

## Sen. Michael W. Frerichs

## Filed: 3/10/2011

13

09700SB1632sam001

LRB097 10001 KMW 50861 a

1 AMENDMENT TO SENATE BILL 1632 AMENDMENT NO. \_\_\_\_\_. Amend Senate Bill 1632 by replacing 2 3 everything after the enacting clause with the following: "Section 5. The Local Government Energy Conservation Act is 4 5 amended by changing Sections 5 and 25 as follows: 6 (50 ILCS 515/5) 7 Sec. 5. Definitions. As used in this Act, unless the context clearly requires otherwise: 8 "Energy conservation measure" means any improvement, 9 10 repair, alteration, or betterment of any building or facility owned or operated by a unit of local government or any 11 12 equipment, fixture, or furnishing to be added to or used in any

14 codes, that is designed to reduce energy consumption or
15 operating costs, and may include, without limitation, one or
16 more of the following:

such building or facility, subject to all applicable building

2.1

- 1 (1) Insulation of the building structure or systems
  2 within the building.
  - (2) Storm windows or doors, caulking or weatherstripping, multiglazed windows or doors, heat absorbing or heat reflective glazed and coated window or door systems, additional glazing, reductions in glass area, or other window and door system modifications that reduce energy consumption.
    - (3) Automated or computerized energy control systems.
  - (4) Heating, ventilating, or air conditioning system modifications or replacements.
  - (5) Replacement or modification of lighting fixtures to increase the energy efficiency of the lighting system without increasing the overall illumination of a facility, unless an increase in illumination is necessary to conform to the applicable State or local building code for the lighting system after the proposed modifications are made.
    - (6) Energy recovery systems.
  - (7) Energy conservation measures that provide long-term operating cost reductions.

## (8) Automatic fire sprinkler systems.

"Guaranteed energy savings contract" means a contract for:

(i) the implementation of an energy audit, data collection, and other related analyses preliminary to the undertaking of energy conservation measures; (ii) the evaluation and recommendation of energy conservation measures; (iii) the implementation of

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

one or more energy conservation measures; and (iv) the implementation of project monitoring and data collection to verify post-installation energy consumption and energy-related operating costs. The contract shall provide that all payments, except obligations on termination of the contract before its expiration, are to be made over time and that the savings are guaranteed to the extent necessary to pay the costs of the energy conservation measures. Energy savings may include energy reduction and offsetting sources of renewable energy funds including renewable energy credits and carbon credits.

"Qualified provider" means a person or business whose experienced and trained emplovees are in the implementation, or installation of energy conservation measures. The minimum training required for any person or employee under this paragraph shall be the satisfactory completion of at least 40 hours of course instruction dealing with energy conservation measures. A qualified provider to whom the contract is awarded shall give a sufficient bond to the unit of local government for its faithful performance.

"Request for proposals" means a competitive selection achieved by negotiated procurement. The request for proposals shall be announced through at least one public notice, at least 14 days before the request date in a newspaper published in the territory comprising the unit of local government or, if no newspaper is published in that territory, in a newspaper of general circulation in the area of the unit of local

- government, from a unit of local government that will 1
- administer the program, requesting innovative solutions and 2
- 3 proposals for energy conservation measures. Proposals
- 4 submitted shall be sealed. The request for proposals shall
- 5 include all of the following:
- The name and address of the unit of local 6 (1)
- 7 government.
- 8 (2) The name, address, title, and phone number of a
- 9 contact person.
- 10 (3) Notice indicating that the unit of local government
- 11 is requesting qualified providers to propose energy
- conservation measures through a quaranteed energy savings 12
- 13 contract.
- 14 (4) The date, time, and place where proposals must be
- 15 received.
- 16 (5) The evaluation criteria for assessing the
- 17 proposals.
- (6) Any other stipulations and clarifications the unit 18
- 19 of local government may require.
- 20 "Unit of local government" means a county, township,
- 2.1 municipality, or park district, public institution of higher
- 22 education, or nonpublic institution of higher education.
- (Source: P.A. 96-1197, eff. 7-22-10.) 23
- 24 (50 ILCS 515/25)
- 25 Sec. 25. Installment payment contract; lease purchase

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

agreement. A unit of local government, or units of local government in combination, may enter into an installment payment contract or lease purchase agreement with a qualified provider or with a third party, as authorized by law, for the funding or financing of the purchase and installation of energy conservation measures by a qualified provider. Every unit of government may issue certificates evidencing indebtedness incurred pursuant to the contracts or agreements. Any such contract or agreement shall be valid whether or not an appropriation with respect thereto is first included in any annual or supplemental budget adopted by the unit of local government. Each contract or agreement entered into by a unit local government pursuant to this Section shall be authorized by official action of the unit of local government's governing body. The authority granted under this Section is in addition to any other authority granted by law. No obligations issued pursuant to this Act shall be regarded as indebtedness of the unit of local government issuing those obligations or of any other taxing district for the purpose of any limitation imposed by law.

If an energy audit is performed by an energy services contractor for a unit of local government within the 3 years immediately preceding the solicitation, then the unit of local government must publish as a reference document in the solicitation for energy conservation measures the following:

(1) an executive summary of the energy audit provided

that the unit of local government may exclude any proprietary or trademarked information or practices; or

(2) the energy audit provided that the unit of local government may redact any proprietary or trademarked information or practices.

A unit of local government may not withhold the disclosure of information related to (i) the unit of local government's consumption of energy, (ii) the physical condition of the unit of local government's facilities, and (iii) any limitations prescribed by the unit of local government.

