



SENATE JOURNAL

STATE OF ILLINOIS

**ONE HUNDRED FOURTH GENERAL
ASSEMBLY**

25TH LEGISLATIVE DAY

TUESDAY, MARCH 18, 2025

12:06 O'CLOCK P.M.

SENATE
Daily Journal Index
25th Legislative Day

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The Senate met pursuant to adjournment.
Senator Linda Holmes, Aurora, Illinois, presiding.
Prayer by Pastor Curt Fleck, Civil Servant Ministries, Springfield, Illinois.
Senator Johnson led the Senate in the Pledge of Allegiance.

Senator Martwick moved that reading and approval of the Journals of Thursday, March 6, 2025 and Wednesday, March 12, 2025, be postponed, pending arrival of the printed Journals.
The motion prevailed.

LEGISLATIVE MEASURES FILED

The following Floor amendments to the Senate Bills listed below have been filed with the Secretary and referred to the Committee on Assignments:

Amendment No. 1 to Senate Bill 93
Amendment No. 2 to Senate Bill 1288
Amendment No. 1 to Senate Bill 1417
Amendment No. 1 to Senate Bill 1420
Amendment No. 1 to Senate Bill 2039
Amendment No. 1 to Senate Bill 2040

The following Committee amendments to the Senate Bills listed below have been filed with the Secretary and referred to the Committee on Assignments:

Amendment No. 1 to Senate Bill 25
Amendment No. 1 to Senate Bill 51
Amendment No. 2 to Senate Bill 71
Amendment No. 2 to Senate Bill 105
Amendment No. 1 to Senate Bill 106
Amendment No. 1 to Senate Bill 141
Amendment No. 1 to Senate Bill 228
Amendment No. 1 to Senate Bill 271
Amendment No. 2 to Senate Bill 1181
Amendment No. 1 to Senate Bill 1195
Amendment No. 2 to Senate Bill 1274
Amendment No. 1 to Senate Bill 1368
Amendment No. 1 to Senate Bill 1390
Amendment No. 1 to Senate Bill 1395
Amendment No. 1 to Senate Bill 1463
Amendment No. 1 to Senate Bill 1486
Amendment No. 1 to Senate Bill 1496
Amendment No. 1 to Senate Bill 1507
Amendment No. 1 to Senate Bill 1513
Amendment No. 1 to Senate Bill 1559
Amendment No. 1 to Senate Bill 1602
Amendment No. 1 to Senate Bill 1610
Amendment No. 1 to Senate Bill 1672
Amendment No. 1 to Senate Bill 1719
Amendment No. 1 to Senate Bill 1723
Amendment No. 1 to Senate Bill 1745
Amendment No. 1 to Senate Bill 1777
Amendment No. 1 to Senate Bill 1793
Amendment No. 1 to Senate Bill 1859
Amendment No. 1 to Senate Bill 1884
Amendment No. 1 to Senate Bill 1911

Amendment No. 1 to Senate Bill 1912
Amendment No. 1 to Senate Bill 1920
Amendment No. 2 to Senate Bill 1920
Amendment No. 1 to Senate Bill 1947
Amendment No. 1 to Senate Bill 1950
Amendment No. 1 to Senate Bill 1983
Amendment No. 1 to Senate Bill 2064
Amendment No. 1 to Senate Bill 2154
Amendment No. 1 to Senate Bill 2156
Amendment No. 1 to Senate Bill 2157
Amendment No. 1 to Senate Bill 2187
Amendment No. 1 to Senate Bill 2221
Amendment No. 1 to Senate Bill 2240
Amendment No. 1 to Senate Bill 2241
Amendment No. 1 to Senate Bill 2258
Amendment No. 1 to Senate Bill 2266
Amendment No. 1 to Senate Bill 2281
Amendment No. 1 to Senate Bill 2322
Amendment No. 2 to Senate Bill 2322
Amendment No. 1 to Senate Bill 2338
Amendment No. 1 to Senate Bill 2339
Amendment No. 1 to Senate Bill 2372
Amendment No. 1 to Senate Bill 2417
Amendment No. 1 to Senate Bill 2423
Amendment No. 1 to Senate Bill 2427
Amendment No. 1 to Senate Bill 2457

REPORTS RECEIVED

The Secretary placed before the Senate the following reports:

IDOL Monthly Finance Report Jan. 2025, submitted by the Department of the Lottery.

Reporting Requirement of 50 ILCS 707/20 (Law Enforcement Camera Grant Act), submitted by the Warrenville Police Department.

IDOR Bilingual Employees Report 2025, submitted by the Department of Revenue.

Reporting Requirement of 50 ILCS 707/20 (Law Enforcement Camera Grant Act), submitted by the Collinsville Police Department.

MPEA Procurement Activity Report Q2 FY25, submitted by the Metropolitan Pier and Exposition Authority.

Illinois Tollway Annual Report 2024, submitted by the Illinois Tollway.

Quarter Percent Sales Tax for Transportation and Public Safety Report 2024, submitted by the Lake County Division of Transportation.

CBHTI BEACON Report Q4 2024, submitted by the Children's Behavioral Health Transformation Initiative Team.

CBHTI BEACON Report Q3 2024, submitted by the Children's Behavioral Health Transformation Initiative Team.

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IDHS JRI Annual Report FY24, submitted by the Department of Human Services.

CGFA GAAP Report FY26, submitted by the Commission on Government Forecasting and Accountability.

ICC Accidents/Incidents Involving Hazardous Materials on Railroads in Illinois Annual Report 2024, submitted by the Illinois Commerce Commission.

ICC Crossing Safety Improvement Program 5-Year Plan Report FY26-FY30, submitted by the Illinois Commerce Commission.

The foregoing reports were ordered received and placed on file in the Secretary's Office.

COMMUNICATION FROM THE MINORITY LEADER

SPRINGFIELD OFFICE:
108 STATE HOUSE
SPRINGFIELD, ILLINOIS 62706
PHONE: 217/782-9407

DISTRICT OFFICE:
1011 STATE ST.
SUITE 205
LEMONT, ILLINOIS 62706
PHONE: 630.914.5733
SENATORCURRAN@GMAIL.COM

ILLINOIS STATE SENATE
JOHN CURRAN
SENATE REPUBLICAN LEADER
41ST SENATE DISTRICT

March 17, 2025

Mr. Tim Anderson
Secretary of the Senate
058 State House
Springfield, IL 62706

Dear Mr. Secretary:

Pursuant to Rule 3-5, I hereby temporarily appoint **Senator Neil Anderson** to replace **Senator Chapin Rose** on the **Senate Education Committee**. This appointment is effective March 18, 2025, and will automatically expire upon adjournment of the **Senate Education Committee** on Tuesday, March 18, 2025.

Sincerely,
s/John F. Curran
John F. Curran
Illinois Senate Republican Leader
41st District

Cc: Senate President Don Harmon
Assistant Secretary of the Senate Scott Kaiser

SPRINGFIELD OFFICE:
108 STATE HOUSE
SPRINGFIELD, ILLINOIS 62706
PHONE: 217/782-9407

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[March 18, 2025]

SENATORCURRAN@GMAIL.COM

ILLINOIS STATE SENATE
JOHN CURRAN
SENATE REPUBLICAN LEADER
41ST SENATE DISTRICT

March 17, 2025

Mr. Tim Anderson
Secretary of the Senate
058 State House
Springfield, IL 62706

Dear Mr. Secretary:

Pursuant to Rule 3-5, I hereby temporarily appoint **Senator Terri Bryant** to replace **Senator Chapin Rose** on the **Senate Insurance Committee**. This appointment is effective March 18, 2025, and will automatically expire upon adjournment of the **Senate Insurance Committee** on Tuesday, March 18, 2025.

Sincerely,
s/John F. Curran
John F. Curran
Illinois Senate Republican Leader
41st District

Cc: Senate President Don Harmon
Assistant Secretary of the Senate Scott Kaiser

PRESENTATION OF CELEBRATION OF LIFE RESOLUTIONS

SENATE RESOLUTION NO. 173

Offered by Senator Halpin and all Senators:
Mourns the passing of Jay Pearce.

SENATE RESOLUTION NO. 174

Offered by Senator Lewis and all Senators:
Mourns the death of Marie E. Tayfel of Mount Greenwood.

By unanimous consent, the foregoing resolutions were referred to the Resolutions Consent Calendar.

INTRODUCTION OF BILL

SENATE BILL NO. 2638. Introduced by Senator Koehler, a bill for AN ACT concerning appropriations.

The bill was taken up, read by title a first time, ordered printed and referred to the Committee on Assignments.

APPOINTMENT MESSAGES

Appointment Message No. 1040095

To the Honorable Members of the Senate, One Hundred Fourth General Assembly:

[March 18, 2025]

I, JB Pritzker, Governor, am nominating and, having sought the advice of the Senate and by and with the consent of the Senate, appointing the following named individual to the office enumerated below. The consent of this Honorable Body is respectfully requested.

Title of Office: Member

Agency or Other Body: Governors State University Board of Trustees

Start Date: March 10, 2025

End Date: January 20, 2031

Name: Frances Pao-Han Kao

County of Residence: Cook

Annual Compensation: Expenses

Per diem: Not Applicable

Nominee's Senator: Senator Mike Simmons

Most Recent Holder of Office: Angela Hickey

Superseded Appointment Message: Not Applicable

Appointment Message No. 1040096

To the Honorable Members of the Senate, One Hundred Fourth General Assembly:

I, JB Pritzker, Governor, am nominating and, having sought the advice of the Senate and by and with the consent of the Senate, appointing the following named individual to the office enumerated below. The consent of this Honorable Body is respectfully requested.

Title of Office: Member

Agency or Other Body: Governors State University Board of Trustees

Start Date: March 10, 2025

End Date: January 15, 2029

Name: Judith Lynn Mitchell

County of Residence: Will

Annual Compensation: Expenses

Per diem: Not Applicable

Nominee's Senator: Senator Patrick J. Joyce

Most Recent Holder of Office: John Brudnak

Superseded Appointment Message: Not Applicable

[March 18, 2025]

Appointment Message No. 1040097

To the Honorable Members of the Senate, One Hundred Fourth General Assembly:

The Executive Ethics Commission is nominating and, having sought the advice of the Senate and by and with the consent of the Senate, appointing the following named individual to the office enumerated below. The consent of this Honorable Body is respectfully requested.

Title of Office: Director

Agency or Other Body: Illinois Power Agency

Start Date: March 16, 2025

End Date: March 15, 2027

Name: Brian P. Granahan

County of Residence: Cook

Annual Compensation: Statutorily set pursuant to 20 ILCS 3855/1-70(e)

Per diem: Not Applicable

Nominee's Senator: Senator Graciela Guzmán

Most Recent Holder of Office: Brian P. Granahan

Superseded Appointment Message: Not Applicable

Appointment Message No. 1040098

To the Honorable Members of the Senate, One Hundred Fourth General Assembly:

I, JB Pritzker, Governor, am nominating and, having sought the advice of the Senate and by and with the consent of the Senate, appointing the following named individual to the office enumerated below. The consent of this Honorable Body is respectfully requested.

Title of Office: Member

Agency or Other Body: Eastern Illinois University Board of Trustees

Start Date: March 14, 2025

End Date: January 20, 2031

Name: Charles Christopher Hicks

County of Residence: Cook

Annual Compensation: Expenses

Per diem: Not Applicable

Nominee's Senator: Senator Napoleon Harris, III

[March 18, 2025]

Most Recent Holder of Office: Charles Christopher Hicks

Superseded Appointment Message: Not Applicable

Appointment Message No. 1040099

To the Honorable Members of the Senate, One Hundred Fourth General Assembly:

I, JB Pritzker, Governor, am nominating and, having sought the advice of the Senate and by and with the consent of the Senate, appointing the following named individual to the office enumerated below. The consent of this Honorable Body is respectfully requested.

Title of Office: Member

Agency or Other Body: Employment Security Advisory Board

Start Date: March 14, 2025

End Date: January 18, 2027

Name: Rick Steven Terven

County of Residence: Sangamon

Annual Compensation: Expenses

Per diem: Not Applicable

Nominee's Senator: Senator Doris Turner

Most Recent Holder of Office: Rick Steven Terven

Superseded Appointment Message: Not Applicable

Appointment Message No. 1040100

To the Honorable Members of the Senate, One Hundred Fourth General Assembly:

I, JB Pritzker, Governor, am nominating and, having sought the advice of the Senate and by and with the consent of the Senate, appointing the following named individual to the office enumerated below. The consent of this Honorable Body is respectfully requested.

Title of Office: Member

Agency or Other Body: Southern Illinois University Board of Trustees

Start Date: March 14, 2025

End Date: January 20, 2031

Name: Edward E. Hightower

County of Residence: Madison

Annual Compensation: Expenses

[March 18, 2025]

Per diem: Not Applicable

Nominee's Senator: Senator Erica Harriss

Most Recent Holder of Office: Edward E. Hightower

Superseded Appointment Message: Not Applicable

Under the rules, the foregoing Appointment Messages were referred to the Committee on Executive Appointments.

READING BILLS OF THE SENATE A SECOND TIME

On motion of Senator Murphy, **Senate Bill No. 69** having been printed, was taken up, read by title a second time.

The following amendment was offered in the Committee on Insurance, adopted and ordered printed:

AMENDMENT NO. 1 TO SENATE BILL 69

AMENDMENT NO. 1. Amend Senate Bill 69 by replacing everything after the enacting clause with the following:

"Section 5. The State Employees Group Insurance Act of 1971 is amended by changing Section 6.11 as follows:

(5 ILCS 375/6.11)

Sec. 6.11. Required health benefits; Illinois Insurance Code requirements. The program of health benefits shall provide the post-mastectomy care benefits required to be covered by a policy of accident and health insurance under Section 356t of the Illinois Insurance Code. The program of health benefits shall provide the coverage required under Sections 356g, 356g.5, 356g.5-1, 356m, 356q, 356u, 356u.10, 356w, 356x, 356z.2, 356z.4, 356z.4a, 356z.5, 356z.6, 356z.8, 356z.9, 356z.10, 356z.11, 356z.12, 356z.13, 356z.14, 356z.15, 356z.17, 356z.22, 356z.25, 356z.26, 356z.29, 356z.30, 356z.32, 356z.33, 356z.36, 356z.40, 356z.41, 356z.45, 356z.46, 356z.47, 356z.51, 356z.53, 356z.54, 356z.55, 356z.56, 356z.57, 356z.59, 356z.60, 356z.61, 356z.62, 356z.64, 356z.67, 356z.68, ~~and~~ 356z.70, ~~and~~ 356z.71, 356z.74, 356z.76, 356z.77, and 356z.80 of the Illinois Insurance Code. The program of health benefits must comply with Sections 155.22a, 155.37, 355b, 356z.19, 370c, and 370c.1 and Article XXXIIB of the Illinois Insurance Code. The program of health benefits shall provide the coverage required under Section 356m of the Illinois Insurance Code and, for the employees of the State Employee Group Insurance Program only, the coverage as also provided in Section 6.11B of this Act. The Department of Insurance shall enforce the requirements of this Section with respect to Sections 370c and 370c.1 of the Illinois Insurance Code; all other requirements of this Section shall be enforced by the Department of Central Management Services.

Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

(Source: P.A. 102-30, eff. 1-1-22; 102-103, eff. 1-1-22; 102-203, eff. 1-1-22; 102-306, eff. 1-1-22; 102-642, eff. 1-1-22; 102-665, eff. 10-8-21; 102-731, eff. 1-1-23; 102-768, eff. 1-1-24; 102-804, eff. 1-1-23; 102-813, eff. 5-13-22; 102-816, eff. 1-1-23; 102-860, eff. 1-1-23; 102-1093, eff. 1-1-23; 102-1117, eff. 1-13-23; 103-8, eff. 1-1-24; 103-84, eff. 1-1-24; 103-91, eff. 1-1-24; 103-420, eff. 1-1-24; 103-445, eff. 1-1-24; 103-535, eff. 8-11-23; 103-551, eff. 8-11-23; 103-605, eff. 7-1-24; 103-718, eff. 7-19-24; 103-751, eff. 8-2-24; 103-870, eff. 1-1-25; 103-914, eff. 1-1-25; 103-918, eff. 1-1-25; 103-951, eff. 1-1-25; 103-1024, eff. 1-1-25; revised 11-26-24.)

Section 10. The Counties Code is amended by changing Section 5-1069.3 as follows:
(55 ILCS 5/5-1069.3)

Sec. 5-1069.3. Required health benefits. If a county, including a home rule county, is a self-insurer for purposes of providing health insurance coverage for its employees, the coverage shall include coverage for

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the post-mastectomy care benefits required to be covered by a policy of accident and health insurance under Section 356t and the coverage required under Sections 356g, 356g.5, 356g.5-1, 356m, 356q, 356u, 356u.10, 356w, 356x, 356z.4, 356z.4a, 356z.6, 356z.8, 356z.9, 356z.10, 356z.11, 356z.12, 356z.13, 356z.14, 356z.15, 356z.22, 356z.25, 356z.26, 356z.29, 356z.30, 356z.32, 356z.33, 356z.36, 356z.40, 356z.41, 356z.45, 356z.46, 356z.47, 356z.48, 356z.51, 356z.53, 356z.54, 356z.56, 356z.57, 356z.59, 356z.60, 356z.61, 356z.62, 356z.64, 356z.67, 356z.68, ~~and~~ 356z.70, ~~and~~ 356z.71, 356z.74, 356z.77, and 356z.80 of the Illinois Insurance Code. The coverage shall comply with Sections 155.22a, 355b, 356z.19, and 370c of the Illinois Insurance Code. The Department of Insurance shall enforce the requirements of this Section. The requirement that health benefits be covered as provided in this Section is an exclusive power and function of the State and is a denial and limitation under Article VII, Section 6, subsection (h) of the Illinois Constitution. A home rule county to which this Section applies must comply with every provision of this Section.

Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

(Source: P.A. 102-30, eff. 1-1-22; 102-103, eff. 1-1-22; 102-203, eff. 1-1-22; 102-306, eff. 1-1-22; 102-443, eff. 1-1-22; 102-642, eff. 1-1-22; 102-665, eff. 10-8-21; 102-731, eff. 1-1-23; 102-804, eff. 1-1-23; 102-813, eff. 5-13-22; 102-816, eff. 1-1-23; 102-860, eff. 1-1-23; 102-1093, eff. 1-1-23; 102-1117, eff. 1-13-23; 103-84, eff. 1-1-24; 103-91, eff. 1-1-24; 103-420, eff. 1-1-24; 103-445, eff. 1-1-24; 103-535, eff. 8-11-23; 103-551, eff. 8-11-23; 103-605, eff. 7-1-24; 103-718, eff. 7-19-24; 103-751, eff. 8-2-24; 103-914, eff. 1-1-25; 103-918, eff. 1-1-25; 103-1024, eff. 1-1-25; revised 11-26-24.)

