

## **100TH GENERAL ASSEMBLY**

## State of Illinois

## 2017 and 2018

#### SB2845

Introduced 2/13/2018, by Sen. Thomas Cullerton

## SYNOPSIS AS INTRODUCED:

110	ILCS	305/90
110	ILCS	520/75
110	ILCS	660/5-185
110	ILCS	665/10-185
110	ILCS	670/15-185
110	ILCS	675/20-190
110	ILCS	680/25-185
110	ILCS	685/30-195
110	ILCS	690/35-190
110	ILCS	805/3-65

Amends various Acts relating to the governance of public universities and community colleges in Illinois. With respect to employment contracts entered into with the president or all chancellors of a public university or an employee of a community college district, provides that severance under the contract may not exceed 6 months (rather than one year) of salary and applicable benefits.

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FISCAL NOTE ACT MAY APPLY

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AN ACT concerning education.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The University of Illinois Act is amended by 5 changing Section 90 as follows:

6 (110 ILCS 305/90)

7 Sec. 90. Employment contract limitations. This Section 8 applies to the employment contracts of the president or all 9 chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of 10 the 99th General Assembly. This Section does not apply to 11 12 collective bargaining agreements. With respect to employment 13 contracts entered into with the president or all chancellors of 14 the University:

(1) Severance under the contract <u>may not exceed one</u>
 year salary and applicable benefits, except that severance
 <u>under a contract entered into, amended, renewed, or</u>
 <u>extended on or after the effective date of this amendatory</u>
 <u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
 <u>of one year</u> salary and applicable benefits.

21 (2) A contract with a determinate start and end date22 may not exceed 4 years.

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(3) The contract may not include any automatic rollover

1 clauses.

(4) Severance payments or contract buyouts may be
placed in an escrow account if there are pending criminal
charges against the president or all chancellors of the
University related to their employment.

6 (5) Final action on the formation, renewal, extension, 7 or termination of the employment contracts of the president 8 or all chancellors of the University must be made during an 9 open meeting of the Board of Trustees.

10 (6) Public notice, compliant with the provisions of the 11 Open Meetings Act, must be given prior to final action on 12 the formation, renewal, extension, or termination of the 13 employment contracts of the president or all chancellors of 14 the University and must include a copy of the Board item or 15 other documentation providing, at a minimum, a description 16 the proposed principal financial components of the of 17 president's or all chancellors' appointments.

18 (7) Any performance-based bonus or incentive-based 19 compensation to the president or all chancellors of the 20 University must be approved by the Board in an open 21 meeting. The performance upon which the bonus is based must 22 be made available to the public no less than 48 hours 23 before Board approval of the performance-based bonus or 24 incentive-based compensation.

(8) Board minutes, board packets, and annual
 performance reviews concerning the president or all

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- 1 chancellors of the University must be made available to the 2 public on the University's Internet website.
- 3 (Source: P.A. 99-694, eff. 1-1-17.)

Section 10. The Southern Illinois University Management
Act is amended by changing Section 75 as follows:

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(110 ILCS 520/75)

7 Sec. 75. Employment contract limitations. This Section 8 applies to the employment contracts of the president or all 9 chancellors of the University entered into, amended, renewed, 10 or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to 11 12 collective bargaining agreements. With respect to employment 13 contracts entered into with the president or all chancellors of 14 the University:

(1) Severance under the contract <u>may not exceed one</u>
year salary and applicable benefits, except that severance
<u>under a contract entered into, amended, renewed, or</u>
<u>extended on or after the effective date of this amendatory</u>
<u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
<u>of one year</u> salary and applicable benefits.

(2) A contract with a determinate start and end datemay not exceed 4 years.

23 (3) The contract may not include any automatic rollover24 clauses.

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(4) Severance payments or contract buyouts may be placed in an escrow account if there are pending criminal charges against the president or all chancellors of the University related to their employment.

