

#### 99TH GENERAL ASSEMBLY

#### State of Illinois

#### 2015 and 2016

#### SB3020

Introduced 2/18/2016, by Sen. Martin A. Sandoval

#### SYNOPSIS AS INTRODUCED:

New Act 20 ILCS 2705/2705-233 new 20 ILCS 3501/825-108 new 30 ILCS 500/1-10.5 new 30 ILCS 535/85 new 30 ILCS 570/2.8 new 30 ILCS 575/2.8 new 735 ILCS 30/15-5-48 new 820 ILCS 130/2

from Ch. 48, par. 39s-2

Creates the Innovations for Transportation Infrastructure Act. Provides that the Department of Transportation and the Illinois State Toll Highway Authority may evaluate and use alternative technical concepts proposed by bidders and proposers, and to use design-build and construction manager-general contractor project delivery methods. Contains provisions concerning the procurement process and terms of design-build and construction manager-general contractor contracts. Provides that the Department and the Authority have eminent domain and quick take powers under the Act. Makes conforming changes. Effective immediately.

LRB099 20724 AXK 45362 b

FISCAL NOTE ACT MAY APPLY

A BILL FOR

SB3020

1

AN ACT concerning transportation.

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

Section 1. Short title. This Act may be cited as the
Innovations for Transportation Infrastructure Act.

6 Section 5. Legislative policy.

7 (a) It is the public policy of the State of Illinois to
8 promote the development of infrastructure projects that serve
9 the needs of the public.

The design-build and construction manager-general 10 (b) contractor project delivery methods and use of alternative 11 12 technical concepts have the potential to capture private sector innovation and safely deliver infrastructure projects on more 13 14 predictable schedules and budgets. Earlier completion and lower cost for projects are possible with the ability to shift 15 16 or share risks with the private sector that are generally 17 retained by the public in the conventional design-bid-build project delivery method. 18

19 (c) It is the intent of the General Assembly that the 20 Department of Transportation and the Illinois State Toll 21 Highway Authority may evaluate and use alternative technical 22 concepts proposed by bidders and proposers and to use the DB 23 and CMGC project delivery methods. - 2 - LRB099 20724 AXK 45362 b

1 (d) It is the intent of this Act to use design 2 professionals, construction companies, and workers from this 3 State to the greatest extent possible.

4 (e) The powers granted in this Act are in addition to any5 other powers authorized under applicable law.

6 Section 10. Definitions. As used in this Act:

SB3020

9

7 "Agency" means the Department of Transportation or the8 Illinois State Toll Highway Authority.

"ATC" means alternative technical concepts.

10 "Authority" means the Illinois State Toll Highway11 Authority.

12 "Best value" means any selection process in which proposals 13 contain both price and qualitative components and award is 14 based upon a combination of price, qualitative concepts, and 15 other factors.

16 "Chief procurement officer" means the chief procurement 17 officer for the Department or the Authority.

18 "CMGC contract" means the two-phase contract between the 19 Department or the Authority and a construction manager-general 20 contractor, which includes a first phase addressing 21 preconstruction services and a second phase addressing the 22 construction of the transportation facility.

23 "Construction manager-general contractor" or "CMGC" means 24 a proposer that has entered into a construction manager-general 25 contractor contract under this Act. - 3 - LRB099 20724 AXK 45362 b

1 "Construction manager-general contractor project delivery 2 method" or "CMGC project delivery method" means a method of 3 procurement and contracting that makes a CMGC who enters into a 4 contract with the Department or the Authority responsible for 5 certain preconstruction services and then, if the parties reach 6 agreement on key terms, responsible for construction of the 7 transportation facility.

8 "DB" means design-build.

9 "Department" means the Illinois Department of 10 Transportation.

11 "Design-bid-build project delivery method" means the 12 traditional method of procuring and contracting for design and 13 construction services used in this State, which incorporates Engineering, 14 the Architectural, and Land Surveving 15 Qualifications Based Selection Act and the principles of 16 competitive bidding under the Illinois Procurement Code.

17 "Design-build contract" or "DB contract" means a contract between the Department or the Authority and a design-builder 18 19 under which the design-builder agrees furnish to architectural, surveying, engineering, construction, 20 and 21 related services for a transportation facility.

"Design-build project delivery method" or "DB project delivery method" means a method of procurement and contracting that provides responsibility within a single contract between the Department or the Authority and a design-builder for the furnishing of architectural, surveying, engineering,

1 construction, and related services for a transportation 2 facility.

