

101ST GENERAL ASSEMBLY State of Illinois 2019 and 2020 SB0151

Introduced 1/29/2019, by Sen. Thomas Cullerton

SYNOPSIS AS INTRODUCED:

110 ILCS 305/90
110 ILCS 520/75
110 ILCS 660/5-185
110 ILCS 665/10-185
110 ILCS 670/15-185
110 ILCS 675/20-190
110 ILCS 680/25-185
110 ILCS 685/30-195
110 ILCS 690/35-190
110 ILCS 805/3-65

Amends various Acts relating to the governance of public universities and community colleges in Illinois. With respect to employment contracts entered into with the president or all chancellors of a public university or an employee of a community college district, provides that severance under the contract may not exceed 6 months (rather than one year) of salary and applicable benefits.

LRB101 08133 AXK 53199 b

FISCAL NOTE ACT MAY APPLY

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1 AN ACT concerning education.

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

Section 5. The University of Illinois Act is amended by changing Section 90 as follows:

(110 ILCS 305/90)

Sec. 90. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:

- (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
- (2) A contract with a determinate start and end date may not exceed 4 years.
 - (3) The contract may not include any automatic rollover

1 clauses.

- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.
- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board of Trustees.
- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all

- 1 chancellors of the University must be made available to the
- 2 public on the University's Internet website.
- 3 (Source: P.A. 99-694, eff. 1-1-17.)
- 4 Section 10. The Southern Illinois University Management
- 5 Act is amended by changing Section 75 as follows:
- 6 (110 ILCS 520/75)

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- 7 Sec. 75. Employment contract limitations. This Section 8 applies to the employment contracts of the president or all 9 chancellors of the University entered into, amended, renewed, 10 or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to 11 12 collective bargaining agreements. With respect to employment 13 contracts entered into with the president or all chancellors of 14 the University:
 - (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
 - (2) A contract with a determinate start and end date may not exceed 4 years.
 - (3) The contract may not include any automatic rollover clauses.

- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.
- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.
- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the

- 1 public on the University's Internet website.
- 2 (Source: P.A. 99-694, eff. 1-1-17.)
- 3 Section 15. The Chicago State University Law is amended by changing Section 5-185 as follows:
- 5 (110 ILCS 660/5-185)
 - Sec. 5-185. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:
 - (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
 - (2) A contract with a determinate start and end date may not exceed 4 years.
- 22 (3) The contract may not include any automatic rollover clauses.
 - (4) Severance payments or contract buyouts may be

placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.

- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.
- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.

- 1 (Source: P.A. 99-694, eff. 1-1-17.)
- 2 Section 20. The Eastern Illinois University Law is amended
- 3 by changing Section 10-185 as follows:
- 4 (110 ILCS 665/10-185)
 - Sec. 10-185. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:
 - (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
 - (2) A contract with a determinate start and end date may not exceed 4 years.
- 21 (3) The contract may not include any automatic rollover clauses.
 - (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal

charges against the president or all chancellors of the University related to their employment.

- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.
- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.

(Source: P.A. 99-694, eff. 1-1-17.)

Section 25. The Governors State University Law is amended by changing Section 15-185 as follows:

(110 ILCS 670/15-185)

Sec. 15-185. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:

- (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
- (2) A contract with a determinate start and end date may not exceed 4 years.
- (3) The contract may not include any automatic rollover clauses.
- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the

University related to their employment.

- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.
- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.

(Source: P.A. 99-694, eff. 1-1-17.)

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Section 30. The Illinois State University Law is amended by changing Section 20-190 as follows:

(110 ILCS 675/20-190)

Sec. 20-190. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:

- (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
- (2) A contract with a determinate start and end date may not exceed 4 years.
- (3) The contract may not include any automatic rollover clauses.
- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.

- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.
- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.
- 24 (Source: P.A. 99-694, eff. 1-1-17.)
 - Section 35. The Northeastern Illinois University Law is

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1 amended by changing Section 25-185 as follows:

2 (110 ILCS 680/25-185)

Sec. 25-185. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:

- (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
- (2) A contract with a determinate start and end date may not exceed 4 years.
- (3) The contract may not include any automatic rollover clauses.
- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.
 - (5) Final action on the formation, renewal, extension,

or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.

- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.
- (Source: P.A. 99-694, eff. 1-1-17.)
- Section 40. The Northern Illinois University Law is amended by changing Section 30-195 as follows:

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(110 ILCS 685/30-195)

Sec. 30-195. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:

- (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
- (2) A contract with a determinate start and end date may not exceed 4 years.
- (3) The contract may not include any automatic rollover clauses.
- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.
- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president

or all chancellors of the University must be made during an open meeting of the Board.

- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.
- 22 (Source: P.A. 99-694, eff. 1-1-17.)
- 23 Section 45. The Western Illinois University Law is amended 24 by changing Section 35-190 as follows:

(110 ILCS 690/35-190)

Sec. 35-190. Employment contract limitations. This Section applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment contracts entered into with the president or all chancellors of the University:

- (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
- (2) A contract with a determinate start and end date may not exceed 4 years.
- (3) The contract may not include any automatic rollover clauses.
- (4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.
- (5) Final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University must be made during an

open meeting of the Board.

- (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the employment contracts of the president or all chancellors of the University and must include a copy of the Board item or other documentation providing, at a minimum, a description of the proposed principal financial components of the president's or all chancellors' appointments.
- (7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.
- (8) Board minutes, board packets, and annual performance reviews concerning the president or all chancellors of the University must be made available to the public on the University's Internet website.
- 21 (Source: P.A. 99-694, eff. 1-1-17.)
- Section 50. The Public Community College Act is amended by changing Section 3-65 as follows:
- 24 (110 ILCS 805/3-65)

- 1 Sec. 3-65. Employment contract limitations.
 - (a) This Section applies to employment contracts entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements.
 - (b) The following apply to any employment contract entered into with an employee of the community college district:
 - (1) Severance under the contract <u>may not exceed one</u> year of salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 101st General Assembly may not exceed 6 months of one year salary and applicable benefits.
 - (2) A contract with a determinate start and end date may not exceed 4 years.
 - (3) The contract may not include any automatic rollover clauses, and all renewals or extensions of contracts must be made during an open meeting of the board.
 - (4) Public notice, in a form as determined by the State Board, must be given of an employment contract entered into, amended, renewed, or extended and must include a complete description of the action to be taken, as well the contract itself, including all addendums or any other documents that change an initial contract.
 - (Source: P.A. 99-482, eff. 9-22-15.)