

Rep. Stephanie A. Kifowit

## Filed: 4/20/2018

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1	AMENDMENT TO HOUSE BILL 4774
2	AMENDMENT NO Amend House Bill 4774, AS AMENDED, by
3	replacing everything after the enacting clause with the
4	following:
5	"Section 5. The Counties Code is amended by changing
6	Section 5-1022 as follows:
7	(55 ILCS 5/5-1022) (from Ch. 34, par. 5-1022)
8	Sec. 5-1022. Competitive bids.
9	(a) Any purchase by a county with fewer than 2,000,000
10	inhabitants of services, materials, equipment or supplies in
11	excess of \$30,000, other than professional services, shall be
12	contracted for in one of the following ways:
13	(1) by a contract let to the lowest responsible bidder
14	after advertising for bids in a newspaper published within
15	the county or, if no newspaper is published within the
16	county, then a newspaper having general circulation within

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the county; or

(2) by a contract let without advertising for bids in 2 3 the case of an emergency if authorized by the county board. 4 (b) In determining the lowest responsible bidder, the 5 county board shall take into consideration the qualities of the 6 articles supplied; their conformity with the specifications; their suitability to the requirements of 7 the county, availability of support services; uniqueness of the service, 8 9 materials, equipment, or supplies as it applies to networked, 10 integrated computer systems; compatibility to existing 11 equipment; and the delivery terms. The county board also may take into consideration whether a bidder is a private 12 13 enterprise а State-controlled enterprise or and, notwithstanding any other provision of this Section or a lower 14 15 bid by a State-controlled enterprise, may let a contract to the 16 lowest responsible bidder that is a private enterprise.

(b-5) This subsection does not apply to contracts for 17 18 construction.

In determining the lowest responsible bidder, a local 19 20 company that bids no more than 10% higher than the lowest bid, if that lowest bid is made by a non-local company, is the 21 lowest responsible bidder. If more than one local company's bid 22 is no more than 10% higher than the lowest bid made by a 23 24 non-local company, the county board shall follow subsection (b) 25 in determining the lowest responsible bidder among the local 26 company bids.

1	As used in this subsection:
2	"Local company" means a company or business entity located
3	within the contracting county or any contiguous county in the
4	State that has the majority of its regular, full-time workforce
5	located within the contracting county or contiguous county.
6	"Construction" includes, but is not limited to, all work on
7	public works involving laborers, workers, or mechanics,
8	including maintenance, repair, assembly, or disassembly work
9	performed on equipment whether owned, leased, or rented.

10 (c) This Section does not apply to contracts by a county 11 with the federal government or to purchases of used equipment, 12 purchases at auction or similar transactions which by their 13 very nature are not suitable to competitive bids, pursuant to 14 an ordinance adopted by the county board.

15 (d) Notwithstanding the provisions of this Section, a 16 county may let without advertising for bids in the case of purchases and contracts, when individual orders do not exceed 17 \$35,000, for the use, purchase, delivery, movement, 18 or 19 installation of data processing equipment, software, or 20 services and telecommunications and inter-connect equipment, software, and services. 21

(e) A county may require, as a condition of any contract for goods and services, that persons awarded a contract with the county and all affiliates of the person collect and remit Illinois Use Tax on all sales of tangible personal property into the State of Illinois in accordance with the provisions of 10000HB4774ham002 -4- LRB100 18254 RJF 39143 a

1 the Illinois Use Tax Act regardless of whether the person or affiliate is a "retailer maintaining a place of business within 2 this State" as defined in Section 2 of the Use Tax Act. For 3 4 purposes of this subsection (e), the term "affiliate" means any 5 entity that (1) directly, indirectly, or constructively 6 controls another entity, (2) is directly, indirectly, or constructively controlled by another entity, or (3) is subject 7 8 to the control of a common entity. For purposes of this 9 subsection (e), an entity controls another entity if it owns, 10 directly or individually, more than 10% of the voting 11 securities of that entity. As used in this subsection (e), the term "voting security" means a security that (1) confers upon 12 13 the holder the right to vote for the election of members of the 14 board of directors or similar governing body of the business or 15 (2) is convertible into, or entitles the holder to receive upon 16 its exercise, a security that confers such a right to vote. A general partnership interest is a voting security. 17

(f) Bids submitted to, and contracts executed by, the county may require a certification by the bidder or contractor that the bidder or contractor is not barred from bidding for or entering into a contract under this Section and that the bidder or contractor acknowledges that the county may declare the contract void if the certification completed pursuant to this subsection (f) is false.