3 "Design-builder" means a proposer that has entered into a 4 design-build contract with the Department or the Authority 5 under this Act.

6 "Evaluation Committee" means the committee assembled to 7 evaluate and score statements of qualifications and proposals.

"Evaluation criteria" means the standards and requirements 8 9 established by the Department or the Authority against which 10 the qualifications and proposals of a proposer will be assessed 11 during the procurement of a design-build contract or 12 construction manager-general contractor contract, as 13 applicable.

14 "Executive Director" means the Executive Director of the15 Illinois State Toll Highway Authority.

16 "Metropolitan planning organization" means a metropolitan 17 planning organization under 23 U.S.C. 134 whose metropolitan 18 planning area boundaries are partially or completely within 19 this State.

20 "Preconstruction services" all means non-construction-related services that 21 а construction 22 manager-general contractor is required to perform during the 23 first phase of a construction manager-general contractor contract, which may include giving advice to the Department or 24 25 the Authority regarding scheduling, work sequencing, cost 26 engineering, constructability, cost estimating, and risk

- 5 - LRB099 20724 AXK 45362 b

SB3020

26

1 identification.

2 "Proposal" means a proposer's response to a request for 3 proposals.

4 "Proposer" means any individual, sole proprietorship, 5 firm, partnership, joint venture, corporation, professional 6 corporation, or other entity legally established to conduct 7 business in this State that proposes to be the design-build or 8 construction manager-general contractor for any transportation 9 facility under this Act.

10 "Qualifications" means a statement of qualifications 11 submitted by a proposer in response to a request for 12 qualifications.

13 "Request for proposals" means the document issued by the 14 Department or the Authority to solicit proposals and describe 15 the procurement process for a design-build contract or 16 construction manager-general contractor contract in accordance 17 the design-build project delivery method or with the construction manager-general contractor project delivery 18 19 method, as applicable.

20 "Request for qualifications" means the document issued by 21 the Department or the Authority in the first phase of a 22 two-phase procurement to solicit qualifications from proposers 23 in accordance with the design-build project delivery method or 24 the construction manager-general contractor project delivery 25 method, as applicable.

"Scope and performance requirements" means the constructed

elements, activities, and standards of performance required by the Department or the Authority to be complied with in the development of the transportation facility, which may include, but not be limited to, the intended usage, capacity, size, scope, quality and performance standards, life-cycle costs, preliminary engineering, design, and other requirements as developed and determined by the Department or the Authority.

8 "Secretary" means the Secretary of Transportation of the9 Illinois Department of Transportation.

10 "Transportation facility" means any new or existing 11 facility or group of facilities that are the subject of a 12 design-build contract or a construction manager-general contractor contract, and which may include highways, roads, 13 14 bridges, tunnels, overpasses, ferries, airports or other 15 aviation facilities, public transportation facilities, vehicle parking facilities, seaport facilities, rail facilities, 16 17 intermodal facilities, transit facilities, or similar facilities used for the transportation of persons or goods. 18

19

Section 15. Authorization of project delivery methods.

(a) Notwithstanding any other law, and as authority supplemental to its existing powers, the Agency, in accordance with this Act, may use the design-build project delivery method or the CMGC project delivery method for transportation facilities; provided that, prior to commencing a procurement under this Act for either a design-build contract or a CMGC

contract, the Agency has first undertaken an analysis and made 1 2 a written determination that it is in the best interests of 3 this State to utilize the selected delivery method for that transportation facility. The analysis and determination shall 4 5 discuss the design-build or CMGC project delivery method's impact on the anticipated schedule, completion date, and 6 7 project costs. The best interests of the State analysis shall 8 be made available to the public.

9 (b) The Agency shall report to the General Assembly 10 annually for the first 5 years after the effective date of this 11 Act on the progress of procurements and transportation 12 facilities procured under this Act.

13 Section 20. Preconditions to commencement of procurement.

14 If the Agency determines to use the design-build project 15 delivery method or the CMGC project delivery method for a 16 particular transportation facility, the Agency shall not 17 commence a procurement for the transportation facility until:

(1) the Agency determines that the transportation facility is consistent with the regional plan of any metropolitan planning organization in which the boundaries of the transportation facility are located; and

22

(2) the Agency completes at least one of the following:

(A) includes the transportation facility in the
Department's Multi-Year Highway Improvement Program;
(B) issues a notice of intent to receive qualifications

1 at least 14 days prior to the issuance of the request for 2 qualifications; or

3 (C) for a single phase procurement under subsection (a) of Section 25 of this Act, issues a notice of intent to 4 5 receive proposals at least 14 days prior to the issuance of the request for proposals. If the Agency issues this notice 6 7 of intent, the Department shall publish the notice in the 8 Department's Transportation Procurement Bulletin. The 9 Agency shall include a description of the proposed 10 procurement and transportation facility in any notice of 11 intent.

