#### **100TH GENERAL ASSEMBLY**

## State of Illinois

### 2017 and 2018

#### SB1401

Introduced 2/9/2017, by Sen. Pat McGuire

#### SYNOPSIS AS INTRODUCED:

See Index

Amends the Illinois Procurement Code. Expands what public-private agreements are exempt from the Code, and exempts leasing of clinical space and certain funds for collaborative clinical and academic programs from the Code. Re-enacts provisions of the Code concerning the applicability of the Code to artistic or musical services and to public institutions of higher education. Provides that the Executive Ethics Commission may (rather than shall) appoint procurement compliance monitors for certain terms. Makes changes to requirements for competitive sealed bidding and competitive sealed proposals. Increases the small purchase threshold and certain other thresholds to \$100,000. Requires contractors to be authorized to conduct business in Illinois at the time of contract execution (rather than at time of proposal or bid). Sets forth requirements for best value procurement. Includes public institutions of higher education in provisions concerning design-build contracts. In provisions concerning preferences for high-gas mileage vehicles, allows an exemption for vehicles based on intended use or other reasonable considerations, such as the health and safety of citizens. Repeals a provisions concerning the use of soybean oil-based inks. Makes other changes. Effective immediately.

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FISCAL NOTE ACT MAY APPLY 1 AN ACT concerning finance.

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

Section 5. The Illinois Procurement Code is amended by
re-enacting Sections 1-12 and 1-13, by changing Sections 1-10,
1-15.20, 1-15.93, 1-15.107, 5-30, 10-15, 20-10, 20-15, 20-20,
20-43, 20-80, 20-160, 30-30, 35-30, 35-35, and 45-40 and by
adding Sections 1-12.1, 1-13.1, 1-15.47, 1-15.48, and 25-85 as
follows:

10 (30 ILCS 500/1-10)

11 Sec. 1-10. Application.

This Code applies only to procurements for which 12 (a) 13 bidders, offerors, potential contractors, or contractors were 14 first solicited on or after July 1, 1998. This Code shall not be construed to affect or impair any contract, or any provision 15 16 of a contract, entered into based on a solicitation prior to the implementation date of this Code as described in Article 17 99, including but not limited to any covenant entered into with 18 respect to any revenue bonds or similar instruments. All 19 20 procurements for which contracts are solicited between the 21 effective date of Articles 50 and 99 and July 1, 1998 shall be 22 substantially in accordance with this Code and its intent.

23 (b) This Code shall apply regardless of the source of the

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1 funds with which the contracts are paid, including federal 2 assistance moneys. This Code shall not apply to:

3 (1) Contracts between the State and its political 4 subdivisions or other governments, or between State 5 governmental bodies except as specifically provided in 6 this Code.

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

9

(3) Purchase of care.

10 (4) Hiring of an individual as employee and not as an 11 independent contractor, whether pursuant to an employment 12 code or policy or by contract directly with that 13 individual.

14

(5) Collective bargaining contracts.

15 (6) Purchase of real estate, except that notice of this 16 type of contract with a value of more than \$25,000 must be 17 published in the Procurement Bulletin within 10 calendar days after the deed is recorded in the county of 18 19 jurisdiction. The notice shall identify the real estate purchased, the names of all parties to the contract, the 20 value of the contract, and the effective date of the 21 22 contract.

(7) Contracts necessary to prepare for anticipated
litigation, enforcement actions, or investigations,
provided that the chief legal counsel to the Governor shall
give his or her prior approval when the procuring agency is

one subject to the jurisdiction of the Governor, and provided that the chief legal counsel of any other procuring entity subject to this Code shall give his or her prior approval when the procuring entity is not one subject to the jurisdiction of the Governor.

6 (8) Contracts for services to Northern Illinois 7 University by a person, acting as an independent 8 contractor, who is qualified by education, experience, and 9 technical ability and is selected by negotiation for the 10 purpose of providing non-credit educational service 11 activities or products by means of specialized programs 12 offered by the university.

(9) Procurement expenditures by the IllinoisConservation 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.

19 Public-private agreements entered (11)into in 20 accordance with any law of this State according to the procurement requirements of Section 20 of the 21 22 Public-Private Partnerships for Transportation Act and 23 design-build agreements entered into according to the 24 procurement requirements of Section 25 of the 25 Public-Private Partnerships for Transportation Act.

(12) Contracts for legal, financial, and other

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professional and artistic services entered into on or 1 2 before December 31, 2018 by the Illinois Finance Authority 3 in which the State of Illinois is not obligated. Such contracts shall be awarded through a competitive process 4 5 authorized by the Board of the Illinois Finance Authority and are subject to Sections 5-30, 20-160, 50-13, 50-20, 6 7 50-35, and 50-37 of this Code, as well as the final 8 approval by the Board of the Illinois Finance Authority of 9 the terms of the contract.

10 (13) The provisions of this paragraph (13), other than 11 this sentence, are inoperative on and after January 1, 2019 12 or 2 years after the effective date of this amendatory Act of the 99th General Assembly, whichever is later. Contracts 13 14 for services, commodities, and equipment to support the timely forensic 15 delivery of science services in 16 consultation with and subject to the approval of the Chief 17 Procurement Officer as provided in subsection (d) of Section 5-4-3a of the Unified Code of Corrections, except 18 19 for the requirements of Sections 20-60, 20-65, 20-70, and 20 20-160 and Article 50 of this Code; however, the Chief 21 Procurement Officer may, in writing with justification, 22 waive any certification required under Article 50 of this 23 Code. For any contracts for services which are currently 24 provided by members of a collective bargaining agreement, 25 applicable terms of the collective bargaining the 26 agreement concerning subcontracting shall be followed.

Notwithstanding any other provision of law, contracts 1 2 entered into under item (12) of this subsection (b) shall be published in the Procurement Bulletin within 14 calendar days 3 after contract execution. The chief procurement officer shall 4 5 prescribe the form and content of the notice. The Illinois 6 Finance Authority shall provide the chief procurement officer, 7 on a monthly basis, in the form and content prescribed by the chief procurement officer, a report of contracts that are 8 9 related to the procurement of goods and services identified in 10 item (12) of this subsection (b). At a minimum, this report 11 shall include the name of the contractor, a description of the 12 supply or service provided, the total amount of the contract, 13 the term of the contract, and the exception to the Code 14 utilized. A copy of each of these contracts shall be made 15 available to the chief procurement officer immediately upon 16 request. The chief procurement officer shall submit a report to 17 the Governor and General Assembly no later than November 1 of each year that shall include, at a minimum, an annual summary 18 19 of the monthly information reported to the chief procurement

20 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 Utilities Act.

25 (d) Except for Section 20-160 and Article 50 of this Code,
26 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.

(e) This Code does not apply to the process used by the 4 5 Capital Development Board to retain a person or entity to assist the Capital Development Board with its duties related to 6 7 the determination of costs of a clean coal SNG brownfield facility, as defined by Section 1-10 of the Illinois Power 8 9 Agency Act, as required in subsection (h-3) of Section 9-220 of 10 the Public Utilities Act, including calculating the range of 11 capital costs, the range of operating and maintenance costs, or 12 the sequestration costs or monitoring the construction of clean 13 coal SNG brownfield facility for the full duration of 14 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 and to retain an expert to assist in the review of contracts under subsection (h) of Section 9-220 of the Public Utilities Act. This Code does not apply to the process used by the

Illinois Commerce Commission to retain an expert to assist in
 determining the actual incurred costs of the clean coal SNG
 facility and the reasonableness of those costs as required
 under subsection (h) of Section 9-220 of the Public Utilities
 Act.

6 (h) This Code does not apply to the process to procure or 7 contracts entered into in accordance with Sections 11-5.2 and 8 11-5.3 of the Illinois Public Aid Code.

9 (i) Each chief procurement officer may access records 10 necessary to review whether a contract, purchase, or other 11 expenditure is or is not subject to the provisions of this 12 Code, unless such records would be subject to attorney-client 13 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.

18 (k) This Code does not apply to the process to procure 19 contracts, or contracts entered into, by the State Board of 20 Elections or the State Electoral Board for hearing officers 21 appointed pursuant to the Election Code.

22 (1) This Code does not apply to leases of clinical space by 23 public institutions of higher education for uses related 24 <u>scientific and medical research.</u>

25 (m) This Code does not apply to services required by
 26 academic partners of public institutions of higher education

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where funds for services are required by the academic partners
in order to fund collaborative clinical and academic programs
in support of the public institution of higher education.
(Source: P.A. 98-90, eff. 7-15-13; 98-463, eff. 8-16-13;
98-572, eff. 1-1-14; 98-756, eff. 7-16-14; 98-1076, eff.
1-1-15; 99-801, eff. 1-1-17.)

7 (30 ILCS 500/1-12)

8 (Section scheduled to be repealed on December 31, 2016)
9 Sec. 1-12. Applicability to artistic or musical services.

(a) This Code shall not apply to procurement expenditures
necessary to provide artistic or musical services,
performances, or theatrical productions held at a venue
operated or leased by a State agency.

14 (b) Notice of each contract entered into by a State agency 15 that is related to the procurement of goods and services 16 identified in this Section shall be published in the Illinois Procurement Bulletin within 14 calendar days after contract 17 execution. The chief procurement officer shall prescribe the 18 19 form and content of the notice. Each State agency shall provide 20 the chief procurement officer, on a monthly basis, in the form 21 and content prescribed by the chief procurement officer, a 22 report of contracts that are related to the procurement of goods and services identified in this Section. At a minimum, 23 24 this report shall include the name of the contractor, a 25 description of the supply or service provided, the total amount

of the contract, the term of the contract, and the exception to 1 2 the Code utilized. A copy of any or all of these contracts 3 shall be made available to the chief procurement officer immediately upon request. The chief procurement officer shall 4 5 submit a report to the Governor and General Assembly no later than November 1 of each year that shall include, at a minimum, 6 7 an annual summary of the monthly information reported to the 8 chief procurement officer.

9 (c) (Blank). This Section is repealed December 31, 2016.
10 (Source: P.A. 97-895, eff. 8-3-12; 98-1076, eff. 1-1-15.)

11 (30 ILCS 500/1-12.1 new)

12 <u>Sec. 1-12.1. Continuation of Section 1-12 of this Code;</u>
13 validation.

14 (a) The General Assembly finds and declares that:

15 (1) This amendatory Act of the 100th General Assembly
 16 manifests the intention of the General Assembly to remove
 17 the repeal of Section 1-12 of this Code.

