

Sen. Don Harmon

## Filed: 5/22/2007

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1	AMENDMENT TO HOUSE BILL 3490
2	AMENDMENT NO Amend House Bill 3490, AS AMENDED, by
3	replacing everything after the enacting clause with the
4	following:
5	"Section 5. The Public Building Commission Act is amended
6	by changing Sections 3 and 20 and by adding Sections 2.5, 20.3,
7	20.4, 20.5, 20.10, 20.15, 20.20, and 20.25 as follows:
8	(50 ILCS 20/2.5 new)
9	Sec. 2.5. Legislative policy; conditions for use of
10	design-build. It is the intent of the General Assembly that a
11	commission be allowed to use the design-build delivery method
12	for public projects if it is shown to be in the commission's
13	best interest for that particular project.
14	It shall be the policy of the commission in the procurement
15	of design-build services to publicly announce all requirements
16	for design-build services and to procure these services on the

1	basis of demonstrated competence and qualifications and with
2	due regard for the principles of competitive selection.
3	The commission shall, prior to issuing requests for
4	proposals, promulgate and publish procedures for the
5	solicitation and award of contracts pursuant to this Act.
6	The commission shall, for each public project or projects
7	permitted under this Act, make a written determination,
8	including a description as to the particular advantages of the
9	design-build procurement method, that it is in the best
10	interests of the commission to enter into a design-build
11	contract for the project or projects.
12	In making that determination, the following factors shall
13	be considered:
14	(1) The probability that the design-build procurement
15	method will be in the best interests of the commission by
16	providing a material savings of time or cost over the
17	design-bid-build or other delivery system.
18	(2) The type and size of the project and its
19	suitability to the design-build procurement method.
20	(3) The ability of the design-build entity to define
21	and provide comprehensive scope and performance criteria
22	for the project.
23	The commission shall require the design-build entity to
24	comply with the utilization goals established by the corporate
25	authorities of the commission for minority and women business
26	enterprises and to comply with Section 2-105 of the Illinois

1	Human Rights Act.
2	This Section is repealed 5 years after the effective date
3	of this amendatory Act of the 95th General Assembly.
4	(50 ILCS 20/3) (from Ch. 85, par. 1033)
5	Sec. 3. The following terms, wherever used, or referred to
6	in this Act, mean unless the context clearly requires a
7	different meaning:
8	(a) "Commission" means a Public Building Commission
9	created pursuant to this Act.
10	(b) "Commissioner" or "Commissioners" means a Commissioner
11	or Commissioners of a Public Building Commission.
12	(c) "County seat" means a city, village or town which is
13	the county seat of a county.
14	(d) "Municipality" means any city, village or incorporated
15	town of the State of Illinois.
16	(e) "Municipal corporation" includes a county, city,
17	village, town, (including a county seat), park district, school
18	district in a county of 3,000,000 or more population, board of
19	education of a school district in a county of 3,000,000 or more
20	population, sanitary district, airport authority contiguous
21	with the County Seat as of July 1, 1969 and any other municipal
22	body or governmental agency of the State, and until July 1,
23	2011, a school district that (i) was organized prior to 1860,
24	(ii) is located in part in a city originally incorporated prior
25	to 1840, and (iii) entered into a lease with a Commission prior

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1 to 1993, and its board of education, but does not include a 2 school district in a county of less than 3,000,000 population, a board of education of a school district in a county of less 3 4 than 3,000,000 population, or a community college district in a 5 county of less than 3,000,000 population, except that until 6 July 1, 2011, a school district that (i) was organized prior to 1860, (ii) is located in part in a city originally incorporated 7 prior to 1840, and (iii) entered into a lease with a Commission 8 prior to 1993, and its board of education, are included. 9

10 (f) "Governing body" includes a city council, county board, 11 or any other body or board, by whatever name it may be known, 12 charged with the governing of a municipal corporation.

(g) "Presiding officer" includes the mayor or president of a city, village or town, the presiding officer of a county board, or the presiding officer of any other board or commission, as the case may be.