12 Section 25. Procurement process.

13 (a) The Agency may solicit a proposer with which to enter 14 into a design-build contract or CMGC contract, as applicable, 15 by using, without limitation, one or more requests for 16 qualifications, short-listing of the most highly qualified proposers, or requests for proposals and negotiations. The 17 18 Agency shall use a two-phase procurement for a design-build 19 contract to select the successful proposer; provided that the 20 Agency may use a single phase procurement if the transportation 21 facility is estimated to cost less than \$10,000,000 or the 22 Secretary of Transportation or the Executive Director makes a 23 written determination that the Agency may use a single phase 24 procurement for a particular transportation facility. In a 25 two-phase procurement, the Agency shall use the first phase to

evaluate and short-list the most highly qualified proposers based on qualifications, and then use the second phase to evaluate and select a proposer based on proposals submitted by the short-listed proposers. In a single phase procurement, the Agency shall solicit proposers with a request for proposals, and shall evaluate and select a proposer based on those proposals.

8 (b) The request for qualifications may contain any 9 information deemed appropriate by the Agency including, 10 without limitation, the following information:

11 (1) the anticipated scope of work for the 12 transportation facility;

13 (2) a requirement that the proposer identify certain 14 key personnel, and for DB contracts certain key firms, the 15 experience of the personnel and firms, and the conditions 16 on which identified personnel and firms can be replaced;

17 (3) the evaluation criteria for the qualifications and importance of those criteria; 18 the relative these 19 evaluation criteria may address, without limitation, the 20 proposer's technical and financial qualifications, such as specialized experience, technical competence, capability 21 22 perform, financial capacity, past performance, to 23 including the proposer's safety record, and any other 24 gualifications based factors;

(4) the Agency's established prequalification,
 licensing, and registration requirements, including any

requirements from the Professional Engineering Practice 1 2 Act of 1989, the Illinois Architecture Practice Act of 1989, the Structural Engineering Practice Act of 1989, and 3 Illinois Professional Land Surveyor Act of 1989, 4 the 5 provided that nothing contained herein precludes the Agency's use of different or additional prequalification 6 7 criteria or pass/fail evaluation factors addressing 8 minimum levels of technical experience or financial 9 capabilities;

10 (5) the maximum number of proposers the Agency will 11 short-list to submit proposals; and

12 (6) any other relevant information the Agency deems13 appropriate.

(c) Upon completion of the qualifications evaluation, the 14 15 Agency shall, based on the evaluation criteria set forth in the 16 request for qualifications, create a short-list of the most 17 highly qualified proposers. The Agency shall short-list no more than 5 and no fewer than 2 of the most highly qualified 18 proposers. Notwithstanding other provisions of this subsection 19 20 (c), the Agency may short-list fewer than 2 proposers if the Secretary of Transportation or the Executive Director make a 21 22 finding that an emergency situation justifies the limited 23 short-listing and fewer than 2 proposers meet any applicable prequalification and pass/fail requirements set forth in the 24 25 request for qualifications.

26

(d) The request for proposals may contain any information

SB3020 - 11 - LRB099 20724 AXK 45362 b

1 deemed appropriate by the Agency including, without 2 limitation, the following information:

3

(1) the form and amount of required bid security;

4 (2) the terms of the DB or CMGC contract including, but
5 not limited to, scope and performance requirements,
6 schedule or completion date requirements, subcontractor
7 requirements, payment and performance security
8 requirements, and insurance requirements;

9 (3) a requirement for the proposer to submit plans 10 regarding how it will:

11 comply the utilization requirements for (A) 12 business enterprises established in the Business 13 Enterprise for Minorities, Females, and Persons with 14 Disabilities Act, or federal law or regulations that 15 establish standards and procedures for the utilization 16 of minority, disadvantaged, and female-owned 17 businesses; and

18 (B) comply with Section 2-105 of the Illinois Human
19 Rights Act;

(4) the requirements for the technical component of the
proposal, including a description of the level of design,
scope and type of renderings, drawings, and specifications
to be provided in the proposals;

(5) the requirements for the price component of the
 proposal, which for CMGC contracts may include a
 requirement for the proposer to submit a lump sum price for

SB3020

1 2 the direct costs to perform the required preconstruction services and percentage mark-up on those direct costs;

3 (6) the evaluation criteria for the proposals and the 4 relative importance of those criteria, including any 5 formulas to be employed by the Agency, as the Agency deems 6 appropriate;

7 (7) a process for the Agency to review and accept
8 alternate technical concepts;

9 (8) in the case of a single phase procurement, 10 requirements regarding the proposer's qualifications; and

(9) any other relevant information the Agency deemsappropriate.

