



1 investments shall be deposited into the Fund. Upon the  
2 creation of the Fund, the State Comptroller shall order the  
3 State Treasurer to transfer into the Fund any monies paid to  
4 the State as described in item (1) or (2) of this Section  
5 before the creation of the Fund plus any interest earned on  
6 the investment of those monies. The Treasurer may invest the  
7 moneys in the Fund in the same manner, in the same types of  
8 investments, and subject to the same limitations provided in  
9 the Illinois Pension Code for the investment of pension funds  
10 other than those established under Article 3 or 4 of the  
11 Code.

12 (b) As soon as may be practical after June 30, 2001,  
13 upon notification from and at the direction of the Governor,  
14 the State Comptroller shall direct and the State Treasurer  
15 shall transfer the unencumbered balance in the Tobacco  
16 Settlement Recovery Fund as of June 30, 2001, as determined  
17 by the Governor, into the Budget Stabilization Fund. The  
18 Treasurer may invest the moneys in the Budget Stabilization  
19 Fund in the same manner, in the same types of investments,  
20 and subject to the same limitations provided in the Illinois  
21 Pension Code for the investment of pension funds other than  
22 those established under Article 3 or 4 of the Code.

23 (c) In addition to any other deposits authorized by law,  
24 after any delivery of any bonds as authorized by Section 7.5  
25 of the General Obligation Bond Act for deposits to the  
26 General Revenue Fund and the Budget Stabilization Fund  
27 (referred to as "tobacco securitization general obligation  
28 bonds"), the Governor shall certify, on or before June 30,  
29 2003 and June 30 of each year thereafter, to the State  
30 Comptroller and State Treasurer the total amount of principal  
31 of, interest on, and premium, if any, due on those bonds in  
32 the next fiscal year beginning with amounts due in fiscal  
33 year 2004. As soon as practical after the annual payment of  
34 tobacco settlement moneys to the Tobacco Settlement Recovery

1 Fund as described in item (1) of subsection (a), the State  
 2 Treasurer and State Comptroller shall transfer from the  
 3 Tobacco Settlement Recovery Fund to the General Obligation  
 4 Bond Retirement and Interest Fund the amount certified by the  
 5 Governor, plus any cumulative deficiency in those transfers  
 6 for prior years.

7 (Source: P.A. 91-646, eff. 11-19-99; 91-704, eff. 7-1-00;  
 8 91-797, eff. 6-9-00; 92-11, eff. 6-11-01; 92-16, eff.  
 9 6-28-01.)

10 Section 10. The General Obligation Bond Act is amended  
 11 by changing Sections 2 and 12, and adding Section 7.5 as  
 12 follows:

13 (30 ILCS 330/2) (from Ch. 127, par. 652)

14 Sec. 2. Authorization for Bonds. The State of Illinois  
 15 is authorized to issue, sell and provide for the retirement  
 16 of General Obligation Bonds of the State of Illinois for the  
 17 categories and specific purposes expressed in Sections 2  
 18 through 8 of this Act, in the total amount of \$16,015,007,500  
 19 ~~\$15,265,007,500~~.

20 The bonds authorized in this Section 2 and in Section 16  
 21 of this Act are herein called "Bonds".

22 Of the total amount of Bonds authorized in this Act, up  
 23 to \$2,200,000,000 in aggregate original principal amount may  
 24 be issued and sold in accordance with the Baccalaureate  
 25 Savings Act in the form of General Obligation College Savings  
 26 Bonds.

27 Of the total amount of Bonds authorized in this Act, up  
 28 to \$300,000,000 in aggregate original principal amount may be  
 29 issued and sold in accordance with the Retirement Savings Act  
 30 in the form of General Obligation Retirement Savings Bonds.

31 The issuance and sale of Bonds pursuant to the General  
 32 Obligation Bond Act is an economical and efficient method of

1 financing the capital and general operating needs of the  
2 State. This Act will permit the issuance of a multi-purpose  
3 General Obligation Bond with uniform terms and features.  
4 This will not only lower the cost of registration but also  
5 reduce the overall cost of issuing debt by improving the  
6 marketability of Illinois General Obligation Bonds.  
7 (Source: P.A. 91-39, eff. 6-15-99; 91-53, eff. 6-30-99;  
8 91-710, eff. 5-17-00; 92-13, eff. 6-22-01.)

9 (30 ILCS 330/7.5 new)

10 Sec. 7.5. Tobacco securitization general obligation  
11 bonds. The amount of \$750,000,000 is authorized to be issued  
12 only during fiscal year 2003 for the making of deposits of  
13 50% of net proceeds to the General Revenue Fund to build the  
14 fiscal year ending general funds cash balance and to meet the  
15 ordinary and contingent expenses of the State and 50% of net  
16 proceeds to the Budget Stabilization Fund.

17 (30 ILCS 330/12) (from Ch. 127, par. 662)

18 Sec. 12. Allocation of Proceeds from Sale of Bonds.

19 (a) Proceeds from the sale of Bonds, authorized by  
20 Section 3 of this Act, shall be deposited in the separate  
21 fund known as the Capital Development Fund.

22 (b) Proceeds from the sale of Bonds, authorized by  
23 paragraph (a) of Section 4 of this Act, shall be deposited in  
24 the separate fund known as the Transportation Bond, Series A  
25 Fund.

26 (c) Proceeds from the sale of Bonds, authorized by  
27 paragraphs (b) and (c) of Section 4 of this Act, shall be  
28 deposited in the separate fund known as the Transportation  
29 Bond, Series B Fund.

30 (d) Proceeds from the sale of Bonds, authorized by  
31 Section 5 of this Act, shall be deposited in the separate  
32 fund known as the School Construction Fund.

1 (e) Proceeds from the sale of Bonds, authorized by  
2 Section 6 of this Act, shall be deposited in the separate  
3 fund known as the Anti-Pollution Fund.

4 (f) Proceeds from the sale of Bonds, authorized by  
5 Section 7 of this Act, shall be deposited in the separate  
6 fund known as the Coal Development Fund.

7 (f-5) Proceeds from the sale of Bonds, authorized by  
8 Section 7.5 of this Act, shall be deposited as set forth in  
9 Section 7.5.

10 (g) Proceeds from the sale of Bonds, authorized by  
11 Section 8 of this Act, shall be deposited in the Capital  
12 Development Fund.

13 (h) Subsequent to the issuance of any Bonds for the  
14 purposes described in Sections 2 through 8 of this Act, the  
15 Governor and the Director of the Bureau of the Budget may  
16 provide for the reallocation of unspent proceeds of such  
17 Bonds to any other purposes authorized under said Sections of  
18 this Act, subject to the limitations on aggregate principal  
19 amounts contained therein. Upon any such reallocation, such  
20 unspent proceeds shall be transferred to the appropriate  
21 funds as determined by reference to paragraphs (a) through  
22 (g) of this Section.

23 (Source: P.A. 90-549, eff. 12-8-97; 90-586, eff. 6-4-98;  
24 90-653, eff. 7-29-98.)

25 Section 99. Effective date. This Act takes effect upon  
26 becoming law."