

99TH GENERAL ASSEMBLY State of Illinois 2015 and 2016 HB4113

by Rep. Jerry F. Costello, II

SYNOPSIS AS INTRODUCED:

30 ILCS 500/1-13.5 new
110 ILCS 520/2 from Ch. 144, par. 652
110 ILCS 520/4 from Ch. 144, par. 654
110 ILCS 520/5 from Ch. 144, par. 655

Amends the Illinois Procurement Code to set forth provisions concerning applicability to public institutions of higher education. Amends the Southern Illinois University Management Act. Provides that the Board of Trustees shall include one voting student member chosen from each campus of the University (instead of one voting student member designated by the Governor from one campus and one nonvoting student member from the campus not represented by the voting student member). Makes corresponding changes. Effective immediately.

LRB099 09011 NHT 29191 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning education.

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

- Section 5. The Illinois Procurement Code is amended by adding Section 1-13.5 as follows:
- 6 (30 ILCS 500/1-13.5 new)
- Sec. 1-13.5. Applicability to public institutions of
- 8 higher education.
- 9 <u>(a) As used in this Section:</u>
- 10 "Grant" means non-appropriated funding provided by a
- 11 <u>federal or private entity to support a project or program</u>
- 12 <u>administered by a public institution of higher education and</u>
- any non-appropriated funding provided to a sub-recipient of the
- 14 grant.
- 15 "Public institution of higher education" means Chicago
- 16 State University, Eastern Illinois University, Governors State
- 17 University, Illinois State University, Northeastern Illinois
- 18 University, Northern Illinois University, Southern Illinois
- 19 University, the University of Illinois, Western Illinois
- 20 University, and, for purposes of this Code only, the Illinois
- 21 Mathematics and Science Academy.
- 22 (b) This Code shall apply to public institutions of higher
- 23 education, regardless of the source of the funds with which

contracts	are	paid,	except	as	provided	in	this	Section.
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- (c) Except as provided in this Section, this Code shall not apply to procurements made by or on behalf of public institutions of higher education for any of the following:
 - (1) Memberships in professional, academic, research, or athletic organizations on behalf of a public institution 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 artistic or musical services, performances, or productions held at a venue operated by a public institution of higher education.
 - (5) Procurement expenditures for periodicals and books 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

1	<u>rental.</u>

- (6) Procurement expenditures for placement of students in externships, practicums, field experiences, and medical residencies and rotations.
 - (7) Contracts for programming and broadcast license rights for university-operated radio and television stations.
 - (8) Contracts for the printing of a student-run newspaper if the printing press contracted by the public institution of higher education is located in the same municipality as a campus of the public institution of higher education and is owned by a local newspaper of general circulation.

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 (8) of this subsection (c) 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 (c). 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
- 2 the exception to this Code utilized. A copy of any or all of
- 3 these contracts shall be made available to the Chief
- 4 Procurement Officer immediately upon request. The Chief
- 5 Procurement Officer shall submit a report to the Governor and
- 6 General Assembly no later than November 1 of each year that
- 7 shall include, at a minimum, an annual summary of the monthly
- 8 information reported to the Chief Procurement Officer.
- 9 <u>(d) Except as provided in this subsection (d), the</u>
 10 provisions of this Code shall not apply to contracts for
- 11 FDA-regulated supplies and to contracts for medical services
- 12 necessary for the delivery of care and treatment at medical,
- dental, or veterinary teaching facilities utilized by Southern
- 14 Illinois University or the University of Illinois. Other
- 15 supplies and services needed for these teaching facilities
- shall be subject to the jurisdiction of the Chief Procurement
- Officer for Public Institutions of Higher Education, who may
- 18 <u>establish expedited procurement procedures</u> and may waive or
- 19 modify certification, contract, hearing, process, and
- 20 registration requirements required by this Code. All
- 21 procurements made under this subsection (d) shall be documented
- 22 and may require publication in the Illinois Procurement
- 23 Bulletin.
- (e) Procurements made by or on behalf of public
- 25 institutions of higher education for either of the following
- shall be made in accordance with the requirements of this Code

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to the extent practical as provided in this subsection (e):

(1) Contracts with a foreign entity necessary 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.

(2) Procurements required for fulfillment of a grant. Upon the written request of a public institution of higher education, the Chief Procurement Officer may waive 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 (e) 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.

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(f) Notwithstanding this Section, a waiver of the

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

accordance with this Section shall be included in determining

the aggregate amount of contracts or pending bids of a business

entity and any affiliated entities or affiliated persons.

(q) Notwithstanding subsection (e) of Section 50-10.5 of this Code, the Chief Procurement Officer, with the approval of the Executive Ethics Commission, may permit a public institution of higher education to accept a bid or enter into a contract with a business that assisted the public institution of higher education in determining whether there is a need for a contract or assisted in reviewing, drafting, or preparing documents related to a bid or contract, provided that the bid or contract is essential to research administered by the public institution of higher education and it is in the best interest of the public institution of higher education to accept the bid or contract. For purposes of this subsection (q), "business" includes all individuals with whom a business is affiliated, including, but not limited to, any officer, agent, employee, consultant, independent contractor, director, partner, manager, or shareholder of a business. The Executive Ethics Commission may adopt rules for the implementation and administration of the provisions of this subsection (q).

