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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 Sections 25-80 and 25-85 as follows:

6

(30 ILCS 500/25-80 new)

7 Sec. 25-80. Government contracts. Each chief procurement officer may authorize, when in the best interest of the State, 8 9 a State agency to procure supplies and services, including but not limited to technology supplies and services, without any 10 method of source selection otherwise required by this Code, 11 12 from a vendor with a current contract with an Illinois municipality of 500,000 or more population. The intended 13 14 contract must have been let pursuant to competitive selection procedures reasonably comparable to procedures used by the 15 State of Illinois. The purchase must be for substantially 16 17 similar supplies or services and under the same or better terms and conditions. Details of the determination and intent to use 18 19 the municipality's contract shall be published in the 20 appropriate volume of the Illinois Procurement Bulletin for a 21 period of 14 days prior to execution of the new contract to 22 allow for a challenge period to the determination of best interest. Contracts resulting from this process shall contain 23

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1 all statutory provisions required by Illinois law and rule.

(30 ILCS 500/25-85 new) 2 3 Sec. 25-85. Cooperative purchasing. Each chief procurement officer may authorize, when in the best interest of the State, 4 5 without any method of source selection otherwise required by this Code, a State agency to enter into agreements with other 6 7 State governmental entities, or consortia of other State 8 governmental entities, for the purpose of jointly procuring 9 supplies and services. The State of Illinois may act as the 10 lead or as a participant in such agreements. All solicitations 11 and awards resulting from any cooperative purchasing agreement 12 shall be published in the appropriate volume of the Illinois 13 Procurement Bulletin in compliance with current solicitation, protest, and award publication requirements. Contracts 14 15 resulting from cooperative purchasing agreements shall contain 16 all statutory provisions required by Illinois law and rule. The State procuring agency shall ensure Illinois distributors 17 18 participate to the maximum extent practicable.

Section 10. The Business Enterprise for Minorities, Females, and Persons with Disabilities Act is amended by changing Section 2 as follows:

22 (30 ILCS 575/2) (from Ch. 127, par. 132.602)

23 (Section scheduled to be repealed on September 6, 2008)

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1 Sec. 2. Definitions.

2 (A) For the purpose of this Act, the following terms shall3 have the following definitions:

4 (1) "Minority person" shall mean a person who is a citizen 5 or lawful permanent resident of the United States and who is:

6 (a) African American (a person having origins in any of
7 the black racial groups in Africa);

8 (b) Hispanic (a person of Spanish or Portuguese culture 9 with origins in Mexico, South or Central America, or the 10 Caribbean Islands, regardless of race);

(c) Asian American (a person having origins in any of the original peoples of the Far East, Southeast Asia, the Indian Subcontinent or the Pacific Islands); or

14 (d) Native American or Alaskan Native (a person having15 origins in any of the original peoples of North America).

16 (2) "Female" shall mean a person who is a citizen or lawful 17 permanent resident of the United States and who is of the 18 female gender.

19 (2.05) "Person with a disability" means a person who is a 20 citizen or lawful resident of the United States and is a person 21 qualifying as being disabled under subdivision (2.1) of this 22 subsection (A).

23 (2.1) "Disabled" means a severe physical or mental 24 disability that:

25 (a) results from:

26 amputation,

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2 autism,

- 3 blindness,
- 4 burn injury,
- 5 cancer,
- 6 cerebral palsy,
- 7 cystic fibrosis,
- 8 deafness,
- 9 head injury,
- 10 heart disease,
- 11 hemiplegia,
- 12 hemophilia,
- 13 respiratory or pulmonary dysfunction,
- 14 mental retardation,
- 15 mental illness,
- 16 multiple sclerosis,
- 17 muscular dystrophy,
- 18 musculoskeletal disorders,
- 19 neurological disorders, including stroke and epilepsy,
- 20 paraplegia,
- 21 quadriplegia and other spinal cord conditions,
- 22 sickle cell anemia,
- 23 specific learning disabilities, or
- 24 end stage renal failure disease; and
- (b) substantially limits one or more of the person's majorlife activities.

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Another disability or combination of disabilities may also be considered as a severe disability for the purposes of item (a) of this subdivision (2.1) if it is determined by an evaluation of rehabilitation potential to cause a comparable degree of substantial functional limitation similar to the specific list of disabilities listed in item (a) of this subdivision (2.1).

(3) "Minority owned business" means a business concern 8 9 which is at least 51% owned by one or more minority persons, or 10 in the case of a corporation, at least 51% of the stock in 11 which is owned by one or more minority persons; and the 12 management and daily business operations of which are 13 controlled by one or more of the minority individuals who own 14 it.

(4) "Female owned business" means a business concern which is at least 51% owned by one or more females, or, in the case of a corporation, at least 51% of the stock in which is owned by one or more females; and the management and daily business operations of which are controlled by one or more of the females who own it.

