

Sen. Don Harmon

## Filed: 5/31/2009

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1	AMENDMENT TO HOUSE BILL 1306
2	AMENDMENT NO Amend House Bill 1306, AS AMENDED, by
3	replacing everything after the enacting clause with the
4	following:
5	"Section 5. The Local Government Energy Conservation Act is
6	amended by changing Sections 20 and 25 as follows:
7	(50 ILCS 515/20)
8	Sec. 20. Guarantee. The guaranteed energy savings contract
9	shall include a written guarantee of the qualified provider
10	that either the energy or operational cost savings, or both,
11	will meet or exceed within $\underline{20}$ $\underline{10}$ years the costs of the energy
12	conservation measures. The qualified provider shall reimburse
13	the unit of local government for any shortfall of guaranteed
14	energy savings projected in the contract. A qualified provider
15	shall provide a sufficient bond to the unit of local government
16	for the installation and the faithful performance of all the

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1 measures included in the contract. The guaranteed energy 2 savings contract may provide for payments over a period of 3 time, not to exceed <u>20</u> <del>10</del> years from the date of the final 4 installation of the measures.

5 (Source: P.A. 88-173; 88-615, eff. 9-9-94.)

6 (50 ILCS 515/25)

Sec. 25. Installment payment contract; lease purchase
agreement; or other agreement.

9 (a) A unit of local government, or units of local 10 government in combination, may enter into an installment payment contract, lease purchase agreement, or other agreement 11 12 with a qualified provider or with a third party, as authorized by law, for the funding or financing of the purchase and 13 14 installation of energy conservation measures by a qualified 15 provider. Every unit of local government may issue certificates evidencing the indebtedness incurred pursuant to the contracts 16 17 or agreements. Any such contract or agreement shall be valid whether or not an appropriation with respect thereto is first 18 19 included in any annual or supplemental budget adopted by the unit of local government. Each contract or agreement entered 20 21 into by a unit of local government pursuant to this Section shall be authorized by official action of the unit of local 22 23 government's governing body. The authority granted under this 24 Section is in addition to any other authority granted by law.

25 (b) If a potential bidder, including, but not limited to, a

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1 consultant, architect, engineer, or drafter of specification, 2 assists a unit of local government prior to the issuance of a 3 request for proposal for the funding or financing of the 4 purchase and installation of energy conservation measures, 5 then the unit of local government may only consider a proposal from the potential bidder that provided such assistance if: 6 7 (1) The unit of local government uses a standardized request for proposal <u>form approved by the Department of</u> 8 9 Commerce and Economic Opportunity; or 10 (2) The unit of local government states in writing on a form approved by the Department of Commerce and Economic 11 12 Opportunity (i) that it has voted to waive any conflicts of 13 interest and (ii) the reasons why the substantial conflict 14 of interest presumed for purposes of this subsection do not 15 prohibit the potential bidder's participation as a bidder. The form shall also include a statement that materials, 16 references, and assistance in developing requests for 17 proposal may be obtained through the Department of Commerce 18 and Economic Opportunity. The form shall be signed and 19 20 submitted for publication in the Capital Development Board 21 Procurement Bulletin and the Illinois Procurement Bulletin 22 with the request for proposal. For purposes of this 23 subsection, a substantial conflict of interest is presumed 24 when a potential bidder (i) proposes the use of its own 25 company's proprietary systems, (ii) provides restrictive 26 equipment specifications in the request for proposal,

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1	(iii) mandates that specific improvements be included in
2	the request for proposal in order to submit a proposal to
3	the unit of local government, or (iv) performs fee for
4	service consulting on the proposed project in order to
5	prepare the unit of local government to issue the request
6	for proposal.
7	(Source: P.A. 95-612, eff. 9-11-07.)
8	Section 10. The School Code is amended by changing Sections
9	19b-1.4, 19b-3, and 19b-5 as follows:
10	(105 ILCS 5/19b-1.4) (from Ch. 122, par. 19b-1.4)
11	Sec. 19b-1.4. Request for proposals. "Request for
12	proposals" means a competitive selection achieved by
13	negotiated procurement. The request for proposals shall be
14	submitted to the administrators of the Capital Development
15	Board Procurement Bulletin and <del>announced in</del> the Illinois
16	Procurement Bulletin for publication and through at least one
17	public notice, at least $30$ $14$ days before the request date in a
18	newspaper published in the district or vocational center area,
19	or if no newspaper is published in the district or vocational
20	center area, in a newspaper of general circulation in the area
21	of the district or vocational center, from a school district or
22	area vocational center that will administer the program,
23	requesting innovative solutions and proposals for energy
24	conservation measures. Proposals submitted shall be sealed.