Section 15. The Illinois Municipal Code is amended by changing Section 10-4-2.3 as follows:
(65 ILCS 5/10-4-2.3)

Sec. 10-4-2.3. Required health benefits. If a municipality, including a home rule municipality, is a self-insurer for purposes of providing health insurance coverage for its employees, the coverage shall include coverage for the post-mastectomy care benefits required to be covered by a policy of accident and health insurance under Section 356t and the coverage required under Sections 356g, 356g.5, 356g.5-1, 356m, 356q, 356u, 356u.10, 356w, 356x, 356z.4, 356z.4a, 356z.6, 356z.8, 356z.9, 356z.10, 356z.11, 356z.12, 356z.13, 356z.14, 356z.15, 356z.22, 356z.25, 356z.26, 356z.29, 356z.30, 356z.32, 356z.33, 356z.36, 356z.40, 356z.41, 356z.45, 356z.46, 356z.47, 356z.48, 356z.51, 356z.53, 356z.54, 356z.56, 356z.57, 356z.59, 356z.60, 356z.61, 356z.62, 356z.64, 356z.67, 356z.68, ~~and~~ 356z.70, ~~and~~ 356z.71, 356z.74, 356z.77, and 356z.80 of the Illinois Insurance Code. The coverage shall comply with Sections 155.22a, 355b, 356z.19, and 370c of the Illinois Insurance Code. The Department of Insurance shall enforce the requirements of this Section. The requirement that health benefits be covered as provided in this is an exclusive power and function of the State and is a denial and limitation under Article VII, Section 6, subsection (h) of the Illinois Constitution. A home rule municipality to which this Section applies must comply with every provision of this Section.

Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

(Source: P.A. 102-30, eff. 1-1-22; 102-103, eff. 1-1-22; 102-203, eff. 1-1-22; 102-306, eff. 1-1-22; 102-443, eff. 1-1-22; 102-642, eff. 1-1-22; 102-665, eff. 10-8-21; 102-731, eff. 1-1-23; 102-804, eff. 1-1-23; 102-813, eff. 5-13-22; 102-816, eff. 1-1-23; 102-860, eff. 1-1-23; 102-1093, eff. 1-1-23; 102-1117, eff. 1-13-23; 103-84, eff. 1-1-24; 103-91, eff. 1-1-24; 103-420, eff. 1-1-24; 103-445, eff. 1-1-24; 103-535, eff. 8-11-23; 103-551, eff. 8-11-23; 103-605, eff. 7-1-24; 103-718, eff. 7-19-24; 103-751, eff. 8-2-24; 103-914, eff. 1-1-25; 103-918, eff. 1-1-25; 103-1024, eff. 1-1-25; revised 11-26-24.)

Section 20. The School Code is amended by changing Section 10-22.3f as follows:
(105 ILCS 5/10-22.3f)

Sec. 10-22.3f. Required health benefits. Insurance protection and benefits for employees shall provide the post-mastectomy care benefits required to be covered by a policy of accident and health insurance under Section 356t and the coverage required under Sections 356g, 356g.5, 356g.5-1, 356m, 356q, 356u, 356u.10, 356w, 356x, 356z.4, 356z.4a, 356z.6, 356z.8, 356z.9, 356z.11, 356z.12, 356z.13, 356z.14, 356z.15, 356z.22,

356z.25, 356z.26, 356z.29, 356z.30, 356z.32, 356z.33, 356z.36, 356z.40, 356z.41, 356z.45, 356z.46, 356z.47, 356z.51, 356z.53, 356z.54, 356z.56, 356z.57, 356z.59, 356z.60, 356z.61, 356z.62, 356z.64, 356z.67, 356z.68, ~~and~~ 356z.70, ~~and~~ 356z.71, 356z.74, 356z.77, and 356z.80 of the Illinois Insurance Code. Insurance policies shall comply with Section 356z.19 of the Illinois Insurance Code. The coverage shall comply with Sections 155.22a, 355b, and 370c of the Illinois Insurance Code. The Department of Insurance shall enforce the requirements of this Section.

Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

(Source: P.A. 102-30, eff. 1-1-22; 102-103, eff. 1-1-22; 102-203, eff. 1-1-22; 102-306, eff. 1-1-22; 102-642, eff. 1-1-22; 102-665, eff. 10-8-21; 102-731, eff. 1-1-23; 102-804, eff. 1-1-23; 102-813, eff. 5-13-22; 102-816, eff. 1-1-23; 102-860, eff. 1-1-23; 102-1093, eff. 1-1-23; 102-1117, eff. 1-13-23; 103-84, eff. 1-1-24; 103-91, eff. 1-1-24; 103-420, eff. 1-1-24; 103-445, eff. 1-1-24; 103-535, eff. 8-11-23; 103-551, eff. 8-11-23; 103-605, eff. 7-1-24; 103-718, eff. 7-19-24; 103-751, eff. 8-2-24; 103-914, eff. 1-1-25; 103-918, eff. 1-1-25; 103-1024, eff. 1-1-25; revised 11-26-24.)

Section 25. The Illinois Insurance Code is amended by adding Section 356z.80 as follows:

(215 ILCS 5/356z.80 new)

Sec. 356z.80. Coverage for hippotherapy and therapeutic riding.

(a) As used in this Section, "hippotherapy" means the use by a licensed occupational therapist, physical therapist, or speech-language pathologist, in conjunction with a professional horse handler and a therapy horse, of equine movement to engage sensory, neuromotor, and cognitive systems to promote functional outcomes.

(b) A group or individual policy of accident and health insurance that is amended, delivered, issued, or renewed after January 1, 2027 shall provide coverage for medically necessary services, including hippotherapy, that incorporate equine movement as part of a therapeutic intervention.

Section 30. The Health Maintenance Organization Act is amended by changing Section 5-3 as follows:

(215 ILCS 125/5-3) (from Ch. 111 1/2, par. 1411.2)

(Text of Section before amendment by P.A. 103-808)

Sec. 5-3. Insurance Code provisions.

(a) Health Maintenance Organizations shall be subject to the provisions of Sections 133, 134, 136, 137, 139, 140, 141.1, 141.2, 141.3, 143, 143.31, 143c, 147, 148, 149, 151, 152, 153, 154, 154.5, 154.6, 154.7, 154.8, 155.04, 155.22a, 155.49, 352c, 355.2, 355.3, 355.6, 355b, 355c, 356f, 356g.5-1, 356m, 356q, 356u.10, 356v, 356w, 356x, 356z.2, 356z.3a, 356z.4, 356z.4a, 356z.5, 356z.6, 356z.8, 356z.9, 356z.10, 356z.11, 356z.12, 356z.13, 356z.14, 356z.15, 356z.17, 356z.18, 356z.19, 356z.20, 356z.21, 356z.22, 356z.23, 356z.24, 356z.25, 356z.26, 356z.28, 356z.29, 356z.30, 356z.31, 356z.32, 356z.33, 356z.34, 356z.35, 356z.36, 356z.37, 356z.38, 356z.39, 356z.40, 356z.40a, 356z.41, 356z.44, 356z.45, 356z.46, 356z.47, 356z.48, 356z.49, 356z.50, 356z.51, 356z.53, 356z.54, 356z.55, 356z.56, 356z.57, 356z.58, 356z.59, 356z.60, 356z.61, 356z.62, 356z.63, 356z.64, 356z.65, 356z.66, 356z.67, 356z.68, 356z.69, 356z.70, 356z.71, 356z.72, 356z.73, 356z.74, 356z.75, 356z.77, 356z.80, 364, 364.01, 364.3, 367.2, 367.2-5, 367i, 368a, 368b, 368c, 368d, 368e, 370c, 370c.1, 401, 401.1, 402, 403, 403A, 408, 408.2, 409, 412, 444, and 444.1, paragraph (c) of subsection (2) of Section 367, and Articles IIA, VIII 1/2, XII, XII 1/2, XIII, XIII 1/2, XXV, XXVI, and XXXIIB of the Illinois Insurance Code.

(b) For purposes of the Illinois Insurance Code, except for Sections 444 and 444.1 and Articles XIII and XIII 1/2, Health Maintenance Organizations in the following categories are deemed to be "domestic companies":

- (1) a corporation authorized under the Dental Service Plan Act or the Voluntary Health Services Plans Act;
- (2) a corporation organized under the laws of this State; or
- (3) a corporation organized under the laws of another state, 30% or more of the enrollees of which are residents of this State, except a corporation subject to substantially the same requirements in its state of organization as is a "domestic company" under Article VIII 1/2 of the Illinois Insurance Code.

(c) In considering the merger, consolidation, or other acquisition of control of a Health Maintenance Organization pursuant to Article VIII 1/2 of the Illinois Insurance Code,

(1) the Director shall give primary consideration to the continuation of benefits to enrollees and the financial conditions of the acquired Health Maintenance Organization after the merger, consolidation, or other acquisition of control takes effect;

(2)(i) the criteria specified in subsection (1)(b) of Section 131.8 of the Illinois Insurance Code shall not apply and (ii) the Director, in making his determination with respect to the merger, consolidation, or other acquisition of control, need not take into account the effect on competition of the merger, consolidation, or other acquisition of control;

(3) the Director shall have the power to require the following information:

(A) certification by an independent actuary of the adequacy of the reserves of the Health Maintenance Organization sought to be acquired;

(B) pro forma financial statements reflecting the combined balance sheets of the acquiring company and the Health Maintenance Organization sought to be acquired as of the end of the preceding year and as of a date 90 days prior to the acquisition, as well as pro forma financial statements reflecting projected combined operation for a period of 2 years;

(C) a pro forma business plan detailing an acquiring party's plans with respect to the operation of the Health Maintenance Organization sought to be acquired for a period of not less than 3 years; and

(D) such other information as the Director shall require.

(d) The provisions of Article VIII 1/2 of the Illinois Insurance Code and this Section 5-3 shall apply to the sale by any health maintenance organization of greater than 10% of its enrollee population (including, without limitation, the health maintenance organization's right, title, and interest in and to its health care certificates).

(e) In considering any management contract or service agreement subject to Section 141.1 of the Illinois Insurance Code, the Director (i) shall, in addition to the criteria specified in Section 141.2 of the Illinois Insurance Code, take into account the effect of the management contract or service agreement on the continuation of benefits to enrollees and the financial condition of the health maintenance organization to be managed or serviced, and (ii) need not take into account the effect of the management contract or service agreement on competition.

(f) Except for small employer groups as defined in the Small Employer Rating, Renewability and Portability Health Insurance Act and except for medicare supplement policies as defined in Section 363 of the Illinois Insurance Code, a Health Maintenance Organization may by contract agree with a group or other enrollment unit to effect refunds or charge additional premiums under the following terms and conditions:

(i) the amount of, and other terms and conditions with respect to, the refund or additional premium are set forth in the group or enrollment unit contract agreed in advance of the period for which a refund is to be paid or additional premium is to be charged (which period shall not be less than one year); and

(ii) the amount of the refund or additional premium shall not exceed 20% of the Health Maintenance Organization's profitable or unprofitable experience with respect to the group or other enrollment unit for the period (and, for purposes of a refund or additional premium, the profitable or unprofitable experience shall be calculated taking into account a pro rata share of the Health Maintenance Organization's administrative and marketing expenses, but shall not include any refund to be made or additional premium to be paid pursuant to this subsection (f)). The Health Maintenance Organization and the group or enrollment unit may agree that the profitable or unprofitable experience may be calculated taking into account the refund period and the immediately preceding 2 plan years.

The Health Maintenance Organization shall include a statement in the evidence of coverage issued to each enrollee describing the possibility of a refund or additional premium, and upon request of any group or enrollment unit, provide to the group or enrollment unit a description of the method used to calculate (1) the Health Maintenance Organization's profitable experience with respect to the group or enrollment unit and the resulting refund to the group or enrollment unit or (2) the Health Maintenance Organization's unprofitable experience with respect to the group or enrollment unit and the resulting additional premium to be paid by the group or enrollment unit.

In no event shall the Illinois Health Maintenance Organization Guaranty Association be liable to pay any contractual obligation of an insolvent organization to pay any refund authorized under this Section.

(g) Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

(Source: P.A. 102-30, eff. 1-1-22; 102-34, eff. 6-25-21; 102-203, eff. 1-1-22; 102-306, eff. 1-1-22; 102-443, eff. 1-1-22; 102-589, eff. 1-1-22; 102-642, eff. 1-1-22; 102-665, eff. 10-8-21; 102-731, eff. 1-1-23; 102-775, eff. 5-13-22; 102-804, eff. 1-1-23; 102-813, eff. 5-13-22; 102-816, eff. 1-1-23; 102-860, eff. 1-1-23; 102-901, eff. 7-1-22; 102-1093, eff. 1-1-23; 102-1117, eff. 1-13-23; 103-84, eff. 1-1-24; 103-91, eff. 1-1-24; 103-123, eff. 1-1-24; 103-154, eff. 6-30-23; 103-420, eff. 1-1-24; 103-426, eff. 8-4-23; 103-445, eff. 1-1-24; 103-551, eff. 8-11-23; 103-605, eff. 7-1-24; 103-618, eff. 1-1-25; 103-649, eff. 1-1-25; 103-656, eff. 1-1-25; 103-700, eff. 1-1-25; 103-718, eff. 7-19-24; 103-751, eff. 8-2-24; 103-753, eff. 8-2-24; 103-758, eff. 1-1-25; 103-777, eff. 8-2-24; 103-914, eff. 1-1-25; 103-918, eff. 1-1-25; 103-1024, eff. 1-1-25; revised 9-26-24.)

(Text of Section after amendment by P.A. 103-808)

Sec. 5-3. Insurance Code provisions.

(a) Health Maintenance Organizations shall be subject to the provisions of Sections 133, 134, 136, 137, 139, 140, 141.1, 141.2, 141.3, 143, 143.31, 143c, 147, 148, 149, 151, 152, 153, 154, 154.5, 154.6, 154.7, 154.8, 155.04, 155.22a, 155.49, 352c, 355.2, 355.3, 355.6, 355b, 355c, 356f, 356g, 356g.5-1, 356m, 356q, 356u.10, 356v, 356w, 356x, 356z.2, 356z.3a, 356z.4, 356z.4a, 356z.5, 356z.6, 356z.8, 356z.9, 356z.10, 356z.11, 356z.12, 356z.13, 356z.14, 356z.15, 356z.17, 356z.18, 356z.19, 356z.20, 356z.21, 356z.22, 356z.23, 356z.24, 356z.25, 356z.26, 356z.28, 356z.29, 356z.30, 356z.31, 356z.32, 356z.33, 356z.34, 356z.35, 356z.36, 356z.37, 356z.38, 356z.39, 356z.40, 356z.40a, 356z.41, 356z.44, 356z.45, 356z.46, 356z.47, 356z.48, 356z.49, 356z.50, 356z.51, 356z.53, 356z.54, 356z.55, 356z.56, 356z.57, 356z.58, 356z.59, 356z.60, 356z.61, 356z.62, 356z.63, 356z.64, 356z.65, 356z.66, 356z.67, 356z.68, 356z.69, 356z.70, 356z.71, 356z.72, 356z.73, 356z.74, 356z.75, 356z.77, 356z.80, 364, 364.01, 364.3, 367.2, 367.2-5, 367i, 368a, 368b, 368c, 368d, 368e, 370c, 370c.1, 401, 401.1, 402, 403, 403A, 408, 408.2, 409, 412, 444, and 444.1, paragraph (c) of subsection (2) of Section 367, and Articles IIA, VIII 1/2, XII, XII 1/2, XIII, XIII 1/2, XXV, XXVI, and XXXIIB of the Illinois Insurance Code.

(b) For purposes of the Illinois Insurance Code, except for Sections 444 and 444.1 and Articles XIII and XIII 1/2, Health Maintenance Organizations in the following categories are deemed to be "domestic companies":

(1) a corporation authorized under the Dental Service Plan Act or the Voluntary Health Services Plans Act;

(2) a corporation organized under the laws of this State; or

(3) a corporation organized under the laws of another state, 30% or more of the enrollees of which are residents of this State, except a corporation subject to substantially the same requirements in its state of organization as is a "domestic company" under Article VIII 1/2 of the Illinois Insurance Code.

(c) In considering the merger, consolidation, or other acquisition of control of a Health Maintenance Organization pursuant to Article VIII 1/2 of the Illinois Insurance Code,

(1) the Director shall give primary consideration to the continuation of benefits to enrollees and the financial conditions of the acquired Health Maintenance Organization after the merger, consolidation, or other acquisition of control takes effect;

(2)(i) the criteria specified in subsection (1)(b) of Section 131.8 of the Illinois Insurance Code shall not apply and (ii) the Director, in making his determination with respect to the merger, consolidation, or other acquisition of control, need not take into account the effect on competition of the merger, consolidation, or other acquisition of control;

(3) the Director shall have the power to require the following information:

(A) certification by an independent actuary of the adequacy of the reserves of the Health Maintenance Organization sought to be acquired;

(B) pro forma financial statements reflecting the combined balance sheets of the acquiring company and the Health Maintenance Organization sought to be acquired as of the end of the preceding year and as of a date 90 days prior to the acquisition, as well as pro forma financial statements reflecting projected combined operation for a period of 2 years;

(C) a pro forma business plan detailing an acquiring party's plans with respect to the operation of the Health Maintenance Organization sought to be acquired for a period of not less than 3 years; and

(D) such other information as the Director shall require.

(d) The provisions of Article VIII 1/2 of the Illinois Insurance Code and this Section 5-3 shall apply to the sale by any health maintenance organization of greater than 10% of its enrollee population (including, without limitation, the health maintenance organization's right, title, and interest in and to its health care certificates).

(e) In considering any management contract or service agreement subject to Section 141.1 of the Illinois Insurance Code, the Director (i) shall, in addition to the criteria specified in Section 141.2 of the Illinois Insurance Code, take into account the effect of the management contract or service agreement on the continuation of benefits to enrollees and the financial condition of the health maintenance organization to be managed or serviced, and (ii) need not take into account the effect of the management contract or service agreement on competition.