5 (5) Final action on the formation, renewal, extension, 6 or termination of the employment contracts of the president 7 or all chancellors of the University must be made during an 8 open meeting of the Board.

9 (6) Public notice, compliant with the provisions of the 10 Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the 11 12 employment contracts of the president or all chancellors of the University and must include a copy of the Board item or 13 14 other documentation providing, at a minimum, a description 15 of the proposed principal financial components of the 16 president's or all chancellors' appointments.

(7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.

(8) Board minutes, board packets, and annual
 performance reviews concerning the president or all
 chancellors of the University must be made available to the

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2 (Source: P.A. 99-694, eff. 1-1-17.)

3 Section 15. The Chicago State University Law is amended by
4 changing Section 5-185 as follows:

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(110 ILCS 660/5-185)

6 Sec. 5-185. Employment contract limitations. This Section 7 applies to the employment contracts of the president or all 8 chancellors of the University entered into, amended, renewed, 9 or extended after the effective date of this amendatory Act of 10 the 99th General Assembly. This Section does not apply to 11 collective bargaining agreements. With respect to employment 12 contracts entered into with the president or all chancellors of 13 the University:

14 (1) Severance under the contract <u>may not exceed one</u>
 15 <u>year salary and applicable benefits, except that severance</u>
 16 <u>under a contract entered into, amended, renewed, or</u>
 17 <u>extended on or after the effective date of this amendatory</u>
 18 <u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
 19 <u>of one year</u> salary and applicable benefits.

20 (2) A contract with a determinate start and end date21 may not exceed 4 years.

(3) The contract may not include any automatic rolloverclauses.

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(4) Severance payments or contract buyouts may be

1 placed in an escrow account if there are pending criminal 2 charges against the president or all chancellors of the 3 University related to their employment.

4 (5) Final action on the formation, renewal, extension,
5 or termination of the employment contracts of the president
6 or all chancellors of the University must be made during an
7 open meeting of the Board.

8 (6) Public notice, compliant with the provisions of the 9 Open Meetings Act, must be given prior to final action on 10 the formation, renewal, extension, or termination of the 11 employment contracts of the president or all chancellors of 12 the University and must include a copy of the Board item or other documentation providing, at a minimum, a description 13 14 of the proposed principal financial components of the 15 president's or all chancellors' appointments.

16 (7) Any performance-based bonus or incentive-based 17 compensation to the president or all chancellors of the 18 University must be approved by the Board in an open 19 meeting. The performance upon which the bonus is based must 20 be made available to the public no less than 48 hours 21 before Board approval of the performance-based bonus or 22 incentive-based compensation.

(8) Board minutes, board packets, and annual
performance reviews concerning the president or all
chancellors of the University must be made available to the
public on the University's Internet website.

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1 (Source: P.A. 99-694, eff. 1-1-17.)

Section 20. The Eastern Illinois University Law is amended
by changing Section 10-185 as follows:

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(110 ILCS 665/10-185)

5 Sec. 10-185. Employment contract limitations. This Section 6 applies to the employment contracts of the president or all 7 chancellors of the University entered into, amended, renewed, 8 or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to 9 10 collective bargaining agreements. With respect to employment 11 contracts entered into with the president or all chancellors of 12 the University:

(1) Severance under the contract <u>may not exceed one</u>
year salary and applicable benefits, except that severance
<u>under a contract entered into, amended, renewed, or</u>
<u>extended on or after the effective date of this amendatory</u>
<u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
<u>of one year</u> salary and applicable benefits.

19 (2) A contract with a determinate start and end date20 may not exceed 4 years.

(3) The contract may not include any automatic rolloverclauses.

23 (4) Severance payments or contract buyouts may be
 24 placed in an escrow account if there are pending criminal

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charges against the president or all chancellors of the University related to their employment.

(5) Final action on the formation, renewal, extension,
or termination of the employment contracts of the president
or all chancellors of the University must be made during an
open meeting of the Board.