18 (2) Section 1-12 of this Code was originally enacted to 19 protect, promote, and preserve the general welfare. Any 20 construction of Section 1-12 of this Code that results in 21 the repeal of that Section on December 31, 2016 would be 22 inconsistent with the manifest intent of the General 23 Assembly and repugnant to the context of this Code.

24 (b) It is hereby declared to have been the intent of the 25 General Assembly that Section 1-12 of this Code not be subject

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1	to repeal on December 31, 2016.
2	(c) Section 1-12 of this Code shall be deemed to have been
3	in continuous effect since August 3, 2012 (the effective date
4	of Public Act 97-895), and it shall continue to be in effect
5	henceforward until it is otherwise lawfully repealed. All
6	previously enacted amendments to Section 1-12 of this Code
7	taking effect on or after December 31, 2016, are hereby
8	validated.
9	(d) All actions taken in reliance on or pursuant to Section
10	1-12 of this Code in the procurement of artistic or musical
11	services are hereby validated.
12	(e) In order to ensure the continuing effectiveness of
13	Section 1-12 of this Code, it is set forth in full and
14	re-enacted by this amendatory Act of the 100th General
15	Assembly. This re-enactment is intended as a continuation of
16	that Section. It is not intended to supersede any amendment to
17	that Section that is enacted by the 100th General Assembly.
18	(f) In this amendatory Act of the 100th General Assembly,
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the base text of the reenacted Section is set forth as amended 19 20 by Public Act 98-1076. Striking and underscoring is used only 21 to show changes being made to the base text.

22 (g) Section 1-12 of this Code applies to all procurements 23 made on or before the effective date of this amendatory Act of 24 the 100th General Assembly.

25 (30 ILCS 500/1-13)

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education.

(Section scheduled to be repealed on December 31, 2016)
 Sec. 1-13. Applicability to public institutions of higher

4 (a) This Code shall apply to public institutions of higher
5 education, regardless of the source of the funds with which
6 contracts are paid, except as provided in this Section.

7 (b) Except as provided in this Section, this Code shall not
8 apply to procurements made by or on behalf of public
9 institutions of higher education for any of the following:

10 (1) Memberships in professional, academic, research, 11 or athletic organizations on behalf of a public institution 12 of higher education, an employee of a public institution of 13 higher education, or a student at a public institution of 14 higher education.

15 (2) Procurement expenditures for events or activities
16 paid for exclusively by revenues generated by the event or
17 activity, gifts or donations for the event or activity,
18 private grants, or any combination thereof.

19 (3) Procurement expenditures for events or activities 20 for which the use of specific potential contractors is 21 mandated or identified by the sponsor of the event or 22 activity, provided that the sponsor is providing a majority 23 of the funding for the event or activity.

24 (4) Procurement expenditures necessary to provide
 25 <u>athletic</u>, artistic or musical services, performances,
 26 <u>events</u>, or productions held at a venue operated by <u>or for</u> a

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public institution of higher education.

2 (5) Procurement expenditures for periodicals and 3 books, subscriptions, database licenses, and other 4 <u>publications</u> procured for use by a university library or 5 academic department, except for expenditures related to 6 procuring textbooks for student use or materials for resale 7 or rental.

8 (6) Procurement expenditures for placement of students 9 in externships, practicums, field experiences, and <u>for</u> 10 medical residencies and rotations.

11 (7) Contracts for programming and broadcast license 12 rights for university-operated radio and television 13 stations.

14(8) Procurement expenditures necessary to perform15sponsored research and other sponsored activities under16grants and contracts funded by the sponsor or by sources17other than State appropriations.

18 (9) Contracts with a foreign entity for research or 19 educational activities, provided that the foreign entity 20 either does not maintain an office in the United States or 21 is the sole source of the service or product.

(10) Procurement of food items for commercial resale on
 the campus of or at a facility controlled by an institution
 of higher education.

25 Notice of each contract entered into by a public institution of 26 higher education that is related to the procurement of goods

and services identified in items (1) through (10) (7) of this 1 2 subsection shall be published in the Procurement Bulletin 3 within 14 calendar days after contract execution. The Chief Procurement Officer shall prescribe the form and content of the 4 5 notice. Each public institution of higher education shall 6 provide the Chief Procurement Officer, on a monthly basis, in 7 the form and content prescribed by the Chief Procurement 8 Officer, a report of contracts that are related to the 9 procurement of qoods and services identified in this 10 subsection. At a minimum, this report shall include the name of 11 the contractor, a description of the supply or service 12 provided, the total amount of the contract, the term of the 13 contract, and the exception to the Code utilized. A copy of any or all of these contracts shall be made available to the Chief 14 15 Procurement Officer immediately upon request. The Chief 16 Procurement Officer shall submit a report to the Governor and 17 General Assembly no later than November 1 of each year that shall include, at a minimum, an annual summary of the monthly 18 information reported to the Chief Procurement Officer. 19

(b-5) Except as provided in this subsection, the provisions of this Code shall not apply to contracts for <u>medical</u> <del>FDA-regulated</del> 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 <u>and at any</u> <u>university-operated health care center or dispensary that</u> - 14 - LRB100 10700 MLM 20925 b

provides care, treatment, and medications for students, 1 faculty and staff. Other supplies and services needed for these 2 3 teaching facilities shall be subject to the jurisdiction of the Chief Procurement Officer for Public Institutions of Higher 4 5 Education who may establish expedited procurement procedures and may waive or modify certification, contract, hearing, 6 7 process and registration requirements required by the Code. All procurements made under this subsection shall be documented and 8 9 may require publication in the Illinois Procurement Bulletin.

10 (c) Procurements made by or on behalf of public 11 institutions of higher education for any of the following shall 12 be made in accordance with the requirements of this Code to the 13 extent practical as provided in this subsection:

14 (1) Contracts with a foreign entity necessary for 15 research or educational activities, provided that the 16 foreign entity either does not maintain an office in the 17 United States or is the sole source of the service or 18 product.

19

(2) (Blank).

20

21

(3) (Blank).

(4) 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 1 2 with specific reasons for the waiver, including the necessity 3 of contracting with a particular potential contractor, and shall certify that an effort was made in good faith to comply 4 5 with the provisions of this Code. The Chief Procurement Officer shall provide written justification for any waivers. By 6 November 1 of each year, the Chief Procurement Officer shall 7 8 file a report with the General Assembly identifying each 9 contract approved with waivers and providing the justification 10 given for any waivers for each of those contracts. Notice of 11 each waiver made under this subsection shall be published in 12 the Procurement Bulletin within 14 calendar days after contract 13 execution. The Chief Procurement Officer shall prescribe the form and content of the notice. 14

15 (d) Notwithstanding this Section, a waiver of the 16 registration requirements of Section 20-160 does not permit a 17 business entity and any affiliated entities or affiliated persons to make campaign contributions if otherwise prohibited 18 by Section 50-37. The total amount of contracts awarded in 19 20 accordance with this Section shall be included in determining 21 the aggregate amount of contracts or pending bids of a business 22 entity and any affiliated entities or affiliated persons.

(e) 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 1 2 of higher education in determining whether there is a need for 3 a contract or assisted in reviewing, drafting, or preparing documents related to a bid or contract, provided that the bid 4 5 or contract is essential to research administered by the public institution of higher education and it is in the best interest 6 7 of the public institution of higher education to accept the bid 8 or contract. For purposes of this subsection, "business" 9 includes all individuals with whom a business is affiliated, 10 including, but not limited to, any officer, agent, employee, 11 consultant, independent contractor, director, partner, 12 manager, or shareholder of a business. The Executive Ethics 13 Commission may promulgate rules and regulations for the 14 implementation and administration of the provisions of this 15 subsection (e).

16

(f) As used in this Section:

17 "Grant" means non-appropriated funding provided by a 18 federal or private entity to support a project or program 19 administered by a public institution of higher education and 20 any non-appropriated funding provided to a sub-recipient of the 21 grant.

"Public institution of higher education" means Chicago
State University, Eastern Illinois University, Governors State
University, Illinois State University, Northeastern Illinois
University, Northern Illinois University, Southern Illinois
University, University of Illinois, Western Illinois

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1	University, and, for purposes of this Code only, the Illinois
2	Mathematics and Science Academy.
3	(g) (Blank). This Section is repealed on December 31, 2016.
4	(Source: P.A. 97-643, eff. 12-20-11; 97-895, eff. 8-3-12;
5	98-1076, eff. 1-1-15.)
6	(30 ILCS 500/1-13.1 new)
7	Sec. 1-13.1. Continuation of Section 1-13 of this Code;
8	validation.
9	(a) The General Assembly finds and declares that:
10	(1) Public Act 98-1076, which took effect on January 1,
11	2015, changed the repeal date set for Section 1-13 of this
12	Code from December 31, 2014 to December 31, 2016.
13	(2) The Statute on Statutes sets forth general rules on
14	the repeal of statutes and the construction of multiple
15	amendments, but Section 1 of that Act also states that
16	these rules will not be observed when the result would be
17	"inconsistent with the manifest intent of the General
18	Assembly or repugnant to the context of the statute".
19	(3) This amendatory Act of the 100th General Assembly
20	manifests the intention of the General Assembly to remove
21	the repeal of Section 1-13 of this Code.
22	(4) Section 1-13 of this Code was originally enacted to
23	protect, promote, and preserve the general welfare. Any
24	construction of Section 1-13 of this Code that results in
25	the repeal of that Section on December 31, 2014 would be

1	inconsistent with the manifest intent of the General
2	Assembly and repugnant to the context of this Code.
3	(b) It is hereby declared to have been the intent of the
4	General Assembly that Section 1-13 of this Code not be subject
5	to repeal on December 31, 2014.
6	(c) Section 1-13 of this Code shall be deemed to have been
7	in continuous effect since December 20, 2011 (the effective
8	date of Public Act 97-643), and it shall continue to be in
9	effect henceforward until it is otherwise lawfully repealed.
10	All previously enacted amendments to Section 1-13 of this Code
11	taking effect on or after December 31, 2014, are hereby
12	validated.
13	(d) All actions taken in reliance on or pursuant to Section
14	1-13 of this Code by any public institution of higher
15	education, person, or entity are hereby validated.
16	(e) In order to ensure the continuing effectiveness of
17	Section 1-13 of this Code, it is set forth in full and
18	re-enacted by this amendatory Act of the 100th General
19	Assembly. This re-enactment is intended as a continuation of
20	that Section. It is not intended to supersede any amendment to
21	that Section that is enacted by the 100th General Assembly.
22	(f) In this amendatory Act of the 100th General Assembly,
23	the base text of the reenacted Section is set forth as amended
24	by Public Act 98-1076. Striking and underscoring is used only
25	to show changes being made to the base text. In this instance,
26	no underscoring or striking is shown in the base text because

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2 (q) Section 1-13 of this Code applies to all procurements made on or before the effective date of this amendatory Act of 3 the 100th General Assembly. 4

no additional changes are being made.