(f) Except for small employer groups as defined in the Small Employer Rating, Renewability and Portability Health Insurance Act and except for medicare supplement policies as defined in Section 363 of the Illinois Insurance Code, a Health Maintenance Organization may by contract agree with a group or other enrollment unit to effect refunds or charge additional premiums under the following terms and conditions:

(i) the amount of, and other terms and conditions with respect to, the refund or additional premium are set forth in the group or enrollment unit contract agreed in advance of the period for which a refund is to be paid or additional premium is to be charged (which period shall not be less than one year); and

(ii) the amount of the refund or additional premium shall not exceed 20% of the Health Maintenance Organization's profitable or unprofitable experience with respect to the group or other enrollment unit for the period (and, for purposes of a refund or additional premium, the profitable or unprofitable experience shall be calculated taking into account a pro rata share of the Health Maintenance Organization's administrative and marketing expenses, but shall not include any refund to be made or additional premium to be paid pursuant to this subsection (f)). The Health Maintenance Organization and the group or enrollment unit may agree that the profitable or unprofitable experience may be calculated taking into account the refund period and the immediately preceding 2 plan years.

The Health Maintenance Organization shall include a statement in the evidence of coverage issued to each enrollee describing the possibility of a refund or additional premium, and upon request of any group or enrollment unit, provide to the group or enrollment unit a description of the method used to calculate (1) the Health Maintenance Organization's profitable experience with respect to the group or enrollment unit and the resulting refund to the group or enrollment unit or (2) the Health Maintenance Organization's unprofitable experience with respect to the group or enrollment unit and the resulting additional premium to be paid by the group or enrollment unit.

In no event shall the Illinois Health Maintenance Organization Guaranty Association be liable to pay any contractual obligation of an insolvent organization to pay any refund authorized under this Section.

(g) Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

(Source: P.A. 102-30, eff. 1-1-22; 102-34, eff. 6-25-21; 102-203, eff. 1-1-22; 102-306, eff. 1-1-22; 102-443, eff. 1-1-22; 102-589, eff. 1-1-22; 102-642, eff. 1-1-22; 102-665, eff. 10-8-21; 102-731, eff. 1-1-23; 102-775, eff. 5-13-22; 102-804, eff. 1-1-23; 102-813, eff. 5-13-22; 102-816, eff. 1-1-23; 102-860, eff. 1-1-23; 102-901, eff. 7-1-22; 102-1093, eff. 1-1-23; 102-1117, eff. 1-13-23; 103-84, eff. 1-1-24; 103-91, eff. 1-1-24; 103-123, eff. 1-1-24; 103-154, eff. 6-30-23; 103-420, eff. 1-1-24; 103-426, eff. 8-4-23; 103-445, eff. 1-1-24; 103-551, eff. 8-11-23; 103-605, eff. 7-1-24; 103-618, eff. 1-1-25; 103-649, eff. 1-1-25; 103-656, eff. 1-1-25; 103-700, eff. 1-1-25; 103-718, eff. 7-19-24; 103-751, eff. 8-2-24; 103-753, eff. 8-2-24; 103-758, eff. 1-1-25; 103-777, eff. 8-2-24; 103-808, eff. 1-1-26; 103-914, eff. 1-1-25; 103-918, eff. 1-1-25; 103-1024, eff. 1-1-25; revised 11-26-24.)

Section 95. No acceleration or delay. Where this Act makes changes in a statute that is represented in this Act by text that is not yet or no longer in effect (for example, a Section represented by

multiple versions), the use of that text does not accelerate or delay the taking effect of (i) the changes made by this Act or (ii) provisions derived from any other Public Act."

There being no further amendments, the foregoing Amendment No. 1 was ordered engrossed, and the bill, as amended, was ordered to a third reading.

On motion of Senator Johnson, **Senate Bill No. 246** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Loughran Cappel, **Senate Bill No. 1231** having been printed, was taken up, read by title a second time.

Floor Amendment No. 1 was held in the Committee on Education.

There being no further amendments, the bill was ordered to a third reading.

On motion of Senator Johnson, **Senate Bill No. 1524** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Koehler, **Senate Bill No. 1607** having been printed, was taken up, read by title a second time.

Floor Amendment No. 1 was held in the Committee on Assignments.

There being no further amendments, the bill was ordered to a third reading.

On motion of Senator Martwick, **Senate Bill No. 1667** having been printed, was taken up, read by title a second time.

Committee Amendment No. 1 was held in the Committee on Assignments.

There being no further amendments, the bill was ordered to a third reading.

On motion of Senator Martwick, **Senate Bill No. 1738** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Morrison, **Senate Bill No. 1922** having been printed, was taken up, read by title a second time.

The following amendment was offered in the Committee on Transportation, adopted and ordered printed:

AMENDMENT NO. 1 TO SENATE BILL 1922

AMENDMENT NO. 1. Amend Senate Bill 1922 on page 3, line 13, after "(c)", by inserting "and subsection (c-5)"; and

on page 3, line 18, after "(c)", by inserting "and subsection (c-10)".

There being no further amendments, the foregoing Amendment No. 1 was ordered engrossed, and the bill, as amended, was ordered to a third reading.

On motion of Senator Murphy, **Senate Bill No. 1941** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Koehler, **Senate Bill No. 1989** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Koehler, **Senate Bill No. 1994** having been printed, was taken up, read by title a second time.

The following amendment was offered in the Committee on Financial Institutions, adopted and ordered printed:

AMENDMENT NO. 1 TO SENATE BILL 1994

AMENDMENT NO. 1. Amend Senate Bill 1994 by replacing everything after the enacting clause with the following:

"Section 5. The Illinois Credit Union Act is amended by changing Sections 10, 19, 29, 34, and 63 as follows:

(205 ILCS 305/10) (from Ch. 17, par. 4411)

Sec. 10. Credit union records; member financial records.

(1) A credit union shall establish and maintain books, records, accounting systems and procedures which accurately reflect its operations and which enable the Department to readily ascertain the true financial condition of the credit union and whether it is complying with this Act.

(2) A photostatic or photographic reproduction of any credit union records shall be admissible as evidence of transactions with the credit union.

(3)(a) For the purpose of this Section, the term "financial records" means any original, any copy, or any summary of (1) a document granting signature authority over an account, (2) a statement, ledger card or other record on any account which shows each transaction in or with respect to that account, (3) a check, draft or money order drawn on a financial institution or other entity or issued and payable by or through a financial institution or other entity, or (4) any other item containing information pertaining to any relationship established in the ordinary course of business between a credit union and its member, including financial statements or other financial information provided by the member.

(b) This Section does not prohibit:

(1) The preparation, examination, handling or maintenance of any financial records by any officer, employee or agent of a credit union having custody of such records, or the examination of such records by a certified public accountant engaged by the credit union to perform an independent audit.

(2) The examination of any financial records by or the furnishing of financial records by a credit union to any officer, employee or agent of the Department, the National Credit Union Administration, Federal Reserve board or any insurer of share accounts for use solely in the exercise of his duties as an officer, employee or agent.

(3) The publication of data furnished from financial records relating to members where the data cannot be identified to any particular customer of account.

(4) The making of reports or returns required under Chapter 61 of the Internal Revenue Code of 1954.

(5) Furnishing information concerning the dishonor of any negotiable instrument permitted to be disclosed under the Uniform Commercial Code.

(6) The exchange in the regular course of business of (i) credit information between a credit union and other credit unions or financial institutions or commercial enterprises, directly or through a consumer reporting agency or (ii) financial records or information derived from financial records between a credit union and other credit unions or financial institutions or commercial enterprises for the purpose of conducting due diligence pursuant to a merger or a purchase or sale of assets or liabilities of the credit union.

(7) The furnishing of information to the appropriate law enforcement authorities where the credit union reasonably believes it has been the victim of a crime.

(8) The furnishing of information pursuant to the Revised Uniform Unclaimed Property Act.

(9) The furnishing of information pursuant to the Illinois Income Tax Act and the Illinois Estate and Generation-Skipping Transfer Tax Act.

(10) The furnishing of information pursuant to the federal Currency and Foreign Transactions Reporting Act, Title 31, United States Code, Section 1051 et sequentia.

(11) The furnishing of information pursuant to any other statute which by its terms or by regulations promulgated thereunder requires the disclosure of financial records other than by subpoena, summons, warrant or court order.

(12) The furnishing of information in accordance with the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996. Any credit union governed by this Act shall enter into an agreement for data exchanges with a State agency provided the State agency pays to the credit union a reasonable fee not to exceed its actual cost incurred. A credit union providing information in accordance with this item shall not be liable to any account holder or other person for any disclosure

of information to a State agency, for encumbering or surrendering any assets held by the credit union in response to a lien or order to withhold and deliver issued by a State agency, or for any other action taken pursuant to this item, including individual or mechanical errors, provided the action does not constitute gross negligence or willful misconduct. A credit union shall have no obligation to hold, encumber, or surrender assets until it has been served with a subpoena, summons, warrant, court or administrative order, lien, or levy.

(13) The furnishing of information to law enforcement authorities, the Illinois Department on Aging and its regional administrative and provider agencies, the Department of Human Services Office of Inspector General, or public guardians: (i) upon subpoena by the investigatory entity or the guardian, or (ii) if there is suspicion by the credit union that a member who is an elderly person or person with a disability has been or may become the victim of financial exploitation. For the purposes of this item (13), the term: (i) "elderly person" means a person who is 60 or more years of age, (ii) "person with a disability" means a person who has or reasonably appears to the credit union to have a physical or mental disability that impairs his or her ability to seek or obtain protection from or prevent financial exploitation, and (iii) "financial exploitation" means tortious or illegal use of the assets or resources of an elderly person or person with a disability, and includes, without limitation, misappropriation of the elderly or disabled person's assets or resources by undue influence, breach of fiduciary relationship, intimidation, fraud, deception, extortion, or the use of assets or resources in any manner contrary to law. A credit union or person furnishing information pursuant to this item (13) shall be entitled to the same rights and protections as a person furnishing information under the Adult Protective Services Act and the Illinois Domestic Violence Act of 1986.

(13.5) The furnishing of information to any person on a list submitted and periodically updated by a member who is an elderly person or person with a disability, if there is suspicion by the credit union that the member has been or may become a victim of financial exploitation. For purposes of this item (13.5), the terms "elderly person", "person with a disability", and "financial exploitation" have the meanings given to those terms in item (13). The credit union may convey the suspicion to any of the following persons, if the person is not the suspected perpetrator: (i) any person on the list; (ii) any co-owner, additional authorized signatory, or beneficiary on the account of the member; or (iii) any person known by the credit union to be a family member, including a parent, spouse, adult child, or sibling. When providing information under this item (13.5), the credit union shall limit the information and only disclose that the credit union has cause to suspect that the member may be a victim or target of financial exploitation and the basis or bases of the credit union's reasonable suspicion, without disclosing any other details or confidential information regarding the financial affairs of the member. Any disclosure made pursuant to this subsection shall comply with all other privacy laws and legal prohibitions, including confidentiality requirements for suspicious activity reports. The credit union may rely on information provided by the member in compiling the list of contact persons. The credit union and any employee of the credit union acting in good faith is immune from all criminal, civil, and administrative liability for contacting a person or electing not to contact a person under this item (13.5) and for actions taken in furtherance of that determination, if the determination was made based on a reasonable suspicion.

(14) The disclosure of financial records or information as necessary to effect, administer, or enforce a transaction requested or authorized by the member, or in connection with:

- (A) servicing or processing a financial product or service requested or authorized by the member;
- (B) maintaining or servicing a member's account with the credit union; or
- (C) a proposed or actual securitization or secondary market sale (including sales of servicing rights) related to a transaction of a member.

Nothing in this item (14), however, authorizes the sale of the financial records or information of a member without the consent of the member.

(15) The disclosure of financial records or information as necessary to protect against or prevent actual or potential fraud, unauthorized transactions, claims, or other liability.

(16)(a) The disclosure of financial records or information related to a private label credit program between a financial institution and a private label party in connection with that private label credit program. Such information is limited to outstanding balance, available credit, payment and performance and account history, product references, purchase information, and information related to the identity of the customer.

(b)(1) For purposes of this item (16), "private label credit program" means a credit program involving a financial institution and a private label party that is used by a customer of the financial institution and the private label party primarily for payment for goods or services sold, manufactured, or distributed by a private label party.

(2) For purposes of this item (16), "private label party" means, with respect to a private label credit program, any of the following: a retailer, a merchant, a manufacturer, a trade group, or any such person's affiliate, subsidiary, member, agent, or service provider.

(17)(a) The furnishing of financial records of a member to the Department to aid the Department's initial determination or subsequent re-determination of the member's eligibility for Medicaid and Medicaid long-term care benefits for long-term care services, provided that the credit union receives the written consent and authorization of the member, which shall:

- (1) have the member's signature notarized;
 - (2) be signed by at least one witness who certifies that he or she believes the member to be of sound mind and memory;
 - (3) be tendered to the credit union at the earliest practicable time following its execution, certification, and notarization;
 - (4) specifically limit the disclosure of the member's financial records to the Department;
- and
- (5) be in substantially the following form:

CUSTOMER CONSENT AND AUTHORIZATION
FOR RELEASE OF FINANCIAL RECORDS

I,, hereby authorize
(Name of Customer)

.....
(Name of Financial Institution)

.....
(Address of Financial Institution)

to disclose the following financial records:

any and all information concerning my deposit, savings, money market, certificate of deposit, individual retirement, retirement plan, 401(k) plan, incentive plan, employee benefit plan, mutual fund and loan accounts (including, but not limited to, any indebtedness or obligation for which I am a co-borrower, co-obligor, guarantor, or surety), and any and all other accounts in which I have an interest and any other information regarding me in the possession of the Financial Institution,

to the Illinois Department of Human Services or the Illinois Department of Healthcare and Family Services, or both ("the Department"), for the following purpose(s):

to aid in the initial determination or re-determination by the State of Illinois of my eligibility for Medicaid long-term care benefits, pursuant to applicable law.

I understand that this Consent and Authorization may be revoked by me in writing at any time before my financial records, as described above, are disclosed, and that this Consent and Authorization is valid until the Financial Institution receives my written revocation. This Consent and Authorization shall constitute valid authorization for the Department identified above to inspect all such financial records set forth above, and to request and receive copies of such financial records from the Financial Institution (subject to such records search and reproduction reimbursement policies as the Financial Institution may have in place). An executed copy of this Consent and Authorization shall be sufficient and as good as the original and permission is hereby granted to honor a photostatic or electronic copy of this Consent and Authorization. Disclosure is strictly limited to the Department identified above and no other person or entity shall receive my financial records pursuant to this Consent and Authorization. By signing this form, I agree to indemnify

[March 18, 2025]

and hold the Financial Institution harmless from any and all claims, demands, and losses, including reasonable attorneys fees and expenses, arising from or incurred in its reliance on this Consent and Authorization. As used herein, "Customer" shall mean "Member" if the Financial Institution is a credit union.

.....
(Date)

(Signature of Customer)

.....
.....
(Address of Customer)

.....
(Customer's birth date)
(month/day/year)

The undersigned witness certifies that, known to me to be the same person whose name is subscribed as the customer to the foregoing Consent and Authorization, appeared before me and the notary public and acknowledged signing and delivering the instrument as his or her free and voluntary act for the uses and purposes therein set forth. I believe him or her to be of sound mind and memory. The undersigned witness also certifies that the witness is not an owner, operator, or relative of an owner or operator of a long-term care facility in which the customer is a patient or resident.

Dated:

(Signature of Witness)

.....
(Print Name of Witness)

.....
.....
(Address of Witness)

State of Illinois)

) ss.

County of)

The undersigned, a notary public in and for the above county and state, certifies that, known to me to be the same person whose name is subscribed as the customer to the foregoing Consent and Authorization, appeared before me together with the witness,, in person and acknowledged signing and delivering the instrument as the free and voluntary act of the customer for the uses and purposes therein set forth.

Dated:

Notary Public:

My commission expires:

(b) In no event shall the credit union distribute the member's financial records to the long-term care facility from which the member seeks initial or continuing residency or long-term care services.

(c) A credit union providing financial records of a member in good faith relying on a consent and authorization executed and tendered in accordance with this item (17) shall not be liable to the member or any other person in relation to the credit union's disclosure of the member's financial records to the Department. The member signing the consent and authorization shall indemnify and hold the credit union harmless that relies in good faith upon the consent and authorization and incurs a loss because of such reliance. The credit union recovering under this indemnification provision shall also be entitled to reasonable attorney's fees and the expenses of recovery.

(d) A credit union shall be reimbursed by the member for all costs reasonably necessary and directly incurred in searching for, reproducing, and disclosing a member's financial records required or requested to be produced pursuant to any consent and authorization executed under this item (17). The requested financial records shall be delivered to the Department within 10 days after receiving a properly executed consent and authorization or at the earliest practicable time thereafter if the requested records cannot be delivered within 10 days, but delivery may be delayed until the final reimbursement of all costs is received by the credit union. The credit union may honor a photostatic or electronic copy of a properly executed consent and authorization.

(e) Nothing in this item (17) shall impair, abridge, or abrogate the right of a member to:

(1) directly disclose his or her financial records to the Department or any other person; or

(2) authorize his or her attorney or duly appointed agent to request and obtain the member's financial records and disclose those financial records to the Department.

(f) For purposes of this item (17), "Department" means the Department of Human Services and the Department of Healthcare and Family Services or any successor administrative agency of either agency.

(18) The furnishing of the financial records of a member to an appropriate law enforcement authority, without prior notice to or consent of the member, upon written request of the law enforcement authority, when reasonable suspicion of an imminent threat to the personal security and safety of the member exists that necessitates an expedited release of the member's financial records, as determined by the law enforcement authority. The law enforcement authority shall include a brief explanation of the imminent threat to the member in its written request to the credit union. The written request shall reflect that it has been authorized by a supervisory or managerial official of the law enforcement authority. The decision to furnish the financial records of a member to a law enforcement authority shall be made by a supervisory or managerial official of the credit union. A credit union providing information in accordance with this item (18) shall not be liable to the member or any other person for the disclosure of the information to the law enforcement authority.

(e) Except as otherwise provided by this Act, a credit union may not disclose to any person, except to the member or his duly authorized agent, any financial records relating to that member of the credit union unless:

(1) the member has authorized disclosure to the person;

(2) the financial records are disclosed in response to a lawful subpoena, summons, warrant, citation to discover assets, or court order that meets the requirements of subparagraph (3)(d) of this Section; or

(3) the credit union is attempting to collect an obligation owed to the credit union and the credit union complies with the provisions of Section 21 of the Consumer Fraud and Deceptive Business Practices Act.

