

## 98TH GENERAL ASSEMBLY

## State of Illinois

## 2013 and 2014

#### HB4750

by Rep. Arthur Turner

### SYNOPSIS AS INTRODUCED:

30 ILCS 500/1-10

Amends the Illinois Procurement Code. Makes a technical change in a Section regarding application of the Code.

LRB098 18055 JWD 53184 b

A BILL FOR

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AN ACT concerning finance.

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

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

6 (30 ILCS 500/1-10)

7 Sec. 1-10. Application.

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

1 governmental bodies except as specifically provided in 2 this Code.

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

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(3) Purchase of care.

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

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(5) Collective bargaining contracts.

11 (6) Purchase of real estate, except that notice of this 12 type of contract with a value of more than \$25,000 must be 13 published in the Procurement Bulletin within 7 days after 14 the deed is recorded in the county of jurisdiction. The 15 notice shall identify the real estate purchased, the names 16 of all parties to the contract, the value of the contract, 17 and the effective date of the contract.

(7) Contracts necessary to prepare for anticipated 18 19 litigation, enforcement actions, or investigations, 20 provided that the chief legal counsel to the Governor shall 21 give his or her prior approval when the procuring agency is 22 one subject to the jurisdiction of the Governor, and 23 provided that the chief legal counsel of any other 24 procuring entity subject to this Code shall give his or her 25 prior approval when the procuring entity is not one subject 26 to the jurisdiction of the Governor.

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Contracts for services to Northern Illinois 1 (8) 2 University by a person, acting as an independent 3 contractor, who is qualified by education, experience, and technical ability and is selected by negotiation for the 4 5 purpose of providing non-credit educational service activities or products by means of specialized programs 6 7 offered by the university.

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

(10) Procurement expenditures by the Illinois Health
Information Exchange Authority involving private funds
from the Health Information Exchange Fund. "Private funds"
means gifts, donations, and private grants.

14 (11) Public-private agreements entered into according 15 to the procurement requirements of Section 20 of the 16 Public-Private Partnerships for Transportation Act and 17 design-build agreements entered into according to the of Section 25 18 procurement requirements of the 19 Public-Private Partnerships for Transportation Act.

20 (12)Contracts for legal, financial, and other professional and artistic services entered into on or 21 22 before December 31, 2018 by the Illinois Finance Authority 23 in which the State of Illinois is not obligated. Such 24 contracts shall be awarded through a competitive process 25 authorized by the Board of the Illinois Finance Authority and are subject to Sections 5-30, 20-160, 50-13, 50-20, 26

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1 50-35, and 50-37 of this Code, as well as the final 2 approval by the Board of the Illinois Finance Authority of 3 the terms of the contract.

Notwithstanding any other provision of law, contracts 4 5 entered into under item (12) of this subsection (b) shall be published in the Procurement Bulletin within 14 days after 6 7 contract execution. The chief procurement officer shall 8 prescribe the form and content of the notice. The Illinois 9 Finance Authority shall provide the chief procurement officer, 10 on a monthly basis, in the form and content prescribed by the 11 chief procurement officer, a report of contracts that are 12 related to the procurement of goods and services identified in 13 item (12) of this subsection (b). At a minimum, this report 14 shall include the name of the contractor, a description of the 15 supply or service provided, the total amount of the contract, 16 the term of the contract, and the exception to the Code 17 utilized. A copy of each of these contracts shall be made available to the chief procurement officer immediately upon 18 19 request. The chief procurement officer shall submit a report to 20 the Governor and General Assembly no later than November 1 of each year that shall include, at a minimum, an annual summary 21 22 of the monthly information reported to the chief procurement 23 officer.

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

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1 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.

7 (e) This Code does not apply to the process used by the 8 Capital Development Board to retain a person or entity to 9 assist the Capital Development Board with its duties related to the determination of costs of a clean coal SNG brownfield 10 11 facility, as defined by Section 1-10 of the Illinois Power 12 Agency Act, as required in subsection (h-3) of Section 9-220 of 13 the Public Utilities Act, including calculating the range of capital costs, the range of operating and maintenance costs, or 14 15 the sequestration costs or monitoring the construction of clean 16 coal SNG brownfield facility for the full duration of 17 construction.

(f) This Code does not apply to the process used by the Illinois Power Agency to retain a mediator to mediate sourcing agreement disputes between gas utilities and the clean coal SNG brownfield facility, as defined in Section 1-10 of the Illinois Power Agency Act, as required under subsection (h-1) of Section 9-220 of the Public Utilities Act.

(g) This Code does not apply to the processes used by the
Illinois Power Agency to retain a mediator to mediate contract
disputes between gas utilities and the clean coal SNG facility

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and to retain an expert to assist in the review of contracts 1 2 under subsection (h) of Section 9-220 of the Public Utilities 3 Act. This Code does not apply to the process used by the Illinois Commerce Commission to retain an expert to assist in 4 5 determining the actual incurred costs of the clean coal SNG 6 facility and the reasonableness of those costs as required 7 under subsection (h) of Section 9-220 of the Public Utilities 8 Act.

9 (h) This Code does not apply to the process to procure or 10 contracts entered into in accordance with Sections 11-5.2 and 11 11-5.3 of the Illinois Public Aid Code.

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

21 (Source: P.A. 97-96, eff. 7-13-11; 97-239, eff. 8-2-11; 97-502, 22 eff. 8-23-11; 97-689, eff. 6-14-12; 97-813, eff. 7-13-12; 23 97-895, eff. 8-3-12; 98-90, eff. 7-15-13; 98-463, eff. 8-16-13; 24 98-572, eff. 1-1-14; revised 9-9-13.)

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