5 (30 ILCS 500/1-15.20)

6 Sec. 1-15.20. Construction, and construction-related 7 services, and construction support services. "Construction" 8 means building, altering, repairing, improving, or demolishing 9 any public structure or building, or making improvements of any 10 kind to public real property. Construction does not include the 11 routine operation, routine repair, or routine maintenance of 12 existing structures, buildings, or real property.

"Construction-related services" means those services 13 including construction design, layout, inspection, support, 14 15 feasibility or location study, research, development, 16 planning, or other investigative study undertaken by a construction agency concerning construction or potential 17 18 construction.

"Construction support" means all equipment, supplies, and 19 20 services that are necessary to the operation of a construction 21 agency's construction program. "Construction support" does not 22 include construction-related services.

(Source: P.A. 90-572, eff. 2-6-98.) 23

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(30 ILCS 500/1-15.47 new)

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1	Sec. 1-15.47. Master contract. "Master contract" means a
2	definite quantity, indefinite quantity, or requirements
3	contract awarded in accordance with this Code, against which
4	subsequent orders may be placed to meet the needs of a State
5	purchasing entity. A master contract may be for use by a single
6	State purchasing entity or for multiple State purchasing
7	entities and other entities as authorized under the
8	Governmental Joint Purchasing Act.

9 (30 ILCS 500/1-15.48 new)
 10 Sec. 1-15.48. Multiple award. "Multiple award" means an
 11 award that is made to 2 or more bidders or offerors for similar
 12 supplies, services, or construction-related services.

13 (30 ILCS 500/1-15.93)

14 (Section scheduled to be repealed on January 1, 2020)

Sec. 1-15.93. Single prime. "Single prime" means the 15 16 design-bid-build procurement delivery method for a building construction project in which the Capital Development Board or 17 a public institution of higher education is the construction 18 19 agency procuring 2 or more subdivisions of work enumerated in 20 paragraphs (1) through (5) of subsection (a) of Section 30-30 21 of this Code under a single contract. This Section is repealed on January 1, 2020. 22

23 (Source: P.A. 99-257, eff. 8-4-15.)

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(30 ILCS 500/1-15.107)

2 Sec. 1-15.107. Subcontract. "Subcontract" means a contract 3 between a person and a person who has a contract subject to this Code, pursuant to which the subcontractor provides to the 4 5 contractor, or, if the contract price exceeds \$100,000 \$50,000, another subcontractor, some or all of the goods, services, real 6 remuneration, 7 or other monetary property, forms of 8 consideration that are the subject of the primary contract and 9 includes, among other things, subleases from a lessee of a 10 State agency. For purposes of this Code, a "subcontract" does 11 not include purchases of goods or supplies that are incidental 12 to the performance of a contract by a person who has a contract subject to this Code. 13

14 (Source: P.A. 97-895, eff. 8-3-12; 98-1076, eff. 1-1-15.)

15 (30 ILCS 500/5-30)

16 Sec. 5-30. Proposed contracts; Procurement Policy Board.

(a) Except as provided in subsection (c), within 14 30 17 18 calendar days after notice of the awarding or letting of a 19 contract has appeared in the Procurement Bulletin in accordance with subsection (b) of Section 15-25, the Board may request in 20 21 writing from the contracting agency and the contracting agency 22 shall promptly, but in no event later than 7 calendar days after receipt of the request, provide to the Board, by 23 24 electronic or other means satisfactory to the Board, 25 documentation in the possession of the contracting agency 1 concerning the proposed contract. Nothing in this subsection is 2 intended to waive or abrogate any privilege or right of 3 confidentiality authorized by law.

(b) No contract subject to this Section may be entered into
until the <u>14-day</u> <del>30 day</del> period described in subsection (a) has
expired, unless the contracting agency requests in writing that
the Board waive the period and the Board grants the waiver in
writing.

9 (c) This Section does not apply to (i) contracts entered 10 into under this Code for small and emergency procurements as 11 those procurements are defined in Article 20 and (ii) contracts 12 for professional and artistic services that are nonrenewable, 13 one year or less in duration, and have a value of less than \$20,000. If requested in writing by the Board, however, the 14 15 contracting agency must promptly, but in no event later than 10 calendar days after receipt of the request, transmit to the 16 17 Board a copy of the contract for an emergency procurement and documentation in the possession of the contracting agency 18 19 concerning the contract.

20 (Source: P.A. 98-1076, eff. 1-1-15.)

21 (30 ILCS 500/10-15)

22 Sec. 10-15. Procurement compliance monitors.

(a) The Executive Ethics Commission <u>may</u> shall appoint
 procurement compliance monitors to oversee and review the
 procurement processes. Each procurement compliance monitor

shall serve a term of 5 years beginning on the date of the 1 2 officer's appointment. Each procurement compliance monitor 3 appointed pursuant to this Section and serving a 5-year term on the effective date of this amendatory Act of the 100th General 4 5 Assembly shall have an office located in the State agency that 6 the monitor serves but shall report to and serve at the 7 discretion of a the appropriate chief procurement officer in 8 the performance of procurement-related duties until the 9 expiration of the monitor's term. The compliance monitor shall 10 have direct communications with the executive officer of a 11 State agency in exercising duties. A procurement compliance 12 monitor may be removed only for cause after a hearing by the 13 Executive Ethics Commission. The appropriate chief procurement 14 officer or executive officer of the State agency housing the 15 procurement compliance monitor may institute a complaint 16 against the procurement compliance monitor with the Commission 17 and the Commission shall hold a public hearing based on the 18 complaint. The procurement compliance monitor, State 19 purchasing officer, appropriate chief procurement officer, and 20 executive officer of the State agency shall receive notice of the hearing and shall be permitted to present their respective 21 22 arguments on the complaint. After the hearing, the Commission 23 shall determine whether the procurement compliance monitor 24 shall be removed. The salary of a procurement compliance 25 monitor shall be established by the Executive Ethics Commission 26 and may not be diminished during the officer's term.

(b) The procurement compliance monitor shall: (i) review 1 2 any procurement, contract, or contract amendment as directed by the Executive Ethics Commission or a chief procurement officer; 3 and (ii) report any findings of the review, in writing, to the 4 5 Commission, the affected agency, the chief procurement officer responsible for the affected agency, and any entity requesting 6 7 the review. The procurement compliance monitor may: (i) review 8 each contract or contract amendment prior to execution to 9 ensure that applicable procurement and contracting standards 10 were followed; (ii) attend any procurement meetings; (iii) 11 access any records or files related to procurement; (iv) issue 12 reports to the chief procurement officer on procurement issues 13 that present issues or that have not been corrected after 14 consultation with appropriate State officials; (v) ensure the 15 State agency is maintaining appropriate records; and (vi) 16 ensure transparency of the procurement process.

(c) If the procurement compliance monitor is aware of misconduct, waste, or inefficiency with respect to State procurement, the procurement compliance monitor shall advise the State agency of the issue in writing. If the State agency does not correct the issue, the monitor shall report the problem, in writing, to the chief procurement officer and Inspector General.

24 (Source: P.A. 96-795, eff. 7-1-10 (see Section 5 of P.A. 96-793 25 for the effective date of changes made by P.A. 96-795); 97-895, 26 eff. 8-3-12.)

1 (30 ILCS 500/20-10)

2 (Text of Section before amendment by P.A. 99-906)

3 (Text of Section from P.A. 96-159, 96-588, 97-96, 97-895, 4 and 98-1076)

5 Sec. 20-10. Competitive sealed bidding; reverse auction.

6 (a) Conditions for use. All contracts shall be awarded by
7 competitive sealed bidding except as otherwise provided in
8 Section 20-5.

9 (b) Invitation for bids. An invitation for bids shall be 10 issued and shall include a purchase description and the 11 material contractual terms and conditions applicable to the 12 procurement.

13 (c) Public notice. Public notice of the invitation for bids 14 shall be published in the Illinois Procurement Bulletin at 15 least 14 calendar days before the date set in the invitation 16 for the opening of bids.

(d) Bid opening. Bids shall be opened publicly in the presence of one or more witnesses at the time and place designated in the invitation for bids. The name of each bidder, the amount of each bid, and other relevant information as may be specified by rule shall be recorded. After the award of the contract, the winning bid and the record of each unsuccessful bid shall be open to public inspection.

(e) Bid acceptance and bid evaluation. Bids shall beunconditionally accepted without alteration or correction,

except as authorized in this Code. Bids shall be evaluated 1 2 based on the requirements set forth in the invitation for bids, 3 which may include criteria to determine acceptability such as inspection, testing, quality, workmanship, delivery, 4 and 5 suitability for a particular purpose. Those criteria that will 6 affect the bid price and be considered in evaluation for award, 7 such as discounts, transportation costs, and total or life cycle costs, shall be objectively measurable. The invitation 8 for bids shall set forth the evaluation criteria to be used. 9

Correction or withdrawal of bids. Correction or 10 (f) 11 withdrawal of inadvertently erroneous bids before or after 12 award, or cancellation of awards of contracts based on bid 13 mistakes, shall be permitted in accordance with rules. After bid opening, no changes in bid prices or other provisions of 14 15 bids prejudicial to the interest of the State or fair 16 competition shall be permitted. All decisions to permit the 17 correction or withdrawal of bids based on bid mistakes shall be supported by written determination made by a State purchasing 18 officer. 19

(g) Award. The contract shall be awarded with reasonable promptness by written notice to the lowest responsible and responsive bidder whose bid meets the requirements and criteria set forth in the invitation for bids, except when a State purchasing officer determines it is not in the best interest of the State and by written explanation determines another bidder shall receive the award. The explanation shall appear in the

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- 1 appropriate volume of the Illinois Procurement Bulletin. The 2 written explanation must include:
- 3

(1) a description of the agency's needs;

4 (2) a determination that the anticipated cost will be 5 fair and reasonable;

6 (3) a listing of all responsible and responsive 7 bidders; and

8 (4) the name of the bidder selected, the total contract
9 price, and the reasons for selecting that bidder.

10 <u>When a multiple award is contemplated, the solicitation</u> 11 <u>shall identify the award criteria and a detailed method of</u> 12 <u>selecting from among the multiple awardees.</u>

Each chief procurement officer may adopt guidelines to implement the requirements of this subsection (g).