13 (e) Prior to the proposers' submittal of proposals, the 14 Agency may conduct confidential meetings and exchange 15 confidential information with proposers to promote 16 understanding of the request for proposals, review alternative 17 technical concepts, or discuss other issues related to the 18 procurement.

(f) The date proposals are due must be at least 28 calendar days after the date the Agency first issues the request for proposals.

(g) The Agency may offer to pay a stipend in an amount and on the terms and conditions determined by the Agency and as set forth in the request for proposals to (1) all short-listed proposers if the Agency cancels the procurement before the due date for proposals; or (2) each unsuccessful proposer that

submits a responsive proposal. The Agency may pay a stipend 1 2 only to those proposers who grant to the Agency the right to use any work product contained in the unsuccessful proposer's 3 proposal and other proposal-related submissions or, if the 4 5 Agency cancels the procurement before the due date for proposals, any work product developed prior to cancellation, 6 7 including technologies, techniques, methods, processes, and information contained in the recipient's design for the 8 9 transportation facility.

10 (h) The Agency shall, as appropriate depending on whether 11 the transportation facility includes building facilities, 12 directly employ or retain a professional engineer or engineers 13 licensed in the State or a licensed architect or architects, or both engineers licensed in this State and licensed architects, 14 15 to prepare the scope and assist in the evaluation of the 16 proposals' technical submissions under a design-build project 17 delivery method. The professional engineers and licensed architects performing these services are generally precluded 18 19 from participating in the procurement of the transportation 20 facility at issue as a member of a proposer team.

21 (i) The Agency shall have the right to reject any and all 22 qualifications or proposals, including, but not limited to, the 23 reject any qualifications or right to proposals as non-responsive if, in the Agency's sole discretion, 24 the 25 qualifications or proposals do not meet all material 26 requirements of the request for qualifications or request for

proposals, as appropriate. The Agency shall not consider a proposal that does not include:

3 (1) the proposer's plan to comply with requirements 4 established by the Agency regarding utilization of 5 business enterprises, including disadvantaged business 6 enterprises; or

7 (2) bid security in the form and amount designated in8 the request for proposals.

9 (j) The Agency shall consult with the chief procurement 10 officer on the DB and the CMGC procurement processes, and the 11 Secretary or the Executive Director, in consultation with the 12 chief procurement officer, shall determine which procedures to 13 adopt and apply to the design-build and CMGC procurement 14 processes in order to ensure an open, transparent, and 15 efficient process that accomplishes the purposes of this Act.

16

SB3020

Section 30. Evaluation committee.

(a) The Agency shall establish one or more evaluation committees to assist in selecting a DB and a CMGC. The Agency shall, in its sole discretion, determine the appropriate size and composition of the evaluation committee, including how many members of the committee must be licensed design professionals.

(b) The Agency may establish an evaluation committee for a
set term or for the procurement of a particular transportation
facility.

25

(c) Once the Agency identifies the proposers for a

- 15 - LRB099 20724 AXK 45362 b

transportation facility, each of 1 member an evaluation 2 committee must certify that no conflict of interest exists 3 between the member and the proposers. If the Agency, after consultation with the chief procurement officer, determines 4 5 that an actual conflict exists, the member shall not participate on the evaluation committee for that procurement 6 7 and the Agency shall appoint a replacement member on either a 8 permanent or temporary basis.

9 Section 35. Procedures for selection. The Agency shall 10 review, evaluate, rank, and score proposals and determine which 11 proposal offers the best value to the public based on the 12 evaluation criteria set forth in the request for proposals, and shall award the contract based on those determinations. 13 14 Notwithstanding other provisions of this Section, if for any 15 reason the proposer awarded the contract is unable or unwilling 16 to execute the contract, including the failure of the proposer and the Agency to successfully complete negotiations, if any, 17 18 of the contract, the Agency may award the contract to the 19 proposer whose proposal the Agency determines offers the public the next best value. 20

21 Section 40. Project records; confidentiality; public 22 disclosure.

(a) The Agency shall maintain all written decisions,
 qualification and proposal evaluations, scoring documents,

selection evaluations, proposals, and procurement documents in
 a procurement file maintained by the Agency.

