1 AN ACT concerning finance.

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

- Section 5. The Illinois Procurement Code is amended by changing Sections 1-10 and 10-15 as follows:

(30 ILCS 500/1-10)

7 Sec. 1-10. Application.

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- 8 (a) This Code applies only to procurements for which
- 9 contractors were first solicited on or after July 1, 1998. This
- 10 Code shall not be construed to affect or impair any contract,
- or any provision of a contract, entered into based on a
- 12 solicitation prior to the implementation date of this Code as
- described in Article 99, including but not limited to any
- 14 covenant entered into with respect to any revenue bonds or
- 15 similar instruments. All procurements for which contracts are
- solicited between the effective date of Articles 50 and 99 and
- July 1, 1998 shall be substantially in accordance with this
- 18 Code and its intent.
- 19 (b) This Code shall apply regardless of the source of the
- 20 funds with which the contracts are paid, including federal
- 21 assistance moneys. This Code shall not apply to:
- 22 (1) Contracts between the State and its political
- 23 subdivisions or other governments, or between State

governmental bodies except as specifically provided in this Code.

- (2) Grants, except for the filing requirements of Section 20-80.
 - (3) Purchase of care.
- (4) Hiring of an individual as employee and not as an independent contractor, whether pursuant to an employment code or policy or by contract directly with that individual.
 - (5) Collective bargaining contracts.
- (6) Purchase of real estate, except that notice of this type of contract with a value of more than \$25,000 must be published in the Procurement Bulletin within 7 days after the deed is recorded in the county of jurisdiction. The notice shall identify the real estate purchased, the names of all parties to the contract, the value of the contract, and the effective date of the contract.
- (7) Contracts necessary to prepare for anticipated litigation, enforcement actions, or investigations, provided that the chief legal counsel to the Governor shall give his or her prior approval when the procuring agency is one subject to the jurisdiction of the Governor, and provided that the chief legal counsel of any other procuring entity subject to this Code shall give his or her prior approval when the procuring entity is not one subject to the jurisdiction of the Governor.

- (8) Contracts for services to Northern Illinois University by a person, acting as an independent contractor, who is qualified by education, experience, and technical ability and is selected by negotiation for the purpose of providing non-credit educational service activities or products by means of specialized programs offered by the university.
 - (9) Procurement expenditures by the Illinois Conservation Foundation when only private funds are used.
 - (10) Procurement expenditures by the Illinois Health Information Exchange Authority involving private funds from the Health Information Exchange Fund. "Private funds" means gifts, donations, and private grants.
- (11) Public-private agreements entered into according to the procurement requirements of Section 20 of the Public-Private Partnerships for Transportation Act and design-build agreements entered into according to the procurement requirements of Section 25 of the Public-Private Partnerships for Transportation Act.
- (c) This Code does not apply to the electric power procurement process provided for under Section 1-75 of the Illinois Power Agency Act and Section 16-111.5 of the Public Utilities Act.
- (d) Except for Section 20-160 and Article 50 of this Code, and as expressly required by Section 9.1 of the Illinois Lottery Law, the provisions of this Code do not apply to the

- 1 procurement process provided for under Section 9.1 of the 2 Illinois Lottery Law.
 - (e) This Code does not apply to the process used by the Capital Development Board to retain a person or entity to assist the Capital Development Board with its duties related to the determination of costs of a clean coal SNG brownfield facility, as defined by Section 1-10 of the Illinois Power Agency Act, as required in subsection (h-3) of Section 9-220 of the Public Utilities Act, including calculating the range of capital costs, the range of operating and maintenance costs, or the sequestration costs or monitoring the construction of clean coal SNG brownfield facility for the full duration of construction.
 - (f) This Code does not apply to the process used by the Illinois Power Agency to retain a mediator to mediate sourcing agreement disputes between gas utilities and the clean coal SNG brownfield facility, as defined in Section 1-10 of the Illinois Power Agency Act, as required under subsection (h-1) of Section 9-220 of the Public Utilities Act.
 - (g) (e) This Code does not apply to the processes used by the Illinois Power Agency to retain a mediator to mediate contract disputes between gas utilities and the clean coal SNG facility and to retain an expert to assist in the review of contracts under subsection (h) of Section 9-220 of the Public Utilities Act. This Code does not apply to the process used by the Illinois Commerce Commission to retain an expert to assist

- 1 in determining the actual incurred costs of the clean coal SNG
- 2 facility and the reasonableness of those costs as required
- 3 under subsection (h) of Section 9-220 of the Public Utilities
- 4 Act.
- 5 (h) Each chief procurement officer may access and review
- 6 records necessary to determine whether a contract, purchase, or
- 7 other expenditure is or is not subject to the provisions of
- 8 <u>this Code</u>.
- 9 (Source: P.A. 96-840, eff. 12-23-09; 96-1331, eff. 7-27-10;
- 10 97-96, eff. 7-13-11; 97-239, eff. 8-2-11; 97-502, eff. 8-23-11;
- 11 revised 9-7-11.)
- 12 (30 ILCS 500/10-15)
- 13 Sec. 10-15. Procurement compliance monitors.
- 14 (a) The Executive Ethics Commission shall appoint
- 15 procurement compliance monitors to oversee and review the
- 16 procurement processes. Each procurement compliance monitor
- shall serve a term of 5 years beginning on the date of the
- 18 officer's appointment. Each procurement compliance monitor
- 19 shall have an office located in the State agency that the
- 20 monitor serves but shall report to the appropriate chief
- 21 procurement officer. The compliance monitor shall have direct
- 22 communications with the executive officer of a State agency in
- 23 exercising duties. A procurement compliance monitor may be
- 24 removed only for cause after a hearing by the Executive Ethics
- 25 Commission. The appropriate chief procurement officer or

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executive officer of the State agency housing the procurement compliance monitor may institute a complaint against the procurement compliance monitor with the Commission and the Commission shall hold a public hearing based on the complaint. The procurement compliance monitor, State purchasing officer, appropriate chief procurement officer, and executive officer of the State agency shall receive notice of the hearing and shall be permitted to present their respective arguments on the complaint. After the hearing, the Commission shall determine whether the procurement compliance monitor shall be removed. The salary of a procurement compliance monitor shall be established by the Executive Ethics Commission and may not be diminished during the officer's term.

(b) The procurement compliance monitor may: (i) review each contract or contract amendment prior to execution to ensure that applicable procurement and contracting standards were followed; (ii) attend any procurement meetings; (iii) access any records or files related to procurement; (iv) issue reports to the chief procurement officer on procurement issues that have not been corrected after present issues or t.hat. consultation with appropriate State officials; (v) ensure the State agency is maintaining appropriate records; and (vi) ensure transparency of the procurement process; and (vii) access and review records necessary to determine whether a contract, purchase, or other expenditure is or is not subject to the provisions of this Code.

- 1 (c) If the procurement compliance monitor is aware of misconduct, waste, or inefficiency with respect to State 2
- 3 procurement, the procurement compliance monitor shall advise
- the State agency of the issue. If the State agency does not
- 5 correct the issue, the monitor shall report the problem to the
- 6 chief procurement officer and Inspector General.
- 7 (Source: P.A. 96-795, eff. 7-1-10 (see Section 5 of P.A. 96-793
- for the effective date of changes made by P.A. 96-795).) 8
- 9 Section 99. Effective date. This Act takes effect upon
- 10 becoming law.