(d) A credit union shall disclose financial records under item (3)(c)(2) of this Section pursuant to a lawful subpoena, summons, warrant, citation to discover assets, or court order only after the credit union sends a copy of the subpoena, summons, warrant, citation to discover assets, or court order to the person establishing the relationship with the credit union, if living, and otherwise the person's personal representative, if known, at the person's last known address by first class mail, postage prepaid, through a third-party commercial carrier or courier with delivery charge fully prepaid, by hand delivery, or by electronic delivery at an email address on file with the credit union (if the person establishing the relationship with the credit union has consented to receive electronic delivery and, if the person establishing the relationship with the credit union is a consumer, the person has consented under the consumer consent provisions set forth in Section 7001 of Title 15 of the United States Code), unless the credit union is specifically prohibited from notifying the person by order of court or by applicable State or federal law. In the case of a grand jury subpoena, a credit union shall not mail a copy of a subpoena to any person pursuant to this subsection if the subpoena was issued by a grand jury under the Statewide Grand Jury Act or notifying the person would constitute a violation of the federal Right to Financial Privacy Act of 1978.

(e)(1) Any officer or employee of a credit union who knowingly and willfully furnishes financial records in violation of this Section is guilty of a business offense and upon conviction thereof shall be fined not more than \$1,000.

(2) Any person who knowingly and willfully induces or attempts to induce any officer or employee of a credit union to disclose financial records in violation of this Section is guilty of a business offense and upon conviction thereof shall be fined not more than \$1,000.

(f) A credit union shall be reimbursed for costs which are reasonably necessary and which have been directly incurred in searching for, reproducing or transporting books, papers, records or other data of a member required or requested to be produced pursuant to a lawful subpoena, summons, warrant, citation to discover assets, or court order. The Secretary and the Director may determine, by rule, the rates and conditions under which payment shall be made. Delivery of requested documents may be delayed until final reimbursement of all costs is received.

(Source: P.A. 101-81, eff. 7-12-19; 102-873, eff. 5-13-22.)

(205 ILCS 305/19) (from Ch. 17, par. 4420)

Sec. 19. Meeting of members.

(1)(a) The annual meeting shall be held each year during the months of January, February or March or such other month as may be approved by the Department. The meeting shall be held at the time, place and in the manner set forth in the bylaws. Any special meetings of the members of the credit union shall be held at the time, place and in the manner set forth in the bylaws. Unless otherwise set forth in this Act, quorum requirements for meetings of members shall be established by a credit union in its bylaws. Notice of all meetings must be given by the secretary of the credit union at least 7 days before the date of such meeting, either by handing a written or printed notice to each member of the credit union, by mailing the notice to the member at his address as listed on the books and records of the credit union, by posting a notice of the meeting in three conspicuous places, including the office of the credit union, by posting the notice of the meeting on the credit union's website, or by disclosing the notice of the meeting in membership newsletters or account statements.

(b) Unless expressly prohibited by the articles of incorporation or bylaws and subject to applicable requirements of this Act, the board of directors may provide by resolution that members may attend, participate in, act in, and vote at any annual meeting or special meeting through the use of a conference telephone or interactive technology, including, but not limited to, electronic transmission, internet usage, or remote communication, by means of which all persons participating in the meeting can communicate with each other. Participation through the use of a conference telephone or interactive technology shall constitute attendance, presence, and representation in person at the annual meeting or special meeting of the person or persons so participating and count towards the quorum required to conduct business at the meeting. The following conditions shall apply to any virtual meeting of the members:

(i) the credit union must internally possess or retain the technological capacity to facilitate virtual meeting attendance, participation, communication, and voting; and

(ii) the members must receive notice of the use of a virtual meeting format and appropriate instructions for joining, participating, and voting during the virtual meeting at least 7 days before the virtual meeting.

(2) On all questions and at all elections, except election of directors, each member has one vote regardless of the number of his shares. There shall be no voting by proxy except on the election of directors, proposals for merger or voluntary dissolution. Members may vote on questions, including, without limitation, the approval of mergers and voluntary dissolutions under this Act, and in elections by electronic record if approved by the board of directors. Members shall have the right to vote on all such questions in person by written ballot. All voting on the election of directors shall be by ballot, but when there is no contest, written or electronic ballots need not be cast. The record date to be used for the purpose of determining which members are entitled to notice of or to vote at any meeting of members, may be fixed in advance by the directors on a date not more than 90 days nor less than 10 days prior to the date of the meeting. If no record date is fixed by the directors, the first day on which notice of the meeting is given, mailed or posted is the record date.

(3) Regardless of the number of shares owned by a society, association, club, partnership, other credit union or corporation, having membership in the credit union, it shall be entitled to only one vote and it may be represented and have its vote cast by its designated agent acting on its behalf pursuant to a resolution adopted by the organization's board of directors or similar governing authority; provided that the credit union shall obtain a certified copy of such resolution before such vote may be cast.

(4) A member may revoke a proxy by delivery to the credit union of a written statement to that effect, by execution of a subsequently dated proxy, by execution of an electronic record, or by attendance at a meeting and voting in person.

(5) The use of electronic records for member voting pursuant to this Section shall employ a security procedure that meets the attribution criteria set forth in Section 9 of the Uniform Electronic Transactions Act.

(6) As used in this Section, "electronic", "electronic record", and "security procedure" have the meanings ascribed to those terms in the Uniform Electronic Transactions Act. (Source: P.A. 102-38, eff. 6-25-21; 102-496, eff. 8-20-21; 102-774, eff. 5-13-22; 102-813, eff. 5-13-22; 103-154, eff. 6-30-23.)

(205 ILCS 305/29) (from Ch. 17, par. 4430)

Sec. 29. Meetings of directors.

(1) The board of directors and the executive committee shall meet as often as necessary, but one body must meet at least monthly and the other at least quarterly, as prescribed in the bylaws. Unless a greater number is required by the bylaws, a majority of the whole board of directors shall constitute a quorum. The act of a majority of the directors present at a meeting at which a quorum is present shall be the act of the board of directors unless the act of a greater number is required by this Act, the credit union's articles of incorporation or the bylaws.

(1.5) Notwithstanding anything to the contrary in subsection (1), the board of directors of a credit union with a composite rating of either 1 or 2 under the Uniform Financial Institutions Rating System known as the CAMELS supervisory rating system (or an equivalent rating under a comparable rating system) and a management rating under such composite rating of either 1 or 2 may meet not less than 6 times annually, with at least one meeting held during each fiscal quarter. This meeting frequency schedule shall be available to an eligible credit union irrespective of whether it has appointed an executive committee pursuant to Section 28.

(1.7) Notwithstanding subsection (1) or (1.5), the board of directors of a credit union with \$50,000,000 or more in assets, a composite rating of either 1 or 2 under the Uniform Financial Institutions Rating System known as the CAMELS supervisory rating system (or an equivalent rating under a comparable rating system), and a management rating under the composite rating of either 1 or 2 may meet no fewer than 4 times annually, with at least one meeting held during each fiscal quarter. The board of directors of a credit union with less than \$50,000,000 in assets, but with the composite and management ratings referenced in this subsection, may meet no fewer than 4 times annually, with at least one meeting held during each fiscal quarter, upon prior written approval of the Secretary. The meeting frequency schedule set forth in this subsection shall be available to an eligible credit union, irrespective of whether it has appointed an executive committee pursuant to Section 28.

(2) Unless specifically prohibited by the articles of incorporation or bylaws, directors and committee members may participate in and act at any meeting of the board or committee through the use of a conference telephone or other communications equipment by means of which all persons participating in the meeting can communicate with each other. Participation in the meeting shall constitute attendance and presence in person at the meeting of the person or persons so participating.

(3) Unless specifically prohibited by the articles of incorporation or bylaws, any action required by this Act to be taken at a meeting of the board of directors or a committee and any other action that may be taken at a meeting of the board of directors or a committee may be taken without a meeting if a consent in writing setting forth the action taken is signed by all the directors entitled to vote with respect to the subject matter thereof, or by all members of the committee, as the case may be. The consent shall be evidenced by one or more written approvals, each of which sets forth the action taken and bears the signatures of one or more directors or committee members. All the approvals evidencing the consent shall be delivered to the secretary to be filed in the corporate records of the credit union. The action taken shall be effective when all the directors or committee members have approved the consent unless the consent specifies a different effective date. A consent signed by all the directors or all the members of a committee shall have the same effect as a unanimous vote, and may be stated as such in any document filed with the director under this Act.

(4)(a) As used in this subsection:

"Affiliate" means an organization established to serve the needs of credit unions, the business of which relates to the daily operations of credit unions.

"Compliance review documents" means reports, meeting minutes, and other documents prepared in connection with a review or evaluation conducted by or for the board of directors.

(b) This subsection applies to the board of directors in relation to its functions to evaluate and seek to improve any of the following:

- (i) loan policies or underwriting standards;
- (ii) asset quality;
- (iii) financial reporting to federal or State governmental or regulatory agencies; or

(iv) compliance with federal or State statutory or regulatory requirements, including, without limitation, the manner in which it performs its duties under Section 30.

(c) Meetings, minutes of meetings, and reports of the board of directors shall be subject to the confidentiality and redaction standards set forth in this subsection.

(d) Except as provided in paragraph (e), compliance review documents and the deliberations of the board of directors are confidential. An affiliate of a credit union, a credit union regulatory agency, and the insurer of credit union share accounts shall have access to compliance review documents; however, (i) the documents remain confidential and (ii) delivery of compliance review documents to an affiliate or pursuant to the requirements of a credit union regulatory agency or an insurer of credit union share accounts do not constitute a waiver of the confidentiality granted in this Section.

(e) This Section does not apply to any civil or administrative action initiated by a credit union regulatory agency or an insurer of credit union share accounts.

(f) This Section shall not be construed to limit the discovery or admissibility in any civil action of any documents, including compliance review documents.

(g) Any report required under this Act to be furnished to the board of directors by the membership committee, credit committee, or any other committee may be submitted in a summary format that redacts personally identifiable information as defined under applicable State and federal law.

(h) Compliance review documents may be disclosed by the Secretary or a credit union to any person or entity to whom confidential supervisory information may be disclosed pursuant to subsection (3) of Section 9.1.

(Source: P.A. 103-289, eff. 7-28-23.)

(205 ILCS 305/34) (from Ch. 17, par. 4435)

Sec. 34. Duties of supervisory committee.

(1) The supervisory committee shall make or cause to be made an annual internal audit of the books and affairs of the credit union to determine that the credit union's accounting records and reports are prepared promptly and accurately reflect operations and results, that internal controls are established and effectively maintained to safeguard the assets of the credit union, and that the policies, procedures and practices established by the board of directors and management of the credit union are being properly administered. The supervisory committee shall submit a report of that audit to the board of directors and a summary of that report to the members at the next annual meeting of the credit union. It shall make or cause to be made such supplementary audits as it deems necessary or as are required by the Secretary or by the board of directors, and submit reports of these supplementary audits to the Secretary or board of directors as applicable. If the supervisory committee has not engaged a licensed certified public accountant or licensed certified public accounting firm to make the internal audit, the supervisory committee or other officials of the credit union shall not indicate or in any manner imply that such audit has been performed by a licensed certified public accountant or licensed certified public accounting firm or that the audit represents the independent opinion of a licensed certified public accountant or licensed certified public accounting firm. The supervisory committee must retain its tapes and working papers of each internal audit for inspection by the Department. The report of this audit must be made on a form approved by the Secretary. A copy of the report must be promptly delivered to the Secretary as set forth in paragraph (C) of subsection (3).

(2) The supervisory committee shall make or cause to be made at least once each year a reasonable percentage verification of members' share and loan accounts, consistent with rules promulgated by the Secretary.

(3) (A) The supervisory committee of a credit union with assets of \$10,000,000 or more shall engage a licensed certified public accountant or licensed certified public accounting firm to perform an annual external independent audit of the credit union's financial statements in accordance with generally accepted auditing standards and the financial statements shall be issued in accordance with accounting principles generally accepted in the United States of America.

(B) The supervisory committee of a credit union with assets of ~~\$5,000,000 or more, but~~ less than \$10,000,000 may, at its option, shall engage a licensed certified public accountant or licensed certified public accounting firm to perform on an annual basis: (i) the an agreed-upon procedures engagement under attestation standards established by the American Institute of Certified Public Accountants to minimally satisfy the supervisory committee internal audit standards set forth in subsection (1) within the standards established by the American Institute of Certified Public Accountants; (ii) an external independent audit of the credit union's financial statements pursuant to the standards set forth in paragraph (A) of subsection (3);

or (iii) an external independent audit of the credit union's financial statements in accordance with subsection (5).

(C) Notwithstanding anything to the contrary in Section 6, each credit union organized under this Act shall select the annual period it desires to use for purposes of performing the external independent audit, agreed-upon procedures engagement, or internal audit described in this Section. The annual period may end on the final day of any month and shall be construed to mean once every calendar year and not once every 12-month period. Irrespective of the annual period selected, the credit union shall complete its external independent audit report, agreed-upon procedures report, or internal audit report and deliver a copy to the Secretary no later than 120 days after the effective date of the audit or engagement, which shall mean the last day of the selected annual period. A credit union or group of credit unions may obtain an extension of the due date upon application to and receipt of written approval from the Secretary.

(D) If the credit union engages a licensed certified public accountant or licensed certified public accounting firm to perform an annual (i) external independent audit of the credit union's financial statements pursuant to the standards in paragraph (A) of subsection (3); (ii) regulatory basis financial statement audit pursuant to the standards in subsection (5); or (iii) ~~or an annual~~ agreed-upon procedures engagement pursuant to the standards in paragraph (B) of subsection (3), then the annual internal audit requirements of subsection (1) shall be deemed satisfied and met in all respects.

(4) In determining the appropriate balance in the allowance for loan losses account, a credit union may determine its historical loss rate using a defined period of time of less than 5 years, provided that:

(A) the methodology used to determine the defined period of time is formally documented in the credit union's policies and procedures and is appropriate to the credit union's size, business strategy, and loan portfolio characteristics and the economic environment of the areas and employers served by the credit union;

(B) supporting documentation is maintained for the technique used to develop the credit union loss rates, including the period of time used to accumulate historical loss data and the factors considered in establishing the time frames; and

(C) the external auditor conducting the credit union's financial statement audit has analyzed the methodology employed by the credit union and concludes that the financial statements, including the allowance for loan losses, are fairly stated in all material respects in accordance with U.S. Generally Accepted Accounting Principles, as promulgated by the Financial Accounting Standards Board, or the regulatory basis of accounting identified in subsection (5).

(5) A credit union with total assets of less than \$10,000,000 that does not engage a licensed certified public accountant or licensed certified public accounting firm to perform an annual external independent audit of the credit union's financial statements pursuant to the standards in paragraph (A) of subsection (3) is not required to determine its allowance for loan losses in accordance with generally accepted accounting principles. Any such credit union may instead use any reasonable reserve methodology, including incurred loss, if it adequately covers known and probable loan losses and complies with the Department's rule addressing loan loss accounting procedures in 38 Ill. Adm. Code 190.70. Any such credit union shall also have the option of engaging a licensed certified public accountant or licensed certified public accounting firm to perform a financial statement audit in accordance with this regulatory basis of accounting rather than the standards in paragraph (A) of subsection (3).

(6) A majority of the members of the supervisory committee shall constitute a quorum.

(7) On an annual basis commencing January 1, 2015, the members of the supervisory committee shall receive training related to their statutory duties. Supervisory committee members may receive the training through internal credit union training, external training offered by the credit union's retained auditors, trade associations, vendors, regulatory agencies, or any other sources or on-the-job experience, or a combination of those activities. The training may be received through any medium, including, but not limited to, conferences, workshops, audit closing meetings, seminars, teleconferences, webinars, and other Internet-based delivery channels.

(Source: P.A. 101-81, eff. 7-12-19; 102-496, eff. 8-20-21; 102-774, eff. 5-13-22.)

(205 ILCS 305/63) (from Ch. 17, par. 4464)

Sec. 63. Merger and consolidation.

(1) Any two or more credit unions, regardless of whether or not they have the same common bond, may merge or consolidate into a single credit union. A merger or consolidation may be with a credit union organized under the laws of this State or of another state or of the United States and is subject to the approval of the Secretary. It must be made on such terms as have been agreed upon by a vote of a majority

of the directors present at a meeting of the board of directors of each credit union at which a quorum is present, and approved by an affirmative vote of a majority of the members of the merging credit union being absorbed present at a meeting, either in person or by proxy, duly called for that purpose, except as hereinafter specified. Notice of the meeting stating the purpose must be sent by the secretary Secretary of each merging credit union being absorbed to each member by mail or electronic record as authorized by Section 10.2 of this Act at least 45 but no more than 90 days before the date of the meeting, except as specified in this Act.

(1.5) If the Secretary determines the merging credit union is not yet in danger of insolvency but supervisory concerns exist as described in this paragraph (1.5), and upon agreement of the boards of directors of the merging and continuing credit unions as confirmed by a majority vote of the directors present at a meeting of each board at which a quorum is present, the Secretary may permit the merger to become effective without (i) an affirmative vote of the membership of the merging credit union otherwise required by paragraph (1) of Section 63, (ii) adherence to the merging credit union membership meeting notice requirement set forth in subsection (1) of Section 63, or (iii) both. For the avoidance of doubt, if supervisory concerns exist, the Secretary and both credit unions may agree to conduct the merging credit union membership meeting, but on a timeline shorter than that prescribed in subsection (1) of Section 63. Supervisory concerns supporting such a waiver or adjustment of the merging credit union membership notice and voting process include without limitation, abandonment of management or officials, or both, of the merging credit union and the inability to find suitable replacements; material loss of sponsor support; serious and persistent recordkeeping problems or deficiencies; or sustained material decline in financial condition supported by at least 12 months of historical data that reflects the merging credit union's net worth is declining at a rate that will take it under 2% net worth within 18 months.

(2) One of the merging credit unions may continue after the merger or consolidation either as a surviving credit union retaining its identity or as a new credit union as has been agreed upon under the terms of the merger. At least 9 members of the new proposed credit union must apply to the Department for permission to organize the new credit union. The same procedure shall be followed as provided for the organization of a new credit union.

(3) After approval by the members of the credit union which is to be absorbed by the merger or consolidation, the chairman or president and the secretary of each credit union shall execute a certificate of merger or consolidation, which shall set forth all of the following:

- (a) The time and place of the meeting of each board of directors at which the plan was agreed upon;
- (b) The vote in favor of the adoption of the plan;
- (c) A copy of each resolution or other action by which the plan was agreed upon;
- (d) The time and place of the meeting of the members of the absorbed credit union at which the plan agreed upon was approved; and,
- (e) The vote by which the plan was approved by the members of the absorbed credit union.