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(h) "Oath" means oath or affirmation.

(i) "Building" means an improvement to real estate to be made available for use by a municipal corporation for the furnishing of governmental services to its citizens, together with any land or interest in land necessary or useful in connection with the improvement.

(j) "Delivery system" means the design and construction
approach used to develop and construct a project.

25 (k) "Design-bid-build" means the traditional delivery
26 system used on public projects that incorporates the Local

1 Government Professional Services Selection Act (50 ILCS 510/) 2 and the principles of competitive selection. (1) "Design-build" means a delivery system that provides 3 4 responsibility within a single contract for the furnishing of 5 architecture, engineering, land surveying and related services as required, and the labor, materials, equipment, and other 6 7 construction services for the project. (m) "Design-build contract" means a contract for a public 8 9 project under this Act between the Commission and a 10 design-build entity to furnish architecture, engineering, land surveying, and related services as required, and to furnish the 11 labor, materials, equipment, and other construction services 12 13 for the project. The design-build contract may be conditioned 14 upon subsequent refinements in scope and price and may allow 15 the Commission to make modifications in the project scope 16 without invalidating the design-build contract. (n) "Design-build entity" means any individual, sole 17 proprietorship, firm, partnership, joint venture, corporation, 18 19 professional corporation, or other entity that proposes to 20 design and construct any public project under this Act. A 21 design-build entity and associated design-build professionals 22 shall conduct themselves in accordance with the laws of this 23 State and the related provisions of the Illinois Administrative 24 Code, as referenced by the licensed design professionals Acts 25 of this State. 26 (o) "Design professional" means any individual, sole

proprietorship, firm, partnership, joint venture, corporation, 1 professional corporation, or other entity that offers services 2 3 under the Illinois Architecture Practice Act of 1989 (225 ILCS 4 305/), the Professional Engineering Practice Act of 1989 (225 5 ILCS 325/), the Structural Engineering Licensing Act of 1989 (225 ILCS 340/), or the Illinois Professional Land Surveyor Act 6 7 of 1989 (225 ILCS 330/). (p) "Evaluation criteria" means the requirements for the 8 9 separate phases of the selection process for design-build 10 proposals as defined in this Act and may include the 11 specialized experience, technical qualifications and competence, capacity to perform, past performance, experience 12 13 with similar projects, assignment of personnel to the project, 14 and other appropriate factors. Price may not be used as a 15 factor in the evaluation of Phase I proposals. 16 (q) "Proposal" means the offer to enter into a design-build contract as submitted by a design-build entity in accordance 17 18 with this Act. 19 (r) "Request for proposal" means the document used by the 20 Commission to solicit proposals for a design-build contract. 21 "Scope and performance criteria" means the (s) requirements for the public project, including but not limited 22 to, the intended usage, capacity, size, scope, quality and 23 24 performance standards, life-cycle costs, and other 25 programmatic criteria that are expressed in 26 performance-oriented and quantifiable specifications and

1	drawings that can be reasonably inferred and are suited to
2	allow a design-build entity to develop a proposal.
3	(t) "Guaranteed maximum price" means a form of contract in
4	which compensation may vary according to the scope of work
5	involved but in any case may not exceed an agreed total amount.
6	Definitions in this Section with respect to design-build
7	shall have no effect beginning 5 years after the effective date
8	of this amendatory Act of the 95th General Assembly.
9	(Source: P.A. 94-1071, eff. 1-1-07.)
10	(50 ILCS 20/20) (from Ch. 85, par. 1050)
11	Sec. 20. Contracts let to lowest responsible bidder;
12	competitive bidding; advertisement for bids; design-build
13	contracts.
14	(a) All contracts to be let for the construction,
15	alteration, improvement, repair, enlargement, demolition or
16	removal of any buildings or other facilities, or for materials
17	or supplies to be furnished, where the amount thereof is in
18	excess of \$5,000, shall be <u>awarded as a design-build contract</u>
19	in accordance with Sections 20.3 through 20.20 or shall be let
20	to the lowest responsible bidder, or bidders on open
21	competitive bidding. $\overline{}$
22	(b) A contract awarded on the basis of competitive bidding
23	shall be awarded after public advertisement published at least
24	once in each week for three consecutive weeks prior to the