25 (Source: P.A. 95-331, eff. 8-21-07; 96-170, eff. 1-1-10.)

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1 Section 10. The Township Code is amended by changing 2 Sections 85-30 and 205-105 as follows: 3 (60 ILCS 1/85-30) 4 Sec. 85-30. Purchases; bids. (a) Any purchase by a township for services, materials, 5 equipment, or supplies in excess of \$20,000 (other than 6 professional services) shall be contracted for in one of the 7 8 following ways: 9 (1) By a contract let to the lowest responsible bidder 10 after advertising for bids at least once (i) in a newspaper published within the township, or (ii) if no newspaper is 11 12 published within the township, then in one published within 13 the county, or (iii) if no newspaper is published within 14 the county, then in a newspaper having general circulation within the township. 15 (2) By a contract let without advertising for bids in 16 17 the case of an emergency if authorized by the township 18 board. 19 (b) This subsection does not apply to contracts for 20 construction. 21 If a contract is let under item (1) of subsection (a), in 22 determining the lowest responsible bidder, a local company that 23 bids no more than 10% higher than the lowest bid, if that 24 lowest bid is made by a non-local company, is the lowest responsible bidder. If more than one local company's bid is no 25

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1 more than 10% higher than the lowest bid made by a non-local company, the township board shall award the contract to the 2 lowest responsible bidder among the local company bids. 3 4 As used in this subsection: 5 "Local company" means a company or business entity located within the contracting township or the county or counties in 6 which the township is located in the State that has the 7 majority of its regular, full-time workforce located within the 8 9 contracting township or the county or counties in which the 10 township is located. 11 "Construction" includes, but is not limited to, all work on public works involving laborers, workers, or mechanics, 12 including maintenance, repair, assembly, or disassembly work 13 14 performed on equipment whether owned, leased, or rented.

15 (c) This Section does not apply to contracts by a township 16 with the federal government.

17 (Source: P.A. 94-435, eff. 8-2-05.)

18 (60 ILCS 1/205-105)

19 Sec. 205-105. Construction contracts; bids.

(a) All contracts for construction work whose estimated
cost will exceed \$20,000 shall be let to the lowest responsible
bidder after publication of notice for bids. Notice for bids
shall be published once in a newspaper published and having
general circulation in the township, if there is one. If there
is no such newspaper, notice for bids shall be published in a

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1	newspaper published and having general circulation in the
2	county. Notice for bids shall be published at least 10 days
3	before the date set for receiving bids. Bids shall be opened
4	and publicly read, and an award shall be made to the lowest
5	responsible bidder within 15 days after the receipt of bids.
6	<u>(a-5) This subsection does not apply to contracts for</u>
7	construction.
8	In determining the lowest responsible bidder, a local
9	company that bids no more than 10% higher than the lowest bid,
10	if that lowest bid is made by a non-local company, is the
11	lowest responsible bidder. If more than one local company's bid
12	is no more than 10% higher than the lowest bid made by a
13	non-local company, the township board shall award the contract
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14	to the lowest responsible bidder among the local company bids.
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14 15	to the lowest responsible bidder among the local company bids. As used in this subsection:
14 15 16	to the lowest responsible bidder among the local company bids. As used in this subsection: "Local company" means a company or business entity located
14 15 16 17	to the lowest responsible bidder among the local company bids. <u>As used in this subsection:</u> <u>"Local company" means a company or business entity located</u> within the contracting township or the county or counties in
14 15 16 17 18	to the lowest responsible bidder among the local company bids. <u>As used in this subsection:</u> <u>"Local company" means a company or business entity located</u> within the contracting township or the county or counties in which the township is located in the State that has the
14 15 16 17 18 19	to the lowest responsible bidder among the local company bids. <u>As used in this subsection:</u> <u>"Local company" means a company or business entity located</u> within the contracting township or the county or counties in which the township is located in the State that has the majority of its regular, full-time workforce located within the
14 15 16 17 18 19 20	to the lowest responsible bidder among the local company bids. <u>As used in this subsection:</u> <u>"Local company" means a company or business entity located</u> within the contracting township or the county or counties in which the township is located in the State that has the majority of its regular, full-time workforce located within the contracting township or county or counties in which the
14 15 16 17 18 19 20 21	to the lowest responsible bidder among the local company bids. <u>As used in this subsection:</u> <u>"Local company" means a company or business entity located</u> within the contracting township or the county or counties in which the township is located in the State that has the majority of its regular, full-time workforce located within the contracting township or county or counties in which the township is located.
14 15 16 17 18 19 20 21 22	to the lowest responsible bidder among the local company bids. <u>As used in this subsection:</u> <u>"Local company" means a company or business entity located</u> within the contracting township or the county or counties in which the township is located in the State that has the majority of its regular, full-time workforce located within the contracting township or county or counties in which the township is located. <u>"Construction" includes, but is not limited to, all work on</u>
14 15 16 17 18 19 20 21 22 23	to the lowest responsible bidder among the local company bids. As used in this subsection: "Local company" means a company or business entity located within the contracting township or the county or counties in which the township is located in the State that has the majority of its regular, full-time workforce located within the contracting township or county or counties in which the township is located. "Construction" includes, but is not limited to, all work on public works involving laborers, workers, or mechanics,

