As used in this Section the term "road district" means any 30 road district, including a county unit road district, provided for by the Illinois Highway Code; and the term "township or 31 32 district road" means any road in the township and district road 33 system as defined in the Illinois Highway Code. For the purposes of this Section, "road district" also includes park 34 preserve 35 districts and districts, forest conservation districts organized under Illinois law and "township or 36

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district road" also includes such roads as are maintained by park districts, forest preserve districts and conservation districts. The Department of Transportation shall determine the mileage of all township and district roads for the purposes of making allotments and allocations of motor fuel tax funds for use in road districts.

Payment of motor fuel tax moneys to municipalities and counties shall be made as soon as possible after the allotment is made. The treasurer of the municipality or county may invest these funds until their use is required and the interest earned by these investments shall be limited to the same uses as the principal funds.

13 (Source: P.A. 92-16, eff. 6-28-01; 92-30, eff. 7-1-01; 93-32, 14 eff. 6-20-03.)