## 96TH GENERAL ASSEMBLY

## State of Illinois

## 2009 and 2010

#### HB1650

Introduced 2/18/2009, by Rep. Michael J. Madigan - Barbara Flynn Currie - Paul D. Froehlich

### SYNOPSIS AS INTRODUCED:

75 ILCS 16/15-85

Amends the Public Library District Act of 1991. Makes a technical change in a Section concerning the automatic disconnection of territory.

LRB096 05228 RLJ 15294 b

HB1650

AN ACT concerning local government.

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

Section 5. The Public Library District Act of 1991 is
amended by changing Section 15-85 as follows:

6 (75 ILCS 16/15-85)

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Sec. 15-85. Automatic disconnection from district.

8 (a) Any territory within a public library district <u>that</u> 9 <del>that</del> is or has been annexed to a municipality (where that 10 municipality maintains a public library) is, by operation of 11 law, disconnected from the public library district as of the 12 January first next after the territory is annexed.

13 (b) A disconnection by operation of law under this Section 14 does not occur if, within 60 days after the annexation, the public library district files with the appropriate circuit 15 16 court a petition alleging that the disconnection will cause the 17 territory remaining in the district to be noncontiguous or that the loss of assessed valuation by reason of the disconnection 18 19 will impair the ability of the district to render fully 20 adequate library service to the territory remaining in the 21 district.

(c) When a petition is filed under subsection (b), thecourt shall set it for hearing. At the hearing, the district

has the burden of proving the truth of the allegations in its petition. In determining whether to grant the petition, the court may consider at least the following factors:

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(i) whether disconnection will cause the territory remaining in the district to be noncontiguous;

6 (ii) whether the loss of assessed valuation by reason 7 of the disconnection will impair the ability of the 8 district to render fully adequate library service to the 9 territory remaining in the district;

10 (iii) the convenience of the residents of the annexed 11 territory and whether a plan exists enabling the residents 12 of the annexed territory to use either the public library 13 district facilities or the library facilities of the city, 14 village, or incorporated town to which the territory has 15 been annexed; and

16 (iv) whether the city, village, or incorporated town 17 has annexed any other territory within the district within 18 the preceding 2 years and the cumulative effect of those 19 annexations on the financial viability of the district.

The Court may consider comments by the Illinois State Library, the annexing municipality and its public library, and the library system or systems to which the affected libraries belong. This does not create a right of intervention in these parties.

(d) After the hearing, the Court may grant the relief itdeems appropriate, including, but not limited to, any of the

HB1650

- 3 - LRB096 05228 RLJ 15294 b

following: (i) denial of the disconnection; (ii) disconnection 1 of the territory from the public library district; (iii) 2 3 disconnection of the territory from the public library district in parts over a specific period of time not to exceed 5 years; 4 5 (iv) court approval of a voluntary agreement between the parties that provides for the sharing of real estate tax 6 revenues from the annexed territory for a limited period of 7 8 time not to exceed 5 years unless extended by mutual agreement 9 of the parties; or (v) submission of the question of 10 disconnection of the territory to the electors of the annexed 11 territory at a referendum to be held at the next general 12 election in accordance with the general election law. The proposition at such a referendum shall be in substantially the 13 14 following form:

Shall (describe annexed territory) be disconnected from (name of public library district)?

17 If a referendum is held, the result of the election shall be entered of record in the Court. If a majority of votes cast 18 19 the question in the annexed territory are for upon 20 disconnection of the annexed territory from the public library 21 district, the territory shall be disconnected from the public 22 library district.

(e) If there are any general obligation bonds of the public library district outstanding and unpaid at the time the territory is disconnected from the public library district by operation of this Section, the disconnected territory shall

HB1650

1 remain liable for its proportionate share of that bonded 2 indebtedness, and the public library district may continue to 3 levy and extend taxes upon the taxable property in the 4 territory for the purpose of amortizing the bonds until 5 sufficient funds to retire the bonds have been collected.

6 (f) The county clerk must extend taxes to pay the principal 7 of and interest on any general obligation bonds issued to 8 refund any bond described in subsection (e), as provided in the 9 bond ordinances on file in the office of the county clerk, 10 against all taxable property in the district, including taxable 11 property that was in the district on the date that the bonds 12 being refunded were issued; provided, however, that (i) the net 13 interest rate on the refunding bonds may not exceed the net 14 interest rate on the refunded bonds, (ii) the final maturity 15 date of the refunding bonds may not extend beyond the final 16 maturity date of the refunded bonds, and (iii) the debt service 17 payable on the refunding bonds in any year may not exceed the debt service that would have been payable on the refunded bonds 18 19 in that year. This subsection is inoperative after June 30, 2002. 20

21 (Source: P.A. 92-368, eff. 8-15-01.)

HB1650