(4) Such certificate and a copy of the plan of merger or consolidation agreed upon shall be mailed to the Secretary for review. If the provisions of this Act have been complied with, the certificate shall be approved by him, and returned to the credit unions which are parties to the merger or consolidation within 30 days. When so approved by the Secretary the certificate shall constitute the Department's certificate of approval of the merger or consolidation.

(5) Upon issuance of the certificate of approval, each merging credit union which was absorbed shall cease operation. Each party to the merger shall file the certificate of approval with the Recorder or County Clerk of the county in which the credit union has or had its principal office.

(6) Each credit union absorbed by the merger or consolidation shall return to the Secretary the original statement of incorporation, certificate of approval of incorporation, and the bylaws of the credit union. The surviving credit union shall continue its operation under its existing certificate of approval, articles of incorporation, and the bylaws or if a new credit union has been formed, under the new certificate of approval, articles of incorporation, and bylaws.

(7) All rights of membership in and any obligation or liability of any member to any credit union which is party to a consolidation or merger are continued in the surviving or new credit union without reservation or diminution.

(8) A pending action or other judicial proceeding to which any of the consolidating or merging credit unions is a party does not abate by reason of the consolidation or merger.

(Source: P.A. 101-567, eff. 8-23-19.)".

There being no further amendments, the foregoing Amendment No. 1 was ordered engrossed, and the bill, as amended, was ordered to a third reading.

On motion of Senator Morrison, **Senate Bill No. 2019** having been printed, was taken up, read by title a second time.

Floor Amendment No. 1 was held in the Committee on Transportation.

There being no further amendments, the bill was ordered to a third reading.

On motion of Senator E. Harriss, **Senate Bill No. 2102** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Morrison, **Senate Bill No. 2105** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Morrison, **Senate Bill No. 2129** having been printed, was taken up, read by title a second time and ordered to a third reading.

On motion of Senator Morrison, **Senate Bill No. 2179** having been printed, was taken up, read by title a second time.

The following amendment was offered in the Committee on Transportation, adopted and ordered printed:

AMENDMENT NO. 1 TO SENATE BILL 2179

AMENDMENT NO. 1. Amend Senate Bill 2179 on page 1, line 6, by deleting "and by adding Sections 5-24 and 5-25"; and

by deleting line 5 on page 25 through line 23 on page 26.

There being no further amendments, the foregoing Amendment No. 1 was ordered engrossed, and the bill, as amended, was ordered to a third reading.

On motion of Senator Martwick, **Senate Bill No. 2220** having been printed, was taken up, read by title a second time and ordered to a third reading.

At the hour of 12:28 o'clock p.m., the Chair announced that the Senate stands at ease.

AT EASE

At the hour of 12:33 o'clock p.m., the Senate resumed consideration of business.
Senator Holmes, presiding.

REPORT FROM COMMITTEE ON ASSIGNMENTS

Senator Cunningham, Vice-Chair of the Committee on Assignments, during its March 18, 2025 meeting, reported the following Legislative Measures have been assigned to the indicated Standing Committees of the Senate:

Agriculture: **Senate Resolution No. 124; Senate Joint Resolution No. 24; Committee Amendment No. 1 to Senate Bill 2372.**

Appropriations: **Senate Bill No. 1975.**

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Appropriations- Education: **Committee Amendment No. 1 to Senate Bill 1912.**

Appropriations- Public Safety and Infrastructure: **Senate Bill No. 199.**

Child Welfare: **Senate Bill No. 2446; Senate Resolution No. 128.**

Commerce: **Senate Resolution No. 83; Senate Joint Resolution No. 16.**

Consumer Protection: **Floor Amendment No. 2 to Senate Bill 1288.**

Criminal Law: **Senate Bills Numbered 267, 283 and 2381; Committee Amendment No. 1 to Senate Bill 1195; Committee Amendment No. 1 to Senate Bill 1395; Committee Amendment No. 1 to Senate Bill 2156; Committee Amendment No. 1 to Senate Bill 2201.**

Education: **Senate Bill No. 1560; Senate Resolution No. 125; Committee Amendment No. 2 to Senate Bill 71; Committee Amendment No. 1 to Senate Bill 1519; Committee Amendment No. 1 to Senate Bill 1672; Floor Amendment No. 3 to Senate Bill 1740; Committee Amendment No. 1 to Senate Bill 1920; Committee Amendment No. 2 to Senate Bill 1920; Committee Amendment No. 1 to Senate Bill 1947; Committee Amendment No. 1 to Senate Bill 1983; Committee Amendment No. 1 to Senate Bill 2423; Committee Amendment No. 1 to Senate Bill 2427.**

Energy and Public Utilities: **Senate Bill No. 1527; Committee Amendment No. 1 to Senate Bill 1380; Committee Amendment No. 1 to Senate Bill 1723; Committee Amendment No. 1 to Senate Bill 2258.**

Environment and Conservation: **Committee Amendment No. 1 to Senate Bill 1531; Committee Amendment No. 1 to Senate Bill 1859; Committee Amendment No. 1 to Senate Bill 1872; Committee Amendment No. 1 to Senate Bill 2266.**

Executive: **Senate Bills Numbered 52, 57, 1251, 1489, 1905 and 2044; Committee Amendment No. 1 to Senate Bill 49; Committee Amendment No. 1 to Senate Bill 51; Committee Amendment No. 2 to Senate Bill 105; Committee Amendment No. 1 to Senate Bill 213; Committee Amendment No. 1 to Senate Bill 1507; Committee Amendment No. 1 to Senate Bill 1513; Committee Amendment No. 1 to Senate Bill 1719; Committee Amendment No. 1 to Senate Bill 1758; Committee Amendment No. 1 to Senate Bill 1793; Committee Amendment No. 1 to Senate Bill 1797; Committee Amendment No. 1 to Senate Bill 1911; Committee Amendment No. 1 to Senate Bill 2006; Committee Amendment No. 1 to Senate Bill 2064; Committee Amendment No. 1 to Senate Bill 2157; Committee Amendment No. 1 to Senate Bill 2187; Committee Amendment No. 1 to Senate Bill 2240; Committee Amendment No. 1 to Senate Bill 2241; Committee Amendment No. 1 to Senate Bill 2259; Committee Amendment No. 1 to Senate Bill 2322; Committee Amendment No. 2 to Senate Bill 2322; Committee Amendment No. 1 to Senate Bill 2338; Committee Amendment No. 1 to Senate Bill 2383.**

Financial Institutions: **Committee Amendment No. 1 to Senate Bill 2457.**

Health and Human Services: **Committee Amendment No. 2 to Senate Bill 1274; Committee Amendment No. 1 to Senate Bill 1602.**

Higher Education: **Committee Amendment No. 1 to Senate Bill 1928; Floor Amendment No. 1 to Senate Bill 2039.**

Human Rights: **Senate Resolution No. 118.**

Insurance: **Committee Amendment No. 1 to Senate Bill 126; Committee Amendment No. 1 to Senate Bill 1238; Committee Amendment No. 1 to Senate Bill 1390; Committee Amendment No. 2 to**

Senate Bill 1418.

Judiciary: **Committee Amendment No. 2 to Senate Bill 1181; Committee Amendment No. 1 to Senate Bill 1411; Committee Amendment No. 1 to Senate Bill 1486; Committee Amendment No. 1 to Senate Bill 1698; Committee Amendment No. 1 to Senate Bill 1777; Committee Amendment No. 1 to Senate Bill 2221; Committee Amendment No. 1 to Senate Bill 2265; Committee Amendment No. 1 to Senate Bill 2351.**

Labor: **Committee Amendment No. 1 to Senate Bill 141; Committee Amendment No. 1 to Senate Bill 2339.**

Licensed Activities: **Senate Bill No. 2469; Committee Amendment No. 1 to Senate Bill 271; Committee Amendment No. 1 to Senate Bill 1463; Committee Amendment No. 1 to Senate Bill 2154; Committee Amendment No. 1 to Senate Bill 2431.**

Local Government: **Senate Resolution No. 104; Committee Amendment No. 1 to Senate Bill 224.**

Pensions: **Senate Resolution No. 112.**

Public Health: **Committee Amendment No. 1 to Senate Bill 25; Floor Amendment No. 1 to Senate Bill 93; Floor Amendment No. 1 to Senate Bill 291; Floor Amendment No. 1 to Senate Bill 1420; Committee Amendment No. 1 to Senate Bill 1950.**

Revenue: **Senate Bills Numbered 253 and 1633; Committee Amendment No. 1 to Senate Bill 1745; Committee Amendment No. 1 to Senate Bill 2281.**

State Government: **Senate Resolution No. 96; Committee Amendment No. 1 to Senate Bill 106; Floor Amendment No. 1 to Senate Bill 1417; Floor Amendment No. 1 to Senate Bill 1607; Committee Amendment No. 1 to Senate Bill 1884; Committee Amendment No. 1 to Senate Bill 2108.**

Transportation: **Senate Bill No. 1256; Committee Amendment No. 1 to Senate Bill 1559; Floor Amendment No. 1 to Senate Bill 2040.**

Veterans Affairs: **Committee Amendment No. 1 to Senate Bill 1368.**

Senator Cunningham, Vice-Chair of the Committee on Assignments, during its March 18, 2025 meeting, reported that the following Legislative Measure has been approved for consideration:

Senate Resolution No. 158

The foregoing resolution was placed on the Senate Calendar.

Pursuant to Senate Rule 3-8 (b-1), the following amendments will remain in the Committee on Assignments: **Committee Amendment No. 1 to Senate Bill 1181 and Committee Amendment No. 1 to Senate Bill 1603.**

Senator Castro asked and obtained unanimous consent for a Democrat caucus to meet immediately upon adjournment.

Senator McClure asked and obtained unanimous consent for a Republican caucus to meet immediately upon adjournment.

LEGISLATIVE MEASURES FILED

The following Floor amendments to the Senate Bills listed below have been filed with the Secretary and referred to the Committee on Assignments:

Amendment No. 1 to Senate Bill 246
Amendment No. 1 to Senate Bill 1441
Amendment No. 2 to Senate Bill 1667

The following Committee amendments to the Senate Bills listed below have been filed with the Secretary and referred to the Committee on Assignments:

Amendment No. 2 to Senate Bill 1531
Amendment No. 2 to Senate Bill 1872
Amendment No. 1 to Senate Bill 1975
Amendment No. 1 to Senate Bill 2178
Amendment No. 1 to Senate Bill 2446


REPORT RECEIVED

Dr. Tony Sanders, State Superintendent of Education
Dr. Steven Isoye, Chair of the Board

EQUITY • QUALITY • COLLABORATION • COMMUNITY

MEMORANDUM

TO: The Honorable JB Pritzker, Governor
 The Honorable Emanuel "Chris" Welch, Speaker of the House
 The Honorable Tony McCombie, House Minority Leader
 The Honorable Don Harmon, Senate President
 The Honorable John Curran, Senate Minority Leader

FROM: Dr. Tony Sanders 
 State Superintendent of Education

DATE: February 20, 2025

SUBJECT: Spring 2025 Waiver Report | Requests to Waive School Code Mandates

As required by Section 2-3.25g of the School Code [105 ILCS 5], the following report provides summaries of requests for waivers of School Code mandates being transmitted to the Illinois General Assembly for its consideration. The report concludes with a database listing all the requests received, organized by Senate and House districts, including those requests for waivers and modifications acted on by the state superintendent of education in accordance with Section 1A-4 of the School Code and applications that have been returned to school districts or other eligible applicants.

Pursuant to Section 2-3.25g (d) of the School Code: The report shall be reviewed by a panel of four members consisting of:

- (1) The Speaker of the House of Representatives,
- (2) The Minority Leader of the House of Representatives,
- (3) The President of the Senate, and
- (4) The Minority Leader of the Senate.

The State Board of Education may provide the panel recommendations on waiver requests.

The members of the panel shall review the report submitted by the State Board of Education and submit to the State Board of Education any notice of further consideration to any waiver request within 14 days after the member receives the report. If three or more of the panel members submit a notice of further consideration to any waiver request contained within the report, the State Board of Education shall submit the waiver request to the

[March 18, 2025]

General Assembly for consideration. If fewer than three panel members submit a notice of further consideration to a waiver request, the waiver may be approved, denied, or modified by the State Board. If the State Board does not act on a waiver request within 10 days, then the waiver request is approved. If the waiver request is denied by the State Board, it shall submit the waiver request to the General Assembly for consideration.

“The General Assembly may disapprove any waiver request submitted to the General Assembly pursuant to this subsection (d) in whole or in part within 60 calendar days after each house of the General Assembly next convenes after the waiver request is submitted by adoption of a resolution by a record vote of the majority of members elected in each house. If the General Assembly fails to disapprove any waiver request or appealed request within such 60-day period, the waiver or modification shall be deemed granted. Any resolution adopted by the General Assembly disapproving a report of the State Board in whole or in part shall be binding on the State Board.”

-- Section 2-3.25g(d) of the School Code

Memoranda detailing the following shall be submitted to the Illinois State Board of Education by each panel member to effectuate the law:

- (1) Notice of specific waiver requests noticed for further consideration by the General Assembly; and
- (2) A statement indicating that all waiver requests included in the report, except for those listed above in (1), are returned to the State Board of Education for final action.

If you have any questions or comments, you may contact Dana Stoerger, executive director of Legislative Affairs, at 217-782-6510.

cc: Secretary of the Senate
Clerk of the House
Legislative Research Unit
State Government Report Center

[March 18, 2025]

Executive Summary

The following report outlines waivers of School Code mandates that school districts, Regional Offices of Education, independent authorities, or special education or area vocational centers have requested since the last report, which was transmitted in September of 2024. Pursuant to Section 2-3.25g of the School Code, these requests must be sent to the General Assembly before March 1, 2025.

Section I summarizes the 41 requests received for waivers of School Code mandates pursuant to Section 2-3.25g for consideration by the General Assembly. They are presented numerically by legislative districts. Twenty-eight requests, the largest number of applications received, seek waivers for limitation of administrative costs cap. There are four requests for drivers' education, three requests for non-resident tuition, five requests for physical education, and one waiver request related to statement of affairs.

This document contains an additional section beyond what is required under Section 2-3.25g of the School Code. Section II is a database with a list of the modifications or waivers of State Board of Education rules and modifications of School Code mandates upon which the state superintendent of education has acted in accordance with Section 1A-4 of the School Code. The database also includes a list of the requests that have been returned to or withdrawn by the petitioning entities. Finally, the database includes the 58 waiver requests and is organized by Senate and House districts.

Complete copies of the waiver requests for the General Assembly's consideration have been made available to legislative staff.

This report is the 60th report submitted pursuant to Section 2-3.25g of the School Code, which requires that State Board of Education staff compile and submit requests for waivers of School Code mandates to the General Assembly before March 1 and October 1 of each year.

Summary of Applications for Waivers and Modifications
Volume 60 – Spring 2025

<u>Topic</u>	Approved By ISBE	Denied by ISBE	Transmitted To GA	Withdrawn or Not Needed	Ineligible
Administrative Cost Limitation			28	4	2
Driver Education	2		4	1	1
Non-resident Tuition			3	1	
Physical Education			5		
School Improvement	6				
Statement of Affairs			1		
Petition Summary	8		41	6	3
Total number of Applications:	58				

Section I
Applications Transmitted to the General Assembly

Administrative Costs Cap Limitation

Lincolnwood SD 74 – Grundy (SD8/HD16) – Expiration 2024-25 school year / W-100-7454 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 25%.

***ISBE Narrative:** Lincolnwood SD 74 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 25%.*

Starting in FY 2025, Lincolnwood SD 74 created a Director of Students Services position to provide much needed oversight and support for the areas of English learners, student in academic intervention, students with 504 Plans and students experiencing chronic absenteeism. The salary and benefits costs for this position is \$147,303 FY 2025. In addition, paper supplies and postage costs are estimated to increase \$4,550 in conjunction with this new position in anticipated of required correspondence under the 504 Plan.

The creation of the Director of Students Services position and the costs associated with it caused the district to exceed the statutory allowable 5% increase. Without this additional cost, Lincolnwood SD 74 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Lincolnwood SD 74 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$344,700	\$321,046		
Function 2330: Special Area Administration Services	\$202,384	\$194,008		
Function 2490: Other Support Services - School Administration	\$147,303	\$ 0		
Function 2510: Direction of Business Services	\$239,925	\$230,245		
Function 2570: Internal Services	\$ 28,500	\$ 24,491		
TOTALS	\$962,812	\$769,790	\$193,022	25%
Less salary & benefits for new director of student services	(\$147,303)			
Less additional paper supplies and postage	(\$ 4,550)			
ADJUSTED TOTALS	\$810,959	\$769,790	\$ 41,169	5%

Reavis Township HSD 220 – Cook (SD11/HD22) – **Expiration 2023-24 school year / W-100-7425 – Waiver of School Code** (Section 17-1.5) requests a waiver of the fiscal year 2023 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 8%.

ISBE Narrative: Reavis Township HSD 220 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 8%.

For the 2023-24 school year budget, the district inadvertently added the salary of 4 non-administrative staff employees to the Director of Business Support Services 2570 function totaling \$418,000. This error was discovered by the school district after the June 30th deadline to amend the budget. If the district assigned these salaries correctly, Reavis Twp HSD 220 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Reavis Twp HSD 220 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$ 395,000	\$ 381,805		3%
2510: Direction of Business Support Services	\$3,367,000	\$3,095,659		9%
TOTALS	\$3,762,000	\$3,477,464	\$284,536	8%
Less coding error	(S 245,000)			
ADJUSTED TOTALS	\$3,517,000	\$3,477,464	\$ 39,536	1%

Thornton Township HSD 215 – Cook (SD17/HD34) – **Expiration 2024-25 school year / W-100-7421 – Waiver of School Code** (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 27%.

ISBE Narrative: Thornton Township HSD 215 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 27%.

In September of FY 2024, Thornton Fractional Twp HSD 215 hired a Director of Career Development. This position only generated costs for ten months for FY 2024; therefor adding an additional \$27,467 in salary and district paid benefits to the FY 2025 budget to cover the additional two months. In continuing to develop the department, the Assistant Superintendent of Career Development was also filled at the beginning of FY 25. This position costs the district an additional \$197,718 including salary and benefits paid by the district.

Lastly, the Director of Finance & Operations/CSBO position is in the final year and received a 6% increase and also changed from single insurance to family insurance resulting in an additional \$26,259 in salary and district paid benefits.