(4.1) "Business owned by a person with a disability" means a business concern that is at least 51% owned by one or more persons with a disability and the management and daily business operations of which are controlled by one or more of the persons with disabilities who own it. A not-for-profit agency for persons with disabilities that is exempt from taxation HB1021 Engrossed - 6 - LRB095 09926 JAM 30138 b

- under Section 501 of the Internal Revenue Code of 1986 is also
 considered a "business owned by a person with a disability".
- 3 (4.2) "Council" means the Business Enterprise Council for
 4 Minorities, Females, and Persons with Disabilities created
 5 under Section 5 of this Act.

6 (5) "State contracts" shall mean all State contracts, 7 funded exclusively with State funds which are not subject to 8 federal reimbursement, whether competitively bid or negotiated 9 as defined by the Secretary of the Council and approved by the 10 Council.

"State construction contracts" means all State contracts entered into by a State agency or State university for the repair, remodeling, renovation or construction of a building or structure, or for the construction or maintenance of a highway defined in Article 2 of the Illinois Highway Code.

16 (6) "State agencies" shall mean all departments, officers, 17 boards, commissions, institutions and bodies politic and corporate of the State, but does not include the Board of 18 19 Trustees of the University of Illinois, the Board of Trustees 20 of Southern Illinois University, the Board of Trustees of Chicago State University, the Board of Trustees of Eastern 21 22 Illinois University, the Board of Trustees of Governors State 23 University, the Board of Trustees of Illinois State University, the Board of Trustees of Northeastern Illinois University, the 24 25 Board of Trustees of Northern Illinois University, the Board of 26 Trustees of Western Illinois University, municipalities or HB1021 Engrossed - 7 - LRB095 09926 JAM 30138 b

other local governmental units, or other State constitutional
 officers.

(7) "State universities" shall mean the Board of Trustees 3 of the University of Illinois, the Board of Trustees of 4 5 Southern Illinois University, the Board of Trustees of Chicago State University, the Board of Trustees of Eastern Illinois 6 7 University, the Board of Trustees of Governors State 8 University, the Board of Trustees of Illinois State University, 9 the Board of Trustees of Northeastern Illinois University, the 10 Board of Trustees of Northern Illinois University, and the 11 Board of Trustees of Western Illinois University.

12 (8) "Certification" means a determination made by the 13 Council or by one delegated authority from the Council to make 14 certifications, or by a State agency with statutory authority 15 to make such a certification, that a business entity is a 16 business owned by a minority, female, or person with a 17 disability for whatever purpose.

(9) "Control" means the exclusive or ultimate and sole 18 19 control of the business including, but not limited to, capital 20 investment and all other financial matters, property, 21 acquisitions, contract negotiations, legal matters, 22 officer-director-employee selection and comprehensive hiring, 23 operating responsibilities, cost-control matters, income and 24 dividend matters, financial transactions and rights of other 25 shareholders or joint partners. Control shall be real, 26 substantial and continuing, not pro forma. Control shall HB1021 Engrossed - 8 - LRB095 09926 JAM 30138 b

include the power to direct or cause the direction of the management and policies of the business and to make the day-to-day as well as major decisions in matters of policy, management and operations. Control shall be exemplified by possessing the requisite knowledge and expertise to run the particular business and control shall not include simple majority or absentee ownership.

(10) "Business concern or business" means a business that 8 9 has average annual gross sales over the 3 most recent calendar years of less than \$31,400,000 as evidenced by the federal 10 11 income tax return of the business. Each July 1 this cap shall 12 be adjusted for inflation as determined by the Consumer Price Index for All Urban Consumers as determined by the United 13 14 States Department of Labor and rounded to the nearest \$100. A 15 firm with gross sales in excess of this cap may apply to the 16 Council for certification for a particular contract if the firm 17 can demonstrate that the contract would have significant impact on businesses owned by minorities, females, or persons with 18 disabilities as suppliers or subcontractors or in employment of 19 20 minorities, females, or persons with disabilities. "Business concern or business" means a business which has annual gross 21 22 sales for the most recent fiscal year of less than \$27,000,000, 23 except that a firm with gross sales in excess of that amount may apply to the Council for certification for a particular 24 25 contract if the firm can demonstrate that the contract would 26 have significant impact on businesses owned by minorities,

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1 females, or persons with disabilities as suppliers or 2 subcontractors or in employment of minorities, females, or 3 persons with disabilities.

(B) When a business concern is owned at least 51% by any 4 5 combination of minority persons, females, or persons with 6 disabilities, even though none of the 3 classes alone holds at 7 least a 51% interest, the ownership requirement for purposes of this Act is considered to be met. The certification category 8 for the business is that of the class holding the largest 9 ownership interest in the business. If 2 or more classes have 10 11 equal ownership interests, the certification category shall be 12 determined by the Department of Central Management Services. (Source: P.A. 92-670, eff. 7-16-02.) 13