AN ACT concerning government contracts with State
 appointees.

3 Be it enacted by the People of the State of Illinois,4 represented in the General Assembly:

5 Section 1. Short title. This Act may be cited as the
6 State Appointee Contract Prohibition Act.

7 Section 5. Prohibition.

8 (a) It is unlawful for an appointed member of a board, commission, authority, or task force authorized or created by 9 State law, or the spouse or immediate family member of the 10 appointee, to have or acquire a contract or have or acquire a 11 direct pecuniary interest in a contract with a unit of local 12 13 government or school district that relates to the board, commission, authority, or task force of which he or she is an 14 15 appointee during and for one year after the person's term of 16 office.

(b) It is unlawful for a partnership, association, or corporation in which a person subject to subsection (a) has majority ownership or managerial responsibility to have or acquire a contract or a direct pecuniary interest in a contract prohibited by subsection (a) during and for one year after the person's term of office.

(c) This Act does not affect the validity of a contractin existence before the person's appointment.

25 (d) Violation of this Act is a business offense
26 punishable by a fine of no less than \$1,000 and no more than
27 \$5,000.

28 Section 90. The Illinois Procurement Code is amended by 29 changing Section 50-13 as follows: 1

(30 ILCS 500/50-13)

2 Sec. 50-13. Conflicts of interest.

(a) Prohibition. It is unlawful for any person holding 3 4 elective office in this State, holding a seat in the an 5 General Assembly, or appointed to or employed in any of the 6 offices or agencies of State government and who receives 7 compensation for such employment in excess of 60% of the salary of the Governor of the State of Illinois, or who is an 8 9 officer or employee of the Capital Development Board or the Illinois Toll Highway Authority, or who is the spouse or 10 11 minor child of any such person to have or acquire any contract, or any direct pecuniary interest in any contract 12 13 therein, whether for stationery, printing, paper, or any services, materials, or supplies, that will be wholly or 14 15 partially satisfied by the payment of funds appropriated by 16 the General Assembly of the State of Illinois or in any contract of the Capital Development Board or the Illinois 17 Toll Highway Authority. 18

19 (b) Interests. It is unlawful for any firm, partnership, association, or corporation, in which any person 20 21 listed in subsection (a) is entitled to receive (i) more than 7 1/2% of the total distributable income or (ii) an amount in 22 23 excess of the salary of the Governor, to have or acquire any such contract or direct pecuniary interest therein. 24

25 (c) Combined interests. It is unlawful for any firm, partnership, association, or corporation, in which any person 26 listed in subsection (a) together with his or her spouse or 27 minor children is entitled to receive (i) more than 15%, in 28 29 the aggregate, of the total distributable income or (ii) an 30 amount in excess of 2 times the salary of the Governor, to 31 have or acquire any such contract or direct pecuniary 32 interest therein.

33 (c-5) In addition to subsection (a), it is unlawful
 34 for an appointed member of a board, commission, authority, or

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1 task force authorized or created by State law, or the spouse or immediate family member of the appointee, to have or 2 3 acquire a contract or have or acquire a direct pecuniary 4 interest in a contract with the State that relates to the board, commission, authority, or task force of which he or 5 she is an appointee during and for one year after the 6 7 person's term of office.

8 (c-10) It is unlawful for a partnership, association, or 9 corporation in which a person subject to subsection (c-5) has 10 majority ownership or managerial responsibility to have or 11 acquire a contract or a direct pecuniary interest in a contract prohibited by subsection (c-5) during and for one 12 13 year after the person's term of office.

(d) Securities. Nothing in this Section invalidates the 14 15 provisions of any bond or other security previously offered 16 or to be offered for sale or sold by or for the State of Illinois. 17

(e) Prior interests. This Section does not affect the 18 19 validity of any contract made between the State and an officer or employee of the State or member of the General 20 21 Assembly, his or her spouse, minor child, or other immediate 22 <u>family member</u> or any combination of those persons if that 23 contract was in existence before his or her election or employment as an officer, member, or employee. The contract 24 25 is voidable, however, if it cannot be completed within 365 days after the officer, member, or employee takes office or 26 27 is employed.

(f) Exceptions. 28

(1) Public aid payments. This Section does not 29 30 apply to payments made for a public aid recipient.

(2) Teaching. This Section does not apply to a 31 contract for personal services as a teacher or school 32 administrator between a member of the General Assembly or 33 his or her spouse, or a State officer or employee or his 34

1 or her spouse, and any school district, public community 2 college district, the University of Illinois, Southern Illinois University, Illinois State University, Eastern 3 4 Illinois University, Northern Illinois University, Western Illinois University, Chicago State University, 5 Governor State University, or Northeastern 6 Illinois 7 University.

8 (3) Ministerial duties. This Section does not 9 apply to a contract for personal services of a wholly ministerial character, including but not limited to 10 11 services as a laborer, clerk, typist, stenographer, page, bookkeeper, receptionist, or telephone switchboard 12 operator, made by a spouse or minor child of an elective 13 or appointive State officer or employee or of a member of 14 15 the General Assembly.

16 (4) Child and family services. This Section does
17 not apply to payments made to a member of the General
18 Assembly, a State officer or employee, his or her spouse
19 or minor child acting as a foster parent, homemaker,
20 advocate, or volunteer for or in behalf of a child or
21 family served by the Department of Children and Family
22 Services.

(5) Licensed professionals. Contracts with licensed
professionals, provided they are competitively bid or
part of a reimbursement program for specific, customary
goods and services through the Department of Children and
Family Services, the Department of Human Services, the
Department of Public Aid, the Department of Public
Health, or the Department on Aging.

30 (g) Penalty. A person convicted of a violation of this
31 Section is guilty of a business offense and shall be fined
32 not less than \$1,000 nor more than \$5,000.

33 (Source: P.A. 90-572, eff. 2-6-98.)