7 (6) Public notice, compliant with the provisions of the 8 Open Meetings Act, must be given prior to final action on 9 the formation, renewal, extension, or termination of the 10 employment contracts of the president or all chancellors of 11 the University and must include a copy of the Board item or 12 other documentation providing, at a minimum, a description the proposed principal financial components of the 13 of 14 president's or all chancellors' appointments.

(7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.

(8) Board minutes, board packets, and annual
performance reviews concerning the president or all
chancellors of the University must be made available to the
public on the University's Internet website.

26 (Source: P.A. 99-694, eff. 1-1-17.)

Section 25. The Governors State University Law is amended
 by changing Section 15-185 as follows:

3 (110 ILCS 670/15-185)

Sec. 15-185. Employment contract limitations. This Section 4 5 applies to the employment contracts of the president or all 6 chancellors of the University entered into, amended, renewed, 7 or extended after the effective date of this amendatory Act of 8 the 99th General Assembly. This Section does not apply to 9 collective bargaining agreements. With respect to employment 10 contracts entered into with the president or all chancellors of 11 the University:

(1) Severance under the contract <u>may not exceed one</u>
year salary and applicable benefits, except that severance
under a contract entered into, amended, renewed, or
<u>extended on or after the effective date of this amendatory</u>
<u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
<u>of one year</u> salary and applicable benefits.

18 (2) A contract with a determinate start and end date19 may not exceed 4 years.

20 (3) The contract may not include any automatic rollover21 clauses.

(4) Severance payments or contract buyouts may be
 placed in an escrow account if there are pending criminal
 charges against the president or all chancellors of the

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University related to their employment.

(5) Final action on the formation, renewal, extension,
or termination of the employment contracts of the president
or all chancellors of the University must be made during an
open meeting of the Board.

6 (6) Public notice, compliant with the provisions of the 7 Open Meetings Act, must be given prior to final action on 8 the formation, renewal, extension, or termination of the 9 employment contracts of the president or all chancellors of 10 the University and must include a copy of the Board item or 11 other documentation providing, at a minimum, a description 12 of the proposed principal financial components of the president's or all chancellors' appointments. 13

14 (7) Any performance-based bonus or incentive-based 15 compensation to the president or all chancellors of the 16 University must be approved by the Board in an open 17 meeting. The performance upon which the bonus is based must 18 be made available to the public no less than 48 hours 19 before Board approval of the performance-based bonus or 20 incentive-based compensation.

(8) Board minutes, board packets, and annual
performance reviews concerning the president or all
chancellors of the University must be made available to the
public on the University's Internet website.

25 (Source: P.A. 99-694, eff. 1-1-17.)

- Section 30. The Illinois State University Law is amended by
   changing Section 20-190 as follows:
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(110 ILCS 675/20-190)

4 Sec. 20-190. Employment contract limitations. This Section applies to the employment contracts of the president or all 5 chancellors of the University entered into, amended, renewed, 6 7 or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to 8 9 collective bargaining agreements. With respect to employment 10 contracts entered into with the president or all chancellors of 11 the University:

(1) Severance under the contract <u>may not exceed one</u>
 year salary and applicable benefits, except that severance
 <u>under a contract entered into, amended, renewed, or</u>
 <u>extended on or after the effective date of this amendatory</u>
 <u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
 <u>of one year</u> salary and applicable benefits.

18 (2) A contract with a determinate start and end date19 may not exceed 4 years.

20 (3) The contract may not include any automatic rollover21 clauses.

(4) Severance payments or contract buyouts may be
placed in an escrow account if there are pending criminal
charges against the president or all chancellors of the
University related to their employment.

(5) Final action on the formation, renewal, extension,
 or termination of the employment contracts of the president
 or all chancellors of the University must be made during an
 open meeting of the Board.