The expansion of the Career Development department and the planning for CSBO retirement caused the district to exceed the statutory allowable 5% increase. Without these additional cost, Thornton Fractional Twp HSD 215 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Thornton Fractional Twp HSD 215 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$ 534,500	471,984		
Function 2330: Special Area Administration Services	\$ 559,255	349,225		
Function 2510: Direction of Business Support Services	\$ 203,700	178,134		
Function 2570: Internal Services	\$ 155,150	142,018		
TOTALS	\$1,452,605	\$1,141,361	\$311,244	27%
Less 2 months salary & benefits for Director of C&D	(\$ 27,467)			
Less salary & benefits for new Asst. Superintendent of C&D	(\$ 197,718)			
Less additional 1% salary & benefits for CSBO and additional insurance	(\$ 26,259)			
ADJUSTED TOTALS	\$1,201,161	\$1,141,361	\$ 59,800	5%

Fox River Grove SD 3 – McHenry (SD26/HD52) – Expiration 2023-24 school year / W-100-7408 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2023 Limitation of Administrative Costs. The district's FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 34%.

ISBE Narrative: Fox River Grove SD 3 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district's FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 34%.

Starting with the 2023-24 school year, the district hired a new full-time superintendent and replaced the Director of Student Services with 2 interim Directors of Student Services through a staffing service. The new contract with the superintendent resulted in an additional \$52,668 Executive Administrative Services under function 2320. The new interim Directors of Student Services positions resulted in an additional \$47,192 Special Area Administration Services: under function 2330. Without these additional costs, Fox River Grove Cons SD 3 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Fox River Grove Cons SD 3 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$275,008	\$209,334		
2330: Special Area Administrative Services	\$176,682	\$128,058		
TOTALS	\$451,690	\$337,392	\$114,298	34%
Less new superintendent contract	(\$ 52,668)			
Less 2 interim Directors of Student Services	(\$ 47,192)			
ADJUSTED TOTALS	\$351,830	\$337,392	\$ 14,438	4%

Sunset Ridge SD 29 – Cook (SD29/HD57) – **Expiration 2024-25 school year / W-100-7415 – Waiver of School Code** (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 7%.

ISBE Narrative: Sunset Ridge SD 29 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 7%.

For FY 2025, the districts awarded above average raise of \$18,252 to the Director of Student Services based on annual review, exemplary performance, and market adjustments. This increase in compensation for the Director of Student Services position caused the district to exceed the statutory allowable 5% increase. Without this additional cost, Sunset Ridge SD 29 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Sunset Ridge SD 29 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$430,297	\$402,695		
Function 2330: Special Area Administration Services	\$186,117	\$164,501		
Function 2510: Direction of Business Services	\$250,710	\$242,341		
TOTALS	\$867,124	\$809,537	\$57,587	7%
Less additional salary for Director of Student Services	(\$ 18,525)			
ADJUSTED TOTALS	\$832,596	\$809,537	\$39,062	5%

North Boone CUSD 200 – Boone (SD35/HD69) – **Expiration 2024-25 school year / W-100-7448 – Waiver of School Code** (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023

actual administrative costs by 31%.

ISBE Narrative: North Boone CUSD 200 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district's FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 31%.

In August 2023, the district hired a new Director of Special Education. Since this expense was only for eleven months, the cost of salary and benefits for the entire FY 2025 will cost an additional \$11,328 for this position. In support to the Special Education Department, the district hired an administrative assistant in FY 2025. The additional cost for this position is budgeted for \$64,770 in expenses under the Special Area Administration Services: Function 2330. Also, an expense of \$2,000 has been allotted for the Director to attend professional development in FY 2025 as part of the building of the robust department.

For the 2025 FY, the district saw an 11% increase in medical insurance premiums. This increased caused an increase of \$7,867 in insurance premium for the administrative expenses. When determining this increase, it was also discovered that the FY 2024 Annual Financial Report auditor did not account for the medical insurance costs for the Director of Special Education, resulting in a \$10,071 understated expense to function 2330 Special Area Administration Services in FY 2024.

Starting in FY 2025, the board tasked the superintendent to be more transparent and accountable for the district's funds. In the process of this project, it was discovered that all district supplies were being charged to the instruction funds incorrectly. The FY 2025 budget has split out the cost of supplies and has allotted an additional \$20,000 in supplies (400) under the Executive Administrative Services function (2320) to better represent the expenses across the district. As part of this project, a monthly newsletter will be distributed to all families of the district.

Several factors contributed to North Boone CUSD 200 exceeding the 5% threshold for the FY 2025. Without these additional cost, North Boone CUSD 200 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from North Boone CUSD 200 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$331,962	\$296,838		
Function 2330: Special Area Administration Services	\$207,819	\$114,948		
Function 2510: Direction of Business Support Services	\$ 0	\$ 441		
TOTALS	\$539,781	\$412,227	\$127,554	31%
Less director 1 month difference	(\$ 11,328)			
Less new admin assistant costs	(\$ 64,770)			
Less professional development	(\$ 2,000)			

Less health insurance increase	(\$ 7,867)			
Plus coding error medical insurance		\$ 10,071		
Less supplies coding corrections	(\$ 20,000)			
ADJUSTED TOTALS	\$433,816	\$422,298	\$ 11,518	3%

Morris SD 54 – Grundy (SD38/HD75) – Expiration 2024-25 school year / W-100-7442 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 22%.

ISBE Narrative: Morris SD 54 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 22%.

Starting with FY 2025, the district hired a new dean of students to address student discipline and behavioral issues. School enrollment has increased, and additional resources are needed due to an uptick in student behavioral issues post pandemic. The salary cost for the position is \$79,500 for FY 2025.

The creation of the Dean of Students caused the district to exceed the statutory allowable 5% increase. Without this additional cost, Morris SD 54 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Morris SD 54 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$338,972	\$295,949	\$	
Function 2490: Other Support Services - School Administration	\$154,300	\$102,930		
Function 2510: Direction of Business Services	\$ 52,037	\$ 48,581		
Function 2570: Internal Services	\$ 2,790	\$ 0		
TOTALS	\$548,099	\$447,460	\$100,639	22%
Less salary for new coordinator of student services	(\$ 79,500)			
ADJUSTED TOTALS	\$468,599	\$447,460	\$ 21,139	5%

Grand Ridge CCSD 95 – Lasalle (SD38/HD76) – Expiration 2023-24 school year / W-100-7414 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2023 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 6%.

ISBE Narrative: Grand Ridge CCSD 95 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 6%.

For the 2024 FY, the district insurance premiums increased by 11%. This increased caused the insurance premium for the superintendent to go up by \$3,796 for the 2025 FY.

The increase to insurance premiums caused the district to exceed the statutory allowable 5% increase. Without this increase, Grand Ridge CCSD 95 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Grand Ridge CCSD 95 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services Ed Fund	\$159,892	\$149,888		
2320: Executive Administration Services Tort Fund	\$ 5,545	\$ 5,383		
2570: Internal Services	\$ 9,951	\$ 9,997		
TOTALS	\$175,388	\$165,268	\$10,120	6%
Less health insurance increase	(\$ 3,796)			
ADJUSTED TOTALS	\$171,592	\$165,268	\$ 6,324	4%

Bloom Township HSD 206 – Cook (SD40/HD80) – Expiration 2023-24 school year / W-100-7429 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2023 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 9%.

ISBE Narrative: *Bloom Township HSD 206 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 9%.*

For FY 2024 budget, the salaries for the Director of MTSS (\$123,500) and the Director of Language Acquisition (\$135,850) were moved to Function 2490 Other Support Services - School Administration from an instructional function. These positions will remain within the administrative functions.

The moving of these positions to the correct function caused the district to exceed the statutory allowable 5% increase. Without this correction of funds, Bloom Twp HSD 206 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Bloom Twp HSD 206 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE

2320: Executive Administration Services	\$ 902,506	\$ 929,736		
2330: Special Area Administration Services	\$ 433,422	\$ 525,869		
2490: Other Support Services - School Administration	\$1,043,532	\$ 809,013		
2510: Direction of Business Services	\$ 198,950	\$ 180,002		
2570: Internal Services	\$ 151,210	\$ 65,196		
TOTALS	\$2,729,620	\$2,509,816	\$219,804	9%
Less Dir of MTSS	(\$ 123,500)			
Less Dir of Language Acquisition	(\$ 135,850)			
ADJUSTED TOTALS	\$2,470,270	\$2,509,816	(\$ 39,546)	-2%

Elwood CCSD 203 – Will (SD43/HD86) – Expiration 2024-25 school year / W-100-7410 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district's FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 41%.

***ISBE Narrative:** Elwood CCSD 203 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district's FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 41%.*

For the 2023-24 school year, the district contracted with the retiring superintendent. The contract included a 6% annual increase. FY 2025 is the second year of this contract. The additional cost for the extra 1% increase is \$13,075 for FY 2025.

In addition, the district hired a new Assistant Principal for FY 2025. The funds for this new position of \$78,250 were allocated to function 2490 in error. The district will be submitting an amended FY 2025 budget to correct this transaction.

The superintendent costs and the accounting error caused the district to exceed the statutory allowable 5% increase. Without these additional costs, Elwood CCSD 203 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Elwood CCSD 203 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$238,490	\$224,492		
Function 2490: Other Support Services - School Administration	\$ 78,250			
Function 2510: Direction of Business Services	\$ 100			
TOTALS	\$316,840	\$224,492	\$92,348	41%
Less salary/benefits increase for contract superintendent	(\$ 13,075)			
Less misallocated funds for Asst. Principal	(\$ 78,250)			

ADJUSTED TOTALS	\$225,15	\$224,492	\$ 1,023	0%
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Ridgeview CUSD 19 – McLean (SD44/HD88) – Expiration 2023-24 school year / W-100-7443 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 14%.

ISBE Narrative: Ridgeview CUSD 19 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 14%.

The district superintendent’s salary was lower than area districts. In order to make the compensation package more regionally competitive to allow the district to hire, find, and retain quality administration, the school board increased the superintendent’s compensation package. The superintendent’s raise resulted in \$16,366 additional budgeted administrative expenditures for FY 2024.

In addition, the Administrative Assistant took on additional responsibilities which ultimately led to an increase in salary. Without these additional costs, Ridgeview CUSD 19 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Ridgeview CUSD 19 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$267,396	\$235,295		
TOTALS	\$267,396	\$235,295	\$32,101	14%
Less superintendent increase in salary	(\$ 16,366)			
Less Admin assistant increase in salary	(\$ 6,905)			
ADJUSTED TOTALS	\$244,125	\$235,295	\$ 8,830	4%

Winnebago SD 320 – Winnebago (SD45/HD90) – Expiration 2024-25 school year / W-100-7416 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 58%.

ISBE Narrative: Winnebago SD 320 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 58%.

For the 2024-2025 school year, the district created an assistant superintendent position. The position was established to aid with the transition of the current superintendent’s retirement in June 2025. The one-year additional cost for this position results in \$156,000 additional budgeted

salary and \$38,271 budgeted benefits cost totaling an additional \$194,271 in executive administration services expenditures for FY 2025.

The hiring of the assistant superintendent caused the district to exceed the statutory allowable 5% increase. Without this additional cost, County of Winnebago SD 320 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from County of Winnebago SD 320 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$494,596	\$268,763		
Function 2330: Special Area Administration Services	\$ 0	\$ 36,770		
Function 2510: Special Area Administration Services	\$ 58,093	\$ 44,567		
TOTALS	\$552,689	\$350,100	\$202,589	58%
Less salary/benefits for new assistant superintendent	(\$194,271)			
ADJUSTED TOTALS	\$358,418	\$350,100	\$ 8,318	2%

Carrollton CUSD 1 – Greene (SD50/100) – Expiration 2024-25 school year / W-100-7437 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 20%.

ISBE Narrative: Carrollton CUSD 1 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 20%.

In December of FY 2024, the superintendent retired. An interim superintendent finished out FY 2024. At the beginning of FY 2025, Carrollton CUSD 1 hired a full-time superintendent. The additional costs for this full-time position are \$12,224 in salary and \$8,000 in benefits resulting in an additional \$20,224 budgeted executive administrative services function 2320 expenditures for FY 2025.

In addition, some of the FY 2024 membership dues under the Special Area Administration Services: Function 2330 were not billed to the district timely; therefore, these invoices will be paid in FY 2025. The district has budgeted an additional \$1,700 for anticipated membership dues in FY 2025 budget.

The change from an interim superintendent to a full-time superintendent and the membership dues caused the district to exceed the statutory allowable 5% increase. Without these additional costs,

Carrollton CUSD 1 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Carrollton CUSD 1 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$159,348	\$134,098	\$25,252	
Function 2330: Special Area Administration Services	\$ 15,839	\$ 11,322	\$ 4,517	
TOTALS	\$175,187	\$145,418	\$50,642	20%
Less salary and benefits for full-time superintendent	(\$ 20,224)			
Less membership fees	(\$ 1,700)			
ADJUSTED TOTALS	\$153,263	\$145,418	\$ 7,845	5%

North Greene CUSD 3 – Greene (SD50/100) – Expiration 2024-25 school year / W-100-7443 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 36%.

***ISBE Narrative:** North Greene CUSD 3 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 36%.*

During FY 2024, the superintendent was an interim position. At the beginning of FY 2025, North Greene CUSD 3 hired a full-time superintendent. The additional cost for this full-time position is \$98,325 in salary budgeted under executive administrative services function 2320 expenditures for FY 2025.

The change from an interim superintendent to a full-time superintendent caused the district to exceed the statutory allowable 5% increase. Without this additional cost, North Greene CUSD 3 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from North Greene CUSD 3 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$234,865	\$173,874	\$60,991	

Function 2330: Special Area Administration Services	\$ 25,640	\$ 18,416	\$ 7,224	
Function 2490: Other Support Services - School Administration:	\$ 12,580	\$ 9,168	\$ 3,412	
TOTALS	\$273,085	\$201,458	\$71,627	36%
Less salary for full-time superintendent	(\$ 98,325)			
ADJUSTED TOTALS	\$174,760	\$201,458	(\$26,698)	-13%

Heritage CUSD 8 – Champaign (SD51/102) – Expiration 2023-24 school year / W-100-7401 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 8%.

ISBE Narrative: Heritage CUSD 8 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 8%.

At the end of the 2023-24 school year, the superintendent retired with a 6% raise from the prior year equaling an additional \$1,178 in salary over the standard 5% increase. Due to inflation, the cost of healthcare benefits increased for the superintendent at a rate of well over 8% costing \$1,830 for the superintendent equaling \$782 over a 5% increase. In addition to the superintendent cost increase, the district added an erroneous \$2,000 in the tort fund under Internal Services function 2570 to the 2024 budget.

The addition retirement costs and erroneous transaction caused the district to exceed the statutory allowable 5% increase. Without these additional costs, Heritage CUSD 8 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Heritage CUSD 8 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$174,600	\$164,199		
2570: Internal Services	\$ 2,000			
TOTALS	\$176,600	\$164,199	\$12,401	8%
Less superintendent additional 1% increase	-\$ 1,960			
Less budget error	-\$ 2,000			
ADJUSTED TOTALS	\$172,640	\$164,199	\$ 8,441	5%

Shiloh CUSD 1 – Greene (SD50/100) – Expiration 2024-25 school year / W-100-7397 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 33%.

ISBE Narrative: Shiloh CUSD 1 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district's FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 33%.

Toward the end of the FY 2024, the school district and the superintendent parted ways. The district agreed to pay \$50,000 on July 1, 2024, to break the contract between the two parties. This expense was included in the FY 2025 budget.

Every year the district buys student supplies. In the FY 2025 budget, \$25,000 for these supplies was accounted for under Executive Administration Services as well as under appropriate function unrelated to administrative costs. The district does plan to remove this duplicate transaction in an amended budget.

The previous superintendent's contract conclusion and the duplicated transaction caused the district to exceed the statutory allowable 5% increase. Without these additional costs, Shiloh CUSD 1 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Shiloh CUSD 1 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$276,500	\$207,232		
Function 2330: Special Area Administration Services	\$ 3,500	\$ 3,291		
TOTALS	\$280,000	\$210,523	\$69,477	33%
Less previous superintendent contract conclusion	(\$ 50,000)			
Less double charge for supplies	(\$ 25,000)			
ADJUSTED TOTALS	\$205,000	\$210,523	(\$ 5,523)	-2.62%

Danville CCSD 118 – Greene (SD50/100) – Expiration 2023-24 school year / W-100-7452 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district's FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 26%.

ISBE Narrative: Danville CCSD 118 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district's FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 26%.

At the beginning of FY 2024, Danville CCSD 118 implemented a new accounting software. When the FY 2024 budget was submitted, \$198,430 of Executive Administration Services (2320) monies and \$163,975 of Special Area Administrative Services (2330) monies were reported under both Educational Fund and Tort Fund. This error was not discovered until FY 2023 AFR was completed in late February 2024. These monies should only have been included with the Educational Fund.

Without this accounting error, Danville CCSD 118 would have been in compliance for the FY 2023/24 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Danville CCSD 118 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
Object 10: Educational Fund	\$1,314,313	\$1,327,143		
Object 80: Tort Fund	\$ 362,405			
TOTALS	\$1,676,718	\$1,327,143	\$349,575	26%
Less accounting software 2320	(\$ 198,430)			
Less accounting software 2330	(\$ 163,975)			
ADJUSTED TOTALS	\$1,314,313	\$1,327,143	(\$ 12,830)	-1%

Fieldcrest CUSD 6 – Woodford (SD53/105) – Expiration 2024-25 school year / W-100-7444 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 20%.

ISBE Narrative: *Fieldcrest CUSD 6 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 20%.*

The district’s 21st Century Grant program is expanding in FY 2025; therefore, the part-time program director has changed to full-time. In FY 2024 the program director also worked part-time under an instructional function. Starting with FY 2025, \$31,400 was moved to the Special Area Administrative Services function to cover the cost of the full-time positions.

The transition of the program director from part-time to full-time caused the district to exceed the statutory allowable 5% increase. Without this additional cost, Fieldcrest CUSD 6 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Fieldcrest CUSD 6 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$182,107	\$173,975		
Function 2330: Special Area Administration Services	\$ 56,212	\$ 24,812		
TOTALS	\$238,319	\$198,787	\$39,532	20%
Less salary for full-time program director	(\$ 31,400)			

ADJUSTED TOTALS	\$206,919	\$198,787	\$ 8,132	4%
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Rantoul Township HSD 193 – Greene (SD50/100) – Expiration 2023-24 school year / W-100-7405 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 18%.