3 (b) A proposer may identify those portions of a proposal or other submission that the proposer considers to be trade 4 5 secrets or confidential, commercial, financial, or proprietary consider confidential 6 information. То and proprietary 7 information, including trade secrets, to be exempt from 8 disclosure, the proposer shall do all of the following:

9 (1) request exclusion from disclosure upon submission 10 of the information or other materials for which protection 11 is sought;

12 (2) identify the data or other materials for which13 protection is sought;

14 (3) state the statutory or regulatory basis for the 15 protection;

16 (4) fully comply with the federal Freedom of 17 Information Act and any other applicable provisions of 18 State law, including, but not limited to, the Freedom of 19 Information Act, with respect to information the proposer 20 contends should be exempt from disclosure; and

(5) certify if the information is in accordance withthe protection of the Illinois Trade Secrets Act.

(c) Notwithstanding any other provision of law, in order to
properly balance the need to maximize competition under this
Act with the need to create a transparent procurement process,
the qualifications, proposals, and other information and

documents submitted by proposers and the Agency's evaluation 1 2 records shall not be subject to release or disclosure by the 3 Agency until execution of the DB contract or CMGC contract, as applicable. If the Agency terminates the procurement for a 4 5 transportation facility, the exemption from release or disclosure under this Section shall remain in place until the 6 7 Agency re-procures the transportation facility and has entered into a DB contract or CMGC contract, as applicable. However, 8 9 this exemption shall lapse if the Agency does not commence the 10 re-procurement of the transportation facility within 5 years of 11 the termination.

12 Section 45. Design-build contract. A DB contract may 13 include any provisions the Agency determines are necessary or 14 appropriate, including, but not limited to, provisions 15 regarding the following:

16

SB3020

(1) compensation or payments to the DB;

17 (2) grounds for termination of the DB contract,18 including the Agency's right to terminate for convenience;

19

(3) liability for damages and nonperformance;

20 (4) events of default and the rights and remedies
21 available to the design-builder and the Agency in the event
22 of a default or delay;

(5) terms for the DB's compliance with requirements
 pertaining to business enterprises, including
 disadvantaged business enterprises, and with Section 2-105

- 18 - LRB099 20724 AXK 45362 b

1 of the Illinois Human Rights Act;

2 (6) the identification of any technical specifications
3 that the DB must comply with when developing plans or
4 performing construction work;

5 (7) the procedures for review and approval of the DB's
6 plans;

(8) required performance and payment security;

8 (9) the terms and conditions of indemnification and 9 minimum insurance requirements; and

10 (10) any other terms and conditions the Agency deems 11 necessary.

Section 50. Construction manager-general contractor contract.

(a) The CMGC contract shall divide the CMGC services into 2
phases. The first phase shall address preconstruction services
and the procedures the parties shall follow to finalize the
contract terms for the second phase. The second phase shall
address the CMGC's construction of the transportation facility
for a lump sum or a guaranteed maximum price.

20 (b) A CMGC contract shall include provisions regarding the 21 following:

(1) the CMGC's provision of preconstruction services
during the first phase of the contract, including the
CMGC's compensation for those services;

25

(2) a requirement that, during the first phase of the

SB3020

7

1 contract, the CMGC shall use a competitive bidding process 2 to procure subcontracts for at least 70% of the 3 construction work, provided that:

4 (A) compliance with this requirement shall be 5 based on an estimated cost for the construction work 6 approved by the Agency prior to the start of the 7 competitive bidding process; and

8 (B) the CMGC may not use subcontracts with its 9 wholly or partially owned subsidiaries, parent 10 companies, or affiliates to satisfy this obligation;

(3) the process the Agency and the CMGC will use to determine a lump sum or guaranteed maximum price for the construction work, which shall include a requirement that the Agency conduct an independent cost estimate for the construction work; and

16 (4) grounds for termination of the CMGC contract, 17 including the Agency's right to terminate the contract and 18 not proceed with the construction phase of the project if 19 the Agency and the CMGC are unable to negotiate a lump sum 20 or guaranteed maximum price for the construction work.