25 opening of bids, in a daily newspaper of general circulation in

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1 the county where the commission is located. Nothing contained in this Section shall be construed to prohibit the Board of 2 Commissioners from placing additional advertisements 3 in 4 recognized trade journals. Advertisements for bids shall 5 describe the character of the proposed contract in sufficient 6 detail to enable the bidders thereon to know what their obligation will be, either in the advertisement itself, or by 7 8 reference to detailed plans and specifications on file in the 9 office of the Public Building Commission at the time of the 10 publication of the first announcement. Such advertisement 11 shall also state the date, time, and place assigned for the opening of bids. No and no bids shall be received at any time 12 13 subsequent to the time indicated in said advertisement.

14 (c) In addition to the requirements of Section 20.3, the 15 Commission shall advertise a design-build solicitation at 16 least once in a daily newspaper of general circulation in the county where the Commission is located. The date that Phase I 17 submissions by design-build entities are due must be at least 18 19 14 calendar days after the date the newspaper advertisement for 20 design-build proposals is first published. The advertisement 21 shall identify the design-build project, the due date, the place and time for Phase I submissions, and the place where 22 proposers can obtain a complete copy of the request for 23 24 design-build proposals, including the criteria for evaluation 25 and the scope and performance criteria. The Commission is not 26 precluded from using other media or from placing advertisements

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## in addition to the one required under this subsection.

2 <u>(d)</u> The Board of Commissioners may reject any and all bids 3 <u>and proposals</u> received and <u>may</u> readvertise for bids <u>or issue a</u> 4 <u>new request for design-build proposals</u>.

5 (e) All bids shall be open to public inspection in the 6 office of the Public Building Commission for a period of at least forty-eight (48) hours before award is made. 7 The successful bidder for such work shall enter into contracts 8 furnished and prescribed by the Board of Commissioners and in 9 10 addition to any other bonds required under this Act the 11 successful bidder shall execute and give bond, payable to and to be approved by the Commission, with a corporate surety 12 13 authorized to do business under the laws of the State of Illinois, in an amount to be determined by the Board of 14 15 Commissioners, conditioned upon the payment of all labor 16 furnished and materials supplied in the prosecution of the contracted work. If the bidder whose bid has been accepted 17 18 shall neglect or refuse to accept the contract within five (5) days after written notice that the same has been awarded to 19 20 him, or if he accepts but does not execute the contract and 21 give the proper security, the Commission may accept the next 22 lowest bidder, or readvertise and relet in manner above 23 provided.

24 (f) In case any work shall be abandoned by any contractor 25 <u>or design-build entity</u>, the Commission may, if the best 26 interests of the Commission be thereby served, adopt on behalf 09500HB3490sam002 -10- LRB095 04549 JAM 36767 a

1 of the Commission all subcontracts made by such contractor or design-build entity for such work and all such sub-contractors 2 shall be bound by such adoption if made; and the Commission 3 4 shall, in the manner provided in this Act <del>herein</del>, readvertise 5 and relet, or request proposals and award design-build 6 contracts for, the work specified in the original contract exclusive of so much thereof as shall be accepted. Every 7 contract when made and entered into, as herein provided in this 8 9 Section or Section 20.20 for, shall be executed in duplicate, 10 one copy of which shall be held by the Commission, and filed in 11 its records, and one copy of which shall be given to the contractor or design-build entity. 12

13 (g) The provisions of this Section with respect to 14 design-build shall have no effect beginning 5 years after the 15 effective date of this amendatory Act of the 95th General 16 Assembly.

17 (Source: P.A. 84-249.)