ISBE Narrative: Rantoul Township HSD 193 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 18%.

For the 2023-24 school year budget, the district inadvertently added the salary of a non-administrative staff employees to the Executive Administration Services 2320 function totaling \$35,000. This error was discovered by the school district after the June 30th deadline to amend the budget. If the district assigned this salary correctly, Rantoul Township HSD 193 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Rantoul Township HSD 193 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$307,960	\$260,958		
TOTALS	\$307,960	\$260,958	\$47,002	18%
Less coding error	(S 35,000)			
ADJUSTED TOTALS	\$272,960	\$260,958	\$12,002	5%

Ashley CCSD 15 – Washington (SD55/HD109) – Expiration 2023-24 school year / W-100-7451 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 16%.

ISBE Narrative: Ashley CCSD 15 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 16%.

When the FY 2024 budget was submitted, Ashley CCSD 15 inadvertently included \$6,300 in the salary Ed Fund and in the Tort Fund for Executive Administrative Services. This should only have been included with the Tort Fund. Without this accounting error, Ashley CCSD 15 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Ashley CCSD 15 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services Ed Fund	\$55,347	\$43,524		
2320: Executive Administration Services Tort Fund	\$ 6,300	\$ 6,000		
2570: Internal Services	\$ 0	\$ 3,419		
TOTALS	\$61,647	\$52,943	\$8,704	16%
Less accounting error	(\$ 6,300)			
ADJUSTED TOTALS	\$55,347	\$52,943	\$2,404	5%

Ramsey CUSD 204 – Fayette (SD55/110) – Expiration 2024-25 school year / W-100-7438 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district's FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 8%.

ISBE Narrative: *Ramsey CUSD 204 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district's FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 8%.*

Starting in FY 2025, the district and superintendent agreed on a retirement contract for the remaining four years. The contract includes a 6% raise from each prior year. For FY 2025, an additional amount will \$3,078 is salary and benefits over the standard 5% increase. In addition, FY 2025 budget included additional travel allowance for the superintendent to attend the annual joint conference, which was not attended in FY 2024. The additional cost for the conference cost was \$1,536.

The superintendent retirement package and the conference costs caused the district to exceed the statutory allowable 5% increase. Without these additional costs, Ramsey CUSD 204 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Ramsey CUSD 204 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$151,769	\$140,631		
Function 2570: Special Area Administration Services	\$ 2,400	\$ 2,332		
TOTALS	\$154,169	\$142,963	\$11,206	8%
Less 6% increase for superintendent contract	(\$ 3,078)			
Less annual conference travel expenses	(\$ 1,536)			
ADJUSTED TOTALS	\$149,555	\$142,963	\$ 6,592	5%

Sandoval CUSD 501 – Marion (SD55/HD110) – Expiration 2023-24 school year / W-100-7423 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of

Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 15%.

ISBE Narrative: Sandoval CUSD 501 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 15%.

During the 2023-24 school year, the district entered into a new contract with the superintendent, which included a provision for compensation of unused vacation days. The total amount budgeted for FY 2024 was \$9,363. Also, an additional \$1,584 was budgeted for the cost of healthcare benefits increasing for the superintendent due to inflation. The 2024 FY budget also allowed for \$675 for a new refrigerator for the administrative office and \$700 toward administrative shirts and office supplies.

The additional vacation payout costs, healthcare inflation, a new refrigerator, new shirts, and office supplies caused the district to exceed the statutory allowable 5% increase. Without these additional costs, Sandoval CUSD 501 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Sandoval CUSD 501 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$147,475	\$128,156		
TOTALS	\$147,475	\$128,156	\$19,319	15%
Less superintendent vacation payout	(\$ 9,363)			
Less insurance increase	(\$ 1,584)			
Less refrigerator	(\$ 675)			
Less shirts & office supplies	(\$ 700)			
ADJUSTED TOTALS	\$135,153	\$128,156	\$ 6,997	5%

Field CCSD 3 – Jefferson (SD58/HD116) – **Expiration 2023-24 school year / W-100-7409 – Waiver of School Code** (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 64%.

ISBE Narrative: Field CCSD 3 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 64%.

During FY 2023, Field CCSD 3 found themselves without a Superintendent. During this time, the district made do with the Dean of Students represented as the district’s superintendent. Within a few months into FY 2024, a new Superintendent was hired. The cost of the new superintendent resulted in an additional \$56,945 in salary and benefits in the total administrative costs for FY 2024.

The hiring of the full-time superintendent caused the district to exceed the statutory allowable 5% increase. Without this accounting error, Field CCSD 3 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Field CCSD 3 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$104,855	\$48,017		
2490: Other Support Services - School Administration	\$ 0	\$ 4,678		
2510: Direction of Business Services	\$ 0	\$11,287		
TOTALS	\$104,855	\$63,982	\$40,873	64%
Less permanent superintendent salary & benefits	(\$ 56,945)			
ADJUSTED TOTALS	\$ 47,910	\$63,982	(\$16,072)	-25%

Summersville SD 79 – Jefferson (SD58/116) – Expiration 2024-25 school year / W-100-7447 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 23%.

ISBE Narrative: *Summersville SD 79 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 23%.*

Summersville SD 79 is in great need of maintenance, technology, and playground updates. It was for these reasons that the district hired a Grant Writer to assist with finding funds through grants to help in these areas on need. The grant writer position is budgeted for \$41,000 in salary for FY 2025.

The grant writer costs caused the district to exceed the statutory allowable 5% increase. Without this additional cost, Summersville SD 79 would have been in compliance for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Summersville SD 79 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services			\$	
TOTALS	\$220,649	\$179,590	\$41,059	23%
Less salary for grant writer	(\$ 41,000)			
ADJUSTED TOTALS	\$179,649	\$179,590	\$ 59	0%

New Simpson Hill – Johnson (SD59/HD117) – Expiration 2023-24 school year / W-100-7411 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 8%.

ISBE Narrative: New Simpson requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 8%.

In the 2022-23 Annual Financial Report, the auditor made an error and did not include funds that the district coded in the Executive Administration Services Tort Fund (2320) showing the Superintendent’s full salary. Therefore, when the FY 2024 administrative costs were calculated, they exceeded the 5% threshold. The amount missing from the FY 2023 Tort fund was \$4,948. Had this amount been recorded in the proper fund for the FY 2023 audit correctly, New Simpson Hill SD 32 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from New Simpson Hill SD 32 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
Ed and Tort Fund; Function 2320: Executive Administration Services	\$127,985	\$119,301		
2570: Internal Services	\$ 47,374	\$ 42,989		
TOTALS	\$175,359	\$162,290	\$13,069	8%
auditor error missing tort funds		\$ 4,948		
ADJUSTED TOTALS	\$175,359	\$167,238	\$ 8,121	5%

Vienna SD 55 – Johnson (SD59/HD117) – Expiration 2023-24 school year / W-100-7422 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 57%.

ISBE Narrative: Vienna SD 55 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 57%.

During the 2023-24 school year, the district budgeted for a new accounting software costing approximately \$16,000. In addition, their business manager unexpectedly passed away during the middle of the school year, leaving the district in a difficult situation. While amending the budget, the staff accounted for \$89,618 under the direction of business services in error. Historically, this function is not used; therefore, showing a significant increase. Had it not been for this error and cost of the new software Vienna SD 55 would have been in compliance for the FY 2023/24 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Vienna SD 55 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$159,205	\$161,628		
2510: Direction of Business Support Services	\$ 89,618	\$ 0		
2570: Internal Services	\$ 76,500	\$ 55,961		
TOTALS	\$325,323	\$217,589	\$107,734	50%
Less accounting software	(\$ 16,000)			
Less function 2510 entry error	(\$ 89,618)			
ADJUSTED TOTALS	\$219,705	\$217,589	\$ 2,116	1%

Cairo USD 1 – Alexander (SD59/118) – Expiration 2024-25 school year / W-100-7446 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 67%.

ISBE Narrative: *Cairo USD 1 requests a waiver of the FY 2025 Limitation of Administrative Costs. The district’s FY 2025 budgeted administrative costs exceed the FY 2024 actual administrative costs by 67%.*

Toward the end of FY 2024, the board of education and the superintendent decided to cut ties prior to the expiration of the superintendent’s contract. As part of the resignation agreement, the board agreed to pay a portion of the remaining salary under contract. This payment of \$144,000 was paid out in FY 2025.

After a superintendent search utilizing IASB, the district was unable to retain a full-time superintendent, thus an agreement was made to hire the previous superintendent on an interim basis. An amount of \$156,000 for salary was approved by the board of the district equating to \$600/day for FY 2025.

Without this additional cost of the resignation agreement, Cairo USD 1 would have been at 9% for the FY 2025 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, ISBE is concerned that the district entered into a resignation agreement with the superintendent and then hired the same superintendent for the following year at a higher rate. That individual’s effective salary for FY25 increased from \$143,936 in FY 2024 to \$300,000 in FY 2025. Due to this, ISBE is concerned by the request from Cairo USD 1 to waive the FY 2025 Limitation of Administrative Costs.

	FY 2025 BUDGET	FY 2024 ACTUAL	DIFFERENCE	PERCENT INCREASE
Function 2320: Executive Administration Services	\$412,959	\$240,963	\$171,996	
Function 2330: Special Area Administration Services	\$ 1,320	\$ 6,550	(\$ 5,230)	
TOTALS	\$414,279	\$247,513	\$166,766	67%
Less contract payout	(\$144,000)			
ADJUSTED TOTALS	\$270,279	\$247,513	\$ 22,766	9%

Meridian CUSD 101 – Pulaski (SD59/HD118) – Expiration 2023-24 school year / W-100-7417 – Waiver of School Code (Section 17-1.5) requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 15%.

ISBE Narrative: Meridian CUSD 101 requests a waiver of the FY 2024 Limitation of Administrative Costs. The district’s FY 2024 budgeted administrative costs exceed the FY 2023 actual administrative costs by 15%.

For FY 2024 the district provided family medical insurance for the Superintendent at the additional cost of \$32,213. Without this additional cost, Meridian CUSD 101 would have been in compliance for the FY 2024 Limitation of Administrative Costs.

After reviewing the documentation provided by the district on the reasons for exceeding the limitation, the costs, and the justifications, School Business Services does not have any objection to the request from Meridian CUSD 101 to waive the FY 2024 Limitation of Administrative Costs.

	FY 2024 BUDGET	FY 2023 ACTUAL	DIFFERENCE	PERCENT INCREASE
2320: Executive Administration Services	\$267,471	\$232,247		
TOTALS	\$267,471	\$232,247	\$35,224	15%
Less superintendent increase in salary	(\$ 32,213)			
ADJUSTED TOTALS	\$235,258	\$232,247	\$ 3,011	1%

Drivers Education

East Aurora SD 131– Kane (SD25/HD50) – Expiration 2029-30 school year / W- 100-7420R2 – Waiver of School Code (Section 27-24.2) requests to allow for three hours of driver simulation use for behind the wheel education.

District Narrative: Under Illinois School Code 105 ICLS 5/27-24.3, the school district is required to provide "at least six (6) hours of practice driving in a car having dual operation under direct individual instruction." The purpose of the waiver request for East Aurora School District 131 is to meet the requirement of at least six (6) hours of practice driving in a more efficient manner.

The district is requesting a waiver to allow the use of a simulator for a portion of three (3) hours for the total of six (6) hours of driving time that is required. East Aurora High School has one of

the largest student enrollments in the state of Illinois. With almost 4,000 students to provide driver's education for in this capacity, it is nearly impossible to complete a total of six (6) hours of driving time for each student in a timely and efficient manner.

Therefore, we are requesting the waiver to have a portion of three (3) hours of driving time being facilitated through a simulator so that we are able to provide all students with the experience and required hours set forth by the State of Illinois.

Adlai E. Stevenson HSD 125– lake (SD30/HD59) – Expiration 2029-30 school year / W- 100-7439R2 – Waiver of School Code (Section 27-24.2) request to increase the driver's education max from \$250 to \$600.

District Narrative: *Adlai E. Stevenson High School is seeking a modification of the Illinois School Code ILCS 5/27-24 whereby the fee for Driver Education is changed from "not to exceed \$250" to "not to exceed \$600". This request is based on fulfilling the intent of the Driver Education mandate in a more cost-effective manner.*

The District meets the intent of the Code by continuing the above-described quality Driver Education Program but will do so in a more cost-effective manner for our taxpayers by increasing the registration fee to not exceed \$600. The fee for a student who is unable to pay for the course shall be waived. In conclusion, District 125 believes its current Driver Education program offers a high-quality learning experience for students. In an effort to make the program more cost-effective in comparison to other classes and maintain the high quality of instruction, the District requests permission to set the District's current registration fee higher than the Code, "not to exceed \$600". This would ensure the Driver Education program is funded at a level more comparable to other courses. Provisions will be made for student(s) unable to pay the fee.

The proposed waiver modification would allow the district to retain quality instructors, continue to send instructors to high-quality professional development and provide opportunities for instructors to collaborate on "best practices" used to enhance student learning. Furthermore, the District is able to still do this at a lower cost when compared to private Driver Education Programs. Student performance will be measured using a standards-based grading model where student achievement is tied to specific skills required to operate a motor vehicle. The final summative assessment will be the number of students who pass the course and ultimately attain their driver's license.

Adlai E. Stevenson HSD 125– Lake (SD30/HD59) – Expiration 2029-30 school year / W- 100-7440R2 – Waiver of School Code (Section 27-24.2) request to use computer simulators for no more than 8 hours in lieu of 2 hours of behind the wheel instruction in a car with dual operating controls operated on public roadways.

District Narrative: *The use of the simulators will provide:*

- *Experiences in driving situations such as accident avoidance, hydroplaning, and skid control within a controlled environment.*
- *Safely and effectively simulate both texting while driving and driving under the influence to further provide evidence for students that "real life" decisions affect driving safely.*
- *Practice driving opportunities for students of varying skill levels within a controlled*

environment ensuring "success for every student" behind the wheel.

- Additional time for skill development for those students who do not have opportunities for practice at home.

The proposed waiver modification would allow the district to maximize the number of students it serves and ensure all students are in class and eliminate the need for free periods. Currently, on days when all 3 teachers are driving with students (33 days per semester) up to 16 students have free periods. In addition, the simulators offer 39 lessons with over 200 scenarios and exercises including: Fundamentals of vehicle control, driving in adverse conditions, risk awareness, safe space, scanning for hazards, parking, ability to change vehicle driven, ability to change the weather, and risky/crash avoidance scenarios. All of these scenarios will lead to better drivers, however, the final summative will be the number of students who pass the class and receive their driver's license.

St. Charles CUSD 303– Kane (SD42/HD83) – Expiration 2029-30 school year / W- 100-7430R4 – Waiver of School Code (Section 27-24.2) request to increase the driver's education max from \$250 to \$600.

District Narrative: *St. Charles Community Unit School District 303 is seeking a modification of the Illinois School Code ILCS 5/27-24.2 whereby the fee for Driver Education is changed from "not to exceed \$50" to "not to exceed \$600". This request is based on fulfilling the intent of the driver education mandate in a more cost-efficient manner.*

The intent of the Code is to provide a quality program of instruction for students related to the operation of motor vehicles. The Code requires that "the course of instruction given in grades 10-12 shall include an emphasis on the development of knowledge, attitudes, habits and skills necessary for the safe operation of motor vehicles ... ". District 303 's one semester course in Driver Education is an integrated two-phase program, which fully complies with the intent of the Code. Students receive a "minimum of 30 clock hours of classroom instruction and a minimum of 6 clock hours of individual behind-the-wheel instruction in a dual control care on public roadways taught by a driver education instructor endorsed by the State Board of Education". The District will meet the intent of the Code by continuing the above described quality Driver Education program, but it will do so in a more cost efficient manner by increasing the registration fee to not to exceed \$600.00. The fee for a student who is unable to pay for the course shall be waived.

Non-resident Tuition

Vienna HSD 13-3 – Johnson (SD59/HD117) – Expiration 2028-29 school year / W-100-7400 – Waiver of School Code (Section 10-20.12a) requests to allow district to charge less than 110% of the per capita tuition charge (zero charge) for non-resident students located outside their usual district boundary.

District Narrative: *The purpose of the request is to facilitate improved student performance and stimulated innovation. Granting the waiver would enhance student performance and stimulate innovation within the school by improving the performance of faculty members and staff members. Increased job satisfaction combined with a decrease in distraction and time-off-task at work would be realized by employees advantaged by the waiver. This powerful set of dynamics would translate*

to improved overall job performance. An employee's vested interests in the instructional program would become a personal benefit as well. Children would be advantaged by the merits of their individual efforts. The benefits of a conscientious teacher's efforts and a conscientious staff member's contribution to an educational institution is undoubtedly enhanced and highlighted when his or her own family members are affected. With this waiver, full time working parents of students within the District and its feeder schools would be afforded a common purpose by combining the rigor of professional and personal lives. Because of the small population and rural nature of the District, it is residentially and geographically challenged and has had to rely on non-resident employees at a higher than average rate over the years. The District draws from over 200 square miles. The most qualified candidates for positions often do not live within the District boundaries thereby forcing the logistical separation of families of those hired due to residency issues. Granting this request would assist the District and its feeder schools in recruiting high quality staff and resource officers by improving the attractiveness of those job positions for non-resident applicants and increasing the pool of highly qualified candidates.

If approved, the impact of this opportunity will be assessed over the five-year period of the waiver through the analysis of data and feedback from students, parents, faculty and residents of the school community as an integral part of the comprehensive school improvement process. In this way, the District would monitor the impact and result of its implementation.

Vienna PSD 55 – Johnson (SD59/HD117) – Expiration 2028-29 school year / W-100-7431 – Waiver of School Code (Section 10-20.12a) requests to allow district to charge less than 110% of the per capita tuition charge (zero charge) for non-resident students located outside their usual district boundary.

