

HB0284



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB0284

by Rep. William Davis

SYNOPSIS AS INTRODUCED:

30 ILCS 500/30-50 new

Amends the Illinois Procurement Code. Provides that when the Department of Transportation enters into a contract under the Code that provides for mobilization payments and the contractor is using the services of a subcontractor, the subcontract shall include terms requiring mobilization payments be made to the subcontractor. Provides for a schedule of mobilization payments based on the initial value of the subcontract. Defines "mobilization payment".

LRB100 05606 MLM 15620 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning finance.

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

4 Section 5. The Illinois Procurement Code is amended by
 5 adding Section 30-50 as follows:

6 (30 ILCS 500/30-50 new)

7 Sec. 30-50. Mobilization payments.

8 (a) As used in this Section, "mobilization payment" means
 9 an advance payment for the preparatory work and operations
 10 necessary for the movement of personnel, equipment, supplies,
 11 and incidentals to a project site and for all other work or
 12 operations that must be performed or costs incurred when
 13 beginning work on a project.

14 (b) When a contract under this Code entered into by the
 15 Department of Transportation provides for mobilization
 16 payments and the contractor is using the services of a
 17 subcontractor, the subcontract shall include terms requiring
 18 mobilization payments be made to the subcontractor.

19 Mobilization payments to a subcontractor shall be made on a
 20 tiered system based on the initial value of the subcontract:

<u>Subcontract value</u>	<u>Mobilization percentage</u>
<u>Less than \$10,000</u>	<u>25%</u>
<u>\$10,000-\$19,999</u>	<u>20%</u>

1	<u>\$20,000-\$39,999</u>	<u>18%</u>
2	<u>\$40,000-\$59,999</u>	<u>16%</u>
3	<u>\$60,000-\$79,999</u>	<u>14%</u>
4	<u>\$80,000-\$99,999</u>	<u>12%</u>
5	<u>\$100,000-\$249,999</u>	<u>10%</u>
6	<u>\$250,000-\$499,999</u>	<u>9%</u>
7	<u>\$500,000-\$750,000</u>	<u>8%</u>
8	<u>Over \$750,000</u>	<u>7%</u>

9 (c) This Section only applies to contracts entered into by
10 the Department of Transportation.