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other professional services, but it shall apply to the purchase of equipment unless the township board, by a resolution adopted by a three-fourths vote, determines that it is for the best interests of the township that advertising for bids for the equipment be dispensed with.

6 (Source: P.A. 95-300, eff. 8-20-07.)

7 Section 15. The Illinois Municipal Code is amended by8 changing Section 8-9-1 as follows:

9 (65 ILCS 5/8-9-1) (from Ch. 24, par. 8-9-1)

Sec. 8-9-1. (a) In municipalities of less than 500,000 10 11 except as otherwise provided in Articles 4 and 5 any work or other public improvement which is not to be paid for in whole 12 13 or in part by special assessment or special taxation, when the 14 expense thereof will exceed \$25,000, shall be constructed either (1) by a contract let to the lowest responsible bidder 15 after advertising for bids, in the manner prescribed by 16 17 ordinance, except that any such contract may be entered into by 18 the proper officers without advertising for bids, if authorized by a vote of two-thirds of all the aldermen or trustees then 19 20 holding office; or (2) in the following manner, if authorized 21 by a vote of two-thirds of all the aldermen or trustees then 22 holding office, to-wit: the commissioner of public works or 23 other proper officers to be designated by ordinance, shall 24 superintend and cause to be carried out the construction of the

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1 work or other public improvement and shall employ exclusively 2 for the performance of all manual labor thereon, laborers and artisans whom the municipality shall pay by the day or hour; 3 4 and all material of the value of \$25,000 and upward used in the 5 construction of the work or other public improvement, shall be 6 purchased by contract let to the lowest responsible bidder in the manner to be prescribed by ordinance. However, nothing 7 contained in this section shall apply to any contract by a 8 9 city, village or incorporated town with the federal government 10 or any agency thereof.

11 (b) This subsection does not apply to contracts for 12 construction.

13 When entering into a contract let to the lowest responsible 14 bidder after advertising for bids under this Section, in 15 determining the lowest responsible bidder, a local company that bids no more than 10% higher than the lowest bid, if that 16 lowest bid is made by a non-local company, is the lowest 17 responsible bidder. If more than one local company's bid is no 18 19 more than 10% higher than the lowest bid made by a non-local 20 company, the corporate authorities of the municipality shall award the contract to the lowest responsible bidder among the 21 22 local company bids.

23 As used in this subsection:

24 <u>"Local company" means a company or business entity located</u>
25 within the contracting municipality or the county or counties
26 in which the municipality is located in the State that has the

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majority of its regular, full-time workforce located within the 1 2 contracting municipality or the county or counties in which the 3 municipality is located. 4 "Construction" includes, but is not limited to, all work on 5 public works involving laborers, workers or mechanics, including maintenance, repair, assembly, or disassembly work 6 performed on equipment whether owned, leased, or rented. 7 (c) In every city which has adopted Division 1 of Article 8 9 10, every such laborer or artisan shall be certified by the 10 civil service commission to the commissioner of public works or 11 other proper officers, in accordance with the requirement of that division. 12 13 (d) In municipalities of 500,000 or more population the

14 letting of contracts for work or other public improvements of 15 the character described in this section shall be governed by 16 the provisions of Division 10 of this Article 8.

17 (Source: P.A. 100-338, eff. 8-25-17.)".