

Rep. Roger L. Eddy

Filed: 3/15/2005

09400HB1475ham001

LRB094 08809 LJB 43169 a

1 AMENDMENT TO HOUSE BILL 1475

2 AMENDMENT NO. _____. Amend House Bill 1475 by replacing

3 everything after the enacting clause with the following:

4 "Section 5. The School Code is amended by changing Section

5 10-20.21 as follows:

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6 (105 ILCS 5/10-20.21) (from Ch. 122, par. 10-20.21)

7 Sec. 10-20.21. Contracts.

(a) To award all contracts for purchase of supplies, 8 materials or work or contracts with private carriers for 9 transportation of pupils involving an expenditure in excess of 10 \$25,000 or a lower amount as required by board policy \$10,000 11 to the lowest responsible bidder, considering conformity with 12 specifications, terms of delivery, quality and serviceability, 13 14 after due advertisement, except the following: (i) contracts 15 for the services of individuals or corporations possessing a 16 high degree of professional skill where the ability or fitness 17 of the individual or corporation plays an important part; (ii) 18 contracts for the printing of finance committee reports and 19 departmental reports; (iii) contracts for the printing or engraving of bonds, tax warrants and other evidences of 20 21 indebtedness; (iv) contracts for the purchase of perishable foods and perishable beverages, including, but not limited to, 22 food service contracts; (v) contracts for materials and work 23

which have been awarded to the lowest responsible bidder after

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due advertisement, but due to unforeseen revisions, not the fault of the contractor for materials and work, must be revised causing expenditures not in excess of 10% of the contract price; (vi) contracts for the maintenance or servicing of, or provision of repair parts for, equipment which are made with the manufacturer or authorized service agent of that equipment where the provision of parts, maintenance, or servicing can best be performed by the manufacturer or authorized service agent; (vii) purchases and contracts for the use, purchase, delivery, movement, or installation of data processing equipment, software, or services and telecommunications and interconnect equipment, software, and services; (viii) contracts for supplies; duplicating machines and (ix)contracts for the purchase of <u>utilities and related services</u> natural gas when the cost is less than that offered by the local distribution company a public utility; (x) purchases of equipment previously owned by some entity other than the district itself; (xi) contracts for repair, maintenance, remodeling, renovation, or construction, or a single project involving an expenditure not to exceed \$50,000 \$20,000 and not involving a change or increase in the size, type, or extent of an existing facility; (xii) contracts for goods or services procured from another governmental agency or consortia of agencies; (xiii) contracts for goods or services which are economically procurable from only one source, such as for the purchase of magazines, books, periodicals, pamphlets and reports, and for utility services such as water, light, heat, telephone or telegraph; (xiv) where funds are expended in an emergency and such emergency expenditure is approved by 3/4 of the members of the board; and (xv) State master contracts authorized under Article 28A of this Code; and (xvi) contracts for fuel for transportation purposes.

All competitive bids for contracts involving an expenditure in excess of \$25,000 or a lower amount as required

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by board policy \$10,000 must be sealed by the bidder and must be opened by a member or employee of the school board at a public bid opening at which the contents of the bids must be announced. Each bidder must receive at least 3 days' notice of the time and place of the bid opening. For purposes of this Section due advertisement includes, but is not limited to, at least one public notice at least 10 days before the bid date in a newspaper published in the district, or if no newspaper is published in the district, in a newspaper of general circulation in the area of the district. State master contracts and certified education purchasing contracts, as defined in Article 28A of this Code, are not subject to the requirements of this paragraph.

(b) To require, as a condition of any contract for goods and services, that persons bidding for and awarded a contract and all affiliates of the person collect and remit Illinois Use Tax on all sales of tangible personal property into the State of Illinois in accordance with the provisions of the Illinois Use Tax Act regardless of whether the person or affiliate is a "retailer maintaining a place of business within this State" as defined in Section 2 of the Use Tax Act. For purposes of this Section, the term "affiliate" means any entity that indirectly, or constructively controls another directly, entity, (2) is directly, indirectly, or constructively controlled by another entity, or (3) is subject to the control of a common entity. For purposes of this subsection (b), an entity controls another entity if it owns, directly or individually, more than 10% of the voting securities of that entity. As used in this subsection (b), the term "voting security" means a security that (1) confers upon the holder the right to vote for the election of members of the board of directors or similar governing body of the business or (2) is convertible into, or entitles the holder to receive upon its exercise, a security that confers such a right to vote. A

- 1 general partnership interest is a voting security.
- To require that bids and contracts include a certification 2
- 3 by the bidder or contractor that the bidder or contractor is
- not barred from bidding for or entering into a contract under 4
- 5 this Section and that the bidder or contractor acknowledges
- that the school board may declare the contract void if the 6
- 7 certification completed pursuant to this subsection (b) is
- 8 false.
- (c) If the State education purchasing entity creates a 9
- 10 master contract as defined in Article 28A of this Code, then
- the State education purchasing entity shall notify school 11
- districts of the existence of the master contract. 12
- 13 (d) In purchasing supplies, materials, equipment, or
- 14 services that are not subject to subsection (c) of this
- Section, before a school district solicits bids or awards a 15
- contract, the district may review and consider as a bid under 16
- subsection (a) of this Section certified education purchasing 17
- 18 contracts that are already available through the State
- 19 education purchasing entity.
- (Source: P.A. 93-25, eff. 6-20-03; 93-1036, eff. 9-14-04.) 20
- 21 Section 99. Effective date. This Act takes effect upon
- 22 becoming law.".