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1 (h) This Section is repealed on December 31, 2016.

Section 10. The Southern Illinois University Management

Act is amended by changing Sections 2, 4, and 5 as follows:

(110 ILCS 520/2) (from Ch. 144, par. 652)

Sec. 2. The Board shall consist of 7 members appointed by the Governor, by and with the advice and consent of the Senate, the Superintendent of Public Instruction, or his assistant for liaison with higher education when designated to serve in his place, ex-officio, and one voting student member chosen designated by the Governor from each one campus of the University and one nonvoting student member from the campus of the University not represented by the voting student member. The Governor shall designate one of the student members serving on the Board to serve as the voting student member. Each student member shall be chosen by the respective campuses of Southern Illinois University at Carbondale and Edwardsville. The method of choosing these student members shall be by campus-wide student election, and any student designated by the Governor to be a voting student member shall be one of the students chosen by this method. The student members shall serve terms of one year beginning on July 1 of each year, except that the student members initially selected shall serve a term beginning on the date of such selection and expiring on the next succeeding June 30. To be eligible for selection as a

student member and to be eligible to remain as a voting or 1 2 nonvoting student member of the Board, a student member must be 3 a resident of this State, must have and maintain a grade point average that is equivalent to at least 2.5 on a 4.0 scale, and 5 must be a full time student enrolled at all times during his or her term of office except for that part of the term which 6 7 follows the completion of the last full regular semester of an 8 academic year and precedes the first full regular semester of 9 the succeeding academic year at the university (sometimes 10 commonly referred to as the summer session or summer school). 11 If a voting or nonvoting student member serving on the Board 12 fails to continue to meet or maintain the residency, minimum grade point average, or enrollment requirement established by 13 14 this Section, his or her membership on the Board shall be 15 deemed to have terminated by operation of law. No more than 4 16 of the members appointed by the Governor shall be affiliated 17 with the same political party. Each member appointed by the Governor must be a resident of this State. A failure to meet or 18 19 maintain this residency requirement constitutes a resignation 20 from and creates a vacancy in the Board. Upon the expiration of 21 the terms of members appointed by the Governor, their 22 respective successors shall be appointed for terms of 6 years 23 from the third Monday in January of each odd-numbered year and 24 until their respective successors are appointed for like terms. 25 If the Senate is not in session appointments shall be made as in the case of vacancies. 26

- 1 (Source: P.A. 91-778, eff. 1-1-01; 91-798, eff. 7-9-00; 92-16,
- 2 eff. 6-28-01.)
- 3 (110 ILCS 520/4) (from Ch. 144, par. 654)
- 4 Sec. 4. Members of the Board shall serve without
- 5 compensation but shall be entitled to reasonable amounts for
- 6 expenses necessarily incurred in the performance of their
- 7 duties. Such expenses incurred by any non voting student member
- 8 may, at the discretion of the Chairman of the Board, be
- 9 provided for by advance payment to such member, who shall
- 10 account therefor to the Board immediately after each meeting.
- No member of the Board shall hold or be employed in or
- 12 appointed to any office or place under the authority of the
- 13 Board, nor shall any member of the Board be directly or
- indirectly interested in any contract made by the Board, nor
- shall he be an employee of the State Government. This section
- does not prohibit the student members of the Board from
- 17 maintaining normal and official status as enrolled students or
- 18 normal student employment at Southern Illinois University.
- 19 (Source: P.A. 93-1096, eff. 1-1-06.)
- 20 (110 ILCS 520/5) (from Ch. 144, par. 655)
- Sec. 5. Members of the Board shall elect annually by secret
- 22 ballot from their own number a chairman who shall preside over
- 23 meetings of the Board and a secretary.
- 24 Meetings of the Board shall be held at least once each

quarter on a campus of Southern Illinois University. At all 1 2 regular meetings of the Board, a majority of its voting members 3 shall constitute a quorum. The student members shall have all of the privileges of membership, including the right to make 5 and second motions and to attend executive sessions and, other than the right to vote, except that the student member 6 7 designated by the Governor as the voting student member shall 8 have the right to vote on all Board matters except those 9 involving faculty tenure, faculty promotion or any issue on which the student member has a direct conflict of interest. A 10 11 student member who is not entitled to vote on a measure at a 12 meeting of the Board or any of its committees shall not be 13 considered a member for the purpose of determining whether a 14 quorum is present at the time that measure is voted upon. No 15 action of the Board shall be invalidated by reason of any 16 vacancies on the Board, or by reason of any failure to select a 17 student member.

Special meetings of the Board may be called by the chairman of the Board or by any 3 members of the Board.

At each regular and special meeting that is open to the public, members of the public and employees of the University shall be afforded time, subject to reasonable constraints, to make comments to or ask questions of the Board.

24 (Source: P.A. 91-715, eff. 1-1-01; 91-778, eff. 1-1-01; 92-16,

25 eff. 6-28-01.)

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Section 99. Effective date. This Act takes effect upon

becoming law.