The written explanation shall be filed with the Legislative Audit Commission and the Procurement Policy Board, and be made available for inspection by the public, within 30 calendar days after the agency's decision to award the contract.

19 (h) Multi-step sealed bidding. When it is considered 20 impracticable to initially prepare a purchase description to support an award based on price, an invitation for bids may be 21 22 issued requesting the submission of unpriced offers to be 23 followed by written requests for sealed quotes with pricing to meet the need and an invitation for bids limited to the pool of 24 25 those bidders whose offers have been qualified under the 26 criteria set forth in the first solicitation. An award shall be

## 1 <u>made to the responsible vendor with the lowest priced quote</u> 2 <u>meeting the needs of the State agency as needs are determined</u> 3 by the State agency.

(i) Alternative procedures. Notwithstanding any other 4 5 provision of this Act to the contrary, the Director of the 6 Illinois Power Agency may create alternative bidding 7 procedures to be used in procuring professional services under subsection (a) of Section 1-75 and subsection (d) of Section 8 9 1-78 of the Illinois Power Agency Act and Section 16-111.5(c) 10 of the Public Utilities Act and to procure renewable energy 11 resources under Section 1-56 of the Illinois Power Agency Act. 12 These alternative procedures shall be set forth together with 13 the other criteria contained in the invitation for bids, and 14 shall appear in the appropriate volume of the Illinois 15 Procurement Bulletin.

16 (j) Reverse auction. Notwithstanding any other provision 17 of this Section and in accordance with rules adopted by the chief procurement officer, that chief procurement officer may 18 19 procure supplies or services through a competitive electronic auction bidding process after the chief procurement officer 20 determines that the use of such a process will be in the best 21 22 interest of the State. The chief procurement officer shall 23 publish that determination in his or her next volume of the Illinois Procurement Bulletin. 24

25 An invitation for bids shall be issued and shall include 26 (i) a procurement description, (ii) all contractual terms, 1 whenever practical, and (iii) conditions applicable to the 2 procurement, including a notice that bids will be received in 3 an electronic auction manner.

4 Public notice of the invitation for bids shall be given in
5 the same manner as provided in subsection (c).

Bids shall be accepted electronically at the time and in the manner designated in the invitation for bids. During the auction, a bidder's price shall be disclosed to other bidders. Bidders shall have the opportunity to reduce their bid prices during the auction. At the conclusion of the auction, the record of the bid prices received and the name of each bidder shall be open to public inspection.

After the auction period has terminated, withdrawal of bids shall be permitted as provided in subsection (f).

The contract shall be awarded within 60 calendar days after the auction by written notice to the lowest responsible bidder, or all bids shall be rejected except as otherwise provided in this Code. Extensions of the date for the award may be made by mutual written consent of the State purchasing officer and the lowest responsible bidder.

This subsection does not apply to (i) procurements of professional and artistic services, (ii) telecommunications services, communication services, and information services, and (iii) contracts for construction projects, including design professional services.

26 (Source: P.A. 97-96, eff. 7-13-11; 97-895, eff. 8-3-12;

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1 98-1076, eff. 1-1-15.)

2 (Text of Section from P.A. 96-159, 96-795, 97-96, 97-895, 3 and 98-1076)

Sec. 20-10. Competitive sealed bidding; reverse auction.

5 (a) Conditions for use. All contracts shall be awarded by 6 competitive sealed bidding except as otherwise provided in 7 Section 20-5.

8 (b) Invitation for bids. An invitation for bids shall be 9 issued and shall include a purchase description and the 10 material contractual terms and conditions applicable to the 11 procurement.

(c) Public notice. Public notice of the invitation for bids shall be published in the Illinois Procurement Bulletin at least 14 calendar days before the date set in the invitation for the opening of bids.

(d) Bid opening. Bids shall be opened publicly in the presence of one or more witnesses at the time and place designated in the invitation for bids. The name of each bidder, the amount of each bid, and other relevant information as may be specified by rule shall be recorded. After the award of the contract, the winning bid and the record of each unsuccessful bid shall be open to public inspection.

(e) Bid acceptance and bid evaluation. Bids shall be
 unconditionally accepted without alteration or correction,
 except as authorized in this Code. Bids shall be evaluated

based on the requirements set forth in the invitation for bids, 1 2 which may include criteria to determine acceptability such as 3 inspection, testing, quality, workmanship, delivery, and suitability for a particular purpose. Those criteria that will 4 5 affect the bid price and be considered in evaluation for award, such as discounts, transportation costs, and total or life 6 7 cycle costs, shall be objectively measurable. The invitation for bids shall set forth the evaluation criteria to be used. 8

9 (f) Correction or withdrawal of bids. Correction or 10 withdrawal of inadvertently erroneous bids before or after 11 award, or cancellation of awards of contracts based on bid 12 mistakes, shall be permitted in accordance with rules. After bid opening, no changes in bid prices or other provisions of 13 14 bids prejudicial to the interest of the State or fair competition shall be permitted. All decisions to permit the 15 16 correction or withdrawal of bids based on bid mistakes shall be 17 supported by written determination made by a State purchasing officer. 18

(g) Award. The contract shall be awarded with reasonable 19 20 promptness by written notice to the lowest responsible and responsive bidder whose bid meets the requirements and criteria 21 22 set forth in the invitation for bids, except when a State 23 purchasing officer determines it is not in the best interest of the State and by written explanation determines another bidder 24 25 shall receive the award. The explanation shall appear in the 26 appropriate volume of the Illinois Procurement Bulletin. The

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written explanation must include: 1 2 (1) a description of the agency's needs; 3 (2) a determination that the anticipated cost will be fair and reasonable; 4 5 (3) a listing of all responsible and responsive 6 bidders; and 7 (4) the name of the bidder selected, the total contract 8 price, and the reasons for selecting that bidder. 9 When a multiple award is contemplated, the solicitation shall identify the award criteria and a detailed method of 10 11 selecting from among the multiple awardees. 12 Each chief procurement officer may adopt guidelines to 13 implement the requirements of this subsection (q). The written explanation shall be filed with the Legislative 14 15 Audit Commission and the Procurement Policy Board, and be made 16 available for inspection by the public, within 30 days after 17 the agency's decision to award the contract. Multi-step sealed bidding. When it is considered 18 (h) 19 impracticable to initially prepare a purchase description to 20 support an award based on price, an invitation for bids may be issued requesting the submission of unpriced offers to be 21 22 followed by written requests for sealed quotes with pricing to 23 meet the need and an invitation for bids limited to the pool of those bidders whose offers have been qualified under the 24 25 criteria set forth in the first solicitation. An award shall be

26 made to the responsible vendor with the lowest priced quote

# meeting the needs of the State agency as needs are determined by the State agency.

3 Alternative procedures. Notwithstanding any other (i) provision of this Act to the contrary, the Director of the 4 5 Illinois Power Agency may create alternative bidding 6 procedures to be used in procuring professional services under 7 subsection (a) of Section 1-75 and subsection (d) of Section 8 1-78 of the Illinois Power Agency Act and Section 16-111.5(c) 9 of the Public Utilities Act and to procure renewable energy 10 resources under Section 1-56 of the Illinois Power Agency Act. 11 These alternative procedures shall be set forth together with 12 the other criteria contained in the invitation for bids, and 13 shall appear in the appropriate volume of the Illinois Procurement Bulletin. 14

15 (j) Reverse auction. Notwithstanding any other provision 16 of this Section and in accordance with rules adopted by the 17 chief procurement officer, that chief procurement officer may procure supplies or services through a competitive electronic 18 auction bidding process after the chief procurement officer 19 20 determines that the use of such a process will be in the best interest of the State. The chief procurement officer shall 21 22 publish that determination in his or her next volume of the 23 Illinois Procurement Bulletin.

An invitation for bids shall be issued and shall include (i) a procurement description, (ii) all contractual terms, whenever practical, and (iii) conditions applicable to the

1 procurement, including a notice that bids will be received in 2 an electronic auction manner.

3 Public notice of the invitation for bids shall be given in 4 the same manner as provided in subsection (c).

Bids shall be accepted electronically at the time and in the manner designated in the invitation for bids. During the auction, a bidder's price shall be disclosed to other bidders. Bidders shall have the opportunity to reduce their bid prices during the auction. At the conclusion of the auction, the record of the bid prices received and the name of each bidder shall be open to public inspection.

12 After the auction period has terminated, withdrawal of bids 13 shall be permitted as provided in subsection (f).

The contract shall be awarded within 60 calendar days after the auction by written notice to the lowest responsible bidder, or all bids shall be rejected except as otherwise provided in this Code. Extensions of the date for the award may be made by mutual written consent of the State purchasing officer and the lowest responsible bidder.

This subsection does not apply to (i) procurements of professional and artistic services, (ii) telecommunications services, communication services, and information services, and (iii) contracts for construction projects, including design professional services.

25 (Source: P.A. 97-96, eff. 7-13-11; 97-895, eff. 8-3-12; 26 98-1076, eff. 1-1-15.)

(Text of Section after amendment by P.A. 99-906)
(Text of Section from P.A. 96-159, 96-588, 97-96, 97-895, 98-1076, and 99-906)
Sec. 20-10. Competitive sealed bidding; reverse auction.
(a) Conditions for use. All contracts shall be awarded by competitive sealed bidding except as otherwise provided in Section 20-5.

8 (b) Invitation for bids. An invitation for bids shall be 9 issued and shall include a purchase description and the 10 material contractual terms and conditions applicable to the 11 procurement.

12 (c) Public notice. Public notice of the invitation for bids 13 shall be published in the Illinois Procurement Bulletin at 14 least 14 calendar days before the date set in the invitation 15 for the opening of bids.

(d) Bid opening. Bids shall be opened publicly in the presence of one or more witnesses at the time and place designated in the invitation for bids. The name of each bidder, the amount of each bid, and other relevant information as may be specified by rule shall be recorded. After the award of the contract, the winning bid and the record of each unsuccessful bid shall be open to public inspection.