The solicitation must include a written disclosure that identifies any energy services contractor that participated in the preparation of the specifications issued by the unit of local government. If no energy services contractor participated in the preparation of the specifications issued by the unit of local government, then the solicitation must include a written disclosure that no energy services contractor participated in the preparation of the specifications for the unit of local government. The written disclosure shall be published in the Capital Development Board Procurement Bulletin with the Request for Proposal.

22 (Source: P.A. 95-612, eff. 9-11-07; 96-1197, eff. 7-22-10.)

Section 10. The Illinois Municipal Code is amended by changing Section 8-4-1 as follows:

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

1 (65 ILCS 5/8-4-1) (from Ch. 24, par. 8-4-1)

Sec. 8-4-1. No bonds shall be issued by the corporate authorities of any municipality until the question authorizing such bonds has been submitted to the electors of that municipality provided that notice of the bond referendum, if held before July 1, 1999, has been given in accordance with the provisions of Section 12-5 of the Election Code in effect at the time of the bond referendum, at least 10 and not more than 45 days before the date of the election, notwithstanding the time for publication otherwise imposed by Section 12-5, and approved by a majority of the electors voting upon that question. Notices required in connection with the submission of public questions on or after July 1, 1999 shall be as set forth in Section 12-5 of the Election Code. The clerk shall certify the proposition of the corporate authorities to the proper election authority who shall submit the question at an election in accordance with the general election law, subject to the notice provisions set forth in this Section.

Notice of any such election shall contain the amount of the bond issue, purpose for which issued, and maximum rate of interest.

However, without the submission of the question of issuing bonds to the electors, the corporate authorities of any municipality may authorize the issuance of any of the following bonds:

(1) Bonds to refund any existing bonded indebtedness;

20

21

22

23

24

25

26

- 1 (2) Bonds to fund or refund any existing judgment 2 indebtedness;
- 3 (3) In any municipality of less than 500,000 population, 4 bonds to anticipate the collection of installments of special 5 assessments and special taxes against property owned by the 6 municipality and to anticipate the collection of the amount 7 apportioned to the municipality as public benefits under 8 Article 9;
- 9 (4) Bonds issued by any municipality under Sections 8-4-15 10 through 8-4-23, 11-23-1 through 11-23-12, 11-25-1 through 11 11-26-6, 11-71-1 through 11-71-10, 11-74.3-1 through 11-74.3-7, 11-74.4-1 through 11-74.4-11, 11-74.5-1 through 12 13 11-74.5-15, 11-94-1 through 11-94-7, 11-102-1 through 11-102-10, 11-103-11 through 11-103-15, 11-118-1 through 14 15 11-118-6, 11-119-1 through 11-119-5, 11-129-1 through 16 11-129-7, 11-133-1 through 11-133-4, 11-139-1 through 11-139-12, 11-141-1 through 11-141-18 of this Code or 10-801 17 through 10-808 of the Illinois Highway Code, as amended; 18
  - (5) Bonds issued by the board of education of any school district under the provisions of Sections 34-30 through 34-36 of The School Code, as amended;
  - (6) Bonds issued by any municipality under the provisions of Division 6 of this Article 8; and by any municipality under the provisions of Division 7 of this Article 8; or under the provisions of Sections 11-121-4 and 11-121-5;
    - (7) Bonds to pay for the purchase of voting machines by any

- 1 municipality that has adopted Article 24 of The Election Code,
- 2 approved May 11, 1943, as amended;
- 3 (8) Bonds issued by any municipality under Sections 15 and
- 4 46 of the "Environmental Protection Act", approved June 29,
- 5 1970;
- 6 (9) Bonds issued by the corporate authorities of any
- 7 municipality under the provisions of Section 8-4-25 of this
- 8 Article 8;
- 9 (10) Bonds issued under Section 8-4-26 of this Article 8 by
- any municipality having a board of election commissioners;
- 11 (11) Bonds issued under the provisions of "An Act to
- 12 provide the manner of levying or imposing taxes for the
- 13 provision of special services to areas within the boundaries of
- 14 home rule units and nonhome rule municipalities and counties",
- approved September 21, 1973;
- 16 (12) Bonds issued under Section 8-5-16 of this Code;
- 17 (13) Bonds to finance the cost of the acquisition,
- 18 construction or improvement of water or wastewater treatment
- 19 facilities mandated by an enforceable compliance schedule
- 20 developed in connection with the federal Clean Water Act or a
- 21 compliance order issued by the United States Environmental
- 22 Protection Agency or the Illinois Pollution Control Board;
- provided that such bonds are authorized by an ordinance adopted
- 24 by a three-fifths majority of the corporate authorities of the
- 25 municipality issuing the bonds which ordinance shall specify
- 26 that the construction or improvement of such facilities is

- 1 necessary to alleviate an emergency condition in such
- 2 municipality;
- 3 (14) Bonds issued by any municipality pursuant to Section
- 4 11-113.1-1;
- 5 (15) Bonds issued under Sections 11-74.6-1 through
- 6 11-74.6-45, the Industrial Jobs Recovery Law of this Code; -
- 7 (16) Bonds issued under the Innovation Development and
- Economy Act, except as may be required by Section 35 of that 8
- 9 Act; -
- 10 (17) Bonds issued under the Local Government Energy
- 11 Conservation Act.
- (Source: P.A. 96-939, eff. 6-24-10; 96-1394, eff. 7-29-10; 12
- 13 revised 9-2-10.)
- 14 Section 99. Effective date. This Act takes effect upon
- 15 becoming law.".