(c) In addition to the provisions under subsection (b) of this Section, a CMGC contract may include any other provisions the Agency determines are necessary or appropriate, including, but not limited to, provisions regarding the following:

(1) liability for damages and nonperformance;
(2) events of default and the rights and remedies

SB3020

available to the CMGC and the Agency in the event of a
 default or delay;

3 (3) terms for the CMGC's compliance with requirements
4 pertaining to business enterprises, including
5 disadvantaged business enterprises, and with Section 2-105
6 of the Illinois Human Rights Act for any construction work
7 performed under the CMGC contract;

8 (4) the identification of any technical specifications 9 that the CMGC must comply with when aiding the Agency with 10 developing plans or performing construction work;

11 (5) required performance and payment security for the 12 construction phase of the contract;

13 (6) the terms and conditions of indemnification and 14 minimum insurance requirements; and

15 (7) any other terms and conditions the Agency deems 16 necessary.

17 (d) If the CMGC contract is terminated for any reason, the Agency may, in its sole discretion, re-advertise the CMGC 18 19 contract under this Act or use any other authorized procurement 20 method to complete the transportation facility or any portion 21 of the transportation facility. Once the contract is 22 terminated, the Agency may use any work product developed by 23 the CMGC to complete the transportation facility.

24 Section 55. Funding; financing.

25 (a) The Agency may utilize any lawful source of funding and

financing to compensate a DB and CMGC for work and services performed under a DB contract or CMGC contract, as applicable, and the Agency may combine federal, State, local, and private funds to finance a transportation facility.

SB3020

24

5 (b) Subject to appropriation by the General Assembly of the 6 required amounts, the Agency may obligate and make expenditures 7 of funds as and when needed to satisfy its payment obligations 8 under a DB contract or CMGC contract.

9 (c) The Agency may impose, for no more than 5 years, 10 financing obligations and other financial responsibilities on 11 a design-builder in order to finance the costs of a 12 transportation facility.

Section 60. Acquisition of property; related agreements. 13 14 The Agency may exercise any and all powers of condemnation or 15 eminent domain, including quick-take powers, to acquire lands 16 or estates or interests in land for a transportation facility under this Act to the extent the Agency finds that the action 17 18 serves the public purpose of this Act and deems the action appropriate in the exercise of its powers under this Act. In 19 addition, the Agency and a DB or CMGC may enter into leases, 20 21 licenses, easements, and other grants of property interests 22 the Agency determines are necessary to deliver a that transportation facility under this Act. 23

Section 65. Federal requirements. In the procurement of DB

1 contracts and CMGC contracts, the Agency shall, to the extent 2 necessary, comply with federal law and regulations and take all 3 necessary steps to adapt its rules, policies, and procedures to 4 remain eligible for federal aid.

5 Section 70. Powers. The powers granted to the Agency under 6 this Act, including the power to procure and enter into DB and 7 CMGC contracts, shall be liberally construed to accomplish its 8 purpose, are in addition to any existing powers of the Agency, 9 and shall not affect or impair any other powers authorized 10 under applicable law.

11 Section 75. Rulemaking.

SB3020

(a) The Illinois Administrative Procedure Act applies to all administrative rules and procedures of the Agency under this Act, except that nothing in this Act shall be construed to render any prequalification or other responsibility criteria as a "license" or "licensing" under that Act.

(b) The Agency, in consultation with the chief procurement
officer, may adopt rules to carry out the provisions of this
Act.

20 Section 905. The Department of Transportation Law of the 21 Civil Administrative Code of Illinois is amended by adding 22 Section 2705-233 as follows: SB3020 - 23 - LRB099 20724 AXK 45362 b

1	(20 ILCS 2705/2705-233 new)
2	Sec. 2705-233. Design-build and construction
3	manager-general contractor for the transportation
4	infrastructure. The Department may exercise all powers granted
5	to it under the Innovations for Transportation Infrastructure
6	Act, including, but not limited to, the power to enter into all
7	contracts or agreements necessary or incidental to the
8	performance of its powers under that Act, and powers related to
9	any transportation facility implemented under that Act.
10	Section 910. The Illinois Finance Authority Act is amended
11	by adding Section 825-108 as follows:
12	(20 ILCS 3501/825-108 new)
13	Sec. 825-108. Transportation project financing. For the
14	purpose of financing a transportation facility undertaken
15	under the Innovations for Transportation Infrastructure Act,
16	the Authority may apply for an allocation of tax-exempt bond
17	financing authorization provided by subsection (m) of Section
18	142 of the United States Internal Revenue Code, as well as
19	financing available under any other federal law or program.
20	Section 915. The Illinois Procurement Code is amended by
21	adding Section 1-10.5 as follows:

22 (30 ILCS 500/1-10.5 new)

SB3020

1	Sec.	1-10.5.	Alterna	ative	technical	conc	epts.
2	Notwithstan	ding subsec	tion (b)	of Sect	ion 1-10 (	of this	Code,
3	the Departm	ent of Trar	nsportati	on and t	che Illino	is State	Toll
4	Highway Aut	hority may	allow b	idders a	nd propose	ers to s	ubmit
5	alternative	technical	concepts	s in the	ir bids a	nd propo	sals,
6	provided th	ne Departme	ent or 2	Authority	y determin	nes that	the
7	alternative	technical	concept	s provid	le an equ	al or b	etter
8	solution that	an the unde:	rlying te	chnical	requiremen	<u>nts appli</u>	cable
9	<u>to the work</u>	. If the De	epartment	t or Auth	nority all	ow bidde	<u>rs or</u>
10	proposers f	for a part	icular c	ontract	to submit	t altern	ative
11	technical co	oncepts, the	e Departn	nent or A	uthority s	hall des	cribe
12	the process	for alter	native te	echnical	concept s	ubmissio	n and
13	evaluation	in the pro	curement	documer	nts for tl	hat cont	ract,
14	including t	he potentia	l use of	confide	ential mee	tings and	d the
15	<u>exchange</u> o	f confide	ntial i	nformatio	on with	bidders	and
16	proposers	to review	and d	lscuss p	potential	or pro	posed
17	alternative	technical d	concepts.				

Section 920. The Architectural, Engineering, and Land Surveying Qualifications Based Selection Act is amended by adding Section 85 as follows:

# 21 (30 ILCS 535/85 new) 22 <u>Sec. 85. Design-build and construction manager-general</u> 23 <u>contractor contracts. This Act shall not apply to the</u> 24 <u>procurement of or contracting for transportation facilities</u>

### 1 <u>using design-build contracts and construction manager-general</u> 2 <u>contractor contracts under the Innovations for Transportation</u> 3 <u>Infrastructure Act.</u>

Section 925. The Employment of Illinois Workers on Public
Works Act is amended by adding Section 2.8 as follows:

(30 ILCS 570/2.8 new)
 Sec. 2.8. Design build and construction manager-general
 contractor contracts. This Act applies to any construction work
 undertaken under design build contracts and construction
 manager-general contractor contracts entered into under the
 Innovations for Transportation Infrastructure Act.

Section 930. The Business Enterprise for Minorities, Females, and Persons with Disabilities Act is amended by adding Section 2.8 as follows:

15	(30	ILCS	575/2.8	new)

Sec. 2.8. Design build and construction manager-general contractor contracts. This Act applies to any construction work undertaken under design build contracts and construction manager-general contractor contracts entered into under the Innovations for Transportation Infrastructure Act.

21

Section 935. The Eminent Domain Act is amended by adding

- 26 - LRB099 20724 AXK 45362 b

1 Section 15-5-48 as follows:

2	(735 ILCS 30/15-5-48 new)
3	Sec. 15-5-48. Eminent domain powers in new Acts. The
4	following provisions of law may include express grants of the
5	power to acquire property by condemnation or eminent domain:
6	The Innovations for Transportation Infrastructure Act; for
7	the purposes of constructing a transportation facility under
8	the Act.

9 Section 940. The Prevailing Wage Act is amended by changing
10 Section 2 as follows:

11 (820 ILCS 130/2) (from Ch. 48, par. 39s-2)

Sec. 2. This Act applies to the wages of laborers, mechanics and other workers employed in any public works, as hereinafter defined, by any public body and to anyone under contracts for public works. This includes any maintenance, repair, assembly, or disassembly work performed on equipment whether owned, leased, or rented.