18 (50 ILCS 20/20.3 new)

19 Sec. 20.3. Solicitation of design-build proposals.

20 <u>(a) When the Commission elects to use the design-build</u> 21 <u>delivery method, it must issue a notice of intent to receive</u> 22 <u>proposals for the project at least 14 days before issuing the</u> 23 <u>request for the proposal. The Commission must publish the</u> 24 <u>advance notice in a daily newspaper of general circulation in</u> 25 the county where the Commission is located. The Commission is 09500HB3490sam002 -11- LRB095 04549 JAM 36767 a

1	encouraged to use publication of the notice in related
2	construction industry service publications. A brief
3	description of the proposed procurement must be included in the
4	notice. The Commission must provide a copy of the request for
5	proposal to any party requesting a copy.
6	(b) The request for proposal shall be prepared for each
7	project and must contain, without limitation, the following
8	information:
9	(1) The name of the Commission.
10	(2) A preliminary schedule for the completion of the
11	contract.
12	(3) The proposed budget for the project, the source of
13	funds, and the currently available funds at the time the
14	request for proposal is submitted.
15	(4) Prequalification criteria for design-build
16	entities wishing to submit proposals. The Commission shall
17	include, at a minimum, its normal prequalification,
18	licensing, registration, and other requirements, but
19	nothing contained herein precludes the use of additional
20	prequalification criteria by the Commission.
21	(5) Material requirements of the contract, including
22	but not limited to, the proposed terms and conditions,
23	required performance and payment bonds, insurance, and the
24	entity's plan to comply with the utilization goals
25	established by the corporate authorities of the Commission
26	for minority and women business enterprises and to comply

1	with Section 2-105 of the Illinois Human Rights Act.
2	(6) The performance criteria.
3	(7) The evaluation criteria for each phase of the
4	solicitation.
5	(8) The number of entities that will be considered for
6	the technical and cost evaluation phase.
7	(c) The Commission may include any other relevant
8	information that it chooses to supply. The design-build entity
9	shall be entitled to rely upon the accuracy of this
10	documentation in the development of its proposal.
11	(d) The date that proposals are due must be at least 21
12	calendar days after the date of the issuance of the request for
13	proposal. In the event the cost of the project is estimated to
14	exceed \$12,000,000, then the proposal due date must be at least
15	28 calendar days after the date of the issuance of the request
16	for proposal. The Commission shall include in the request for
17	proposal a minimum of 30 days to develop the Phase II
18	submissions after the selection of entities from the Phase I
19	evaluation is completed.
20	(e) This Section is repealed 5 years after the effective
21	date of this amendatory Act of the 95th General Assembly.
22	(50 ILCS 20/20.4 new)
23	Sec. 20.4. Development of design-build scope and
24	performance criteria.
25	(a) The Commission shall develop, with the assistance of a

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1	licensed design professional, a request for proposal, which
2	shall include scope and performance criteria. The scope and
3	performance criteria must be in sufficient detail and contain
4	adequate information to reasonably apprise the qualified
5	design-build entities of the Commission's overall programmatic
6	needs and goals, including criteria and preliminary design
7	plans, general budget parameters, schedule, and delivery
8	requirements.
9	(b) Each request for proposal shall also include a
10	description of the level of design to be provided in the
11	proposals. This description must include the scope and type of
12	renderings, drawings, and specifications that, at a minimum,
13	will be required by the Commission to be produced by the
14	design-build entities.
15	(c) The scope and performance criteria shall be prepared by
16	a design professional who is an employee of the Commission, or
17	the Commission may contract with an independent design
18	professional selected under the Local Government Professional
19	Services Selection Act (50 ILCS 510/) to provide these
20	services.
21	(d) The design professional that prepares the scope and
22	performance criteria is prohibited from participating in any
23	design-build entity proposal for the project.
24	(e) This Section is repealed 5 years after the effective
25	date of this amendatory Act of the 95th General Assembly.