(e) Bid acceptance and bid evaluation. Bids shall be
unconditionally accepted without alteration or correction,
except as authorized in this Code. Bids shall be evaluated

based on the requirements set forth in the invitation for bids, 1 2 which may include criteria to determine acceptability such as 3 inspection, testing, quality, workmanship, delivery, and suitability for a particular purpose. Those criteria that will 4 5 affect the bid price and be considered in evaluation for award, such as discounts, transportation costs, and total or life 6 7 cycle costs, shall be objectively measurable. The invitation for bids shall set forth the evaluation criteria to be used. 8

9 (f) Correction or withdrawal of bids. Correction or 10 withdrawal of inadvertently erroneous bids before or after 11 award, or cancellation of awards of contracts based on bid 12 mistakes, shall be permitted in accordance with rules. After bid opening, no changes in bid prices or other provisions of 13 14 bids prejudicial to the interest of the State or fair competition shall be permitted. All decisions to permit the 15 16 correction or withdrawal of bids based on bid mistakes shall be 17 supported by written determination made by a State purchasing officer. 18

(g) Award. The contract shall be awarded with reasonable 19 20 promptness by written notice to the lowest responsible and responsive bidder whose bid meets the requirements and criteria 21 22 set forth in the invitation for bids, except when a State 23 purchasing officer determines it is not in the best interest of the State and by written explanation determines another bidder 24 25 shall receive the award. The explanation shall appear in the 26 appropriate volume of the Illinois Procurement Bulletin. The

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written explanation must include: 1 2 (1) a description of the agency's needs; 3 (2) a determination that the anticipated cost will be fair and reasonable; 4 5 (3) a listing of all responsible and responsive 6 bidders; and 7 (4) the name of the bidder selected, the total contract 8 price, and the reasons for selecting that bidder. 9 When a multiple award is contemplated, the solicitation shall identify the award criteria and a detailed method of 10 11 selecting from among the multiple awardees. 12 Each chief procurement officer may adopt guidelines to 13 implement the requirements of this subsection (q). The written explanation shall be filed with the Legislative 14 15 Audit Commission and the Procurement Policy Board, and be made 16 available for inspection by the public, within 30 calendar days 17 after the agency's decision to award the contract. (h) Multi-step sealed bidding. When it is considered 18 19 impracticable to initially prepare a purchase description to 20 support an award based on price, an invitation for bids may be issued requesting the submission of unpriced offers to be 21 22 followed by written requests for sealed quotes with pricing to 23 meet the need and an invitation for bids limited to the pool of those bidders whose offers have been qualified under the 24 25 criteria set forth in the first solicitation. An award shall be made to the responsible vendor with the lowest priced quote 26

# meeting the needs of the State agency as needs are determined by the State agency.

3 Alternative procedures. Notwithstanding any other (i) provision of this Act to the contrary, the Director of the 4 5 Illinois Power Agency may create alternative bidding procedures to be used in procuring professional services under 6 7 Section 1-56, subsections (a) and (c) of Section 1-75 and subsection (d) of Section 1-78 of the Illinois Power Agency Act 8 9 and Section 16-111.5(c) of the Public Utilities Act and to 10 procure renewable energy resources under Section 1-56 of the 11 Illinois Power Agency Act. These alternative procedures shall 12 be set forth together with the other criteria contained in the 13 invitation for bids, and shall appear in the appropriate volume of the Illinois Procurement Bulletin. 14

(j) Reverse auction. Notwithstanding any other provision 15 16 of this Section and in accordance with rules adopted by the 17 chief procurement officer, that chief procurement officer may procure supplies or services through a competitive electronic 18 auction bidding process after the chief procurement officer 19 20 determines that the use of such a process will be in the best interest of the State. The chief procurement officer shall 21 22 publish that determination in his or her next volume of the 23 Illinois Procurement Bulletin.

An invitation for bids shall be issued and shall include (i) a procurement description, (ii) all contractual terms, whenever practical, and (iii) conditions applicable to the

1 procurement, including a notice that bids will be received in 2 an electronic auction manner.

3 Public notice of the invitation for bids shall be given in4 the same manner as provided in subsection (c).

Bids shall be accepted electronically at the time and in the manner designated in the invitation for bids. During the auction, a bidder's price shall be disclosed to other bidders. Bidders shall have the opportunity to reduce their bid prices during the auction. At the conclusion of the auction, the record of the bid prices received and the name of each bidder shall be open to public inspection.

After the auction period has terminated, withdrawal of bids shall be permitted as provided in subsection (f).

The contract shall be awarded within 60 calendar days after the auction by written notice to the lowest responsible bidder, or all bids shall be rejected except as otherwise provided in this Code. Extensions of the date for the award may be made by mutual written consent of the State purchasing officer and the lowest responsible bidder.

This subsection does not apply to (i) procurements of professional and artistic services, (ii) telecommunications services, communication services, and information services, and (iii) contracts for construction projects, including design professional services.

25 (Source: P.A. 98-1076, eff. 1-1-15; 99-906, eff. 6-1-17.)

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(Text of Section from P.A. 96-159, 96-795, 97-96, 97-895,
 98-1076, and 99-906)

3

Sec. 20-10. Competitive sealed bidding; reverse auction.

4 (a) Conditions for use. All contracts shall be awarded by
5 competitive sealed bidding except as otherwise provided in
6 Section 20-5.

7 (b) Invitation for bids. An invitation for bids shall be 8 issued and shall include a purchase description and the 9 material contractual terms and conditions applicable to the 10 procurement.

(c) Public notice. Public notice of the invitation for bids shall be published in the Illinois Procurement Bulletin at least 14 calendar days before the date set in the invitation for the opening of bids.

(d) Bid opening. Bids shall be opened publicly in the presence of one or more witnesses at the time and place designated in the invitation for bids. The name of each bidder, the amount of each bid, and other relevant information as may be specified by rule shall be recorded. After the award of the contract, the winning bid and the record of each unsuccessful bid shall be open to public inspection.

(e) Bid acceptance and bid evaluation. Bids shall be unconditionally accepted without alteration or correction, except as authorized in this Code. Bids shall be evaluated based on the requirements set forth in the invitation for bids, which may include criteria to determine acceptability such as

inspection, testing, quality, workmanship, delivery, and suitability for a particular purpose. Those criteria that will affect the bid price and be considered in evaluation for award, such as discounts, transportation costs, and total or life cycle costs, shall be objectively measurable. The invitation for bids shall set forth the evaluation criteria to be used.

7 Correction or withdrawal of bids. Correction or (f) 8 withdrawal of inadvertently erroneous bids before or after 9 award, or cancellation of awards of contracts based on bid 10 mistakes, shall be permitted in accordance with rules. After 11 bid opening, no changes in bid prices or other provisions of 12 bids prejudicial to the interest of the State or fair 13 competition shall be permitted. All decisions to permit the correction or withdrawal of bids based on bid mistakes shall be 14 15 supported by written determination made by a State purchasing 16 officer.

17 (q) Award. The contract shall be awarded with reasonable promptness by written notice to the lowest responsible and 18 19 responsive bidder whose bid meets the requirements and criteria 20 set forth in the invitation for bids, except when a State purchasing officer determines it is not in the best interest of 21 22 the State and by written explanation determines another bidder 23 shall receive the award. The explanation shall appear in the appropriate volume of the Illinois Procurement Bulletin. The 24 25 written explanation must include:

26

(1) a description of the agency's needs;

1 (2) a determination that the anticipated cost will be 2 fair and reasonable;

3 (3) a listing of all responsible and responsive4 bidders; and

5 (4) the name of the bidder selected, the total contract
6 price, and the reasons for selecting that bidder.

7 When a multiple award is contemplated, the solicitation
8 shall identify the award criteria and a detailed method of
9 selecting from among the multiple awardees.

Each chief procurement officer may adopt guidelines to implement the requirements of this subsection (g).

12 The written explanation shall be filed with the Legislative 13 Audit Commission and the Procurement Policy Board, and be made 14 available for inspection by the public, within 30 days after 15 the agency's decision to award the contract.

16 (h) Multi-step sealed bidding. When it is considered 17 impracticable to initially prepare a purchase description to support an award based on price, an invitation for bids may be 18 19 issued requesting the submission of unpriced offers to be followed by written requests for sealed quotes with pricing to 20 21 meet the need and an invitation for bids limited to the pool of 22 those bidders whose offers have been qualified under the 23 criteria set forth in the first solicitation. An award shall be 24 made to the responsible vendor with the lowest priced quote meeting the needs of the State agency as needs are determined 25 26 by the State agency.

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Alternative procedures. Notwithstanding any other 1 (i) 2 provision of this Act to the contrary, the Director of the bidding 3 Illinois Power Agency may create alternative procedures to be used in procuring professional services under 4 5 subsections (a) and (c) of Section 1-75 and subsection (d) of Section 1-78 of the Illinois Power Agency Act and Section 6 7 16-111.5(c) of the Public Utilities Act and to procure renewable energy resources under Section 1-56 of the Illinois 8 9 Power Agency Act. These alternative procedures shall be set 10 forth together with the other criteria contained in the 11 invitation for bids, and shall appear in the appropriate volume 12 of the Illinois Procurement Bulletin.

13 (j) Reverse auction. Notwithstanding any other provision 14 of this Section and in accordance with rules adopted by the chief procurement officer, that chief procurement officer may 15 16 procure supplies or services through a competitive electronic 17 auction bidding process after the chief procurement officer determines that the use of such a process will be in the best 18 interest of the State. The chief procurement officer shall 19 20 publish that determination in his or her next volume of the 21 Illinois Procurement Bulletin.

An invitation for bids shall be issued and shall include (i) a procurement description, (ii) all contractual terms, whenever practical, and (iii) conditions applicable to the procurement, including a notice that bids will be received in an electronic auction manner.

Public notice of the invitation for bids shall be given in
 the same manner as provided in subsection (c).

Bids shall be accepted electronically at the time and in the manner designated in the invitation for bids. During the auction, a bidder's price shall be disclosed to other bidders. Bidders shall have the opportunity to reduce their bid prices during the auction. At the conclusion of the auction, the record of the bid prices received and the name of each bidder shall be open to public inspection.

After the auction period has terminated, withdrawal of bids shall be permitted as provided in subsection (f).

12 The contract shall be awarded within 60 calendar days after 13 the auction by written notice to the lowest responsible bidder, 14 or all bids shall be rejected except as otherwise provided in 15 this Code. Extensions of the date for the award may be made by 16 mutual written consent of the State purchasing officer and the 17 lowest responsible bidder.

18 This subsection does not apply to (i) procurements of 19 professional and artistic services, (ii) telecommunications 20 services, communication services, and information services, 21 and (iii) contracts for construction projects, including 22 design professional services.

23 (Source: P.A. 98-1076, eff. 1-1-15; 99-906, eff. 6-1-17.)

24 (30 ILCS 500/20-15)

25 Sec. 20-15. Competitive sealed proposals.

(a) Conditions for use. When provided under this Code or 1 2 under rules, or when the purchasing agency determines in 3 writing that the use of competitive sealed bidding is either not practicable or not advantageous to the State, a contract 4 5 may be entered into by competitive sealed proposals.

