1 AN ACT concerning local government.

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

4 Section 5. The Illinois Municipal Code is amended by 5 changing Section 11-74.6-15 as follows:

6 (65 ILCS 5/11-74.6-15)

7 Sec. 11-74.6-15. Municipal Powers and Duties. A 8 municipality may:

9 (a) By ordinance introduced in the governing body of the municipality within 14 to 90 days from the final adjournment of 10 Section 11-74.6-22, 11 the hearing specified in approve 12 redevelopment plans and redevelopment projects, and designate redevelopment planning areas and redevelopment project areas 13 14 pursuant to notice and hearing required by this Act. No redevelopment planning area or redevelopment project area 15 16 shall be designated unless a plan and project are approved 17 before the designation of the area and the area shall include only those parcels of real property and improvements on those 18 19 parcels substantially benefited by the proposed redevelopment 20 project improvements. Upon adoption of the ordinances, the 21 municipality shall forthwith transmit to the county clerk of 22 the county or counties within which the redevelopment project area is located a certified copy of the ordinances, a legal 23

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description of the redevelopment project area, a map of the redevelopment project area, identification of the year that the county clerk shall use for determining the total initial equalized assessed value of the redevelopment project area consistent with subsection (a) of Section 11-74.6-40, and a list of the parcel or tax identification number of each parcel of property included in the redevelopment project area.

8 (b) Make and enter into all contracts necessary or 9 incidental to the implementation and furtherance of its 10 redevelopment plan and project.

11 (C) Within a redevelopment project area, acquire by 12 purchase, donation, lease or eminent domain; own, convey, 13 lease, mortgage or dispose of land and other property, real or 14 personal, or rights or interests therein, and grant or acquire 15 licenses, easements and options with respect to that property, 16 all in the manner and at a price that the municipality 17 determines is reasonably necessary to achieve the objectives of the redevelopment plan and project. No conveyance, lease, 18 19 mortgage, disposition of land or other property owned by a 20 municipality, or agreement relating to the development of the 21 municipal property shall be made or executed except pursuant to 22 prior official action of the corporate authorities of the 23 municipality. No conveyance, lease, mortgage, or other disposition of land owned by a municipality, and no agreement 24 25 relating to the development of the municipal property, shall be 26 made without making public disclosure of the terms and the SB0539 Engrossed - 3 - LRB097 04328 KMW 44367 b

1 disposition of all bids and proposals submitted to the 2 municipality in connection therewith. The procedures for 3 obtaining the bids and proposals shall provide reasonable 4 opportunity for any person to submit alternative proposals or 5 bids.

6 (d) Within a redevelopment project area, clear any area by 7 demolition or removal of any existing buildings, structures, 8 fixtures, utilities or improvements, and to clear and grade 9 land.

10 (e) Within a redevelopment project area, renovate or 11 rehabilitate or construct any structure or building, as 12 permitted under this Law.

13 Within or without a redevelopment project area, (f) 14 install, repair, construct, reconstruct or relocate streets, 15 utilities and site improvements essential to the preparation of 16 the redevelopment area for use in accordance with a 17 redevelopment plan.

(g) Within a redevelopment project area, fix, charge and collect fees, rents and charges for the use of all or any part of any building or property owned or leased by it.

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(h) Issue obligations as provided in this Act.

(i) Accept grants, guarantees and donations of property,
labor, or other things of value from a public or private source
for use within a project redevelopment area.

(j) Acquire and construct public facilities within a
 redevelopment project area, as permitted under this Law.

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(k) Incur, pay or cause to be paid redevelopment project 1 2 costs; provided, however, that on and after the effective date of this amendatory Act of the 91st General Assembly, no 3 municipality shall incur redevelopment project costs (except 4 5 for planning and other eligible costs authorized by municipal 6 ordinance or resolution that are subsequently included in the redevelopment plan for the area and are incurred after the 7 8 ordinance or resolution is adopted) that are not consistent 9 with the program for accomplishing the objectives of the 10 redevelopment plan as included in that plan and approved by the 11 municipality until the municipality has amended the 12 redevelopment plan as provided elsewhere in this Law. Any 13 payments to be made by the municipality to redevelopers or 14 other nongovernmental persons for redevelopment project costs 15 incurred by such redeveloper or other nongovernmental person 16 shall be made only pursuant to the prior official action of the 17 municipality evidencing an intent to pay or cause to be paid such redevelopment project costs. A municipality is not 18 19 required to obtain any right, title or interest in any real or 20 personal property in order to pay redevelopment project costs associated with such property. The municipality shall adopt 21 22 such accounting procedures as may be necessary to determine 23 that such redevelopment project costs are properly paid.