1 (50 ILCS 20/20.5 new) Sec. 20.5. Procedures for design-build selection. 2 (a) The Commission must use a two-phase procedure for the 3 4 selection of the successful design-build entity. Phase I of the 5 procedure will evaluate and shortlist the design-build entities based on gualifications, and Phase II will evaluate 6 7 the technical and cost proposals. (b) The Commission shall include in the request for 8 9 proposal the evaluating factors to be used in Phase I. These factors are in addition to any prequalification requirements of 10 11 design-build entities that the Commission has set forth. Each request for proposal shall establish the relative importance 12 assigned to each evaluation factor and subfactor, including any 13 14 weighting of criteria to be employed by the Commission. The 15 Commission must maintain a record of the evaluation scoring to 16 be disclosed in event of a protest regarding the solicitation. The Commission shall include the following criteria in 17 every Phase I evaluation of design-build entities: (1) 18 19 experience of personnel; (2) successful experience with 20 similar project types; (3) financial capability; (4) timeliness of past performance; (5) experience with similarly 21 22 sized projects; (6) successful reference checks of the firm; (7) commitment to assign personnel for the duration of the 23 24 project and qualifications of the entity's consultants; and (8) 25 ability or past performance in meeting or exhausting good faith

26 efforts to meet the utilization goals for minority and women

business enterprises established by the corporate authorities of the Commission and in complying with Section 2-105 of the Illinois Human Rights Act. The Commission may include any additional relevant criteria in Phase I that it deems necessary for a proper qualification review. The Commission may include any additional relevant criteria in Phase I that it deems necessary for a proper qualification review.

8 The Commission may not consider any design-build entity for 9 evaluation or award if the entity has any pecuniary interest in 10 the project or has other relationships or circumstances, 11 including but not limited to, long-term leasehold, mutual performance, or development contracts with the Commission, 12 13 that may give the design-build entity a financial or tangible 14 advantage over other design-build entities in the preparation, 15 evaluation, or performance of the design-build contract or that 16 create the appearance of impropriety. No design-build proposal shall be considered that does not include an entity's plan to 17 comply with the requirements established in the minority and 18 19 women business enterprises and economically disadvantaged 20 firms established by the corporate authorities of the 21 Commission and with Section 2-105 of the Illinois Human Rights 22 Act.

23 <u>Upon completion of the qualifications evaluation, the</u> 24 <u>Commission shall create a shortlist of the most highly</u> 25 <u>qualified design-build entities. The Commission, in its</u> 26 <u>discretion, is not required to shortlist the maximum number of</u>

1	entities as identified for Phase II evaluation, provided
2	however, no less than 2 design-build entities nor more than 6
3	are selected to submit Phase II proposals.
4	The Commission shall notify the entities selected for the
5	shortlist in writing. This notification shall commence the
6	period for the preparation of the Phase II technical and cost
7	evaluations. The Commission must allow sufficient time for the
8	shortlist entities to prepare their Phase II submittals
9	considering the scope and detail requested by the Commission.
10	(c) The Commission shall include in the request for
11	proposal the evaluating factors to be used in the technical and
12	cost submission components of Phase II. Each request for
13	proposal shall establish, for both the technical and cost
14	submission components of Phase II, the relative importance
15	assigned to each evaluation factor and subfactor, including any
16	weighting of criteria to be employed by the Commission. The
17	Commission must maintain a record of the evaluation scoring to
18	be disclosed in event of a protest regarding the solicitation.
19	The Commission shall include the following criteria in
20	every Phase II technical evaluation of design-build entities:
21	(1) compliance with objectives of the project; (2) compliance
22	of proposed services to the request for proposal requirements;
23	(3) quality of products or materials proposed; (4) quality of
24	design parameters; (5) design concepts; (6) innovation in
25	meeting the scope and performance criteria; and (7)
26	constructability of the proposed project. The Commission may