5 (6) Public notice, compliant with the provisions of the 6 Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the 7 8 employment contracts of the president or all chancellors of 9 the University and must include a copy of the Board item or 10 other documentation providing, at a minimum, a description 11 of the proposed principal financial components of the 12 president's or all chancellors' appointments.

(7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.

20 (8) Board minutes, board packets, and annual
21 performance reviews concerning the president or all
22 chancellors of the University must be made available to the
23 public on the University's Internet website.

24 (Source: P.A. 99-694, eff. 1-1-17.)

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Section 35. The Northeastern Illinois University Law is

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(110 ILCS 680/25-185)

3 Sec. 25-185. Employment contract limitations. This Section 4 applies to the employment contracts of the president or all 5 chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of 6 7 the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to employment 8 9 contracts entered into with the president or all chancellors of 10 the University:

amended by changing Section 25-185 as follows:

(1) Severance under the contract <u>may not exceed one</u> year salary and applicable benefits, except that severance under a contract entered into, amended, renewed, or extended on or after the effective date of this amendatory Act of the 100th General Assembly may not exceed <u>6 months</u> of one year salary and applicable benefits.

17 (2) A contract with a determinate start and end date18 may not exceed 4 years.

19 (3) The contract may not include any automatic rollover20 clauses.

(4) Severance payments or contract buyouts may be
placed in an escrow account if there are pending criminal
charges against the president or all chancellors of the
University related to their employment.

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(5) Final action on the formation, renewal, extension,

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or termination of the employment contracts of the president or all chancellors of the University must be made during an open meeting of the Board.

(6) Public notice, compliant with the provisions of the 4 5 Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the 6 7 employment contracts of the president or all chancellors of 8 the University and must include a copy of the Board item or 9 other documentation providing, at a minimum, a description 10 of the proposed principal financial components of the 11 president's or all chancellors' appointments.

12 (7) Any performance-based bonus or incentive-based 13 compensation to the president or all chancellors of the 14 University must be approved by the Board in an open 15 meeting. The performance upon which the bonus is based must 16 be made available to the public no less than 48 hours 17 before Board approval of the performance-based bonus or 18 incentive-based compensation.

19 (8) Board minutes, board packets, and annual 20 performance reviews concerning the president or all 21 chancellors of the University must be made available to the 22 public on the University's Internet website.

23 (Source: P.A. 99-694, eff. 1-1-17.)

24 Section 40. The Northern Illinois University Law is amended 25 by changing Section 30-195 as follows:

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(110 ILCS 685/30-195)

2 Sec. 30-195. Employment contract limitations. This Section 3 applies to the employment contracts of the president or all 4 chancellors of the University entered into, amended, renewed, or extended after the effective date of this amendatory Act of 5 6 the 99th General Assembly. This Section does not apply to 7 collective bargaining agreements. With respect to employment 8 contracts entered into with the president or all chancellors of 9 the University:

(1) Severance under the contract <u>may not exceed one</u>
 <u>year salary and applicable benefits, except that severance</u>
 <u>under a contract entered into, amended, renewed, or</u>
 <u>extended on or after the effective date of this amendatory</u>
 <u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
 <u>of one year</u> salary and applicable benefits.

16 (2) A contract with a determinate start and end date17 may not exceed 4 years.

18 (3) The contract may not include any automatic rollover19 clauses.

(4) Severance payments or contract buyouts may be
placed in an escrow account if there are pending criminal
charges against the president or all chancellors of the
University related to their employment.

(5) Final action on the formation, renewal, extension,
 or termination of the employment contracts of the president

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or all chancellors of the University must be made during an open meeting of the Board.

3 (6) Public notice, compliant with the provisions of the Open Meetings Act, must be given prior to final action on 4 5 the formation, renewal, extension, or termination of the 6 employment contracts of the president or all chancellors of 7 the University and must include a copy of the Board item or 8 other documentation providing, at a minimum, a description 9 of the proposed principal financial components of the 10 president's or all chancellors' appointments.