18 As used in this Act, unless the context indicates 19 otherwise:

20 "Public works" means all fixed works constructed or 21 demolished by any public body, or paid for wholly or in part 22 out of public funds. "Public works" as defined herein includes 23 all projects financed in whole or in part with bonds, grants,

loans, or other funds made available by or through the State or 1 2 any of its political subdivisions, including but not limited 3 to: bonds issued under the Industrial Project Revenue Bond Act (Article 11, Division 74 of the Illinois Municipal Code), the 4 5 Industrial Building Revenue Bond Act, the Illinois Finance Authority Act, the Illinois Sports Facilities Authority Act, or 6 the Build Illinois Bond Act; loans or other funds made 7 8 available pursuant to the Build Illinois Act; loans or other 9 funds made available pursuant to the Riverfront Development 10 Fund under Section 10-15 of the River Edge Redevelopment Zone 11 Act; or funds from the Fund for Illinois' Future under Section 12 6z-47 of the State Finance Act, funds for school construction under Section 5 of the General Obligation Bond Act, funds 13 authorized under Section 3 of the School Construction Bond Act, 14 15 funds for school infrastructure under Section 6z-45 of the 16 State Finance Act, and funds for transportation purposes under 17 Section 4 of the General Obligation Bond Act. "Public works" also includes (i) all projects financed in whole or in part 18 19 with funds from the Department of Commerce and Economic 20 Opportunity under the Illinois Renewable Fuels Development Program Act for which there is no project labor agreement; (ii) 21 22 all work performed pursuant to a public private agreement under 23 the Public Private Agreements for the Illiana Expressway Act or 24 the Public-Private Agreements for the South Suburban Airport 25 Act; and (iii) all projects undertaken under a public-private the 26 agreement under Public-Private Partnerships for

SB3020

1 Transportation Act; and (iv) all transportation facilities 2 undertaken under a design-build contract or a construction 3 manager-general contractor contract under the Innovations for Transportation Infrastructure Act. "Public works" also 4 5 includes all projects at leased facility property used for airport purposes under Section 35 of the Local Government 6 Act. "Public works" also includes 7 Facility Lease the 8 construction of a new wind power facility by a business 9 designated as a High Impact Business under Section 5.5(a) (3) (E) of the Illinois Enterprise Zone Act. "Public works" does not 10 11 include work done directly by any public utility company, 12 whether or not done under public supervision or direction, or 13 paid for wholly or in part out of public funds. "Public works" also includes any corrective action performed pursuant to Title 14 15 XVI of the Environmental Protection Act for which payment from 16 the Underground Storage Tank Fund is requested. "Public works" 17 does not include projects undertaken by the owner at an owner-occupied single-family residence or at an owner-occupied 18 unit of a multi-family residence. "Public works" does not 19 20 include work performed for soil and water conservation purposes on agricultural lands, whether or not done under public 21 22 supervision or paid for wholly or in part out of public funds, 23 done directly by an owner or person who has legal control of 24 those lands.

"Construction" means all work on public works involving
laborers, workers or mechanics. This includes any maintenance,

repair, assembly, or disassembly work performed on equipment
 whether owned, leased, or rented.

"Locality" means the county where the physical work upon 3 public works is performed, except (1) that if there is not 4 available in the county a sufficient number of competent 5 6 skilled laborers, workers and mechanics to construct the public 7 works efficiently and properly, "locality" includes any other 8 county nearest the one in which the work or construction is to 9 be performed and from which such persons may be obtained in 10 sufficient numbers to perform the work and (2) that, with 11 respect to contracts for highway work with the Department of 12 Transportation of this State, "locality" may at the discretion 13 of the Secretary of the Department of Transportation be 14 construed to include two or more adjacent counties from which 15 workers may be accessible for work on such construction.

16 "Public body" means the State or any officer, board or 17 commission of the State or any political subdivision or department thereof, or any institution supported in whole or in 18 part by public funds, and includes every county, city, town, 19 20 village, township, school district, irrigation, utility, reclamation improvement or other district and every other 21 22 political subdivision, district or municipality of the state 23 whether such political subdivision, municipality or district 24 operates under a special charter or not.

25 The terms "general prevailing rate of hourly wages",26 "general prevailing rate of wages" or "prevailing rate of

wages" when used in this Act mean the hourly cash wages plus annualized fringe benefits for training and apprenticeship programs approved by the U.S. Department of Labor, Bureau of Apprenticeship and Training, health and welfare, insurance, vacations and pensions paid generally, in the locality in which the work is being performed, to employees engaged in work of a similar character on public works.

SB3020

8 (Source: P.A. 97-502, eff. 8-23-11; 98-109, eff. 7-25-13;
9 98-482, eff. 1-1-14; 98-740, eff. 7-16-14; 98-756, eff.
10 7-16-14.)

Section 997. Severability. The provisions of this Act are severable under Section 1.31 of the Statute on Statutes.

Section 999. Effective date. This Act takes effect upon becoming law.