District Narrative: *The purpose of the request is to facilitate improved student performance and stimulated innovation. Granting the waiver would enhance student performance and stimulate innovation within the school by improving the performance of faculty members and staff members. Increased job satisfaction combined with a decrease in distraction and time-off-task at work would be realized by employees advantaged by the waiver. This powerful set of dynamics would translate to improved overall job performance. An employee's vested interests in the instructional program would become a personal benefit as well. Children would be advantaged by the merits of their individual efforts. The benefits of a conscientious teacher's efforts and a conscientious staff member's contribution to an educational institution is undoubtedly enhanced and highlighted when his or her own family members are affected. With this waiver, full time working parents of students within the District and surrounding schools would be afforded a common purpose by combining the rigor of professional and personal lives. Because of the small population and rural nature of the District, it is residentially and geographically challenged and has had to rely on non-resident employees at a higher than average rate over the years. The most qualified candidates for positions often do not live within the District boundaries thereby forcing the logistical separation of families of those hired due to residency issues. Granting this request would assist the District and surrounding schools in recruiting high quality staff by improving the attractiveness of those job positions for nonresident applicants and increasing the pool of highly qualified candidates. If approved, the impact of this opportunity will be assessed over the five-year period of the waiver through the analysis of data and feedback from students, parents, faculty, and residents of the school community as an integral part of the comprehensive school improvement process. In this way, the District would monitor the impact and result of its implementation.*

Jonesboro Elementary District 43 – Union (SD59/HD118) – Expiration 2028-29 school year / W-100-7426 – Waiver of School Code (Section 10-20.12a) requests to allow district to charge less than 110% of the per capita tuition charge (zero charge) for non-resident students located outside their usual district boundary.

District Narrative: *The purpose of the request is to facilitate improved student performance and stimulate innovation. Granting the waiver would enhance student performance and stimulate innovation within the school by improving the performance of faculty members and staff members. Increased job satisfaction combined with a decrease in distraction and time off-task at work would be realized by employees advantaged by the waiver. This powerful set of dynamics would translate to improved overall job performance. An employee's vested interests in the instructional program would become a personal benefit as well. Children would be advantaged by the merits of their individual efforts. The benefits of a conscientious teacher's efforts and a conscientious staff member's contribution to an educational institution is undoubtedly enhanced and highlighted when his or her own family members are affected. With this waiver, full time working parents of students within the District and surrounding schools would be afforded a common purpose by combining the rigor of professional and personal lives.*

Because of the small population and rural nature of the District, it is residentially and geographically challenged and has had to rely on non-resident employees at a higher than average rate over the years. The most qualified candidates for positions often do not live within the District boundaries thereby forcing the logistical separation of families of those hired due to residency issues. Granting this request would assist the District and surrounding schools in recruiting high quality staff by improving the attractiveness of those job positions for non-resident applicants and increasing the pool of highly qualified candidates.

If approved, the impact of this opportunity will be assessed over the five-year period of the waiver through the analysis of data and feedback from students, parents, faculty and residents of the school community as an integral part of the comprehensive school improvement process. In this way, the District would monitor the impact and result of its implementation.

Physical Education

Palatine CCSD 15 – Cook (SD26/HD51) – Expiration 2028-29 school year / W-100-7436– Waiver of School Code (Section 27-6) requests to decrease number of physical education days for kindergarten through fifth grade from three days per week to two days per week.

District Narrative: *Palatine CCSD 15 serves nearly 12,000 students across 14 elementary schools (K-5), 1 early childhood school and 5 middle schools (6-8). We are committed to providing a well-rounded education that meets the physical, academic, and emotional needs of every student. At the middle school level, students currently receive physical education five days a week. However, due to the building schedules and space limitations within our elementary schools, we are requesting a waiver to provide physical education two days per week for our K-5 students, with each session lasting 30 minutes. Our elementary schools*

provide robust opportunities for physical activity and movement outside of PE, including substantial recess time and well-rounded arts programming, such as Visual Art and Music. However, our facilities, many of which have multi-purpose gyms that also serve as lunchrooms, cannot accommodate additional PE sessions without compromising safety and instructional time. The setup and cleanup required for lunch services in these spaces make it difficult to expand physical education without significant disruption. Doubling up classes in these smaller gym spaces risks injury and limit physical activity during PE class. Holding physical education for two 30-minute sessions each week is more effective and efficient for students.

McHenry CCSD 15 – McHenry (SD32/HD63) – Expiration 2029-30 school year / W-100-7450– Waiver of School Code (Section 27-6) requests to decrease number of physical education days for kindergarten through fifth grade from three days per week to one day per week.

District Narrative: *In McHenry Community Consolidated School District 15, students in grades 6-8 receive physical education instruction from a teacher licensed or endorsed in physical education at least three days per five-day week. Students in K-5 grade receive physical education instruction from a teacher licensed or endorsed in physical education one day per five-day week. Furthermore, District 15 provides a balanced wellness course where students are engaged in active learning one day per five-day week, participating in both indoor and outdoor learning spaces not limited to general classrooms that is an extension of physical education and promotes physical health and life balance. Lastly, teachers incorporate movement activities throughout their classes and offer physical activities to students in the form of "brain breaks" in all grade levels.*

The district works to provide an adequate physical education experience for all students. To this point, space limitations remain a problem as our current enrollment and schedule maximizes the available space for students to participate in physical education activities. Currently, we have elementary schools who have to conduct overflow classes in cafeterias, schools that have to double up classes of children, and we have some schools who share Physical Education teachers with each other. In all schools, physical education classes have very high enrollments that make activities more challenging than if there were fewer students or additional facility space. We therefore request an initial waiver / modification of this specific mandate for kindergarten through fifth grade students of McHenry Community Consolidated School District 15 in McHenry, IL.

Oak Park Elementary SD 97 – Cook (SD39/HD78) – Expiration 2025-26 school year / W-100-7399R– Waiver of School Code (Section 27-6) request to limit physical education to 60 minutes per week for grades kindergarten through fifth.

District Narrative: *The district has neither the space nor the personnel to meet the state's requirements. As an example, one of our elementary schools has 29 sections from kindergarten to fifth grade. If each classroom participated in a 30-minute gym class, conservatively, the maximum number of classes that can take place would be 14. In order*

to provide courses aligned with the Act, the district would need to hire an additional 1 teacher at the school and find two total large spaces that are not already in use that can be used for physical education. There could also be a need to reconsider all of our special area offerings (Music, Art, World Language, Library) in order to meet this provision.

This waiver was last approved in August 2022 and does not propose a change to schedules that students have experienced in the past.

Aurora West Unit 129 – Kane (SD42/HD83) – Expiration 2029-30 school year / W-100-7449– Waiver of School Code (Section 27-6) request to decrease number of physical education days for kindergarten through fifth grade from three days per week to two days per week.

District Narrative: *The advantages of having daily instruction in physical education for elementary students is recognized. For the past six years, we have been able to accommodate offering physical education three times a week to students in grades K-5. This has come with restructuring our elementary day to allow for the additional time to be spent each week. Beginning with the 2025-2026 school year, we will be implementing a new core literacy program. As a result of this implementation and the time required for literacy instruction, we are requesting a waiver to reduce our physical education offering to two days per week.*

Our request would allow us to build in additional intervention time in both literacy and math in addition to our tier 1 instruction.

If this request is not approved, we would see a reduction in the minutes in all core academic areas: Language Arts, math, science, social studies, as well as other specials including STEM, art and music. It would also reduce the daily dedicated student intervention block that has been built within the day for all students kindergarten through fifth grade throughout the district. These negative outcomes would result in a decline in student academic achievement.

Urbana SD 116 – Kane (SD52/HD103) – Expiration 2028-29 school year / W-100-7413– Waiver of School Code (Section 27-6) request to decrease number of physical education days for kindergarten through fifth grade from three days per week to two days per week.

District Narrative: *Urbana School District 116 is seeking a formal waiver of school code (Section 105 ILCS 27-6) and request to allow the district to permit students in kindergarten through fifth grade to participate in physical education two times a week.*

Urbana School District 116 is requesting a PE Waiver because the district is not able to meet the 3-day PE requirement for elementary students due to the following:

-Not enough time in the 6.5 hour school day to support all grade levels (K-5) getting three days of PE without lengthening the school day

-Maximizing the instructional time in the daily schedule to support core subject areas

- *120 minutes/day for CKLA/Caminos ELA*
- *60 minutes for Illustrative Math*
- *30 minutes for SEL.(social-emotional learning curriculum)*
- *Addition of Enrichment/Intervention built into the daily schedule*
- *The required instructional minutes and includes thirty minutes of unstructured recess time*

-Not enough PE teachers and days in the week to support three days of PE for each grade level (K-5).

-Not in the budget to hire more PE teachers - at least 3 to support the 3-day PE model.

-Not enough space in each building to hold 3 PE classes at the same time. Some buildings can only hold a space for one PE at a time. This means that PE would have to be in classrooms which is a safety issue and students wouldn't be able to really participate in PE.

Having PE two days a week allows the district to:

- focus on increasing student achievement in reading and math
- maintain current staffing and PE spaces
- maintain the daily schedule, including time for library instruction, SEL, and science and social studies
- strengthen its long-standing commitment to Fine Arts

Statement of Affairs

North Greene District 3 – Greene (SD50/HD100) – **Expiration 2028-29 school year / W-100-7434** – **Waiver of School Code** (Section 10-17) requests to waive the requirement to post the Annual Statement of Affairs in the local newspaper.

District Narrative: *The Board of Education of North Greene Unit District 3 seeks a waiver/modification of Section 10-17 of the School Code 105 ILCS 5/10-17 which requires school districts to publish in a local newspaper annually an Annual Statement of Affairs (50-37). The following modification is being requested.*

To meet this requirement the district must: publish an ASA summary in a newspaper of general circulation by December 1, annually; publish an ASA summary on the school district's/joint agreement's website by December 1, annually; submit the ASA to the State Board of Education (ISBE) for posting on the agency's website by December 15, annually; and retain copies of the ASA in the school district's/joint agreement's administrative office.

The intent of the rule will be met through using the district website which is available to the entire school community and public as a whole. The local newspaper has limited circulation and does not reach all constituents. As the website is more accessible to more constituents, the information from the ASA can be viewed by a greater number of individuals than in the local newspaper. Granting the mandated waiver modification would save the district at least \$850/year which would total at least \$4250 over the course of five years; these funds could be utilized for other items or fees essential to the education of our students. The impact of this opportunity will be assessed over the five-year period of the waiver through feedback from students, parents, and faculty and from the residents of the school community as a whole. Over the five-year period of this waiver, the total amount saved is \$10,000, which will be better utilized for other items or fees essential to the education of our students.

**Section II
Waiver and Modification Database**

Requests received during this waiver cycle are presented numerically by Senate and House district and then alphabetically by school district or eligible applicant. The "action" to be taken for each request is noted; that is, requests for waivers upon which the General Assembly must act are noted as "GA Action"; modifications already acted upon by the state superintendent of education in accordance with Section 1A-4 of the School Code are noted as "ISBE Approved" or "ISBE Denied"; and requests that were returned for one or more of the following reasons are noted "Ineligible," "NWN" (no waiver needed), or "Withdrawn."

Legislative Districts	Number	School District	County	Code Citation¹	Description	Action	Subject	Expiration Year²
8/16	7454	Lincolnwood SD 74	Cook	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
11/22	7425	Reavis HSD 220	Cook	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
17/34	7421	Thornton Township HSD 215	Cook	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
19/38	7398	Rich Township HSD 227	Cook	10-19.05 (d)	Request to use banked instruction time over the minimum of 300 minutes as 1 full school improvement day	ISBE Approved	School Improvement	2030
25/50	7420	East Aurora District 131	Kane	27-24.2	Request to allow for 3 hours of driver simulation	GA Action	Drivers Education	2029
26/51	7436	Palatine CCSD 15	Cook	27-6	Request to decrease number of physical education days from 3 days to 2 days per week	GA Action	Physical Education	2029
26/52	7408	Fox River Grove	McHenry	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
29/57	7415	Sunset Ridge SD 29	Cook	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
30/59	7439	Adlai E. Stevenson HSD 125	Lake	27-24.2	Request to increase \$250 Driver's education max to \$600	GA Action	Drivers Education	2030

30/59	7440	Adlai E. Stevenson HSD 125	Lake	27-24.3	Request to use computer simulators for no more than 8 hours in lieu of 2 hours of behind the wheel instruction in a car with dual operating controls operated on public roadways.	GA Action	Drivers Education	2030
32/63	7450	McHenry CCSD 15	McHenry	27-6	Request to decrease number of physical education days from 3 days to 1 day per week.	GA Action	Physical Education	2030
35/69	7448	North Boone CUSD 200	Boone	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
37/74	7412	Mendota CCSD 289	LaSalle	10-19.05 (d)	Request to allow for one full school improvement day	ISBE Approved GA Action	School Improvement Administrative Cost Limitation	2025
38/75	7442	Morris SD 54	Grundy	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
38/76	7414	Grand Ridge CCSD 5	LaSalle	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
39/77	7455	Leyden HSD 212	Cook	252.20 (b)	Request to reach behind-the-wheel instruction during summer only	Ineligible	Drivers Education	2030
39/78	7399	Oak Park Elementary SD 97	Cook	27-6	Request to limit physical education to 60 minutes per week for grades kindergarten through fifth	GA Action	Physical Education	2026
40/80	7429	Bloom Township HSD 206	Cook/Will	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
42/83	7430	St. Charles CUSD 303	Kane	27-24.2	Request to increase drivers' education fee to \$600	GA Action	Drivers Education	2030
42/83	7449	Aurora West Unit 129	Kane	27-6	Request to decrease number of physical education days from 3 days to 2 days per week	GA Action	Physical Education	2030
42/84	7424	Indian Prairie SD 204	DuPage/Will	10-19.05 (d)	Request to allow for two full school improvement days in lieu of four half days	ISBE Approved	School Improvement	2031
43/86	7410	Elwood CCSD 203	Will	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
44/88	7406	DeLand Weldon CUSD 57	Piatt	17-1.5	Request to waive the 5 percent limitation of administrative costs	WITHDRAWN	Administrative Cost Limitation	2024

44/88	7443	Ridgeview CUSD 19	McLean	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
45/89	7428	East Dubuque SD 119	Jo Davies	17-1.5	Request to waive the 5 percent limitation of administrative costs	Ineligible	Administrative Cost Limitation	2024
45/90	7416	Winnebago SD 320	Winnebago	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
46/91	7441	McLean County USD 5	McLean	10-19.05 (d)	request to allow for two full school improvement days in lieu of four half days	ISBE Approved	School Improvement	2030
47/93	7453	Elmwood CUSD 322	Peoria	10-20.12	Request to allow district to charge less than %1.10 per capita tuition charge for non-resident children of full-time and part-time employees	NWN	Non-Resident Tuition	
47/93	7404	Peoria Community HS	Tazewell	IL Admin. Code 232.40, C	Request to allow driver education personnel to supplement their income from their daily teaching	ISBE Approved	Drivers Education	2029
49/97	7419	Troy CCSD 30C	Will	17-1.5	Request to waive the 5 percent limitation of administrative costs	WITHDRAWN	Administrative Cost Limitation	2025
50/100	7432	Brussels CUSD 42	Calhoun	17-1.5	Request to waive the 5 percent limitation of administrative costs	Ineligible	Administrative Cost Limitation	2025
50/100	7433	North Greene District 3	Greene	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
50/100	7434	North Greene District 3	Greene	10-17	Request to waive the requirement to post the Annual Statement of Affairs in the local newspaper	GA Action	Statement of Affairs	2029
50/100	7437	Carrollton CUSD 1	Greene	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
51/102	7401	Heritage CUSD 8	Champaign	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
51/102	7397	Shiloh CUSD 1	Edgar	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
52/103	7405	Rantoul Township HSD 193	Champaign	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024

52/104	7452	Danville CCSD 118	Vermillion	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
52/104	7413	Urbana SD 116	Champaign	27-6	Request to limit physical education to 2 days per week for grades kindergarten through fifth	GA Action	Physical Education	2029
53/105	7444	Fieldcrest CUSD 6	Woodford	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
53/105	7445	Fieldcrest CUSD 6	Woodford	10-19.05 (d)	Request to allow for 5 school improvement days in lieu of 10 half days.	ISBE Approved	School Improvement	2030
53/106	7418	Iroquois CUSD 9	Iroquois	10-19.05 (d)	Request to allow for four school improvement days	ISBE Approved	School Improvement	2030
54/107	7427	Pana CUSD 8	Christian	17-1.5	Request to waive the 5 percent limitation of administrative costs	WITHDRAWN	Administrative Cost Limitation	2025
54/108	7407	Carlinville CUSD 1	Macoupin	17-1.5	Request to waive the 5 percent limitation of administrative costs	WITHDRAWN	Administrative Cost Limitation	2025
55/109	7451	Ashley CCSD 15	Washington	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
55/110	7438	Ramsey CUSD 204	Fayette	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
55/110	7423	Sandoval CUSD 501	Marion	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
58/116	7409	Field CCSD 3	Jefferson	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
58/116	7447	Summersville SD 79	Jefferson	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2025
59/117	7422	Vienna PSD 55	Johnson	17-1.5	Request to waive the 5 percent limitation of administrative costs	GA Action	Administrative Cost Limitation	2024
59/117	7431	Vienna PSD 55	Johnson	10-20.12	Request to allow district to charge less than %10 per capita tuition charge for non-resident	GA Action	Non-Resident Tuition	2029

59/117	7400	Vienna PSD 13-3	Johnson	10-20.12	children of full-time and part-time employees	GA Action	Non-Resident Tuition	2030
					Request to allow district to charge less than %10 per capita tuition change for non-resident children of full-time and part-time employees			
59/117	7402	Vienna PSD 13-3	Johnson	27-24.2		NWN	Drivers Education	
					Request to increase driver's education max to an amount less than \$250			
59/117	7403	Vienna PSD 13-3	Johnson	ISBE Rule 23 Ill. Admin. Code 252.20(e)(1)(B)		ISBE Approved	Drivers Education	2030
					Request to allow a certified driver's education instructor who specializes in drivers' education for the disabled to provide behind-the-wheel instruction to disabled students.			
59/117	7411	New Simpson Hill	Johnson	17-1.5		GA Action	Administrative Cost Limitation	2024
					Request to waive the 5 percent limitation of administrative costs			
59/118	7446	Cairo School District 1	Alexander	17-1.5		GA Action	Administrative Cost Limitation	2025
					Request to waive the 5 percent limitation of administrative costs			
59/118	7417	Meridian CUSD 101	Pulaski	17-1.5		GA Action	Administrative Cost Limitation	2024
					Request to waive the 5 percent limitation of administrative costs			
59/118	7426	Jonesboro Elementary 43	Union	10-20.12		GA Action	Non-Resident Tuition	2029
					Request to allow district to charge less than %10 per capita tuition change for non-resident children of full-time and part-time employees			

The foregoing report was placed before the Senate, ordered received and placed on file with the Secretary's Office.

At the hour of 12:48 o'clock p.m., the Chair announced that the Senate stands adjourned until Wednesday, March 19, 2025, at 12:00 o'clock p.m.

[March 18, 2025]