(b) Request for proposals. Proposals shall be solicited 6 7 through a request for proposals.

8 Public notice. Public notice of the request for (C) 9 proposals shall be published in the Illinois Procurement 10 Bulletin at least 14 calendar days before the date set in the 11 invitation for the opening of proposals.

12 Receipt of proposals. Proposals shall be opened (d) 13 publicly in the presence of one or more witnesses at the time 14 and place designated in the request for proposals, but 15 proposals shall be opened in a manner to avoid disclosure of 16 contents to competing offerors during the process of 17 negotiation. A record of proposals shall be prepared and shall be open for public inspection after contract award. 18

19 (e) Evaluation factors. The requests for proposals shall 20 state the relative importance of price and other evaluation factors. Proposals shall be submitted in 2 parts: the first, 21 22 covering items except price; and the second, covering price. 23 The first part of all proposals shall be evaluated and ranked independently of the second part of all proposals. 24

25 (f) Discussion with responsible offerors and revisions of 26 offers or proposals. As provided in the request for proposals

and under rules, discussions may be conducted with responsible 1 2 offerors who submit offers or proposals determined to be reasonably susceptible of being selected for award for the 3 purpose of clarifying and assuring full understanding of and 4 5 responsiveness to the solicitation requirements. Those 6 offerors shall be accorded fair and equal treatment with 7 respect to any opportunity for discussion and revision of 8 proposals. Revisions may be permitted after submission and 9 before award for the purpose of obtaining best and final 10 offers. In conducting discussions there shall be no disclosure 11 of any information derived from proposals submitted by 12 competing offerors. If information is disclosed to any offeror, 13 it shall be provided to all competing offerors.

14 (g) Award. Awards shall be made to the responsible offeror whose proposal is determined in writing to be the most 15 16 advantageous to the State, taking into consideration price and 17 the evaluation factors set forth in the request for proposals. When a multiple award is contemplated, the solicitation shall 18 19 identify the award criteria and the detailed method of 20 selecting from among the multiple awardees. The contract file 21 shall contain the basis on which any the award is made.

(h) Multi-step sealed proposals. A request for proposals may be issued requesting the submission of offers to establish a pool of competitively-selected vendors to be followed by written requests for specific proposals with pricing to meet the need and limited to those in the pool of qualified vendors.

Clarification, discussions, and best and finals shall be allowed as in a standard request for proposals in each step of the process. Award shall be made to the responsible vendors with the most advantageous proposal, price, and other factors being considered.

6 (Source: P.A. 98-1076, eff. 1-1-15.)

7 (30 ILCS 500/20-20)

8 Sec. 20-20. Small purchases.

9 (a) Amount. Any individual procurement of supplies or services other than professional or artistic services, not 10 11 exceeding \$100,000 \$10,000 and any procurement of construction 12 not exceeding \$100,000, or any individual procurement of professional or artistic services not exceeding \$100,000 13 14 \$30,000 may be made without competitive source selection sealed 15 bidding. Procurements shall not be artificially divided so as 16 to constitute a small purchase under this Section. Any procurement of construction not exceeding \$100,000 may be made 17 by an alternative competitive source selection. 18 The construction agency shall establish rules for an alternative 19 20 competitive source selection process. This Section does not 21 apply to construction-related professional services contracts 22 awarded in accordance with the provisions of the Architectural, 23 Engineering, and Land Surveying Qualifications Based Selection 24 Act.

25

(b) Adjustment. Each July 1, the small purchase maximum

established in subsection (a) shall be adjusted for inflation as determined by the Consumer Price Index for All Urban Consumers as determined by the United States Department of Labor and rounded to the nearest \$100.

5 (c) Based upon rules proposed by the Board and rules 6 promulgated by the chief procurement officers, the small 7 purchase maximum established in subsection (a) may be modified. 8 (Source: P.A. 90-572, eff. date - See Sec. 99-5.)

9

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(30 ILCS 500/20-43)

10 Sec. 20-43. Bidder or offeror authorized to transact 11 business or conduct affairs <del>do business</del> in Illinois. In 12 addition to meeting any other requirement of law or rule, a 13 person (other than an individual acting as a sole proprietor) 14 may qualify as a bidder or offeror under this Code only if the 15 person is a legal entity prior to submitting the bid, offer, or 16 proposal. The legal entity must be authorized to transact business or conduct affairs in Illinois prior to execution of 17 18 the contract submitting the bid, offer, or proposal.

19 (Source: P.A. 98-1076, eff. 1-1-15.)

20 (30 ILCS 500/20-80)

21 Sec. 20-80. Contract files.

(a) Written determinations. All written determinations
 required under this Article shall be placed in the contract
 file maintained by the chief procurement officer.

1 (b) Filing with Comptroller. Whenever a grant, defined 2 pursuant to accounting standards established by the 3 Comptroller, or a contract liability, except for: (1) contracts paid from personal services, <del>or</del> (2) contracts between the State 4 5 and its employees to defer compensation in accordance with 6 Article 24 of the Illinois Pension Code, or (3) contracts paid 7 from non-State appropriations, exceeding \$20,000 is incurred 8 by any State agency, a copy of the contract, purchase order, 9 grant, or lease shall be filed with the Comptroller within 30 10 calendar days thereafter. Beginning January 1, 2013, the 11 Comptroller may require that contracts and grants required to 12 be filed with the Comptroller under this Section shall be filed 13 electronically, unless the agency is incapable of filing the 14 contract or grant electronically because it does not possess 15 the necessary technology or equipment. Any agency that is 16 incapable of electronically filing its contracts or grants 17 shall submit a written statement to the Governor and to the Comptroller attesting to the reasons for its inability to 18 comply. This statement shall include a discussion of what the 19 20 agency needs in order to effectively comply with this Section. Prior to requiring electronic filing, the Comptroller shall 21 22 consult with the Governor as to the feasibility of establishing 23 mutually agreeable technical standards for the electronic document imaging, storage, and transfer of contracts and 24 25 grants, taking into consideration the technology available to 26 that agency, best practices, and the technological

capabilities of State agencies. Nothing in this amendatory Act 1 2 of the 97th General Assembly shall be construed to impede the implementation of an Enterprise Resource Planning 3 (ERP) system. For each State contract for goods, supplies, or 4 5 services awarded on or after July 1, 2010, the contracting 6 agency shall provide the applicable rate and unit of measurement of the goods, supplies, or services on the contract 7 8 obligation document as required by the Comptroller. If the 9 contract obligation document that is submitted to the 10 Comptroller contains the rate and unit of measurement of the 11 goods, supplies, or services, the Comptroller shall provide 12 that information on his or her official website. Any 13 cancellation or modification to any such contract liability shall be filed with the Comptroller within 30 calendar days of 14 15 its execution.

16 (c) Late filing affidavit. When a contract, purchase order, 17 grant, or lease required to be filed by this Section has not filed within 30 calendar days of execution, 18 been the Comptroller shall refuse to issue a warrant for payment 19 20 thereunder until the agency files with the Comptroller the contract, purchase order, grant, or lease and an affidavit, 21 22 signed by the chief executive officer of the agency or his or 23 her designee, setting forth an explanation of why the contract liability was not filed within 30 calendar days of execution. A 24 25 copy of this affidavit shall be filed with the Auditor General. (d) Timely execution of contracts. No voucher shall be 26

submitted to the Comptroller for a warrant to be drawn for the 1 2 payment of money from the State treasury or from other funds 3 held by the State Treasurer on account of any contract unless the contract is reduced to writing before the services are 4 5 performed and filed with the Comptroller. Vendors shall not be paid for any goods that were received or services that were 6 7 rendered before the contract was reduced to writing and signed 8 by all necessary parties. A chief procurement officer may 9 request an exception to this subsection by submitting a written 10 statement to the Comptroller and Treasurer setting forth the 11 circumstances and reasons why the contract could not be reduced 12 to writing before the supplies were received or services were 13 performed. A waiver of this subsection must be approved by the 14 Comptroller and Treasurer. This Section shall not apply to 15 emergency purchases if notice of the emergency purchase is 16 filed with the Procurement Policy Board and published in the 17 Bulletin as required by this Code.

18 (e) Method of source selection. When a contract is filed 19 with the Comptroller under this Section, the Comptroller's file 20 shall identify the method of source selection used in obtaining 21 the contract.

22

(Source: P.A. 97-932, eff. 8-10-12; 98-1076, eff. 1-1-15.)

23 (30 ILCS 500/20-160)

Sec. 20-160. Business entities; certification;
registration with the State Board of Elections.

1 (a) For purposes of this Section, the terms "business 2 entity", "contract", "State contract", "contract with a State 3 agency", "State agency", "affiliated entity", and "affiliated 4 person" have the meanings ascribed to those terms in Section 5 50-37.

(b) Every bid and offer submitted to and every contract 6 7 executed by the State on or after January 1, 2009 (the effective date of Public Act 95-971) and every submission to a 8 9 vendor portal shall contain (1) a certification by the bidder, 10 offeror, vendor, or contractor that either (i) the bidder, 11 offeror, vendor, or contractor is not required to register as a 12 business entity with the State Board of Elections pursuant to 13 this Section or (ii) the bidder, offeror, vendor, or contractor 14 has registered as a business entity with the State Board of Elections and acknowledges a continuing duty to update the 15 16 registration and (2) a statement that the contract is voidable 17 under Section 50-60 for the bidder's, offeror's, vendor's, or contractor's failure to comply with this Section. 18

19 (c) Each business entity (i) whose aggregate bids and 20 proposals on State contracts annually total more than \$50,000, (ii) whose aggregate bids and proposals on State contracts 21 22 combined with the business entity's aggregate annual total 23 value of State contracts exceed \$50,000, or (iii) whose 24 contracts with State agencies, in the aggregate, annually total 25 more than \$50,000 shall register with the State Board of Elections in accordance with Section 9-35 of the Election Code. 26

A business entity required to register under this subsection 1 2 due to item (i) or (ii) has a continuing duty to ensure that 3 the registration is accurate during the period beginning on the date of registration and ending on the day after the date the 4 5 contract is awarded; any change in information must be reported to the State Board of Elections 5 business days following such 6 7 change or no later than a day before the contract is awarded, whichever date is earlier. A business entity required to 8 9 register under this subsection due to item (iii) has a 10 continuing duty to ensure that the registration is accurate in 11 accordance with subsection (e).

