

101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

SB2004

Introduced 2/15/2019, by Sen. Martin A. Sandoval

SYNOPSIS AS INTRODUCED:

30 ILCS 500/1-10 30 ILCS 500/1-15.100 30 ILCS 500/1-13 rep.

Amends the Illinois Procurement Code. Provides that the Code does not apply to any procurements made by public institutions of higher education. Repeals a Section concerning the applicability of the Code to public institutions of higher education. Defines terms. Makes conforming changes.

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AN ACT concerning finance.

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

4 Section 5. The Illinois Procurement Code is amended by 5 changing Sections 1-10 and 1-15.100 as follows:

6 (30 ILCS 500/1-10)

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7 Sec. 1-10. Application.
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This Code applies only to procurements for which 8 (a) 9 bidders, offerors, potential contractors, or contractors were first solicited on or after July 1, 1998. This Code shall not 10 be construed to affect or impair any contract, or any provision 11 of a contract, entered into based on a solicitation prior to 12 the implementation date of this Code as described in Article 13 14 99, including but not limited to any covenant entered into with respect to any revenue bonds or similar instruments. All 15 16 procurements for which contracts are solicited between the effective date of Articles 50 and 99 and July 1, 1998 shall be 17 substantially in accordance with this Code and its intent. 18

(b) This Code shall apply regardless of the source of the funds with which the contracts are paid, including federal assistance moneys. This Code shall not apply to:

(1) Contracts between the State and its political
 subdivisions or other governments, or between State

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- governmental bodies, except as specifically provided in
 this Code.

3 (2) Grants, except for the filing requirements of
4 Section 20-80.

(3) Purchase of care, except as provided in Section5-30.6 of the Illinois Public Aid Code and this Section.

7 (4) Hiring of an individual as employee and not as an
8 independent contractor, whether pursuant to an employment
9 code or policy or by contract directly with that
10 individual.

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(5) Collective bargaining contracts.

12 (6) Purchase of real estate, except that notice of this 13 type of contract with a value of more than \$25,000 must be published in the Procurement Bulletin within 10 calendar 14 15 days after the deed is recorded in the county of 16 jurisdiction. The notice shall identify the real estate 17 purchased, the names of all parties to the contract, the value of the contract, and the effective date of the 18 19 contract.

20 (7) Contracts necessary to prepare for anticipated 21 litigation, enforcement actions, or investigations, 22 provided that the chief legal counsel to the Governor shall 23 give his or her prior approval when the procuring agency is 24 one subject to the jurisdiction of the Governor, and 25 provided that the chief legal counsel of any other 26 procuring entity subject to this Code shall give his or her

- prior approval when the procuring entity is not one subject
 to the jurisdiction of the Governor.
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(8) (Blank).

(9) Procurement expenditures by the Illinois Conservation Foundation when only private funds are used.

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(10) (Blank).

7 (11) Public-private agreements entered into according the procurement requirements of Section 20 of the 8 to 9 Public-Private Partnerships for Transportation Act and 10 design-build agreements entered into according to the 11 procurement requirements of Section 25 of the 12 Public-Private Partnerships for Transportation Act.

13 (12)Contracts for legal, financial, and other 14 professional and artistic services entered into on or 15 before December 31, 2018 by the Illinois Finance Authority 16 in which the State of Illinois is not obligated. Such 17 contracts shall be awarded through a competitive process authorized by the Board of the Illinois Finance Authority 18 and are subject to Sections 5-30, 20-160, 50-13, 50-20, 19 20 50-35, and 50-37 of this Code, as well as the final 21 approval by the Board of the Illinois Finance Authority of 22 the terms of the contract.

(13) Contracts for services, commodities, and equipment to support the delivery of timely forensic science services in consultation with and subject to the approval of the Chief Procurement Officer as provided in

subsection (d) of Section 5-4-3a of the Unified Code of 1 2 Corrections, except for the requirements of Sections 20-60, 20-65, 20-70, and 20-160 and Article 50 of this 3 Code; however, the Chief Procurement Officer may, in 4 5 writing with justification, waive any certification required under Article 50 of this Code. For any contracts 6 7 for services which are currently provided by members of a 8 collective bargaining agreement, the applicable terms of 9 collective bargaining agreement the concerning 10 subcontracting shall be followed.

11 On and after January 1, 2019, this paragraph (13), 12 except for this sentence, is inoperative.

13 (14) Contracts for participation expenditures required
14 by a domestic or international trade show or exhibition of
15 an exhibitor, member, or sponsor.

16 (15) Contracts with a railroad or utility that requires 17 the State to reimburse the railroad or utilities for the relocation of utilities for construction or other public 18 19 purpose. Contracts included within this paragraph (15) 20 shall include, but not be limited to, those associated 21 with: relocations, crossings, installations, and 22 maintenance. For the purposes of this paragraph (15), 23 "railroad" means any form of non-highway ground 24 transportation that runs on rails or electromagnetic 25 guideways and "utility" means: (1) public utilities as defined in Section 3-105 of the Public Utilities Act, (2) 26

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telecommunications carriers as defined in Section 13-202 1 2 of the Public Utilities Act, (3) electric cooperatives as defined in Section 3.4 of the Electric Supplier Act, (4) 3 telephone or telecommunications cooperatives as defined in 4 5 Section 13-212 of the Public Utilities Act, (5) rural water or waste water systems with 10,000 connections or less, (6) 6 7 a holder as defined in Section 21-201 of the Public 8 Utilities Act, and (7) municipalities owning or operating 9 utility systems consisting of public utilities as that term 10 is defined in Section 11-117-2 of the Illinois Municipal 11 Code.

