97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB5110

Introduced 2/8/2012, by Rep. Frank J. Mautino

SYNOPSIS AS INTRODUCED:

30 ILCS 500/40-15 30 ILCS 500/40-25

Amends the Illinois Procurement Code. Provides that a request for information need not be used in procuring the lease of a comprehensive physical center required for a local workforce investment area pursuant to federal law. Provides that the lease of a comprehensive physical center for a local workforce investment area is exempt from provisions concerning limits on the length of leases.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

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 changing Sections 40-15 and 40-25 as follows:

6 (30 ILCS 500/40-15)

7 Sec. 40-15. Method of source selection.

8 (a) Request for information. Except as provided in 9 subsections (b) and (c), all State contracts for leases of real 10 property or capital improvements shall be awarded by a request 11 for information process in accordance with Section 40-20.

12 (b) Other methods. A request for information process need13 not be used in procuring any of the following leases:

- 14 (1) Property of less than 10,000 square feet with rent15 of less than \$100,000 per year.
- 16 (2) (Blank).

17 (3) Duration of less than one year that cannot be 18 renewed.

(4) Specialized space available at only one location,
 <u>including but not limited to a comprehensive physical</u>
 <u>center required for a local workforce investment area</u>
 <u>pursuant to the federal Workforce Investment Act of 1998</u>
 <u>and applicable regulations</u>.

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(5) Renewal or extension of a lease; provided that: (i) 1 2 the chief procurement officer determines in writing that the renewal or extension is in the best interest of the 3 State; (ii) the chief procurement officer submits his or 4 5 her written determination and the renewal or extension to the Board; (iii) the Board does not object in writing to 6 extension within 30 days after its 7 renewal the or 8 submission; and (iv) the chief procurement officer 9 publishes the renewal or extension in the appropriate 10 volume of the Procurement Bulletin.

11 (c) Leases with governmental units. Leases with other 12 governmental units may be negotiated without using the request 13 for information process when deemed by the chief procurement 14 officer to be in the best interest of the State.

15 (Source: P.A. 95-647, eff. 10-11-07; 96-920, eff. 7-1-10.)

16 (30 ILCS 500/40-25)

17 Sec. 40-25. Length of leases.

(a) Maximum term. Leases shall be for a term not to exceed
10 years inclusive, beginning January, 1, 2010, of proposed
contract renewals and shall include a termination option in
favor of the State after 5 years.

(b) Renewal. Leases may include a renewal option. An option to renew may be exercised only when a State purchasing officer determines in writing that renewal is in the best interest of the State and notice of the exercise of the option is published - 3 - LRB097 18223 PJG 63447 b

in the appropriate volume of the Procurement Bulletin at least
 60 days prior to the exercise of the option.

3 (c) Subject to appropriation. All leases shall recite that 4 they are subject to termination and cancellation in any year 5 for which the General Assembly fails to make an appropriation 6 to make payments under the terms of the lease.

7 (d) Holdover. Beginning January 1, 2010, no lease may 8 continue on a month-to-month or other holdover basis for a 9 total of more than 6 months. Beginning July 1, 2010, the 10 Comptroller shall withhold payment of leases beyond this 11 holdover period.

12 <u>(e) Subsections (a) and (d) do not apply to leases of space</u> 13 <u>within a comprehensive physical center required for a local</u> 14 <u>workforce investment area pursuant to the federal Workforce</u> 15 <u>Investment Act of 1998 and applicable regulations.</u>

16 (Source: P.A. 96-15, eff. 6-22-09; 96-795, eff. 7-1-10 (see 17 Section 5 of P.A. 96-793 for the effective date of changes made 18 by P.A. 96-795).)

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