1 include any additional relevant technical evaluation factors 2 it deems necessary for proper selection. The Commission shall include the following criteria in 3 4 every Phase II cost evaluation: the guaranteed maximum project 5 cost and the time of completion. The Commission may include any additional relevant technical evaluation factors it deems 6 necessary for proper selection. The guaranteed maximum project 7 cost criteria weighing factor shall not exceed 30%. 8 9 The Commission shall directly employ or retain a licensed 10 design professional to evaluate the technical and cost 11 submissions to determine if the technical submissions are in accordance with generally accepted industry standards. 12 13 Upon completion of the technical submissions and cost 14 submissions evaluation, the Commission may award the 15 design-build contract to the highest overall ranked entity. 16 (d) This Section is repealed 5 years after the effective date of this amendatory Act of the 95th General Assembly. 17 (50 ILCS 20/20.10 new) 18 19 Sec. 20.10. Small design-build projects. In any case where 20 the total overall cost of the project is estimated to be less than \$12,000,000, the Commission may combine the two-phase 21 procedure for design-build selection described in Section 20.5 22 23 into one combined step, provided that all the requirements of 24 evaluation are performed in accordance with Section 20.5. 25 This Section is repealed 5 years after the effective date

## 1 of this amendatory Act of the 95th General Assembly.

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(50 ILCS 20/20.15 new)

3 Sec. 20.15. Submission of design-build proposals. 4 Design-build proposals must be properly identified and sealed. 5 Proposals may not be reviewed until after the deadline for submission has passed as set forth in the request for 6 proposals. All design-build entities submitting proposals 7 8 shall be disclosed after the deadline for submission, and all 9 design-build entities who are selected for Phase II evaluation 10 shall also be disclosed at the time of that determination.

Phase II design-build proposals shall include a bid bond in 11 12 the form and security as designated in the request for 13 proposals. Proposals shall also contain a separate sealed 14 envelope with the cost information within the overall proposal submission. Proposals shall include a list of all design 15 professionals and other entities to which any work identified 16 in Section 30-30 of the Illinois Procurement Code as a 17 18 subdivision of construction work may be subcontracted during 19 the performance of the contract.

20 <u>Proposals must meet all material requirements of the</u> 21 <u>request for proposal or they may be rejected as non-responsive.</u> 22 <u>The Commission shall have the right to reject any and all</u> 23 <u>proposals.</u>

24The drawings and specifications of any unsuccessful25design-build proposal shall remain the property of the

1	design-build entity.
2	The Commission shall review the proposals for compliance
3	with the performance criteria and evaluation factors.
4	Proposals may be withdrawn prior to the due date and time
5	for submissions for any cause. After evaluation begins by the
6	Commission, clear and convincing evidence of error is required
7	for withdrawal.
8	This Section is repealed 5 years after the effective date
9	of this amendatory Act of the 95th General Assembly.
10	(50 ILCS 20/20.20 new)
11	Sec. 20.20. Design-build award. The Commission may award a
12	design-build contract to the highest overall ranked entity.
13	Notice of award shall be made in writing. Unsuccessful entities
14	shall also be notified in writing. The Commission may not
15	request a best and final offer after the receipt of proposals.
16	The Commission may negotiate with the selected design-build
17	entity after award but prior to contract execution for the
18	purpose of securing better terms than originally proposed,
19	provided that the salient features of the request for proposal
20	are not diminished.
21	This Section is repealed 5 years after the effective date
22	of this amendatory Act of the 95th General Assembly.
23	(50 ILCS 20/20.25 new)

Sec. 20.25. Minority and female owned enterprises; total 24

1 <u>construction budget.</u>

2	(a) Each year, within 60 days following the end of a
3	commission's fiscal year, the commission shall provide a report
4	to the General Assembly addressing the utilization of minority
5	and female owned business enterprises on design-build
6	projects.
7	(b) The payments for design-build projects by any
8	commission in one fiscal year shall not exceed 25% of the
9	moneys spent on construction projects during the same fiscal
10	year.
11	(c) This Section is repealed 5 years after the effective
12	date of this amendatory Act of the 95th General Assembly.".