

Sen. Michael E. Hastings

Filed: 2/27/2020

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10100SB3384sam001

LRB101 19532 RJF 70733 a

1	AMENDMENT TO SENATE BILL 3384
2	AMENDMENT NO Amend Senate Bill 3384 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Illinois Procurement Code is amended by
5	changing Sections 1-13 and 40-25 as follows:
6	(30 ILCS 500/1-13)
7	Sec. 1-13. Applicability to public institutions of higher
8	education.
9	(a) This Code shall apply to public institutions of higher
_0	education, regardless of the source of the funds with which
1	contracts are paid, except as provided in this Section.
2	(b) Except as provided in this Section, this Code shall not
_3	apply to procurements made by or on behalf of public
_4	institutions of higher education for any of the following:
_5	(1) Memberships in professional, academic, research,

or athletic organizations on behalf of a public institution

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of higher education, an employee of a public institution of higher education, or a student at a public institution of higher education.

- (2) Procurement expenditures for events or activities paid for exclusively by revenues generated by the event or activity, gifts or donations for the event or activity, private grants, or any combination thereof.
- (3) Procurement expenditures for events or activities for which the use of specific potential contractors is mandated or identified by the sponsor of the event or activity, provided that the sponsor is providing a majority of the funding for the event or activity.
- (4) Procurement expenditures necessary to provide athletic, artistic or musical services, performances, events, or productions by or for a public institution of higher education.
- (5) Procurement expenditures for periodicals, books, subscriptions, database licenses, and other publications procured for use by a university library or academic department, except for expenditures related to procuring textbooks for student use or materials for resale or rental.
- (6) Procurement expenditures for placement of students in externships, practicums, field experiences, and for medical residencies and rotations.
 - (7) Contracts for programming and broadcast license

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1 rights for university-operated radio and television stations.

- Procurement expenditures necessary to perform sponsored research and other sponsored activities under grants and contracts funded by the sponsor or by sources other than State appropriations.
- (9) Contracts with a foreign entity for research or educational activities, provided that the foreign entity either does not maintain an office in the United States or is the sole source of the service or product.

Notice of each contract entered into by a public institution of higher education that is related to the procurement of goods and services identified in items (1) through (9) of this subsection shall be published in the Procurement Bulletin within 14 calendar days after contract execution. The Chief Procurement Officer shall prescribe the form and content of the notice. Each public institution of higher education shall provide the Chief Procurement Officer, on a monthly basis, in the form and content prescribed by the Chief Procurement Officer, a report of contracts that are related to the procurement of goods and services identified in this subsection. At a minimum, this report shall include the name of the contractor, a description of the supply or service provided, the total amount of the contract, the term of the contract, and the exception to the Code utilized. A copy of any or all of these contracts shall be made available to the Chief

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1 Procurement Officer immediately upon request. The Chief Procurement Officer shall submit a report to the Governor and 2 General Assembly no later than November 1 of each year that 3 4 shall include, at a minimum, an annual summary of the monthly

information reported to the Chief Procurement Officer.

- (b-5) Except as provided in this subsection, the provisions of this Code shall not apply to contracts for medical supplies, and to contracts for medical services necessary for the delivery of care and treatment at medical, dental, or veterinary teaching facilities utilized by Southern Illinois University or the University of Illinois and at anv university-operated health care center or dispensary that provides care, treatment, and medications for students, faculty and staff. Other supplies and services, including services for search and placement of medical practitioners and academic staff for facilities described in this subsection (b-5), needed for these teaching facilities shall be subject to the jurisdiction of the Chief Procurement Officer for Public Institutions of Higher Education who may establish expedited procurement procedures and may waive or modify certification, contract, hearing, process and registration requirements required by the Code. All procurements made under this subsection shall be documented and may require publication in the Illinois Procurement Bulletin.
- 25 (c) Procurements made by or on behalf of public 26 institutions of higher education for the fulfillment of a grant

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1 shall be made in accordance with the requirements of this Code to the extent practical. 2

Upon the written request of a public institution of higher education, the Chief Procurement Officer may waive contract, registration, certification, and hearing requirements of this Code if, based on the item to be procured or the terms of a grant, compliance is impractical. The public institution of higher education shall provide the Chief Procurement Officer with specific reasons for the waiver, including the necessity of contracting with a particular potential contractor, and shall certify that an effort was made in good faith to comply with the provisions of this Code. The Chief Procurement Officer shall provide written justification for any waivers. By November 1 of each year, the Chief Procurement Officer shall file a report with the General Assembly identifying each contract approved with waivers and providing the justification given for any waivers for each of those contracts. Notice of each waiver made under this subsection shall be published in the Procurement Bulletin within 14 calendar days after contract execution. The Chief Procurement Officer shall prescribe the form and content of the notice.