12 (16) Procurement expenditures necessary for the 13 Department of Public Health to provide the delivery of 14 timely newborn screening services in accordance with the 15 Newborn Metabolic Screening Act.

16 (17) (16) Procurement expenditures necessary for the 17 Department of Agriculture, the Department of Financial and Professional Regulation, the Department of Human Services, 18 19 and the Department of Public Health to implement the 20 Compassionate Use of Medical Cannabis Pilot Program and 21 Opioid Alternative Pilot Program requirements and ensure 22 access to medical cannabis for patients with debilitating medical conditions in accordance with the Compassionate 23 24 Use of Medical Cannabis Pilot Program Act.

Notwithstanding any other provision of law, for contracts entered into on or after October 1, 2017 under an exemption

provided in any paragraph of this subsection (b), except 1 2 paragraph (1), (2), or (5), each State agency shall post to the 3 appropriate procurement bulletin the name of the contractor, a description of the supply or service provided, the total amount 4 5 of the contract, the term of the contract, and the exception to the Code utilized. The chief procurement officer shall submit a 6 7 report to the Governor and General Assembly no later than November 1 of each year that shall include, at a minimum, an 8 9 annual summary of the monthly information reported to the chief 10 procurement officer.

11 (c) This Code does not apply to the electric power 12 procurement process provided for under Section 1-75 of the 13 Illinois Power Agency Act and Section 16-111.5 of the Public 14 Utilities Act.

(d) Except for Section 20-160 and Article 50 of this Code, and as expressly required by Section 9.1 of the Illinois Lottery Law, the provisions of this Code do not apply to the procurement process provided for under Section 9.1 of the Illinois Lottery Law.

(e) This Code does not apply to the process used by the Capital Development Board to retain a person or entity to assist the Capital Development Board with its duties related to the determination of costs of a clean coal SNG brownfield facility, as defined by Section 1-10 of the Illinois Power Agency Act, as required in subsection (h-3) of Section 9-220 of the Public Utilities Act, including calculating the range of

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capital costs, the range of operating and maintenance costs, or the sequestration costs or monitoring the construction of clean coal SNG brownfield facility for the full duration of construction.

(f) (Blank).

6 (g) (Blank).

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7 (h) This Code does not apply to the process to procure or
8 contracts entered into in accordance with Sections 11-5.2 and
9 11-5.3 of the Illinois Public Aid Code.

10 (i) Each chief procurement officer may access records 11 necessary to review whether a contract, purchase, or other 12 expenditure is or is not subject to the provisions of this 13 Code, unless such records would be subject to attorney-client 14 privilege.

(j) This Code does not apply to the process used by the Capital Development Board to retain an artist or work or works of art as required in Section 14 of the Capital Development Board Act.

(k) This Code does not apply to the process to procure contracts, or contracts entered into, by the State Board of Elections or the State Electoral Board for hearing officers appointed pursuant to the Election Code.

(1) This Code does not apply to the processes used by the
Illinois Student Assistance Commission to procure supplies and
services paid for from the private funds of the Illinois
Prepaid Tuition Fund. As used in this subsection (1), "private

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funds" means funds derived from deposits paid into the Illinois
 Prepaid Tuition Trust Fund and the earnings thereon.

3 (m) This Code does not apply to any procurements made by public institutions of higher education. For the purposes of 4 5 this subsection (m), "public institution of higher education" means Chicago State University, Eastern Illinois University, 6 Governors State University, Illinois State University, 7 Northeastern Illinois University, Northern Illinois 8 9 University, Southern Illinois University, University of 10 Illinois, Western Illinois University, and, for purposes of this Code only, the Illinois Mathematics and Science Academy. 11 12 (Source: P.A. 99-801, eff. 1-1-17; 100-43, eff. 8-9-17; 100-580, eff. 3-12-18; 100-757, eff. 8-10-18; 100-1114, eff. 13 8-28-18; revised 10-18-18.) 14

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(30 ILCS 500/1-15.100)

16 Sec. 1-15.100. State agency. "State agency" means and includes all boards, commissions, agencies, institutions, 17 authorities, and bodies politic and corporate of the State, 18 created by or in accordance with the constitution or statute, 19 20 and of the executive branch of State government and does 21 include colleges, universities, and institutions under the 22 jurisdiction of the governing boards of the University of Illinois, Southern Illinois University, Illinois State 23 24 University, Eastern Illinois University, Northern Illinois 25 University, Western Illinois University, Chicago State

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1 University, Governor State University, Northeastern Illinois 2 University, and the Board of Higher Education. However, this term does not apply to public employee retirement systems or 3 investment boards that are subject to fiduciary duties imposed 4 by the Illinois Pension Code or to the University of Illinois 5 6 Foundation. "State agency" does not include units of local government, school districts, community colleges under the 7 Public Community College Act, and the Illinois Comprehensive 8 Health Insurance Board. 9

10 (Source: P.A. 90-572, eff. 2-6-98; revised 10-11-18.)

11 (30 ILCS 500/1-13 rep.)

Section 10. The Illinois Procurement Code is amended by repealing Section 1-13.

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