92\_HB1455ham001

## LRB9202661NTsbam

- 1 AMENDMENT TO HOUSE BILL 1455
- 2 AMENDMENT NO. \_\_\_\_. Amend House Bill 1455 by replacing
- 3 everything after the enacting clause with the following:
- 4 "Section 5. The School Construction Law is amended by
- 5 changing Sections 5-5, 5-25, and 5-35 as follows:
- 6 (105 ILCS 230/5-5)
- 7 Sec. 5-5. Definitions. As used in this Article:
- 8 "Approved school construction bonds" mean bonds that were
- 9 approved by referendum after January 1, 1996 but prior to
- January 1, 1998 as provided in Sections 19-2 through 19-7 of
- 11 the School Code to provide funds for the acquisition,
- 12 development, construction, reconstruction, rehabilitation,
- 13 improvement, architectural planning, and installation of
- 14 capital facilities consisting of buildings, structures,
- durable-equipment, and land for educational purposes.
- 16 "Grant index" means a figure for each school district
- 17 equal to one minus the ratio of the district's equalized
- 18 assessed valuation per pupil in average daily attendance to
- 19 the equalized assessed valuation per pupil in average daily
- 20 attendance of the district located at the 90th percentile for
- 21 all districts of the same type. The grant index shall be no
- less than 0.50  $\theta 35$  and no greater than 0.75 for each

- 1 district; provided that the grant index for districts whose
- 2 equalized assessed valuation per pupil in average daily
- 3 attendance is at the 99th percentile and above for all
- 4 districts of the same type shall be 0.00.
- 5 "School construction project" means the acquisition,
- 6 development, construction, reconstruction, rehabilitation,
- 7 improvement, architectural planning, and installation of
- 8 capital facilities consisting of buildings, structures,
- 9 durable equipment, and land for educational purposes.
- 10 "School maintenance project" means a project, other than
- 11 a school construction project, intended to provide for the
- 12 maintenance or upkeep of buildings or structures for
- 13 educational purposes, but does not include ongoing
- 14 operational costs.

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- 15 (Source: P.A. 90-548, eff. 1-1-98; 91-38, eff. 6-15-99.)
- 16 (105 ILCS 230/5-25)
- 17 Sec. 5-25. Eligibility and project standards.
- 18 (a) The State Board of Education shall establish
- 19 eligibility standards for school construction project grants
- 20 and debt service grants. These--standards--shall-include
- 21 minimum-enrollment-requirements-for--eligibility--for--school
- 22 construction-project-grants-of-200-students-for-elementary

districts,-200-students-for-high-school--districts,--and--400

students--for--unit--districts. The State Board of Education

- 25 shall approve a district's eligibility for a school
- 26 construction project grant or a debt service grant pursuant
- 27 to the established standards.
- 28 (b) The Capital Development Board shall establish
- 29 project standards for all school construction project grants
- 30 provided pursuant to this Article. These standards shall
- 31 include space and capacity standards as well as the
- 32 determination of recognized project costs that shall be
- 33 eligible for State financial assistance and enrichment costs

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- 1 that shall not be eligible for State financial assistance.
- 2 The recognized project cost initially calculated by the
- 3 <u>Capital Development Board shall establish the acceptable cost</u>
- 4 of the eligible expenditures. If the bid price received by
- 5 the district from the various contractors for the eligible
- 6 <u>expenditures is less than the bid estimate amount included in</u>
- 7 this initial calculation, then the recognized project cost
- 8 shall be reduced by the amount of the difference. If the bid
- 9 <u>price received by the district from the various contractors</u>
- 10 for the eligible expenditures is greater than the bid
- 11 <u>estimate amount included in this initial calculation, then</u>
- 12 the recognized project cost shall be increased by the amount
- of the difference.
- 14 (c) The State Board of Education and the Capital
- 15 Development Board shall not establish standards that
- 16 disapprove or otherwise establish limitations that restrict
- 17 the eligibility of a school district with a population
- 18 exceeding 500,000 for a school construction project grant
- 19 based on the fact that any or all of the school construction
- 20 project grant will be used to pay debt service or to make
- 21 lease payments, as authorized by subsection (b) of Section
- 22 5-35 of this Law.
- 23 (Source: P.A. 90-548, eff. 1-1-98; 91-38, eff. 6-15-99.)
- 24 (105 ILCS 230/5-35)
- Sec. 5-35. School construction project grant amounts;
- 26 permitted use; prohibited use.
- 27 (a) The product of the district's grant index and the
- 28 recognized project cost, as determined by the Capital
- 29 Development Board, for an approved school construction
- 30 project shall equal the amount of the grant the Capital
- 31 Development Board shall provide to the eligible district.
- 32 For those districts that have not received grants from the
- 33 <u>Capital Development Board prior to the effective date of this</u>

- 1 amendatory Act of the 92nd General Assembly, the district's
- 2 grant index may not be less than 0.50. The grant index shall
- 3 not be used in cases where the General Assembly and the
- 4 Governor approve appropriations designated for specifically
- 5 identified school district construction projects.
- 6 (b) In each fiscal year in which school construction
- 7 project grants are awarded, 20% of the total amount awarded
- 8 statewide shall be awarded to a school district with a
- 9 population exceeding 500,000, provided such district complies
- 10 with the provisions of this Article.
- In addition to the uses otherwise authorized by this Law,
- 12 any school district with a population exceeding 500,000 is
- 13 authorized to use any or all of the school construction
- 14 project grants (i) to pay debt service, as defined in the
- 15 Local Government Debt Reform Act, on bonds, as defined in the
- 16 Local Government Debt Reform Act, issued to finance one or
- more school construction projects and (ii) to the extent that
- 18 any such bond is a lease or other installment or financing
- 19 contract between the school district and a public building
- 20 commission that has issued bonds to finance one or more
- 21 qualifying school construction projects, to make lease
- 22 payments under the lease.
- 23 (c) No portion of a school construction project grant
- 24 awarded by the Capital Development Board shall be used by a
- 25 school district for any on-going operational costs.
- 26 (Source: P.A. 90-548, eff. 1-1-98; 91-38, eff. 6-15-99.)
- 27 Section 99. Effective date. This Act takes effect on
- 28 July 1, 2001.".