Notwithstanding this Section, a waiver registration requirements of Section 20-160 does not permit a business entity and any affiliated entities or affiliated persons to make campaign contributions if otherwise prohibited by Section 50-37. The total amount of contracts awarded in

- 1 accordance with this Section shall be included in determining the aggregate amount of contracts or pending bids of a business 2 3 entity and any affiliated entities or affiliated persons.
- 4 (e) Notwithstanding subsection (e) of Section 50-10.5 of 5 this Code, the Chief Procurement Officer, with the approval of the Executive Ethics Commission, may permit a 6 institution of higher education to accept a bid or enter into a 7 8 contract with a business that assisted the public institution 9 of higher education in determining whether there is a need for 10 a contract or assisted in reviewing, drafting, or preparing 11 documents related to a bid or contract, provided that the bid or contract is essential to research administered by the public 12 13 institution of higher education and it is in the best interest 14 of the public institution of higher education to accept the bid 15 or contract. For purposes of this subsection, "business" 16 includes all individuals with whom a business is affiliated, including, but not limited to, any officer, agent, employee, 17 consultant, independent contractor, director, 18 partner, manager, or shareholder of a business. The Executive Ethics 19 20 Commission may promulgate rules and regulations for the implementation and administration of the provisions of this 2.1 subsection (e). 22
 - (f) As used in this Section:

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"Grant" means non-appropriated funding provided by a federal or private entity to support a project or program administered by a public institution of higher education and

- any non-appropriated funding provided to a sub-recipient of the 1 2 grant.
- "Public institution of higher education" means Chicago 3 4 State University, Eastern Illinois University, Governors State 5 University, Illinois State University, Northeastern Illinois University, Northern Illinois University, Southern Illinois 6 University, University of 7 Illinois, Western 8 University, and, for purposes of this Code only, the Illinois 9 Mathematics and Science Academy.
- 10 (q) (Blank).

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- (h) The General Assembly finds and declares that:
 - (1) Public Act 98-1076, which took effect on January 1, 2015, changed the repeal date set for this Section from December 31, 2014 to December 31, 2016.
 - (2) The Statute on Statutes sets forth general rules on the repeal of statutes and the construction of multiple amendments, but Section 1 of that Act also states that these rules will not be observed when the result would be "inconsistent with the manifest intent of the General Assembly or repugnant to the context of the statute".
 - (3) This amendatory Act of the 100th General Assembly manifests the intention of the General Assembly to remove the repeal of this Section.
 - (4) This Section was originally enacted to protect, promote, and preserve the general welfare. construction of this Section that results in the repeal of

1 this Section on December 31, 2014 would be inconsistent

with the manifest intent of the General Assembly and 2

3 repugnant to the context of this Code.

4 It is hereby declared to have been the intent of the

5 General Assembly that this Section not be subject to repeal on

December 31, 2014. 6

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This Section shall be deemed to have been in continuous 7

effect since December 20, 2011 (the effective date of Public 8

Act 97-643), and it shall continue to be in effect henceforward

until it is otherwise lawfully repealed. All previously enacted

amendments to this Section taking effect on or after December

31, 2014, are hereby validated. 12

13 All actions taken in reliance on or pursuant to this

14 Section by any public institution of higher education, person,

15 or entity are hereby validated.

16 In order to ensure the continuing effectiveness of this

Section, it is set forth in full and re-enacted by this

amendatory Act of the 100th General Assembly. This re-enactment

is intended as a continuation of this Section. It is not 19

intended to supersede any amendment to this Section that is

2.1 enacted by the 100th General Assembly.

22 In this amendatory Act of the 100th General Assembly, the

23 base text of the reenacted Section is set forth as amended by

24 Public Act 98-1076. Striking and underscoring is used only to

25 show changes being made to the base text.

This Section applies to all procurements made on or before

- 1 the effective date of this amendatory Act of the 100th General
- 2 Assembly.
- (Source: P.A. 100-43, eff. 8-9-17.) 3
- 4 (30 ILCS 500/40-25)
- Sec. 40-25. Length of leases. 5
- (a) Maximum term. Except as otherwise provided under 6
- 7 subsection (a-5), leases shall be for a term not to exceed 10
- years inclusive, beginning January, 1, 2010, of proposed 8
- 9 contract renewals and shall include a termination option in
- 10 favor of the State after 5 years. The length of energy
- conservation program contracts or energy savings contracts or 11
- 12 leases shall be in accordance with the provisions of Section
- 25-45. 13
- 14 (a-5) Extended term. A lease for real property owned by the
- 15 University of Illinois to be used by the University of Illinois
- at Chicago for an ambulatory surgical center, which would 16
- 17 include both clinical services and retail space, may exceed 10
- years in length where: (i) the lease requires the lessor to 18
- 19 make capital improvements in excess of \$100,000; and (ii) the
- Board of Trustees of the University of Illinois determines a 20
- 21 term of more than 10 years is necessary and is in the best
- 22 interest of the University. A lease under this subsection (a-5)
- 23 may not exceed 30 years in length.
- 24 (a-10) Extended term. A lease for real property owned by
- Southern Illinois University to be used by the Southern 25

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- 1 Illinois University School of Medicine for an ambulatory surgical center, which would include both clinical services and 2 3 retail space, may exceed 10 years in length where: (i) the 4 lease requires the lessor to make capital improvements in 5 excess of \$100,000; and (ii) the Board of Trustees of Southern 6 Illinois University determines a term of more than 10 years is necessary and is in the best interest of the University. A 7 lease under this subsection (a-10) may not exceed 30 years in 8 9 length.
 - (b) Renewal. Leases may include a renewal option. An option to renew may be exercised only when a State purchasing officer determines in writing that renewal is in the best interest of the State and notice of the exercise of the option is published in the appropriate volume of the Procurement Bulletin at least 30 calendar days prior to the exercise of the option.
 - (c) Subject to appropriation. All leases shall recite that they are subject to termination and cancellation in any year for which the General Assembly fails to make an appropriation to make payments under the terms of the lease.
 - (d) Holdover. Beginning January 1, 2010, no lease may continue on a month-to-month or other holdover basis for a total of more than 6 months. Beginning July 1, 2010, the Comptroller shall withhold payment of leases beyond this holdover period.
- 25 (Source: P.A. 100-23, eff. 7-6-17; 100-1047, eff. 1-1-19;
- 101-426, eff. 1-1-20.)". 26