12 (d) Any business entity, not required under subsection (c) to register, whose aggregate bids and proposals on State 13 contracts annually total more than \$50,000, or whose aggregate 14 15 bids and proposals on State contracts combined with the 16 business entity's aggregate annual total value of State contracts exceed \$50,000, shall register with the State Board 17 of Elections in accordance with Section 9-35 of the Election 18 19 Code prior to submitting to a State agency the bid or proposal 20 whose value causes the business entity to fall within the monetary description of this subsection. A business entity 21 22 required to register under this subsection has a continuing 23 duty to ensure that the registration is accurate during the period beginning on the date of registration and ending on the 24 25 day after the date the contract is awarded. Any change in 26 information must be reported to the State Board of Elections

1 2 within 5 business days following such change or no later than a day before the contract is awarded, whichever date is earlier.

(e) A business entity whose contracts with State agencies, 3 in the aggregate, annually total more than \$50,000 must 4 5 maintain its registration under this Section and has a continuing duty to ensure that the registration is accurate for 6 duration of the term of office of the incumbent 7 the 8 officeholder awarding the contracts or for a period of 2 years 9 following the expiration or termination of the contracts, 10 whichever is longer. A business entity, required to register 11 under this subsection, has a continuing duty to report any 12 changes on a quarterly basis to the State Board of Elections 13 within 14 calendar days following the last day of January, 14 April, July, and October of each year. Any update pursuant to 15 this paragraph that is received beyond that date is presumed 16 late and the civil penalty authorized by subsection (e) of 17 Section 9-35 of the Election Code (10 ILCS 5/9-35) may be 18 assessed.

Also, if a business entity required to register under this subsection has a pending bid or offer, any change in information shall be reported to the State Board of Elections within 7 calendar days following such change or no later than a day before the contract is awarded, whichever date is earlier.

(f) A business entity's continuing duty under this Section to ensure the accuracy of its registration includes the requirement that the business entity notify the State Board of Elections of any change in information, including but not limited to changes of affiliated entities or affiliated persons.

(q) For any bid or offer for a contract with a State agency 4 5 by a business entity required to register under this Section, the chief procurement officer shall verify that the business 6 entity is required to register under this Section and is in 7 8 compliance with the registration requirements on the date the 9 bid or offer is due. A chief procurement officer may shall not 10 accept a bid or offer if the business entity is not in 11 compliance with the registration requirements as of the date 12 bids or offers are due. Upon discovery of noncompliance with 13 this Section, if the bidder or offeror made a good faith effort 14 to comply with registration efforts prior to the date the bid or offer is due, a chief procurement officer may provide the 15 16 bidder or offeror 5 business days to achieve compliance. A 17 chief procurement officer may extend the time to prove compliance by as long as necessary in the event that there is a 18 failure within the State Board of Elections' registration 19 20 system.

(h) A registration, and any changes to a registration, must include the business entity's verification of accuracy and subjects the business entity to the penalties of the laws of this State for perjury.

In addition to any penalty under Section 9-35 of the Election Code, intentional, willful, or material failure to

disclose information required for registration shall render the contract, bid, offer, or other procurement relationship voidable by the chief procurement officer if he or she deems it to be in the best interest of the State of Illinois.

5 (i) This Section applies regardless of the method of source6 selection used in awarding the contract.

7 (Source: P.A. 97-333, eff. 8-12-11; 97-895, eff. 8-3-12; 8 98-1076, eff. 1-1-15.)

(30 ILCS 500/25-85 new) 9 10 Sec. 25-85. Best value procurement. 11 (a) This Section shall apply only to purchases of heavy 12 mobile fleet vehicles and off-road construction equipment 13 procured by or on behalf of: 14 (1) institutions of higher education; 15 (2) the Department of Agriculture; 16 (3) the Department of Transportation; and 17 (4) the Department of Natural Resources. (b) As used in this Section, "best value procurement" means 18 a contract award determined by objective criteria related to 19 price, features, functions, and life-cycle costs that may 20 21 include the following: 22 (1) total cost of ownership, including warranty, under 23 which all repair costs are borne solely by the warranty 24 provider; repair costs; maintenance costs; fuel 25 consumption; and salvage value;

1	(2) product performance, productivity, and safety				
2	standards;				
3	(3) the supplier's ability to perform to the contract				
4	requirements; and				
5	(4) environmental benefits, including reduction of				
6	greenhouse gas emissions, reduction of air pollutant				
7	emissions, or reduction of toxic or hazardous materials.				
8	(c) The department or institution may enter into a contract				
9	for heavy mobile fleet vehicles and off-road construction				
10	equipment for use by the department or institution by means of				
11	best value procurement, using specifications and criteria				
12	developed in consultation with the Chief Procurement Officer of				
13	each designated department or institution and conducted in				
14	accordance with Section 20-15 of this Code.				
14	accordance with Section 20-15 of this Code.				
14 15	<u>accordance with Section 20-15 of this Code.</u> (c) The department or institution may enter into a contract				
14 15 16	accordance with Section 20-15 of this Code. (c) The department or institution may enter into a contract for heavy mobile fleet vehicles and off-road construction				
14 15 16 17	<u>accordance with Section 20-15 of this Code.</u> <u>(c) The department or institution may enter into a contract</u> <u>for heavy mobile fleet vehicles and off-road construction</u> <u>equipment for use by the department or institution by means of</u>				
14 15 16 17 18	<u>accordance with Section 20-15 of this Code.</u> <u>(c) The department or institution may enter into a contract</u> <u>for heavy mobile fleet vehicles and off-road construction</u> <u>equipment for use by the department or institution by means of</u> <u>best value procurement, using specifications and criteria</u>				
14 15 16 17 18 19	<pre>accordance with Section 20-15 of this Code. (c) The department or institution may enter into a contract for heavy mobile fleet vehicles and off-road construction equipment for use by the department or institution by means of best value procurement, using specifications and criteria developed in consultation with the Chief Procurement Officer of</pre>				
14 15 16 17 18 19 20	accordance with Section 20-15 of this Code. (c) The department or institution may enter into a contract for heavy mobile fleet vehicles and off-road construction equipment for use by the department or institution by means of best value procurement, using specifications and criteria developed in consultation with the Chief Procurement Officer of each designated department or institution and conducted in				
14 15 16 17 18 19 20 21	accordance with Section 20-15 of this Code. (c) The department or institution may enter into a contract for heavy mobile fleet vehicles and off-road construction equipment for use by the department or institution by means of best value procurement, using specifications and criteria developed in consultation with the Chief Procurement Officer of each designated department or institution and conducted in accordance with Section 20-15 of this Code.				
14 15 16 17 18 19 20 21 22	<pre>accordance with Section 20-15 of this Code. (c) The department or institution may enter into a contract for heavy mobile fleet vehicles and off-road construction equipment for use by the department or institution by means of best value procurement, using specifications and criteria developed in consultation with the Chief Procurement Officer of each designated department or institution and conducted in accordance with Section 20-15 of this Code. (d) In addition to disclosure of the minimum requirements</pre>				
14 15 16 17 18 19 20 21 22 23	accordance with Section 20-15 of this Code. (c) The department or institution may enter into a contract for heavy mobile fleet vehicles and off-road construction equipment for use by the department or institution by means of best value procurement, using specifications and criteria developed in consultation with the Chief Procurement Officer of each designated department or institution and conducted in accordance with Section 20-15 of this Code. (d) In addition to disclosure of the minimum requirements for qualification, the solicitation document shall specify				

determining the successful offeror. Any evaluation and scoring method shall ensure substantial weight is given to the contract price.

4 (e) Upon written request of any person who has submitted an offer, notice of the award shall be posted in a public place in 5 6 the offices of the department or institution at least 24 hours 7 before executing the contract or purchase order. If, before 8 making an award, any offeror who has submitted a bid files a 9 protest with the department or institution against the awarding 10 of the contract or purchase order on the ground that his or her 11 offer should have been selected in accordance with the 12 selection criteria in the solicitation document, the contract 13 or purchase order shall not be awarded until either the protest 14 has been withdrawn or the appropriate Chief Procurement Officer 15 has made a final decision as to the action to be taken relative 16 to the protest. Within 10 days after filing a protest, the 17 protesting offeror shall file with the Chief Procurement 18 Officer a full and complete written statement specifying in 19 detail the ground of the protest and the facts in support 20 thereof.

21 (f) The total annual value of vehicles and equipment 22 purchased through best value procurement pursuant to this 23 Section shall be limited to \$20,000,000 per each department or 24 institution.

25 (g) Best value procurement shall only be used on
 26 procurements first solicited on or before June 30, 2020.

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1	(h) On or before January 1, 2021, the Chief Procurement				
2	Officer of each designated department or institution shall				
3	prepare an evaluation of the best value procurement pilot				
4	program authorized by this Section, including a recommendation				
5	on whether or not the process should be continued. The				
6	evaluation shall be posted in the applicable volume or volumes				
7	of the Illinois Procurement Bulletin on or before January 1,				
8	<u>2021.</u>				
9	(i) This Section is repealed on January 1, 2021.				
10	(30 ILCS 500/30-30)				
11	Sec. 30-30. Design-bid-build construction.				
12	(a) The provisions of this subsection are operative through				
13	December 31, 2019.				
14	For building construction contracts in excess of \$250,000,				
15	separate specifications may be prepared for all equipment,				
16	labor, and materials in connection with the following 5				
17	subdivisions of the work to be performed:				
18	(1) plumbing;				
19	(2) heating, piping, refrigeration, and automatic				
20	temperature control systems, including the testing and				
21	balancing of those systems;				
22	(3) ventilating and distribution systems for				
23	conditioned air, including the testing and balancing of				
24	those systems;				
25	(4) electric wiring; and				

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### (5) general contract work.

1

13

2 The specifications may be so drawn as to permit separate and independent bidding upon each of the 5 subdivisions of 3 work. All contracts awarded for any part thereof may award the 4 5 subdivisions of work separately to responsible and reliable 5 6 persons, firms, or corporations engaged in these classes of 7 work. The contracts, at the discretion of the construction 8 agency, may be assigned to the successful bidder on the general 9 contract work or to the successful bidder on the subdivision of 10 work designated by the construction agency before the bidding 11 as the prime subdivision of work, provided that all payments 12 will be made directly to the contractors for the 5 subdivisions

of work upon compliance with the conditions of the contract.