(7) Any performance-based bonus or incentive-based compensation to the president or all chancellors of the University must be approved by the Board in an open meeting. The performance upon which the bonus is based must be made available to the public no less than 48 hours before Board approval of the performance-based bonus or incentive-based compensation.

18 (8) Board minutes, board packets, and annual
19 performance reviews concerning the president or all
20 chancellors of the University must be made available to the
21 public on the University's Internet website.

22 (Source: P.A. 99-694, eff. 1-1-17.)

Section 45. The Western Illinois University Law is amended
by changing Section 35-190 as follows:

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(110 ILCS 690/35-190)

2 Sec. 35-190. Employment contract limitations. This Section 3 applies to the employment contracts of the president or all chancellors of the University entered into, amended, renewed, 4 5 or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to 6 7 collective bargaining agreements. With respect to employment 8 contracts entered into with the president or all chancellors of 9 the University:

(1) Severance under the contract <u>may not exceed one</u>
 <u>year salary and applicable benefits, except that severance</u>
 <u>under a contract entered into, amended, renewed, or</u>
 <u>extended on or after the effective date of this amendatory</u>
 <u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u>
 <u>of one year</u> salary and applicable benefits.

16 (2) A contract with a determinate start and end date17 may not exceed 4 years.

18 (3) The contract may not include any automatic rollover19 clauses.

(4) Severance payments or contract buyouts may be
 placed in an escrow account if there are pending criminal
 charges against the president or all chancellors of the
 University related to their employment.

(5) Final action on the formation, renewal, extension,
 or termination of the employment contracts of the president
 or all chancellors of the University must be made during an

1 open meeting of the Board.

2 (6) Public notice, compliant with the provisions of the 3 Open Meetings Act, must be given prior to final action on the formation, renewal, extension, or termination of the 4 5 employment contracts of the president or all chancellors of the University and must include a copy of the Board item or 6 7 other documentation providing, at a minimum, a description 8 of the proposed principal financial components of the 9 president's or all chancellors' appointments.

10 (7) Any performance-based bonus or incentive-based 11 compensation to the president or all chancellors of the 12 University must be approved by the Board in an open 13 meeting. The performance upon which the bonus is based must 14 be made available to the public no less than 48 hours 15 before Board approval of the performance-based bonus or 16 incentive-based compensation.

17 (8) Board minutes, board packets, and annual 18 performance reviews concerning the president or all 19 chancellors of the University must be made available to the 20 public on the University's Internet website.

21 (Source: P.A. 99-694, eff. 1-1-17.)

Section 50. The Public Community College Act is amended by changing Section 3-65 as follows:

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(110 ILCS 805/3-65)

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Sec. 3-65. Employment contract limitations.

(a) This Section applies to employment contracts entered
into, amended, renewed, or extended after the effective date of
this amendatory Act of the 99th General Assembly. This Section
does not apply to collective bargaining agreements.

6 (b) The following apply to any employment contract entered 7 into with an employee of the community college district:

8 (1) Severance under the contract <u>may not exceed one</u> 9 <u>year salary and applicable benefits, except that severance</u> 10 <u>under a contract entered into, amended, renewed, or</u> 11 <u>extended on or after the effective date of this amendatory</u> 12 <u>Act of the 100th General Assembly</u> may not exceed <u>6 months</u> 13 <u>of one year</u> salary and applicable benefits.

14 (2) A contract with a determinate start and end date15 may not exceed 4 years.

16 (3) The contract may not include any automatic rollover
17 clauses, and all renewals or extensions of contracts must
18 be made during an open meeting of the board.

(4) Public notice, in a form as determined by the State
Board, must be given of an employment contract entered
into, amended, renewed, or extended and must include a
complete description of the action to be taken, as well the
contract itself, including all addendums or any other
documents that change an initial contract.

25 (Source: P.A. 99-482, eff. 9-22-15.)