(1) Create a commission of not less than 5 or more than 15
 persons to be appointed by the mayor or president of the
 municipality with the consent of the majority of the governing

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board of the municipality. Members of a commission appointed 1 2 after the effective date of this Law shall be appointed for initial terms of 1, 2, 3, 4 and 5 years, respectively, in 3 numbers so that the terms of not more than 1/3 of all members 4 5 expire in any one year. Their successors shall be appointed for a term of 5 years. The commission, subject to approval of the 6 7 corporate authorities of the municipality, may exercise the powers enumerated in this Section. The commission shall also 8 9 have the power to hold the public hearings required by this Act 10 and make recommendations to the corporate authorities 11 concerning the adoption of redevelopment plans, redevelopment 12 projects and designation of redevelopment project areas.

(m) Make payment in lieu of all or a portion of real property taxes due to taxing districts. If payments in lieu of all or a portion of taxes are made to taxing districts, those payments shall be made to all districts within a redevelopment project area on a basis that is proportional to the current collection of revenue which each taxing district receives from real property in the redevelopment project area.

20 (n) Exercise any and all other powers necessary to21 effectuate the purposes of this Act.

(o) In conjunction with other municipalities, undertake and perform redevelopment plans and projects and utilize the provisions of the Act wherever they have contiguous redevelopment project areas or they determine to adopt tax increment allocation financing with respect to a redevelopment SB0539 Engrossed - 6 - LRB097 04328 KMW 44367 b

project area that includes contiguous real property within the 1 boundaries of the municipalities, and, by agreement between 2 participating municipalities, to issue obligations, separately 3 or jointly, and expend revenues received under this Act for 4 5 eligible expenses anywhere within contiguous redevelopment project areas or as otherwise permitted in the Act. Two or more 6 7 municipalities may designate a joint redevelopment project area under this subsection (o) if at least one of the 8 9 municipalities is eligible to designate a redevelopment 10 project area under this Division.

11 (p) Create an Industrial Jobs Recovery Advisory Committee 12 of not more than 15 members to be appointed by the mayor or president of the municipality with the consent of the majority 13 14 of the governing board of the municipality. The members of that 15 Committee shall be appointed for initial terms of 1, 2, and 3 16 years respectively, in numbers so that the terms of not more 17 than 1/3 of all members expire in any one year. Their successors shall be appointed for a term of 3 years. The 18 Committee shall have none of the powers enumerated in this 19 20 Section. The Committee shall serve in an advisory capacity only. The Committee may advise the governing board of the 21 22 municipality and other municipal officials regarding 23 development issues and opportunities within the redevelopment 24 project area. The Committee may also promote and publicize 25 development opportunities in the redevelopment project area.

26 (q) If a redevelopment project has not been initiated in a

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redevelopment project area within 5 years after the area was designated by ordinance under subsection (a), the municipality shall adopt an ordinance repealing the area's designation as a redevelopment project area. Initiation of a redevelopment project shall be evidenced by either a signed redevelopment agreement or expenditures on eligible redevelopment project costs associated with a redevelopment project.

8 (r) Within a redevelopment planning area, transfer or loan 9 tax increment revenues from one redevelopment project area to 10 another redevelopment project area for expenditure on eligible 11 costs in the receiving area.

(s) Use tax increment revenue produced in a redevelopment project area created under this Law by transferring or loaning such revenues to a redevelopment project area created under the Tax Increment Allocation Redevelopment Act that is either contiguous to, or separated only by a public right of way from, the redevelopment project area that initially produced and received those revenues.

19 (Source: P.A. 90-258, eff. 7-30-97; 91-474, eff. 11-1-99.)

20 Section 99. Effective date. This Act takes effect upon 21 becoming law.