14 Beginning on the effective date of this amendatory Act of 15 the 99th General Assembly and through December 31, 2019, for 16 single prime projects: (i) the bid of the successful low bidder 17 shall identify the name of the subcontractor, if any, and the bid proposal costs for each of the 5 subdivisions of work set 18 forth in this Section; (ii) the contract entered into with the 19 20 successful bidder shall provide that no identified 21 subcontractor may be terminated without the written consent of 22 the Capital Development Board; (iii) the contract shall comply 23 with the disadvantaged business practices of the Business Minorities, Females, 24 Enterprise for and Persons with 25 Disabilities Act and the equal employment practices of Section 26 2-105 of the Illinois Human Rights Act; (iv) the Capital

Development Board and public institutions of higher education 1 2 shall submit a quarterly report to the Procurement Policy Board with information on the general scope, project budget, and 3 established Business Enterprise Program goals for any single 4 5 prime procurement bid in the previous 3 months with a total construction cost valued at \$10,000,000 or less; and (v) the 6 Capital Development Board and public institutions of higher 7 8 education shall submit an annual report to the General Assembly 9 and Governor on the bidding, award, and performance of all 10 single prime projects.

11 For building construction projects with total а 12 construction cost valued at \$5,000,000 or less, the Capital 13 Development Board or public institutions of higher education 14 shall not use the single prime procurement delivery method for 15 more than 50% of the total number of projects bid for each 16 fiscal year. Any project with a total construction cost valued 17 greater than \$5,000,000 may be bid using single prime at the discretion of the Executive Director of the Capital Development 18 Board or the president of a public institution of higher 19 20 education.

Beginning on the effective date of this amendatory Act of the 99th General Assembly and through December 31, 2017, the Capital Development Board <u>and public institutions of higher</u> <u>education</u> shall, on a weekly basis: review the projects that have been designed, and approved to bid; and, for every fifth determination to use the single prime procurement delivery

method for a project under \$10,000,000, submit to 1 the 2 Procurement Policy Board a written notice of its intent to use 3 the single prime method on the project. The notice shall include the reasons for using the single prime method and an 4 5 explanation of why the use of that method is in the best 6 interest of the State. The Capital Development Board or public institution of higher education shall post the notice on its 7 8 online procurement webpage and on the online Procurement 9 Bulletin at least 3 business days following submission. The 10 Procurement Policy Board shall review and provide its decision 11 on the use of the single prime method for every fifth use of 12 the single prime procurement delivery method for a project 13 under \$10,000,000 within 7 business days of receipt of the 14 notice from the Capital Development Board or a public 15 institution of higher education. Approval by the Procurement 16 Policy Board shall not be unreasonably withheld and shall be 17 provided unless the Procurement Policy Board finds that the use of the single prime method is not in the best interest of the 18 19 State. Any decision by the Procurement Policy Board to 20 disapprove the use of the single prime method shall be made in 21 writing to the Capital Development Board or a public 22 institution of higher education, posted on the online 23 Procurement Bulletin, and shall state the reasons why the 24 single prime method was disapproved and why it is not in the 25 best interest of the State. For the requirements under this Section, the Capital <u>Development Board</u> shall have 26

# responsibility for only those projects that are managed pursuant to the Capital Development Board Act.

3 (b) The provisions of this subsection are operative on and 4 after January 1, 2020. For building construction contracts in 5 excess of \$250,000, separate specifications shall be prepared 6 for all equipment, labor, and materials in connection with the 7 following 5 subdivisions of the work to be performed:

8

(1) plumbing;

9 (2) heating, piping, refrigeration, and automatic 10 temperature control systems, including the testing and 11 balancing of those systems;

12 (3) ventilating and distribution systems for 13 conditioned air, including the testing and balancing of 14 those systems;

15

(4) electric wiring; and

16

(5) general contract work.

17 The specifications must be so drawn as to permit separate and independent bidding upon each of the 5 subdivisions of 18 19 work. All contracts awarded for any part thereof shall award the 5 subdivisions of work separately to responsible and 20 reliable persons, firms, or corporations engaged in these 21 22 classes of work. The contracts, at the discretion of the 23 construction agency, may be assigned to the successful bidder on the general contract work or to the successful bidder on the 24 25 subdivision of work designated by the construction agency 26 before the bidding as the prime subdivision of work, provided

SB1401 - 64 - LRB100 10700 MLM 20925 b that all payments will be made directly to the contractors for the 5 subdivisions of work upon compliance with the conditions of the contract. (Source: P.A. 98-431, eff. 8-16-13; 98-1076, eff. 1-1-15;

99-257, eff. 8-4-15.)

5

6 (30 ILCS 500/35-30)

7 Sec. 35-30. Awards.

8 (a) All State contracts for professional and artistic 9 services, except as provided in this Section, shall be awarded 10 using the competitive request for proposal process outlined in 11 this Section.

12 For each contract offered, the chief procurement (b) 13 officer, State purchasing officer, or his or her designee shall 14 use the appropriate standard solicitation forms available from 15 the chief procurement officer for matters other than 16 construction or the higher education chief procurement 17 officer.

18 (c) Prepared forms shall be submitted to the chief procurement officer for matters other than construction or the 19 20 higher education chief procurement officer, whichever is 21 appropriate, for publication in its Illinois Procurement 22 Bulletin and circulation to the chief procurement officer for 23 matters other than construction or the higher education chief 24 procurement officer's list of prequalified vendors. Notice of 25 the offer or request for proposal shall appear at least 14

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calendar days before the response to the offer is due.

interested respondents shall return 2 (d) All their 3 responses to the chief procurement officer for matters other than construction or the higher education chief procurement 4 5 officer, whichever is appropriate, which shall open and record them. The chief procurement officer for matters other than 6 7 construction or higher education chief procurement officer 8 then shall forward the responses, together with any information 9 it has available about the qualifications and other State work of the respondents. 10

11 After evaluation, ranking, and selection, the (e) 12 responsible chief procurement officer, State purchasing 13 officer, or his or her designee shall notify the chief 14 procurement officer for matters other than construction or the higher education chief procurement officer, whichever is 15 16 appropriate, of the successful respondent and shall forward a 17 copy of the signed contract for the chief procurement officer for matters other than construction or higher education chief 18 procurement officer's file. The chief procurement officer for 19 20 matters other than construction or higher education chief 21 procurement officer shall publish the names of the responsible 22 procurement decision-maker, the agency letting the contract, 23 the successful respondent, a contract reference, and value of 24 the let contract in the next appropriate volume of the Illinois 25 Procurement Bulletin.

26

(f) For all professional and artistic contracts with

annualized value that exceeds \$100,000 <del>\$25,000</del>, evaluation and 1 2 ranking by price are required. Any chief procurement officer or 3 State purchasing officer, but not their designees, may select a respondent other than the lowest respondent by price. In any 4 5 case, when the contract exceeds the  $$100,000 \frac{$25,000}{$25,000}$  threshold lowest respondent is not selected, the 6 and the chief procurement officer or the State purchasing officer shall 7 8 forward together with the contract notice of who the low 9 respondent by price was and a written decision as to why 10 another was selected to the chief procurement officer for 11 matters other than construction or the higher education chief 12 procurement officer, whichever is appropriate. The chief 13 procurement officer for matters other than construction or higher education chief procurement officer shall publish as 14 15 provided in subsection (e) of Section 35-30, but shall include 16 notice of the chief procurement officer's or State purchasing 17 officer's written decision.

(q) The chief procurement officer for matters other than 18 19 construction and higher education chief procurement officer 20 may each refine, but not contradict, this Section by promulgating rules for submission to the Procurement Policy 21 22 Board and then to the Joint Committee on Administrative Rules. 23 Any refinement shall be based on the principles and procedures of the federal Architect-Engineer Selection Law, Public Law 24 25 92-582 Brooks Act, and the Architectural, Engineering, and Land 26 Surveying Qualifications Based Selection Act; except that

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- pricing shall be an integral part of the selection process.
   (Source: P.A. 98-1076, eff. 1-1-15.)
- 3 (30 ILCS 500/35-35)

4 Sec. 35-35. Exceptions.

5 (a) Exceptions to Section 35-30 are allowed for sole source 6 procurements, emergency procurements, and at the discretion of 7 the chief procurement officer or the State purchasing officer, 8 but not their designees, for professional and artistic 9 contracts that are nonrenewable, one year or less in duration, 10 and have a value of less than \$100,000 \$20,000.

11 (b) All exceptions granted under this Article must still be 12 submitted to the chief procurement officer for matters other 13 than construction or the higher education chief procurement 14 officer, whichever is appropriate, and published as provided 15 for in subsection (f) of Section 35-30, shall name the 16 authorizing chief procurement officer or State purchasing officer, and shall include a brief explanation of the reason 17 18 for the exception.

19 (Source: P.A. 95-481, eff. 8-28-07; 96-920, eff. 7-1-10.)

20 (30 ILCS 500/45-40)

21 Sec. 45-40. Gas mileage.

(a) Specification. Contracts for the purchase or lease of
 new passenger automobiles, other than station wagons, vans,
 four-wheel drive vehicles, emergency vehicles, and police and

fire vehicles, shall specify the procurement of a model that, according to the most current mileage study published by the U.S. Environmental Protection Agency, can achieve at least the minimum average fuel economy in miles per gallon imposed upon manufacturers of vehicles under Title V of The Motor Vehicle Information and Cost Savings Act.

7 (b) Exemptions. The State purchasing officer may exempt 8 procurements from the requirement of subsection (a) when there 9 is a demonstrated need, submitted in writing, <u>or based on</u> 10 <u>intended use or other reasonable considerations, such as the</u> 11 <u>health and safety of Illinois citizens,</u> for an automobile that 12 does not meet the minimum average fuel economy standards.

13 <u>(c)</u> The chief procurement officer shall promulgate rules 14 for determining need consistent with the intent of this 15 Section.

16 (Source: P.A. 90-572, eff. date - See Sec. 99-5.)

17 (30 ILCS 500/45-15 rep.)

18 Section 10. The Illinois Procurement Code is amended by 19 repealing Section 45-15.

Section 95. No acceleration or delay. Where this Act makes changes in a statute that is represented in this Act by text that is not yet or no longer in effect (for example, a Section represented by multiple versions), the use of that text does not accelerate or delay the taking effect of (i) the changes

SB1401 - 69 - LRB100 10700 MLM 20925 b 1 made by this Act or (ii) provisions derived from any other 2 Public Act.

3 Section 99. Effective date. This Act takes effect upon4 becoming law.

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6	30 ILCS 500/1-13		
7	30 ILCS 500/1-13.1 new		
8	30 ILCS 500/1-15.20		
9	30 ILCS 500/1-15.47 new		
10	30 ILCS 500/1-15.48 new		
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