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The request for proposals shall include all of the following: 1 (1) The name and address of the school district or area 2 3 vocation center. 4 (2) The name, address, title, and phone number of a 5 contact person. (3) Notice indicating that the school district or area 6 7 vocational center is requesting qualified providers to 8 propose energy conservation measures through a guaranteed 9 energy savings contract. 10 (4) The date, time, and place where proposals must be received. 11 The evaluation criteria for assessing 12 (5)the 13 proposals. (6) Any other stipulations and clarifications the school district or area vocational center may require. (Source: P.A. 95-612, eff. 9-11-07.) 17 (105 ILCS 5/19b-3) (from Ch. 122, par. 19b-3) 18 Sec. 19b-3. Award of guaranteed energy savings contract. 19 Sealed proposals must be opened by a member or employee of the 20 school board or governing board of the area vocational center, 21 whichever is applicable, at a public opening at which the 22 contents of the proposals must be announced. Each person or entity submitting a sealed proposal must receive at least 13 23 24 days notice of the time and place of the opening. The school

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district or area vocational center shall select the qualified

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1 provider that best meets the needs of the district or area vocational center. The school district or area vocational 2 3 center shall provide public notice of the meeting at which it 4 proposes to award a guaranteed energy savings contract of the 5 names of the parties to the proposed contract and of the purpose of the contract. The public notice shall be made at 6 least 10 days prior to the meeting. After evaluating the 7 proposals under Section 19b-2, a school district or area 8 vocational center may enter into a guaranteed energy savings 9 10 contract with a qualified provider if it finds that the amount 11 it would spend on the energy conservation measures recommended in the proposal would not exceed the amount to be saved in 12 13 either energy or operational costs, or both, within a 20-year 14 period from the date of installation, if the recommendations in 15 the proposal are followed. Contracts let or awarded must be 16 submitted to the administrators of the Capital Development Board Procurement Bulletin and the published in the next 17 18 available subsequent Illinois Procurement Bulletin for 19 publication.

20 (Source: P.A. 95-612, eff. 9-11-07.)

(105 ILCS 5/19b-5) (from Ch. 122, par. 19b-5)
 Sec. 19b-5. Installment payment <u>contract</u>; lease purchase
 agreement.

24 <u>(a)</u> A school district or school districts in combination or 25 an area vocational center may enter into an installment payment 09600HB1306sam002 -7- LRB096 09907 HLH 27828 a

1 contract or lease purchase agreement with a qualified provider or with a third-party lender, as authorized by law, for the 2 funding or financing of the purchase and installation of energy 3 conservation measures by a qualified provider. Every school 4 5 district or area vocational center may issue certificates 6 evidencing the indebtedness incurred pursuant to the contracts or agreements. Any such contract or agreement shall be valid 7 8 whether or not an appropriation with respect thereto is first 9 included in any annual or supplemental budget adopted by the 10 school district or area vocational center. Each contract or 11 agreement entered into by a school district or area vocational center pursuant to this Section shall be authorized by official 12 13 action resolution of the school board or governing board of the 14 area vocational center, whichever is applicable. The authority 15 granted in this Section is in addition to any other authority 16 granted by law.

17 (b) If a potential bidder, including, but not limited to, a 18 consultant, architect, engineer, or drafter of specification, 19 assists a school district prior to the issuance of a request 20 for proposal for the funding or financing of the purchase and 21 installation of energy conservation measures, then the school 22 district may only consider a proposal from the potential bidder 23 that provided such assistance if:

24 (1) The school district uses a standardized request for
 25 proposal form approved by the Department of Commerce and
 26 Economic Opportunity; or

1	(2) The school district states in writing on a form
2	approved by the Department of Commerce and Economic
3	Opportunity (i) that it has voted to waive any conflicts of
4	interest and (ii) the reasons why the substantial conflict
5	of interest presumed for purposes of this subsection do not
6	prohibit the potential bidder's participation as a bidder.
7	The form shall also include a statement that materials,
8	references, and assistance in developing requests for
9	proposal may be obtained through the Department of Commerce
10	and Economic Opportunity. The form shall be signed and
11	submitted for publication in the Capital Development Board
12	Procurement Bulletin and the Illinois Procurement Bulletin
13	with the request for proposal. For purposes of this
14	subsection, a substantial conflict of interest is presumed
15	when a potential bidder (i) proposes the use of its own
16	company's proprietary systems, (ii) provides restrictive
17	equipment specifications in the request for proposal,
18	(iii) mandates that specific improvements be included in
19	the request for proposal in order to submit a proposal to
20	the school district, or (iv) performs fee for service
21	consulting on the proposed project in order to prepare the
22	school district to issue the request for proposal.
23	(Source: P.A. 95-612, eff. 9-11-07.)

24 Section 15. The Public University Energy Conservation Act 25 is amended by changing Section 25 as follows: 1 (110 ILCS 62/25)

2 Sec. 25. Installment payment contract; lease purchase 3 agreement. А public university or 2 or more public 4 universities in combination may enter into an installment 5 payment contract or lease purchase agreement with a qualified provider or with a third-party lender, as authorized by law, 6 7 for the funding or financing of the purchase and installation 8 of energy conservation measures by a qualified provider. Each 9 public university may issue certificates evidencing the 10 indebtedness incurred pursuant to the contracts or agreements. Any such contract or agreement shall be valid whether or not an 11 12 appropriation with respect thereto is first included in any 13 annual or additional or supplemental budget proposal, request, 14 or recommendation submitted by or made with respect to a public 15 university under Section 8 of the Board of Higher Education Act or as otherwise provided by law. Each contract or agreement 16 17 entered into by a public university pursuant to this Section 18 shall be authorized by official action resolution of the board 19 of trustees of that university. The authority granted in this Section is in addition to any other authority granted by law. 20 (Source: P.A. 95-612, eff. 9-11-07.) 21

22 Section 99. Effective date. This Act takes effect upon 23 becoming law.".