- 1 AMENDMENT TO HOUSE BILL 5150
- 2 AMENDMENT NO. ____. Amend House Bill 5150, AS AMENDED,
- 3 by replacing everything after the enacting clause with the
- 4 following:
- 5 "Section 5. The Illinois State Collection Act of 1986
- 6 is amended by changing Section 8 as follows:
- 7 (30 ILCS 210/8) (from Ch. 15, par. 158)
- 8 Sec. 8. Debt Collection Board. There is created a Debt
- 9 Collection Board consisting of the Director of Central
- 10 Management Services as chairman, the State Comptroller, and
- 11 the Attorney General, or their respective designees. The
- 12 Board shall establish a centralized collections service to
- 13 undertake further collection efforts on delinquent accounts
- 14 or claims of the State which have not been collected through
- 15 the reasonable efforts of the respective State agencies.
- 16 The Board shall promulgate rules and regulations pursuant to
- 17 the Illinois Administrative Procedure Act with regard to the
- 18 establishment of timetables and the assumption of
- 19 responsibility for agency accounts receivable that have not
- 20 been collected by the agency, are not subject to a current
- 21 repayment plan, or have not been certified as uncollectible
- 22 as of the date specified by the Board. The Board shall make

- 1 a final evaluation of those accounts and either (i) direct or
- 2 conduct further collection activities when further collection
- 3 efforts are in the best economic interest of the State or
- 4 (ii) in accordance with Section 2 of the Uncollected State
- 5 Claims Act, certify the receivable as uncollectible or submit
- 6 the account to the Attorney General for that certification.
- 7 The Board is empowered to adopt rules and regulations
- 8 subject to the provisions of the Illinois Administrative
- 9 Procedure Act.
- 10 The Board is empowered to enter into one or more
- 11 contracts with outside <u>private</u> vendors with demonstrated
- 12 capabilities in the area of account collection <u>for the</u>
- 13 <u>collection of the delinquent accounts</u>. The contracts shall be
- 14 let on the basis of competitive proposals secured from
- 15 responsible proposers. The Board may require that vendors be
- 16 prequalified. All contracts shall provide for a contingent
- 17 fee based on the age, nature, amount and type of delinquent
- 18 account. The Board may adopt a reasonable classification
- 19 schedule for the various receivables. The contractor shall
- remit the amount collected, net of the contingent fee, to the
- 21 respective State agency which shall deposit the net amount
- 22 received into the fund that would have received the receipt
- 23 had it been collected by the State agency. No portion of the
- 24 collections shall be deposited into an Accounts Receivable
- 25 Fund established under Section 6 of this Act. The Board
- shall act only upon the unanimous vote of its members.
- 27 After an account has been certified by the Board or the
- 28 Attorney General as uncollectible under this Section, the
- 29 State Comptroller may enter into one or more contracts with
- 30 private collection vendors for the purpose of pursuing a
- 31 <u>last-call collection effort to collect these debts. All such</u>
- 32 <u>contracts shall provide for a contingent fee.</u>
- 33 (Source: P.A. 89-511, eff. 1-1-97.)".